

Quarterly Report

(English summary with full translation of consolidated financial information)

(The Second Quarter of 69th Business Term)

From July 1, 2022 to September 30, 2022

KYOCERA CORPORATION

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|---|---|
| [Document Filed] | Quarterly Report (“Shihanki Hokokusho”) |
| [Applicable Law] | Article 24-4-7, Paragraph 1 of the Financial Instruments and Exchange Act of Japan |
| [Filed with] | Director, Kanto Local Finance Bureau |
| [Filing Date] | November 11, 2022 |
| [Fiscal Period] | The Second Quarter of 69th Business Term (from July 1, 2022 to September 30, 2022) |
| [Company Name] | Kyocera Kabushiki Kaisha |
| [Company Name in English] | KYOCERA CORPORATION |
| [Title and Name of Representative] | Hideo Tanimoto, Director and President |
| [Address of Head Office] | 6, Takeda Tobadono-cho, Fushimi-ku, Kyoto |
| [Phone Number] | +81-75-604-3500 |
| [Contact Person] | Hiroaki Chida, Executive Officer and Senior General Manager of Corporate Management Control Group |
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| [Phone Number] | +81-75-604-3500 |
| [Contact Person] | Hiroaki Chida, Executive Officer and Senior General Manager of Corporate Management Control Group |
| [Place Where Available for Public Inspection] | Tokyo Stock Exchange, Inc. (2-1, Nihombashi Kabutocho, Chuo-ku, Tokyo) |

This is an English translation of the Quarterly Report filed with the Director of the Kanto Local Finance Bureau via Electronic Disclosure for Investors' NETwork (“EDINET”) pursuant to the Financial Instruments and Exchange Act of Japan. In this document, the terms “we,” “us,” “our,” “Kyocera Group” and “Kyocera” refer to Kyocera Corporation and consolidated subsidiaries or, as the context may require, Kyocera Corporation on a non-consolidated basis and the “Company” refers to Kyocera Corporation on a non-consolidated basis. The term “fiscal 2023” refers to the year ending March 31, 2023, with other fiscal years referred to in a corresponding manner.

Part I. Information on Kyocera

I. Overview of Kyocera

1. Selected Financial Data

(Yen in millions unless otherwise stated)

| | For the six months ended September 30, | | For the year ended March 31, 2022 |
|--|--|-----------|--------------------------------------|
| | 2021 | 2022 | |
| Sales revenue | 876,337 | 1,012,172 | 1,838,938 |
| Profit before income taxes | 99,351 | 104,311 | 198,947 |
| Profit attributable to owners of the parent | 73,219 | 75,586 | 148,414 |
| Comprehensive income attributable to owners of the parent | 147,295 | 240,206 | 365,805 |
| Equity attributable to owners of the parent | 2,709,782 | 3,079,279 | 2,871,554 |
| Total assets | 3,656,905 | 4,149,994 | 3,917,265 |
| Earnings per share attributable to owners of the parent - Basic (Yen) | 202.01 | 210.60 | 411.15 |
| Earnings per share attributable to owners of the parent - Diluted (Yen) | — | — | — |
| Ratio of equity attributable to owners of the parent to total assets (%) | 74.1 | 74.2 | 73.3 |
| Cash flows from operating activities | 115,764 | 60,050 | 201,957 |
| Cash flows from investing activities | (27,400) | (69,652) | (79,457) |
| Cash flows from financing activities | (42,670) | (49,143) | (111,473) |
| Cash and cash equivalents at the end of the period | 431,756 | 378,080 | 414,129 |

| | For the three months ended September 30, | |
|---|--|---------|
| | 2021 | 2022 |
| Sales revenue | 455,625 | 520,218 |
| Profit attributable to owners of the parent | 32,459 | 25,612 |
| Earnings per share attributable to owners of the parent - Basic (Yen) | 89.56 | 71.36 |

- (Notes) 1. Kyocera prepared its condensed quarterly consolidated financial statements and consolidated financial statements in accordance with International Financial Reporting Standards (hereinafter, “IFRS”), and the figures are presented in Japanese yen and amounts less than one million yen are rounded.
2. Earnings per share attributable to owners of the parent - Diluted are not described in the above table, as there is no potential share.
3. As Kyocera prepares the condensed quarterly consolidated financial statements, the selected non-consolidated financial data is not set forth in this document.

2. Description of Business

There were no significant changes in the business and operations of Kyocera and its associates during the six months ended September 30, 2022 (hereinafter, “the first half”). There were no changes in the organizations of major subsidiaries and associates.

II. Business Overview

1. Risk Factors

There were no new risk factors recognized for the first half. There were no significant changes in risk factors stated in the Annual Report for the year ended March 31, 2022 pursuant to the Financial Instruments and Exchange Act of Japan.

2. Management's Discussion and Analysis of Financial Position, Operating Results and Cash Flows

The future matter written in this document is determined at the date of submission of this Quarterly Report.

(1) Summary of Operating Results

(Yen in millions)

| | For the six months ended September 30, | | | | Change | |
|---|--|-------|-----------|-------|---------|------|
| | 2021 | | 2022 | | | |
| | Amount | %* | Amount | %* | Amount | % |
| Sales revenue | 876,337 | 100.0 | 1,012,172 | 100.0 | 135,835 | 15.5 |
| Operating profit | 75,679 | 8.6 | 76,488 | 7.6 | 809 | 1.1 |
| Profit before income taxes | 99,351 | 11.3 | 104,311 | 10.3 | 4,960 | 5.0 |
| Profit attributable to owners of the parent | 73,219 | 8.4 | 75,586 | 7.5 | 2,367 | 3.2 |
| Average US\$ exchange rate (Yen) | 110 | — | 134 | — | — | — |
| Average Euro exchange rate (Yen) | 131 | — | 139 | — | — | — |

* % represents the percentage to sales revenue.

During the first half, supply chain disruptions and price increases in raw materials, etc., continued due to the unstable global situation. In addition, the yen depreciated substantially in the foreign exchange market. At Kyocera, due to the contribution of investments in expanding component production for the 5G and semiconductor-related markets to meet robust demand, and due also to increased sales by the Industrial Tools Unit and the Document Solutions Unit, sales revenue of all reporting segments increased as compared with the six months ended September 30, 2021 (hereinafter, "the previous first half"). Sales revenue of the first half increased by 135,835 million yen, or 15.5%, to 1,012,172 million yen, as compared with the previous first half, including the impact of weaker yen (push up of approximately 103 billion yen as compared with the previous first half), marking a record high for a first half period.

Profit increased slightly as compared with the previous first half, due to price increases in raw materials, etc., a decrease in sales of the Communications Unit, and a one-time cost recorded in connection with a litigation in the amount of approximately 7 billion yen, which largely offset the impact of increases in sales revenue and the weaker yen (push up in profit before income taxes of approximately 26 billion yen as compared with the previous first half).

As compared with the previous first half, operating profit increased by 809 million yen, or 1.1%, to 76,488 million yen, profit before income taxes increased by 4,960 million yen, or 5.0%, to 104,311 million yen, and profit attributable to owners of the parent increased by 2,367 million yen, or 3.2%, to 75,586 million yen.

Results by Reporting Segment

Sales Revenue by Reporting Segment

(Yen in millions)

| | For the six months ended September 30, | | | | Change | |
|---|--|-------|-----------|-------|----------|--------|
| | 2021 | | 2022 | | Amount | % |
| | Amount | %* | Amount | %* | | |
| Core Components Business | 251,978 | 28.8 | 298,981 | 29.5 | 47,003 | 18.7 |
| Industrial & Automotive Components Unit | 83,506 | 9.5 | 96,790 | 9.6 | 13,284 | 15.9 |
| Semiconductor Components Unit | 155,605 | 17.8 | 188,675 | 18.6 | 33,070 | 21.3 |
| Others | 12,867 | 1.5 | 13,516 | 1.3 | 649 | 5.0 |
| Electronic Components Business | 163,300 | 18.6 | 195,882 | 19.3 | 32,582 | 20.0 |
| Solutions Business | 467,525 | 53.3 | 524,078 | 51.8 | 56,553 | 12.1 |
| Industrial Tools Unit | 121,434 | 13.9 | 162,244 | 16.0 | 40,810 | 33.6 |
| Document Solutions Unit | 175,248 | 20.0 | 206,060 | 20.4 | 30,812 | 17.6 |
| Communications Unit | 120,538 | 13.7 | 98,544 | 9.7 | (21,994) | (18.2) |
| Others | 50,305 | 5.7 | 57,230 | 5.7 | 6,925 | 13.8 |
| Others | 7,913 | 0.9 | 10,751 | 1.1 | 2,838 | 35.9 |
| Adjustments and eliminations | (14,379) | (1.6) | (17,520) | (1.7) | (3,141) | — |
| Sales revenue | 876,337 | 100.0 | 1,012,172 | 100.0 | 135,835 | 15.5 |

* % represents the component ratio.

