

KAWASAKI HEAVY INDUSTRIES, LTD. AND CONSOLIDATED SUBSIDIARIES
FLASH CONSOLIDATED FINANCIAL RESULTS [IFRS]

Consolidated Statement of Profit or Loss

Consolidated Statement of Changes in Equity

For three months ended June 30, 2022

Balance as of Apr. 1, 2022	104,484	55,525	320,671	(1,129)
Profit			5,457	
Other comprehensive income				
Ge income				

For three months ended June 30, 2023

(Millions of yen)

	Equity attributable to owners of parent			
	Share capital	Capital surplus	Retained earnings	Treasury shares
Balance as of Apr. 1, 2023	104,484	55,716	380,255	(1,107)
Profit			9,089	
Other comprehensive income				
Comprehensive income			9,089	
Purchase of treasury shares				(1)
Dividends			(10,072)	
Transfer to retained earnings			44	
Change in scope of consolidation			(1)	
Loss of control of subsidiaries				
Change in ownership interest of parent due to transactions with non-controlling interests		246		
Transfer to non-financial assets				
Other				
Total transactions with owners		246	(10,029)	(1)
Balance as of Jun. 30, 2023	104,484	55,962	379,315	(1,108)

	Equity attributable to owners of parent						Non-controlling interests	Total
	Other components of equity					Total equity attributable to owners of parent		
	Remeasurements of defined benefit plans	Financial assets measured at fair value through other comprehensive income	Cash flow hedges	Exchange differences on translation of foreign operations	Total			
Balance as of Apr. 1, 2023	-	4,109	676	32,066	36,852	576,201	20,670	596,872
Profit						9,089	357	9,447
Other comprehensive income	44	1,657	(7,860)	15,602	9,444	9,444	287	9,731
Comprehensive income	44	1,657	(7,860)	15,602	9,444	18,534	644	19,179
Purchase of treasury shares						(1)		(1)
Dividends						(10,072)	(581)	(10,654)
Transfer to retained earnings	(44)				(44)	-		-
Change in scope of consolidation						(1)		(1)
Loss of control of subsidiaries								-
Change in ownership interest of parent due to transactions with non-controlling interests						246	(258)	(11)
Transfer to non-financial assets			(138)		(138)	(138)		(138)
Other								0
Total transactions with owners	(44)		(138)		(182)	(9,967)	(839)	(10,807)
Balance as of Jun. 30, 2023	-	5,767	(7,322)	47,669	46,114	584,768	20,476	605,244

(Consolidated)

Consolidated Statement of Cash Flows

For three months ended June 30, 2023 and 2022

Cash flows from operating activities		
Profit	5,794	9,447
Depreciation and amortization	19,005	21,391
Impairment losses	62	109
Finance income and finance costs	721	2,329
Share of loss (profit) of investments accounted for using equity method	(631)	(6,093)
Loss (gain) on sale of fixed assets	317	(527)
Income tax expense	4,810	5,519
Increase (decrease) in retirement benefit liability	(205)	1,113
Decrease (increase) in trade and other receivables	23,667	7,677
Decrease (increase) in contract assets	(7,652)	27,816
Decrease (increase) in inventories	(27,732)	(19,445)
Increase (decrease) in trade and other payables	(25,523)	(17,928)
Decrease (increase) in advance payment	(28,373)	(3,123)
Increase (decrease) in contract liabilities	8,640	15,786
Increase (decrease) in other current assets	(13,918)	(18,736)
Increase(decrease) in other current liabilities	(6,492)	(33,886)
Other	(6,717)	(504)
Subtotal	(54,226)	(9,052)
Interest received	401	614
Dividends received	206	294
Interest paid	(954)	(1,729)
Income taxes paid	(7,421)	(12,561)
Net cash provided by (used in) operating activities	(61,995)	(22,434)
Cash flows from investing activities		
Purchase of property, plant and equipment	(13,315)	(19,019)
Proceeds from sale of property, plant and equipment	1,212	1,087
Payments for equity method investment and purchase of other financial assets	(5,111)	(166)
Proceeds from equity method investment and sale of other financial assets	1	0
Payments for acquisition of subsidiaries	(501)	-
Decrease due to loss of control over subsidiaries	(3,224)	-
Other	(3,097)	(3,891)
Net cash provided by (used in) investing activities	(24,035)	(21,989)
Cash flows from financing activities		

Segment information
Information by reportable segment

Aerospace Systems	63,458	2,727	66,185	(8,929)
Rolling Stock	26,404	5	26,410	(158)
Energy Solution & Marine Engineering	63,514	3,455	66,970	(27)
Precision Machinery & Robot	52,607	3,980	56,588	1,482
Powersports & Engine	126,047	148	126,195	12,883
Other	18,311	4,382	22,694	1,347
Total	350,344	14,700	365,044	6,597
Eliminations and corporate	-	(14,700)	(14,700)	(2,004)
Consolidated total	350,344	-	350,344	4,593

Aerospace Systems	80,217	2,403	82,621	(4,650)
Rolling Stock	43,519	12	43,531	(6)
Energy Solution & Marine Engineering	70,765	4,927	75,692	5,860
Precision Machinery & Robot	49,315	3,604	52,919	(2,552)
Powersports & Engine	143,982	207	144,189	14,300
Other	17,540	5,505	23,046	645
Total	405,340	16,661	422,002	13,597
Eliminations and corporate	-	(16,661)	(16,661)	(3,343)
Consolidated total	405,340	-	405,340	10,253