Business Profit (Loss) by Reporting Segment

(Yen in millions)

| | For the six months ended September 30, | | | | Change | |
|---|--|------|----------|------|----------|--------|
| | 2021 | | 2022 | | Amount | % |
| | Amount | %* | Amount | %* | | |
| Core Components Business | 28,058 | 11.1 | 46,460 | 15.5 | 18,402 | 65.6 |
| Industrial & Automotive Components Unit | 9,595 | 11.5 | 10,879 | 11.2 | 1,284 | 13.4 |
| Semiconductor Components Unit | 19,543 | 12.6 | 38,345 | 20.3 | 18,802 | 96.2 |
| Others | (1,080) | — | (2,764) | — | (1,684) | — |
| Electronic Components Business | 26,091 | 16.0 | 30,511 | 15.6 | 4,420 | 16.9 |
| Solutions Business | 36,014 | 7.7 | 25,697 | 4.9 | (10,317) | (28.6) |
| Industrial Tools Unit | 14,688 | 12.1 | 15,336 | 9.5 | 648 | 4.4 |
| Document Solutions Unit | 15,753 | 9.0 | 13,269 | 6.4 | (2,484) | (15.8) |
| Communications Unit | 7,531 | 6.2 | (2,745) | — | (10,276) | — |
| Others | (1,958) | — | (163) | — | 1,795 | — |
| Others | (7,181) | — | (12,959) | — | (5,778) | — |
| Total business profit | 82,982 | 9.5 | 89,709 | 8.9 | 6,727 | 8.1 |
| Corporate gains and others | 16,369 | — | 14,602 | — | (1,767) | (10.8) |
| Profit before income taxes | 99,351 | 11.3 | 104,311 | 10.3 | 4,960 | 5.0 |

* % represents the percentage to sales revenue of each corresponding segment.

(Note) Effective from the three months ended March 31, 2022, certain sales of by-products generated by each reporting segment, which was included in “Others,” has been recorded into respective reporting segments due to their materiality in terms of amount. This change has been applied to sales revenue by reporting segment for the year ended March 31, 2022.

Business results for the previous first half have been reclassified in line with the above change.

The analysis of Reporting Segment is as follows:

a. Core Components Business

Sales revenue for the first half increased by 47,003 million yen, or 18.7%, to 298,981 million yen as compared with the previous first half. Business profit increased by 18,402 million yen, or 65.6%, to 46,460 million yen as compared with the previous first half. The business profit ratio for the first half improved to 15.5%.

Sales revenue increased due mainly to a rise in demand for high-value-added products such as ceramic packages and organic packages and boards in the Semiconductor Components Unit for the information and communication-related markets, including the 5G market, as well as fine ceramic components for semiconductor processing equipment in the Industrial & Automotive Components Unit. Business profit increased significantly due to increased sales, as well as the impact of the weaker yen.

b. Electronic Components Business

Sales revenue for the first half increased by 32,582 million yen, or 20.0%, to 195,882 million yen as compared with the previous first half. Business profit increased by 4,420 million yen, or 16.9%, to 30,511 million yen as compared with the previous first half. The business profit ratio for the first half was 15.6%.

Both sales revenue and business profit increased due to growing demand for components such as capacitors mainly for the industrial and the automotive-related markets. The weaker yen also contributed.

c. Solutions Business

Sales revenue for the first half increased by 56,553 million yen, or 12.1%, to 524,078 million yen as compared with the previous first half. Business profit decreased by 10,317 million yen, or 28.6%, to 25,697 million yen as compared with the previous first half. The business profit ratio for the first half declined to 4.9%.

Sales revenue increased due to increased sales of major products and the impact of the weaker yen in the Industrial Tools Unit and the Document Solutions Unit. Business profit, however, decreased due to a drop in mobile phone sales volume in the Communications Unit, as well as increases in the price of raw materials, logistics costs, etc. in each business.

(2) Summary of Cash Flows

(Yen in millions)

| | For the six months ended September 30, | | Change |
|---|--|----------|----------|
| | 2021 | 2022 | |
| Cash flows from operating activities | 115,764 | 60,050 | (55,714) |
| Cash flows from investing activities | (27,400) | (69,652) | (42,252) |
| Cash flows from financing activities | (42,670) | (49,143) | (6,473) |
| Effect of exchange rate changes on cash and cash equivalents | (665) | 22,696 | 23,361 |
| Increase (decrease) in cash and cash equivalents | 45,029 | (36,049) | (81,078) |
| Cash and cash equivalents at the beginning of the year | 386,727 | 414,129 | 27,402 |
| Cash and cash equivalents at the end of the period | 431,756 | 378,080 | (53,676) |

The balance of cash and cash equivalents at September 30, 2022 decreased by 36,049 million yen, or 8.7%, to 378,080 million yen from 414,129 million yen at March 31, 2022.

a. Cash Flows from Operating Activities

Net cash provided by operating activities for the first half decreased by 55,714 million yen, or 48.1%, to 60,050 million yen from 115,764 million yen for the previous first half. This was due mainly to an increase in cash outflows with an increase in production and income tax paid, and a transfer of retirement benefit liabilities of TA Triumph-Adler GmbH, a consolidated subsidiary of Kyocera Document Solutions Inc., to a third party in cash and other consideration.

b. Cash Flows from Investing Activities

Net cash used in investing activities for the first half increased by 42,252 million yen, or 154.2%, to 69,652 million yen from 27,400 million yen for the previous first half. This was due mainly to an increase in capital expenditures as well as a decrease in proceeds from maturities of securities.

c. Cash Flows from Financing Activities

Net cash used in financing activities for the first half increased by 6,473 million yen, or 15.2%, to 49,143 million yen from 42,670 million yen for the previous first half. This was due mainly to an increase in dividends paid.

(3) Liquidity and Capital Resources

Kyocera's primary source of fund is cash generated by operations. As of September 30, 2022, its cash and cash equivalents were 378,080 million yen and the balance of borrowings was 95,333 million yen. The borrowings for Kyocera are mainly denominated in yen, and certain overseas subsidiaries have borrowings denominated in U.S. dollars, Euros or other currencies.

Kyocera's cash requirements for the year ending March 31, 2023 are funds for capital expenditures, R&D activities and dividend payments in addition to working capital of operating activities.

Kyocera plans to meet these cash demands with cash on hand and borrowings from financial institutions. However, Kyocera does not currently intend to use any other external financing sources that might affect its credit agency ratings. Kyocera has established good relationships with major financial institutions and recognizes that there will be no problem with respect to future business financing.

Kyocera has the basic policy to use cash on hand obtained through business activities for cash demand. However, in events of a large demand for funds for investment to expand existing businesses and create new businesses, Kyocera has additional borrowings from financial institutions and other financing instruments such as issuance of corporate bonds and stocks.

There was no material impact on the liquidity for the first half. However, future deterioration in market demand, or a significant fall on product prices may adversely affect Kyocera's liquidity.

(4) Significant Accounting Estimates and Judgments Involving Estimations

Kyocera's significant accounting estimates and judgements by management in the condensed quarterly consolidated financial statements are as described in Note "4. Significant Accounting Estimates and Judgements Involving Estimations" under "IV. Condensed Quarterly Consolidated Financial Statements and Other Information 1. Condensed Quarterly Consolidated Financial Statements."

(5) Major Management Challenges

There were no new management challenges to be addressed with priority during the first half. There were no significant changes from the content in the Annual Report for the year ended March 31, 2022.

(6) Research and Development Activities

Research and development expenses for the first half increased by 5,358 million yen, or 13.3%, to 45,717 million yen from 40,359 million yen for the previous first half.

There were no significant changes in the status of research and development activities from the Annual Report for the year ended March 31, 2022.

(7) Summary of Production, Orders Received and Sales

Orders Received by Reporting Segment

(Yen in millions)

| | For the six months ended September 30, | | | | Change |
|---|--|-------|-----------|-------|--------|
| | 2021 | | 2022 | | |
| | Amount | %* | Amount | %* | % |
| Core Components Business | 264,307 | 29.0 | 298,256 | 29.3 | 12.8 |
| Industrial & Automotive Components Unit | 88,346 | 9.7 | 101,036 | 9.9 | 14.4 |
| Semiconductor Components Unit | 162,971 | 17.9 | 183,219 | 18.0 | 12.4 |
| Others | 12,990 | 1.4 | 14,001 | 1.4 | 7.8 |
| Electronic Components Business | 182,501 | 20.0 | 198,295 | 19.5 | 8.7 |
| Solutions Business | 470,259 | 51.5 | 527,188 | 51.8 | 12.1 |
| Industrial Tools Unit | 123,314 | 13.5 | 163,219 | 16.0 | 32.4 |
| Document Solutions Unit | 174,902 | 19.1 | 205,352 | 20.2 | 17.4 |
| Communications Unit | 118,405 | 13.0 | 98,758 | 9.7 | (16.6) |
| Others | 53,638 | 5.9 | 59,859 | 5.9 | 11.6 |
| Others | 8,005 | 0.9 | 9,150 | 0.9 | 14.3 |
| Adjustments and eliminations | (12,544) | (1.4) | (15,392) | (1.5) | — |
| Orders Received | 912,528 | 100.0 | 1,017,497 | 100.0 | 11.5 |

* % represents the component ratio.

(Note) Kyocera flexibly produces in accordance with growing demands, customer's request and market changes.

Therefore, results of production are similar to results of sales. Summary of production and sales is correlated to the description on "Results by Reporting Segment" in "(1) Summary of Operating Results."

3. Material Agreements

There were no material agreements which were approved for conclusion or concluded during the three months ended September 30, 2022.

III. Corporate Information

1. Information on Kyocera's Shares and Others

(1) Total Number of Shares and Others

a. Total Number of Shares

| Class | Total number of shares authorized to be issued (shares) |
|--------------|---|
| Common stock | 600,000,000 |
| Total | 600,000,000 |

b. Shares Issued

| Class | Number of shares issued as of September 30, 2022 (shares) | Number of shares issued as of the filing date (shares) (November 11, 2022) | Stock exchange on which Kyocera is listed or authorized financial instruments firm's association where Kyocera is registered | Description |
|--------------|---|--|--|---|
| Common stock | 377,618,580 | 377,618,580 | Tokyo Stock Exchange Prime market | This is Kyocera's standard stock. There is no restriction on contents of the right of the stock. The number of shares per one unit of shares is 100 shares. |
| Total | 377,618,580 | 377,618,580 | — | — |

(2) Information on the Stock Acquisition Rights and Others

a. Details of Stock Option Plans

Not Applicable.

b. Other Information about Stock Acquisition Rights

Not Applicable.

(3) Information on Moving Strike Convertible Bonds

Not Applicable.

(4) Changes in the Total Number of Shares Issued, the Amount of Common Stock and Others

| Date | Change in the total number of shares issued (shares) | Balance of the total number of shares issued (shares) | Changes in common stock (Yen in millions) | Balance of common stock (Yen in millions) | Changes in additional paid-in capital (Yen in millions) | Balance of additional paid-in capital (Yen in millions) |
|---|--|---|---|---|---|---|
| From July 1, 2022 to September 30, 2022 | — | 377,618,580 | — | 115,703 | — | 192,555 |

(5) Major Shareholders

As of September 30, 2022

| Name | Address | Number of shares held (thousands of shares) | Ownership percentage to the total number of shares issued (Excluding treasury stock) (%) |
|---|--|---|--|
| The Master Trust Bank of Japan, Ltd. (Trust Account) | 2-11-3, Hamamatsucho, Minato-ku, Tokyo | 81,725 | 22.77 |
| Custody Bank of Japan, Ltd. (Trust Account) | 1-8-12, Harumi, Chuo-ku, Tokyo | 32,931 | 9.18 |
| The Bank of Kyoto, Ltd. | 700, Yakushimae-cho, Karasuma-dori, Matsubara-Agaru, Shimogyo-ku, Kyoto | 14,436 | 4.02 |
| SSBTC CLIENT OMNIBUS ACCOUNT (Standing proxy: The Hongkong and Shanghai Banking Corporation Limited) | ONE LINCOLN STREET, BOSTON MA USA 02111 (3-11-1, Nihonbashi, Chuo-ku, Tokyo) | 10,864 | 3.03 |
| Kazuo Inamori | Fushimi-ku, Kyoto | 10,212 | 2.85 |
| Inamori Foundation | 620 Suiginya-cho, Shimogyo-ku, Kyoto | 9,360 | 2.61 |
| Stock Purchase Plan for Kyocera Group Employees | 6, Takeda Tobadono-cho, Fushimi-ku, Kyoto | 6,658 | 1.86 |
| State Street Bank West Client - Treaty 505234 (Standing proxy: Mizuho Bank, Ltd. Settlement & Clearing Services Department) | 1776 HERITAGE DRIVE, NORTH QUINCY, MA 02171, U.S.A. (SHINAGAWA INTERCITY Bldg.A 2-15-1, Konan, Minato-ku, Tokyo) | 5,718 | 1.59 |
| NATSCUMCO (Standing proxy: Sumitomo Mitsui Banking Corporation) | 111 WALL STREET NEW YORK, NEW YORK 10015 (1-1-2, Marunouchi, Chiyoda-ku, Tokyo) | 5,639 | 1.57 |
| MUFG Bank, Ltd. | 2-7-1, Marunouchi, Chiyoda-ku, Tokyo | 5,077 | 1.41 |
| Total | — | 182,621 | 50.88 |

(Notes) 1. Although Mr. Kazuo Inamori passed away on August 24, 2022, the ownership of share has not been changed as of September 30, 2022. Therefore, the above table is stated based on the shareholder register as of September 30, 2022.

2. According to the report filed with EDINET system on July 6, 2022, BlackRock Japan Co., Ltd. and its related partners held shares as of June 30, 2022, as shown in the following table. Despite this report, they are not included in the above list of major shareholders because Kyocera is not able to confirm the number of shares beneficially owned by them from Kyocera's shareholders records as of September 30, 2022.

| Name | Address | Number of shares held (thousands of shares) | Ownership percentage to the total number of shares issued (%) |
|---|--|--|---|
| BlackRock Japan Co., Ltd. | 1-8-3 Marunouchi, Chiyoda-ku, Tokyo, Japan | 7,462 | 1.98 |
| Aperio Group, LLC | Three Harbor Drive Suite 204 Sausalito, CA, USA | 490 | 0.13 |
| BlackRock Investment Management LLC | 251 Little Falls Drive, Wilmington, DE, USA | 460 | 0.12 |
| BlackRock (Netherlands) BV | Amstelplein 1, 1096 HA, Amsterdam, Netherlands | 614 | 0.16 |
| BlackRock Fund Managers Limited | 12 Throgmorton Avenue, London, United Kingdom | 823 | 0.22 |
| BlackRock Asset Management Ireland Limited | 1st Floor, 2 Ballsbridge Park, Ballsbridge, Dublin, Ireland | 2,211 | 0.59 |
| BlackRock Fund Advisors | 400 Howard Street, San Francisco, CA, USA | 5,591 | 1.48 |
| BlackRock Institutional Trust Company, N.A. | 400 Howard Street, San Francisco, CA, USA | 4,627 | 1.23 |
| BlackRock Investment Management (UK) Limited | 12 Throgmorton Avenue, London, United Kingdom | 614 | 0.16 |
| Total | — | 22,890 | 6.06 |

3. According to the report filed with EDINET system on September 20, 2022, Mitsubishi UFJ Financial Group, Inc. and its related partners held shares as of September 12, 2022, as shown in the following table. Despite this report, they are not included except MUFG Bank, Ltd. in the above list of major shareholders because Kyocera is not able to confirm the number of shares beneficially owned by them from Kyocera's shareholders records as of September 30, 2022.

| Name | Address | Number of shares held (thousands of shares) | Ownership percentage to the total number of shares issued (%) |
|--|--|--|---|
| MUFG Bank, Ltd. | 2-7-1, Marunouchi, Chiyoda-ku, Tokyo | 5,077 | 1.34 |
| Mitsubishi UFJ Trust and Banking Corporation | 1-4-5, Marunouchi, Chiyoda-ku, Tokyo | 9,295 | 2.46 |
| MUFG Securities EMEA plc | Ropemaker Place, 25 Ropemaker Street, London EC2Y 9AJ, United Kingdom | 507 | 0.13 |
| Mitsubishi UFJ Kokusai Asset Management Co., Ltd. | 1-12-1, Yurakucho, Chiyoda-ku, Tokyo | 7,765 | 2.06 |
| Mitsubishi UFJ Morgan Stanley Securities Co., Ltd. | 1-9-2, Otemachi, Chiyoda-ku, Tokyo | 1,558 | 0.41 |
| Total | — | 24,202 | 6.41 |

(6) Information on Voting Rights**a. Shares Issued**

As of September 30, 2022

| Classification | Number of shares (shares) | Number of voting rights | Description |
|---|---|-------------------------|--|
| Shares without voting rights | — | — | — |
| Shares with restricted voting rights (treasury stock) | — | — | — |
| Shares with restricted voting rights (others) | — | — | — |
| Shares with full voting rights (treasury stock) | (Number of treasury stock) Common stock 18,704,900 | — | This is Kyocera's standard stock. There is no restriction on contents of the right of the stock. The number of shares per one unit of shares is 100 shares. |
| Shares with full voting rights (others) | Common stock 358,606,300 | 3,586,063 | Same as above |
| Shares less than one unit | Common stock 307,380 | — | — |
| Number of shares issued | 377,618,580 | — | — |
| Total number of voting rights | — | 3,586,063 | — |

(Note) The “Shares with full voting rights (others)” column includes 1,100 shares registered in the name of JASDEC and the “Number of voting rights” column includes 11 voting rights for those shares.

b. Treasury Stock and Others

As of September 30, 2022

| Name of shareholder | Address | Number of shares held under own name (shares) | Number of shares held under the name of others (shares) | Total shares held (shares) | Ownership percentage to the total number of shares issued (%) |
|---------------------|---|---|---|----------------------------|---|
| Kyocera Corporation | 6, Takeda Tobadono-cho, Fushimi-ku, Kyoto | 18,704,900 | — | 18,704,900 | 4.95 |
| Total | — | 18,704,900 | — | 18,704,900 | 4.95 |

2. Changes in Directors and Audit & Supervisory Board Members

Not Applicable.

IV. Condensed Quarterly Consolidated Financial Statements and Other Information

1. Condensed Quarterly Consolidated Financial Statements

(1) Condensed Quarterly Consolidated Statement of Financial Position

(Yen in millions)

| | Note | As of | |
|---|------|------------------|--------------------|
| | | March 31, 2022 | September 30, 2022 |
| Assets | | | |
| Current assets | | | |
| Cash and cash equivalents | | 414,129 | 378,080 |
| Short-term investments | 11 | 25,460 | 5,215 |
| Trade and other receivables | 9 | 379,066 | 383,710 |
| Other financial assets | 11 | 18,623 | 18,579 |
| Inventories | | 452,506 | 559,519 |
| Other current assets | | 39,339 | 45,374 |
| Total current assets | | 1,329,123 | 1,390,477 |
| Non-current assets | | | |
| Equity and debt instruments | 11 | 1,469,133 | 1,552,716 |
| Investments accounted for using the equity method | | 15,795 | 15,631 |
| Other financial assets | 11 | 41,540 | 41,310 |
| Property, plant and equipment | | 512,175 | 575,354 |
| Right-of-use assets | | 40,703 | 47,639 |
| Goodwill | | 262,985 | 273,854 |
| Intangible assets | | 149,879 | 159,747 |
| Deferred tax assets | | 36,483 | 38,385 |
| Other non-current assets | | 59,449 | 54,881 |
| Total non-current assets | | 2,588,142 | 2,759,517 |
| Total assets | | 3,917,265 | 4,149,994 |

The accompanying notes are an integral part of these statements.

(Yen in millions)

| | Note | As of | |
|---|-------|----------------|--------------------|
| | | March 31, 2022 | September 30, 2022 |
| Liabilities and Equity | | | |
| Liabilities | | | |
| Current liabilities | | | |
| Borrowings | 11 | 79,382 | 78,861 |
| Trade and other payables | | 222,962 | 225,849 |
| Lease liabilities | | 17,326 | 18,314 |
| Other financial liabilities | 11 | 16,552 | 12,288 |
| Income tax payables | | 20,390 | 19,708 |
| Accrued expenses | 9, 11 | 134,282 | 140,148 |
| Provisions | | 7,010 | 9,227 |
| Other current liabilities | 9 | 41,445 | 41,152 |
| Total current liabilities | | 539,349 | 545,547 |
| Non-current liabilities | | | |
| Borrowings | 11 | 17,163 | 16,472 |
| Lease liabilities | | 35,390 | 41,055 |
| Retirement benefit liabilities | 7 | 23,129 | 9,469 |
| Deferred tax liabilities | | 384,513 | 409,200 |
| Provisions | | 9,631 | 10,856 |
| Other non-current liabilities | | 9,817 | 10,130 |
| Total non-current liabilities | | 479,643 | 497,182 |
| Total liabilities | | 1,018,992 | 1,042,729 |
| Equity | | | |
| Common stock | | 115,703 | 115,703 |
| Capital surplus | | 122,751 | 122,523 |
| Retained earnings | | 1,846,102 | 1,888,971 |
| Other components of equity | | 880,297 | 1,045,320 |
| Treasury stock | | (93,299) | (93,238) |
| Total equity attributable to owners of the parent | | 2,871,554 | 3,079,279 |
| Non-controlling interests | | 26,719 | 27,986 |
| Total equity | | 2,898,273 | 3,107,265 |
| Total liabilities and equity | | 3,917,265 | 4,149,994 |

The accompanying notes are an integral part of these statements.

(2) Condensed Quarterly Consolidated Statement of Profit or Loss

For the six months ended September 30, 2021 and 2022

(Yen in millions)

| | Note | For the six months ended September 30, | |
|---|------|--|-----------|
| | | 2021 | 2022 |
| Sales revenue | 5, 9 | 876,337 | 1,012,172 |
| Cost of sales | | 626,188 | 721,318 |
| Gross profit | | 250,149 | 290,854 |
| Selling, general and administrative expenses | 11 | 174,470 | 214,366 |
| Operating profit | | 75,679 | 76,488 |
| Finance income | 11 | 23,127 | 26,310 |
| Finance expenses | 11 | 1,330 | 1,684 |
| Foreign exchange gains (losses) | | 1,210 | 1,953 |
| Share of net profit (loss) of investments accounted for using the equity method | | (186) | 320 |
| Other, net | | 851 | 924 |
| Profit before income taxes | 5 | 99,351 | 104,311 |
| Income taxes | | 24,422 | 27,086 |
| Profit for the period | | 74,929 | 77,225 |

| | | | |
|--------------------------------|--|--------|--------|
| Profit attributable to: | | | |
| Owners of the parent | | 73,219 | 75,586 |
| Non-controlling interests | | 1,710 | 1,639 |
| Profit for the period | | 74,929 | 77,225 |

| | | | |
|--|----|--------|--------|
| Per share information: | 10 | | |
| Earnings per share attributable to owners of the parent | | | |
| Basic and diluted (Yen) | | 202.01 | 210.60 |

The accompanying notes are an integral part of these statements.

For the three months ended September 30, 2021 and 2022

(Yen in millions)

| | Note | For the three months ended September 30, | |
|---|------|--|---------|
| | | 2021 | 2022 |
| Sales revenue | 5, 9 | 455,625 | 520,218 |
| Cost of sales | | 324,686 | 372,100 |
| Gross profit | | 130,939 | 148,118 |
| Selling, general and administrative expenses | 11 | 87,636 | 113,058 |
| Operating profit | | 43,303 | 35,060 |
| Finance income | 11 | 1,069 | 1,634 |
| Finance expenses | 11 | 667 | 837 |
| Foreign exchange gains (losses) | | 946 | (779) |
| Share of net profit (loss) of investments accounted for using the equity method | | (190) | (9) |
| Other, net | | 414 | 531 |
| Profit before income taxes | 5 | 44,875 | 35,600 |
| Income taxes | | 11,391 | 9,127 |
| Profit for the period | | 33,484 | 26,473 |
| Profit attributable to: | | | |
| Owners of the parent | | 32,459 | 25,612 |
| Non-controlling interests | | 1,025 | 861 |
| Profit for the period | | 33,484 | 26,473 |
| Per share information: | 10 | | |
| Earnings per share attributable to owners of the parent | | | |
| Basic and diluted (Yen) | | 89.56 | 71.36 |

The accompanying notes are an integral part of these statements.

(3) Condensed Quarterly Consolidated Statement of Comprehensive Income

For the six months ended September 30, 2021 and 2022

(Yen in millions)

| | Note | For the six months ended September 30, | |
|--|------|--|---------|
| | | 2021 | 2022 |
| Profit for the period | | 74,929 | 77,225 |
| Other comprehensive income, net of taxation | | | |
| Items that will not be reclassified to profit or loss: | | | |
| Financial assets measured at fair value through other comprehensive income | 11 | 69,239 | 57,556 |
| Re-measurement of defined benefit plans | | — | (37) |
| Total items that will not be reclassified to profit or loss | | 69,239 | 57,519 |
| Items that may be reclassified subsequently to profit or loss: | | | |
| Net changes in fair value of cash flow hedge | | (3) | (56) |
| Exchange differences on translating foreign operations | | 4,951 | 107,915 |
| Share of other comprehensive income of investments accounted for using the equity method | | (65) | (84) |
| Total items that may be reclassified subsequently to profit or loss | | 4,883 | 107,775 |
| Total other comprehensive income | | 74,122 | 165,294 |
| Comprehensive income for the period | | 149,051 | 242,519 |
| Comprehensive income attributable to: | | | |
| Owners of the parent | | 147,295 | 240,206 |
| Non-controlling interests | | 1,756 | 2,313 |
| Comprehensive income for the period | | 149,051 | 242,519 |

The accompanying notes are an integral part of these statements.

For the three months ended September 30, 2021 and 2022

(Yen in millions)

| | Note | For the three months ended September 30, | |
|--|------|--|---------|
| | | 2021 | 2022 |
| Profit for the period | | 33,484 | 26,473 |
| Other comprehensive income, net of taxation | | | |
| Items that will not be reclassified to profit or loss: | | | |
| Financial assets measured at fair value through other comprehensive income | 11 | 58,262 | (9,984) |
| Re-measurement of defined benefit plans | | — | 28 |
| Total items that will not be reclassified to profit or loss | | 58,262 | (9,956) |
| Items that may be reclassified subsequently to profit or loss: | | | |
| Net changes in fair value of cash flow hedge | | (26) | (13) |
| Exchange differences on translating foreign operations | | 1,916 | 29,494 |
| Share of other comprehensive income of investments accounted for using the equity method | | (2) | 45 |
| Total items that may be reclassified subsequently to profit or loss | | 1,888 | 29,526 |
| Total other comprehensive income | | 60,150 | 19,570 |
| Comprehensive income for the period | | 93,634 | 46,043 |
| Comprehensive income attributable to: | | | |
| Owners of the parent | | 92,605 | 45,157 |
| Non-controlling interests | | 1,029 | 886 |
| Comprehensive income for the period | | 93,634 | 46,043 |

The accompanying notes are an integral part of these statements.

(4) Condensed Quarterly Consolidated Statement of Changes in Equity

For the six months ended September 30, 2021

(Yen in millions)

| | Note | Total equity attributable to owners of the parent | | | | | | Non-controlling interests | Total equity |
|---|------|---|-----------------|-------------------|----------------------------|----------------|-----------|---------------------------|--------------|
| | | Common stock | Capital surplus | Retained earnings | Other components of equity | Treasury stock | Total | | |
| Balance as of April 1, 2021 | | 115,703 | 122,745 | 1,750,259 | 671,951 | (69,243) | 2,591,415 | 24,695 | 2,616,110 |
| Profit for the period | | | | 73,219 | | | 73,219 | 1,710 | 74,929 |
| Other comprehensive income | | | | | 74,076 | | 74,076 | 46 | 74,122 |
| Total comprehensive income for the period | | — | — | 73,219 | 74,076 | — | 147,295 | 1,756 | 149,051 |
| Cash dividends | 8 | | | (28,995) | | | (28,995) | (982) | (29,977) |
| Purchase of treasury stock | | | | | | (7) | (7) | | (7) |
| Reissuance of treasury stock | | | 27 | | | 55 | 82 | | 82 |
| Transactions with non-controlling interests | | | | | | | — | | — |
| Transfer to retained earnings | | | | 3 | (3) | | — | | — |
| Others | | | (8) | | | | (8) | | (8) |
| Balance as of September 30, 2021 | | 115,703 | 122,764 | 1,794,486 | 746,024 | (69,195) | 2,709,782 | 25,469 | 2,735,251 |

For the six months ended September 30, 2022

(Yen in millions)

| | Note | Total equity attributable to owners of the parent | | | | | | Non-controlling interests | Total equity |
|---|------|---|-----------------|-------------------|----------------------------|----------------|-----------|---------------------------|--------------|
| | | Common Stock | Capital surplus | Retained earnings | Other components of equity | Treasury stock | Total | | |
| Balance as of April 1, 2022 | | 115,703 | 122,751 | 1,846,102 | 880,297 | (93,299) | 2,871,554 | 26,719 | 2,898,273 |
| Profit for the period | | | | 75,586 | | | 75,586 | 1,639 | 77,225 |
| Other comprehensive income | | | | | 164,620 | | 164,620 | 674 | 165,294 |
| Total comprehensive income for the period | | — | — | 75,586 | 164,620 | — | 240,206 | 2,313 | 242,519 |
| Cash dividends | 8 | | | (32,301) | | | (32,301) | (994) | (33,295) |
| Purchase of treasury stock | | | | | | (8) | (8) | | (8) |
| Reissuance of treasury stock | | | 33 | | | 69 | 102 | | 102 |
| Transactions with non-controlling interests | | | (261) | | | | (261) | (52) | (313) |
| Transfer to retained earnings | 7 | | | (403) | 403 | | — | | — |
| Others | | | | (13) | | | (13) | | (13) |
| Balance as of September 30, 2022 | | 115,703 | 122,523 | 1,888,971 | 1,045,320 | (93,238) | 3,079,279 | 27,986 | 3,107,265 |

The accompanying notes are an integral part of these statements.

(5) Condensed Quarterly Consolidated Statement of Cash Flows

(Yen in millions)

| | Note | For the six months ended September 30, | |
|--|------|--|----------|
| | | 2021 | 2022 |
| Cash flows from operating activities: | | | |
| Profit for the period | | 74,929 | 77,225 |
| Depreciation and amortization | | 61,330 | 72,673 |
| Finance expenses (income) | | (21,797) | (24,626) |
| Share of net profit of investments accounted for using the equity method | | 186 | (320) |
| Impairment loss | | 170 | 648 |
| (Gains) losses from sales or disposal of property, plant and equipment | | (1,483) | (757) |
| Income taxes | | 24,422 | 27,086 |
| (Increase) decrease in trade and other receivables | | (1,795) | 28,087 |
| (Increase) decrease in inventories | | (46,483) | (69,550) |
| (Increase) decrease in other assets | | 11,334 | 5,722 |
| Increase (decrease) in trade and other payables | | 15,952 | (23,586) |
| Increase (decrease) in accrued expenses | | (2,824) | (6,253) |
| Increase (decrease) in provisions | | (635) | 2,040 |
| Increase (decrease) in other liabilities | 7 | (15,649) | (27,663) |
| Other, net | | 2,979 | (3,171) |
| Subtotal | | 100,636 | 57,555 |
| Interests and dividends received | | 23,476 | 26,328 |
| Interests paid | | (1,168) | (1,214) |
| Income taxes refund (paid) | | (7,180) | (22,619) |
| Net cash provided by operating activities | | 115,764 | 60,050 |
| Cash flows from investing activities: | | | |
| Payments for purchases of property, plant and equipment | | (63,727) | (86,623) |
| Payments for purchases of intangible assets | | (6,878) | (5,063) |
| Proceeds from sales of property, plant and equipment | | 2,318 | 1,592 |
| Acquisitions of business, net of cash acquired | | (146) | (202) |
| Acquisition of time deposits and certificate of deposits | | (56,384) | (12,207) |
| Withdrawal of time deposits and certificate of deposits | | 76,066 | 31,920 |
| Payments for purchases of securities | | (1,643) | (1,098) |
| Proceeds from sales and maturities of securities | | 22,734 | 2,274 |
| Other, net | | 260 | (245) |
| Net cash used in investing activities | | (27,400) | (69,652) |
| Cash flows from financing activities: | | | |
| Proceeds from long-term borrowings | | 5,855 | 3,024 |
| Repayments of long-term borrowings | | (7,186) | (5,172) |
| Repayments of lease liabilities | | (10,513) | (11,832) |
| Dividends paid | | (30,684) | (34,842) |
| Other, net | | (142) | (321) |
| Net cash used in financing activities | | (42,670) | (49,143) |
| Effect of exchange rate changes on cash and cash equivalents | | (665) | 22,696 |
| Increase (decrease) in cash and cash equivalents | | 45,029 | (36,049) |
| Cash and cash equivalents at the beginning of the year | | 386,727 | 414,129 |
| Cash and cash equivalents at the end of the period | | 431,756 | 378,080 |

The accompanying notes are an integral part of these statements.

Notes to Condensed Quarterly Consolidated Financial Statements

1. Reporting Entity

Kyocera Corporation is a corporation domiciled in Japan, whose shares are listed on the Tokyo Stock Exchange. The registered address of headquarter and principal business offices are available on the Kyocera Corporation's website (<https://global.kyocera.com/>).

The condensed quarterly consolidated financial statements as of and for the six months ended September 30, 2022 consist of Kyocera Corporation and its consolidated subsidiaries and shares of associates of Kyocera.

Kyocera globally operates various kinds of businesses, which include productions and distributions of materials and components, electronic devices and equipment as well as provisions of systems and services, in the markets primarily related to information and communications, automotive-related, environment and energy and medical and healthcare. The details are described in Note "5. Segment Information."

2. Basis of Preparation

(1) Compliance with IFRS

The condensed quarterly consolidated financial statements of Kyocera have been prepared in accordance with International Accounting Standard (hereinafter, "IAS") 34 "Interim Financial Reporting" pursuant to the provision of Article 93 of Regulations for Consolidated Financial Statements, as Kyocera meets the criteria of a "Designated IFRS Specified Company" defined under Article 1-2 of the regulations.

Condensed quarterly consolidated financial statements do not include all the information that required in the annual consolidated financial statements, therefore, condensed quarterly consolidated financial statements should be used with the consolidated financial statements for the year ended March 31, 2022.

(2) Basis of Measurement

These condensed quarterly consolidated financial statements have been prepared under the historical cost basis, except for certain items, such as financial instruments that are measured at fair value and accounting adjustments that are described on Note "3. Significant Accounting Policies <Hyperinflationary accounting adjustments>."

(3) Functional Currency and Presentation Currency

These condensed quarterly consolidated financial statements are presented in Japanese yen, which is the functional currency of Kyocera, and amounts less than one million yen are rounded.

3. Significant Accounting Policies

Significant accounting policies applied in the condensed quarterly consolidated financial statements are consistent with those applied in the consolidated financial statements for the year ended March 31, 2022, except for the following.

For the six months ended September 30, 2022, income tax expenses are accrued using the tax rate calculated based on the estimated average annual effective income tax rate.

<Hyperinflationary accounting adjustments>

From the three months ended June 30, 2022, Kyocera has applied hyperinflationary accounting adjustments to subsidiaries whose functional currency is Turkish Lira as required by IAS 29 "Financial Reporting in Hyperinflationary Economies." When a subsidiary's functional currency is the currency of a hyperinflationary economy, adjustments are made to its separate financial statements to reflect current price levels, and income, expenses and cash flow of the subsidiary are translated into Japanese yen at the exchange rate at the end of the reporting period.

4. Significant Accounting Estimates and Judgments Involving Estimations

In preparing condensed quarterly consolidated financial statements, the management is required to make judgments, estimates and assumptions that affect the application of accounting policies and carrying amounts of assets, liabilities, revenue and expenses. By the nature of the estimates or assumptions, however, actual results in the future may differ from those estimates and assumptions.

The estimates and underlying assumptions are continuously reviewed. Revision to accounting estimates are recognized in the period in which the estimates are revised as well as in the future periods.

The estimates and judgements that have material impact in condensed quarterly consolidated financial statements are the same as the consolidated financial statements for the year ended March 31, 2022, except for the following changes of accounting estimates.

<Changes in the useful lives of intangible assets>

Effective from the three months ended June 30, 2022, Kyocera has changed the useful lives of some software from two years to five years and the change is applied prospectively. This was due to better estimates based on recent software usage.

As a result of the change, operating profit and profit before income taxes for the six months ended September 30, 2022 increased by 1,067 million yen compared to the previous estimates.

Kyocera's estimates and judgements as of the year ended March 31, 2022 are based on the assumption that the impact will not be material to the consolidated financial statements as a whole, given the limited impact on our financial position and results of operations of uncertainties such as deterioration of economic conditions caused by the spread of COVID-19.

At present, Kyocera has not recognized any events that would have significant impacts on its estimates and judgments as of the year ended March 31, 2022 although the future impacts by the COVID-19 are still uncertain.

5. Segment Information

(1) Overview of Reporting Segment

Kyocera's reporting segments are components of business activities for which discrete financial information is available, and such information is regularly reviewed by management in order to make decisions regarding the allocation of resources and assess its performance.

Kyocera's reporting segments are the same as the operating segments.

Main businesses and subsidiaries of each reporting segment are as follows.

| Reporting Segment | Main Businesses and Subsidiaries |
|--------------------------------|---|
| Core Components Business | Fine Ceramic Components, Automotive Components, Optical Components, Ceramic Packages, Organic Packages and Boards, Medical Devices, Jewelry & Applied Ceramic Related Products |
| Electronic Components Business | Electronic Components, Kyocera AVX Components Corporation |
| Solutions Business | Industrial Tools, Information Equipment (Kyocera Document Solutions Inc.), Telecommunications Equipment, Information Systems and Telecommunication Services (Kyocera Communication Systems Co., Ltd.), Displays, Printing Devices, Smart Energy |

Effective from the three months ended March 31, 2022, certain sales of by-products generated by each reporting segment, which was included in "Others," has been recorded into respective reporting segments due to their materiality in terms of amount. This change has been applied to sales revenue by reporting segment for the six months ended September 30, 2021 and for the three months ended September 30, 2021.

In line with the change in the reporting segments of such sales of by-product, sales for the six months ended September 30, 2021 of "Core Components Business" increased by 4,994 million yen, "Solutions Business" increased by 5 million yen and "Others" decreased by 4,999 million yen compared with those before the change of the presentation. Sales for the three months ended September 30, 2021 of "Core Components Business" increased by 2,589 million yen, "Solutions Business" increased by 3 million yen and "Others" decreased by 2,592 million yen compared with those before the change of the presentation. There is no impact on consolidated sales revenue and business profit.

(2) Information on Reporting Segment

The accounting policies of the reporting segments are the same as those described in the Note "3. Significant Accounting Policies."

Intersegment sales and transfers are made with reference to prevailing market prices. Business profit (loss) for each reporting segment represents sales revenue, less related costs and operating expenses, excluding corporate gains, share of net profit (loss) of investments accounted for using the equity method and income taxes.

For the six months ended September 30, 2021

(Yen in millions)

| | Reporting Segment | | | Others * 1 | Total | Adjustment * 2 | Consolidated |
|--|--------------------------------|--------------------------------------|-----------------------|---------------|---------|-------------------|--------------|
| | Core Components Business | Electronic Components Business | Solutions Business | | | | |
| Sales revenue | | | | | | | |
| External customers | 251,684 | 162,938 | 457,277 | 4,438 | 876,337 | — | 876,337 |
| Intersegment sales and transfers | 294 | 362 | 10,248 | 3,475 | 14,379 | (14,379) | — |
| Total | 251,978 | 163,300 | 467,525 | 7,913 | 890,716 | (14,379) | 876,337 |
| Business profit (loss) | 28,058 | 26,091 | 36,014 | (7,181) | 82,982 | — | 82,982 |
| Corporate gains and others * 3 | — | — | — | — | — | — | 16,555 |
| Share of net profit (loss) of investments accounted for using the equity method | — | — | — | — | — | — | (186) |
| Profit before income taxes | — | — | — | — | — | — | 99,351 |
| Other items | | | | | | | |
| Depreciation and amortization charge | 17,065 | 12,865 | 23,985 | 2,777 | 56,692 | 4,638 | 61,330 |
| Capital expenditures (for property, plant and equipment) | 33,144 | 15,137 | 12,465 | 1,201 | 61,947 | 5,420 | 67,367 |

(Notes) 1. The “Others” is an operating segment that is not included in the reporting segment and mainly includes the GaN device business and research and development expenses, which do not belong to each segment.

2. Adjustment represents as follows:

- (1) The adjustment of intersegment sales and transfers are elimination of intersegment transactions.
- (2) The adjustment of depreciation and amortization charge represents the depreciation and amortization charge for corporate, which do not belong to each segment.
- (3) The adjustment of capital expenditures (for property, plant and equipment) includes capital expenditures for corporate, which do not belong to each segment.

3. Corporate gains and others include income and expenses which do not belong to any segments and mainly consists of finance income and expenses.

For the six months ended September 30, 2022

(Yen in millions)

| | Reporting Segment | | | Others * 1 | Total | Adjustment * 2 | Consolidated |
|--|--------------------------------|--------------------------------------|-----------------------|---------------|-----------|-------------------|--------------|
| | Core Components Business | Electronic Components Business | Solutions Business | | | | |
| Sales revenue | | | | | | | |
| External customers | 298,620 | 195,533 | 512,490 | 5,529 | 1,012,172 | — | 1,012,172 |
| Intersegment sales and transfers | 361 | 349 | 11,588 | 5,222 | 17,520 | (17,520) | — |
| Total | 298,981 | 195,882 | 524,078 | 10,751 | 1,029,692 | (17,520) | 1,012,172 |
| Business profit (loss) | 46,460 | 30,511 | 25,697 | (12,959) | 89,709 | — | 89,709 |
| Corporate gains and others * 3 | — | — | — | — | — | — | 14,282 |
| Share of net profit (loss) of investments accounted for using the equity method | — | — | — | — | — | — | 320 |
| Profit before income taxes | — | — | — | — | — | — | 104,311 |
| Other items | | | | | | | |
| Depreciation and amortization charge | 21,778 | 16,699 | 26,455 | 3,605 | 68,537 | 4,136 | 72,673 |
| Capital expenditures (for property, plant and equipment) | 28,312 | 25,193 | 11,828 | 10,535 | 75,868 | 9,548 | 85,416 |

(Notes) 1. The “Others” is an operating segment that is not included in the reporting segment and mainly includes the GaN device business and research and development expenses, which do not belong to each segment.

2. Adjustment represents as follows:

- (1) The adjustment of intersegment sales and transfers are elimination of intersegment transactions.
- (2) The adjustment of depreciation and amortization charge represents the depreciation and amortization charge for corporate, which do not belong to each segment.
- (3) The adjustment of capital expenditures (for property, plant and equipment) includes capital expenditures for corporate, which do not belong to each segment.

3. Corporate gains and others include income and expenses which do not belong to any segments and mainly consists of finance income and expenses and a one-time cost recorded in connection with a litigation.

For the three months ended September 30, 2021

(Yen in millions)

| | Reporting Segment | | | Others * 1 | Total | Adjustment * 2 | Consolidated |
|--|--------------------------------|--------------------------------------|-----------------------|---------------|---------|-------------------|--------------|
| | Core Components Business | Electronic Components Business | Solutions Business | | | | |
| Sales revenue | | | | | | | |
| External customers | 132,869 | 86,348 | 234,259 | 2,149 | 455,625 | — | 455,625 |
| Intersegment sales and transfers | 129 | 173 | 5,247 | 2,127 | 7,676 | (7,676) | — |
| Total | 132,998 | 86,521 | 239,506 | 4,276 | 463,301 | (7,676) | 455,625 |
| Business profit (loss) | 17,052 | 14,635 | 20,690 | (3,708) | 48,669 | — | 48,669 |
| Corporate gains and others * 3 | — | — | — | — | — | — | (3,604) |
| Share of net profit (loss) of investments accounted for using the equity method | — | — | — | — | — | — | (190) |
| Profit before income taxes | — | — | — | — | — | — | 44,875 |
| Other items | | | | | | | |
| Depreciation and amortization charge | 8,860 | 6,501 | 11,778 | 1,391 | 28,530 | 2,353 | 30,883 |
| Capital expenditures (for property, plant and equipment) | 16,373 | 7,505 | 7,134 | 776 | 31,788 | 1,380 | 33,168 |

(Notes) 1. The “Others” is an operating segment that is not included in the reporting segment and mainly includes the GaN device business and research and development expenses, which do not belong to each segment.

2. Adjustment represents as follows:

- (1) The adjustment of intersegment sales and transfers are elimination of intersegment transactions.
- (2) The adjustment of depreciation and amortization charge represents the depreciation and amortization charge for corporate, which do not belong to each segment.
- (3) The adjustment of capital expenditures (for property, plant and equipment) includes capital expenditures for corporate, which do not belong to each segment.

3. Corporate gains and others include income and expenses which do not belong to any segments and mainly consists of finance income and expenses.

For the three months ended September 30, 2022

(Yen in millions)

| | Reporting Segment | | | Others * 1 | Total | Adjustment * 2 | Consolidated |
|--|--------------------------------|--------------------------------------|-----------------------|---------------|---------|-------------------|--------------|
| | Core Components Business | Electronic Components Business | Solutions Business | | | | |
| Sales revenue | | | | | | | |
| External customers | 157,293 | 100,316 | 260,076 | 2,533 | 520,218 | — | 520,218 |
| Intersegment sales and transfers | 167 | 165 | 5,999 | 2,334 | 8,665 | (8,665) | — |
| Total | 157,460 | 100,481 | 266,075 | 4,867 | 528,883 | (8,665) | 520,218 |
| Business profit (loss) | 25,706 | 14,504 | 10,976 | (6,800) | 44,386 | — | 44,386 |
| Corporate gains and others * 3 | — | — | — | — | — | — | (8,777) |
| Share of net profit (loss) of investments accounted for using the equity method | — | — | — | — | — | — | (9) |
| Profit before income taxes | — | — | — | — | — | — | 35,600 |
| Other items | | | | | | | |
| Depreciation and amortization charge | 11,252 | 8,639 | 13,482 | 1,886 | 35,259 | 2,129 | 37,388 |
| Capital expenditures (for property, plant and equipment) | 15,371 | 12,696 | 7,102 | 1,190 | 36,359 | 4,690 | 41,049 |

(Notes) 1. The “Others” is an operating segment that is not included in the reporting segment and mainly includes the GaN device business and research and development expenses, which do not belong to each segment.

2. Adjustment represents as follows:

- (1) The adjustment of intersegment sales and transfers are elimination of intersegment transactions.
- (2) The adjustment of depreciation and amortization charge represents the depreciation and amortization charge for corporate, which do not belong to each segment.
- (3) The adjustment of capital expenditures (for property, plant and equipment) includes capital expenditures for corporate, which do not belong to each segment.

3. Corporate gains and others include income and expenses which do not belong to any segments and mainly consists of finance income and expenses and a one-time cost recorded in connection with a litigation.

(3) Information by Geographic Segments

The breakdown of sales revenue to external customers by destination for the six months ended September 30, 2021 and 2022 is as follows:

| Sales revenue to external customers | (Yen in millions) | |
|-------------------------------------|--|-----------|
| | For the six months ended September 30, | |
| | 2021 | 2022 |
| Japan | 294,972 | 278,795 |
| Asia | 233,063 | 282,922 |
| United States | 157,948 | 230,954 |
| Europe | 161,484 | 181,168 |
| Other Areas | 28,870 | 38,333 |
| Total | 876,337 | 1,012,172 |

Of the countries included in “Asia,” “Europe” and “Other Areas,” there are no individually material countries in which the ratio of sales to external customers to the consolidated total is significant.

The breakdown of sales revenue to external customers by destination for the three months ended September 30, 2021 and 2022 is as follows:

| Sales Revenue to External Customers | (Yen in millions) | |
|-------------------------------------|--|---------|
| | For the three months ended September 30, | |
| | 2021 | 2022 |
| Japan | 151,797 | 141,263 |
| Asia | 126,480 | 151,603 |
| United States | 80,833 | 117,406 |
| Europe | 81,469 | 89,722 |
| Other Areas | 15,046 | 20,224 |
| Total | 455,625 | 520,218 |

Of the countries included in “Asia,” “Europe” and “Other Areas,” there are no individually material countries in which the ratio of sales to external customers to the consolidated total is significant.

6. Business Combination

There were no business combinations that have a material impact on Kyocera’s financial position, operating results and cash flows.

7. Employee Benefits

On April 27, 2022, TA Triumph-Adler GmbH, a consolidated subsidiary of Kyocera Document Solutions Inc., entered into an agreement with a third party for a pension buyout of a defined benefit pension plan established for certain employees in Germany for future risk transfer and other purposes.

On April 28, 2022, under the terms of the agreement, the company’s defined benefit pension plan obligations in amount of 13,902 million yen have delivered to the third party in the amount of 14,255 million yen in cash and other consideration. The transfer difference in amount of 353 million yen arising from the transaction was recognized in other comprehensive income and transferred to retained earnings immediately.

The transfer amount is included in “Increase (decrease) in other liabilities” in cash flows from operating activities in condensed quarterly consolidated statement of cash flows.

8. Dividends

(1) Dividends Paid

For the six months ended September 30, 2021

| | Class of shares | Total amount of dividends (Yen in millions) | Dividends per share (Yen) | Record date | Effective date | Source of dividends |
|--|-----------------|---|---------------------------|----------------|----------------|---------------------|
| The resolution of the Ordinary General Meeting of Shareholders held on June 25, 2021 | Common stock | 28,995 | 80 | March 31, 2021 | June 28, 2021 | Retained earnings |

For the six months ended September 30, 2022

| | Class of shares | Total amount of dividends (Yen in millions) | Dividends per share (Yen) | Record date | Effective date | Source of dividends |
|--|-----------------|---|---------------------------|----------------|----------------|---------------------|
| The resolution of the Ordinary General Meeting of Shareholders held on June 28, 2022 | Common stock | 32,301 | 90 | March 31, 2022 | June 29, 2022 | Retained earnings |

(2) Dividends for which the Record Date Fall in the Six Months Ended September 30, 2021 and 2022 with an Effective Date in the Subsequent Period

For the six months ended September 30, 2021

| | Class of shares | Total amount of dividends (Yen in millions) | Dividends per share (Yen) | Record date | Effective date | Source of dividends |
|---|-----------------|---|---------------------------|--------------------|------------------|---------------------|
| The resolution of the Board of Directors Meeting held on November 1, 2021 | Common stock | 32,621 | 90 | September 30, 2021 | December 3, 2021 | Retained earnings |

For the six months ended September 30, 2022

| | Class of shares | Total amount of dividends (Yen in millions) | Dividends per share (Yen) | Record date | Effective date | Source of dividends |
|---|-----------------|---|---------------------------|--------------------|------------------|---------------------|
| The resolution of the Board of Directors Meeting held on October 31, 2022 | Common stock | 35,891 | 100 | September 30, 2022 | December 5, 2022 | Retained earnings |

9. Sales Revenue

(1) Breakdown of Revenue

The main businesses of Kyocera are “Industrial & Automotive Components Unit,” “Semiconductor Components Unit,” “Electronic Components Business,” “Industrial Tools Unit,” “Document Solutions Unit” and “Communications Unit.” Revenues are broken down by these businesses. The relationship between the revenue breakdown and the reporting segment is as follows:

In addition, effective from the three months ended March 31, 2022, certain sales, which was included in “Others,” has been recorded into respective reporting segments due to their materiality in terms of amount. Due to this change, breakdown of revenue for the six months ended September 30, 2021, and the three months ended September 30, 2021, has been reclassified in line with this change. For detailed information, please refer to Note “5. Segment Information.”

Revenue recognized from other sources includes revenues from leases in accordance with IFRS 16 “Leases.”

For the six months ended September 30, 2021

(Yen in millions)

| | Reporting Segment | | | | | | | | Others | Total |
|--|---|--------------------------------|--------|--------------------------------|-----------------------|-------------------------|---------------------|--------|--------|---------|
| | Core Components Business | | | Electronic Components Business | Solutions Business | | | | | |
| | Industrial & Automotive Components Unit | Semi-conductor Components Unit | Others | | Industrial Tools Unit | Document Solutions Unit | Communications Unit | Others | | |
| Sales revenue | | | | | | | | | | |
| Revenue recognized from contracts with customers | 83,290 | 155,583 | 12,811 | 162,938 | 121,381 | 167,574 | 109,968 | 50,710 | 4,438 | 868,693 |
| Revenue recognized from other sources | — | — | — | — | 23 | 7,521 | 71 | 29 | — | 7,644 |
| Total | 83,290 | 155,583 | 12,811 | 162,938 | 121,404 | 175,095 | 110,039 | 50,739 | 4,438 | 876,337 |

For the six months ended September 30, 2022

(Yen in millions)

| | Reporting Segment | | | | | | | | Others | Total |
|--|---|--------------------------------|--------|--------------------------------|-----------------------|-------------------------|---------------------|--------|--------|-----------|
| | Core Components Business | | | Electronic Components Business | Solutions Business | | | | | |
| | Industrial & Automotive Components Unit | Semi-conductor Components Unit | Others | | Industrial Tools Unit | Document Solutions Unit | Communications Unit | Others | | |
| Sales revenue | | | | | | | | | | |
| Revenue recognized from contracts with customers | 96,233 | 188,658 | 13,729 | 195,533 | 162,171 | 199,416 | 86,671 | 57,692 | 5,504 | 1,005,607 |
| Revenue recognized from other sources | — | — | — | — | 46 | 6,494 | — | — | 25 | 6,565 |
| Total | 96,233 | 188,658 | 13,729 | 195,533 | 162,217 | 205,910 | 86,671 | 57,692 | 5,529 | 1,012,172 |

For the three months ended September 30, 2021

| | Reporting Segment | | | | | | | | Others | Total |
|--|---|--------------------------------|--------|--------------------------------|-----------------------|-------------------------|---------------------|--------|--------|---------|
| | Core Components Business | | | Electronic Components Business | Solutions Business | | | | | |
| | Industrial & Automotive Components Unit | Semi-conductor Components Unit | Others | | Industrial Tools Unit | Document Solutions Unit | Communications Unit | Others | | |
| Sales revenue | | | | | | | | | | |
| Revenue recognized from contracts with customers | 42,823 | 83,525 | 6,521 | 86,348 | 59,526 | 85,648 | 59,889 | 25,682 | 2,149 | 452,111 |
| Revenue recognized from other sources | — | — | — | — | 12 | 3,477 | — | 25 | — | 3,514 |
| Total | 42,823 | 83,525 | 6,521 | 86,348 | 59,538 | 89,125 | 59,889 | 25,707 | 2,149 | 455,625 |

For the three months ended September 30, 2022

(Yen in millions)

| | Reporting Segment | | | | | | | | Others | Total |
|--|---|--------------------------------|--------|--------------------------------|-----------------------|-------------------------|---------------------|--------|--------|---------|
| | Core Components Business | | | Electronic Components Business | Solutions Business | | | | | |
| | Industrial & Automotive Components Unit | Semi-conductor Components Unit | Others | | Industrial Tools Unit | Document Solutions Unit | Communications Unit | Others | | |
| Sales revenue | | | | | | | | | | |
| Revenue recognized from contracts with customers | 49,568 | 100,750 | 6,975 | 100,316 | 80,306 | 101,263 | 44,888 | 30,065 | 2,520 | 516,651 |
| Revenue recognized from other sources | — | — | — | — | 18 | 3,536 | — | — | 13 | 3,567 |
| Total | 49,568 | 100,750 | 6,975 | 100,316 | 80,324 | 104,799 | 44,888 | 30,065 | 2,533 | 520,218 |

(2) Contract Balance

The following table shows the components of receivables from contracts with customers, contract assets and contract liabilities.

On the condensed quarterly consolidated statement of financial position, contract assets are included in “Trade and other receivables,” and contract liabilities are included in “Accrued expenses” and “Other current liabilities,” respectively.

(Yen in millions)

| | As of | |
|---|----------------|--------------------|
| | March 31, 2022 | September 30, 2022 |
| Receivables from contracts with customers | 328,062 | 341,607 |
| Contract assets | 8,701 | 5,702 |
| Contract liabilities | 36,878 | 36,779 |

10. Earnings Per Share

Earnings per share attributable to owners of the parent are as follows:

Earnings per share attributable to owners of the parent - Diluted is not stated, as there is no potential share.

| | For the six months ended September 30, | |
|--|--|---------|
| | 2021 | 2022 |
| Profit attributable to owners of the parent (Yen in millions) | 73,219 | 75,586 |
| Weighted average number of ordinary shares (Thousands of shares) | 362,446 | 358,907 |
| Earnings per share attributable to owners of the parent- Basic (Yen) | 202.01 | 210.60 |

| | For the three months ended September 30, | |
|---|--|---------|
| | 2021 | 2022 |
| Profit attributable to owners of the parent (Yen in millions) | 32,459 | 25,612 |
| Weighted average number of ordinary shares (Thousands of shares) | 362,452 | 358,914 |
| Earnings per share attributable to owners of the parent - Basic (Yen) | 89.56 | 71.36 |

11. Financial Instruments

(1) Fair Values of Financial Instruments

Fair value is the price that would be received from selling an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The three levels of inputs that may be used to measure fair value are as follows:

Level 1: Unadjusted quoted prices in active markets for identical assets and liabilities.

Level 2: Observable inputs other than those included in Level 1. For example, quoted prices for similar assets or liabilities in active markets or quoted prices for identical assets or liabilities in inactive markets.

Level 3: Unobservable inputs reflecting management's own assumptions about the inputs used in pricing the asset or liability.

a. Financial Instruments Measured at Amortized Cost

Carrying amount and fair value of financial instruments measured at amortized cost are as follows:

(Yen in millions)

| | As of | | | |
|------------------------|-----------------|------------|--------------------|------------|
| | March 31, 2022 | | September 30, 2022 | |
| | Carrying Amount | Fair Value | Carrying Amount | Fair Value |
| Assets: | | | | |
| Short-term investments | 25,412 | 25,393 | 5,215 | 5,206 |
| Debt instruments | 12 | 12 | 13 | 13 |
| Other financial assets | 58,544 | 58,544 | 58,352 | 58,352 |
| Total | 83,968 | 83,949 | 63,580 | 63,571 |
| Liabilities: | | | | |
| Borrowings | 96,545 | 96,507 | 95,333 | 95,314 |
| Total | 96,545 | 96,507 | 95,333 | 95,314 |

Carrying amounts of Cash and cash equivalents, Trade and other receivables, and Trade and other payables approximate fair values because of the short maturity of these instruments.

Short-term borrowings are stated at their carrying amount since they are settled in the short term and their fair value is nearly equal to their carrying amount.

Long-term borrowings with variable interest rates are stated at their carrying amount because they reflect market interest rates in a short period of time and their fair values are deemed to be close to their carrying amount.

Long-term borrowings with fixed interest rates are stated at the present value of future cash flows discounted at the interest rate that would be applied to a similar contract were newly executed.

b. Financial Instruments Measured at Fair Value

The levels of the fair value hierarchy of financial instruments measured at fair value are as follows:

(Yen in millions)

| | As of March 31, 2022 | | | |
|--|----------------------|---------|---------|-----------|
| | Level 1 | Level 2 | Level 3 | Total |
| Assets: | | | | |
| Short-term investments | — | — | 48 | 48 |
| Equity and debt instruments | | | | |
| Financial assets measured at fair value through other comprehensive income | 1,415,515 | — | 48,175 | 1,463,690 |
| Financial assets measured at fair value through profit or loss | — | — | 5,431 | 5,431 |
| Other financial assets | — | 1,619 | — | 1,619 |
| Total | 1,415,515 | 1,619 | 53,654 | 1,470,788 |
| Liabilities | | | | |
| Other financial liabilities | — | 16,552 | — | 16,552 |
| Contingent consideration | — | — | 2,108 | 2,108 |
| Total | — | 16,552 | 2,108 | 18,660 |

(Yen in millions)

| | As of September 30, 2022 | | | |
|--|--------------------------|---------|---------|-----------|
| | Level 1 | Level 2 | Level 3 | Total |
| Assets: | | | | |
| Short-term investments | — | — | — | — |
| Equity and debt instruments | | | | |
| Financial assets measured at fair value through other comprehensive income | 1,494,784 | — | 51,239 | 1,546,023 |
| Financial assets measured at fair value through profit or loss | — | — | 6,680 | 6,680 |
| Other financial assets | — | 1,537 | — | 1,537 |
| Total | 1,494,784 | 1,537 | 57,919 | 1,554,240 |
| Liabilities: | | | | |
| Other financial liabilities | — | 12,288 | — | 12,288 |
| Contingent consideration | — | — | 2,177 | 2,177 |
| Total | — | 12,288 | 2,177 | 14,465 |

Transfers between levels are recognized on the day when the event or change in circumstances that caused the transfer occurred. There were no significant transfers between Level 1 and Level 2 for the year ended March 31, 2022 and the six months ended September 30, 2022.

c. Measurement Method of Fair Value of Financial Assets and Financial Liabilities

The valuation techniques to measure fair value of financial instruments and input information are as follows:

The fair value of Level 1 investments is quoted price in an active market with sufficient volume and frequency of transactions.

The fair value of Level 2 other financial assets and other financial liabilities are derivatives, and their fair values are measured by discounting the value calculated using forward exchange rates current on the date of condensed quarterly consolidated financial statements to the present value.

Equity securities classified Level 3 are mainly unlisted stocks, and their fair values are measured by valuation technique such as discounted cash flows method. Contingent consideration recognized in a business combination is calculated based on expected payment by taking into account future business performances. Contingent consideration is included in “Accrued expenses” in the condensed quarterly consolidated statement of financial position.

d. Evaluation Process

The fair value of unlisted stocks classified as level 3 is evaluated and the results of the evaluation are examined by external evaluation experts or appropriate persons in charge of evaluation in accordance with the evaluation policy and procedures approved by the management of Corporate Management Control Group. The evaluation results are reviewed and approved by person in charge of management of Corporate Management Control Group.

e. Quantitative Information Related to Assets Classified as Level 3

Information related to evaluation technique and significant unobservable inputs of assets measured at fair value on a recurring basis classified as level 3 is as follows:

As of March 31, 2022

| Classification | Valuation Technique | Unobservable Inputs | Range |
|--|-----------------------------|---------------------|--------------|
| Financial assets measured at fair value through other comprehensive income | Discounted cash flow method | Discount rate | 3.4% to 4.3% |

As of September 30, 2022

| Classification | Valuation Technique | Unobservable Inputs | Range |
|--|-----------------------------|---------------------|--------------|
| Financial assets measured at fair value through other comprehensive income | Discounted cash flow method | Discount rate | 3.3% to 4.3% |

The decline (increase) in the discount rate will increase (decrease) the fair value. For financial instruments classified as Level 3, significant changes in fair value are not expected when unobservable inputs are changed to reasonably possible alternative assumptions.

f. Reconciliation of Financial Instruments Classified as Level 3

Reconciliation of financial instruments classified as Level 3 from the opening balance to the closing balance is as follows:

(Yen in millions)

| | For the six months ended September 30, | | | | | |
|---|--|--|---|--|--|---|
| | 2021 | | | 2022 | | |
| | Financial assets measured at fair value through profit or loss | Financial assets measured at fair value through other comprehensive income | Financial liabilities measured at fair value through profit or loss | Financial assets measured at fair value through profit or loss | Financial assets measured at fair value through other comprehensive income | Financial liabilities measured at fair value through profit or loss |
| Opening balance | 3,336 | 40,859 | 2,581 | 5,479 | 48,175 | 2,108 |
| Profit or loss *1 | 27 | — | — | 664 | — | 73 |
| Other comprehensive income *2 | — | (1,415) | — | — | 2,442 | — |
| Purchase and assume | 1,281 | 358 | — | 531 | 556 | — |
| Sales and settlements | (68) | (72) | — | (127) | (22) | — |
| Transfer into or out Level 3 | — | — | — | — | — | — |
| Others | 18 | (1) | 1 | 133 | 88 | (4) |
| Closing balance | 4,594 | 39,729 | 2,582 | 6,680 | 51,239 | 2,177 |
| Change in unrealized gains or losses included in profit or loss | 46 | — | — | 628 | — | — |

(Notes) 1. Those related to financial assets are included in “Finance income” and “Finance expenses,” while those related to financial liabilities are included in “Selling, general and administrative expenses” in the condensed quarterly consolidated statement of profit or loss.

2. Included in “Financial assets measured at fair value through other comprehensive income” in the condensed quarterly consolidated statement of comprehensive income.

(2) Equity Financial Assets Measured at Fair Value through Other Comprehensive Income

The principal issuer of the equity financial assets measured at fair value through other comprehensive income and its fair values are as follows:

(Yen in millions)

| | As of | |
|------------------|----------------|--------------------|
| | March 31, 2022 | September 30, 2022 |
| KDDI Corporation | 1,342,059 | 1,421,812 |

Stocks held mainly for enhancing and maintaining business relationships with the issuers are classified as financial assets measured at fair value through other comprehensive income.

Kyocera received dividends from KDDI Corporation and recognized as “Finance income” in the condensed quarterly consolidated statement of profit or loss for the six months ended September 30, 2021 and 2022. The amounts of dividends are as follows:

(Yen in millions)

| | For the six months ended September 30, | |
|---------------------------------|--|--------|
| | 2021 | 2022 |
| Dividends from KDDI Corporation | 20,106 | 21,781 |

12. Commitments

Contractual commitments for acquisition of property, plant and equipment are as follows:

(Yen in millions)

| | As of | |
|--|----------------|--------------------|
| | March 31, 2022 | September 30, 2022 |
| Acquisition of property, plant and equipment | 96,314 | 111,267 |

13. Contingency

There were no significant changes in the contents stated in the Annual Report for the year ended March 31, 2022 pursuant to the Financial Instruments and Exchange Act of Japan during the six months ended September 30, 2022.

14. Subsequent Events

Not Applicable.

15. Approval of Condensed Quarterly Consolidated Financial Statements

The condensed quarterly consolidated financial statements have been approved by Hideo Tanimoto, President and Representative Director, and Shoichi Aoki, Director and Managing Executive Officer, on November 11, 2022.

2. Others

Interim Dividend

For detailed information about interim dividend, please refer to Note “8. Dividends.”

Part II. Corporate Information on Guarantors and Others

Not Applicable.