

[Notes]

(1) Changes in significant subsidiaries (changes in "Specified Subsidiaries" accompanying changes in scope of consolidation) during this period : None

(2) Changes in accounting policies and changes in accounting estimates

- a) Changes in accounting policies required by IFRS : None
 b) Changes in accounting policies other than a) : None
 c) Changes in accounting estimates : None

(3) Number of outstanding shares (Shares)

a) Number of outstanding shares (including treasury shares)	As of March 31, 2018	247,952,394	As of March 31, 2017	247,952,394
b) Number of treasury shares	As of March 31, 2018	12,633,595	As of March 31, 2017	12,615,524
c) Average number of outstanding shares during the period (excluding treasury shares)	April 2017 - March 2018	235,328,801	April 2016 - March 2017	235,345,463

(Reference) Standalone Business Results for the Year Ended March 31, 2018

(All amounts presented in million yen are rounded down to the nearest million yen in this section.)

(1) Standalone financial results

(% represents year-over-year increase (decrease).)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
April 2017 - March 2018	90,150	5.1	6,155	30.8	7,057	18.5	4,474	88.3
April 2016 - March 2017	85,778	(3.2)	4,707	-	5,954	(42.1)	2,375	(59.1)

	Net income per share (basic)
	Yen
April 2017 - March 2018	19.01
April 2016 - March 2017	10.09

(2) Standalone financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2018	205,117	130,442	63.6	554.32
As of March 31, 2017	197,717	127,236	64.4	540.66

(Reference) Equity March 31, 2018: 130,442 millions of yen, March 31, 2017: 127,236 millions of yen

The "Summary of Consolidated Business Results" is not subject to audit by certificated public accountants or audit firm.

(Information on appropriate use of forecasts)

The forecasts stated in this summary are based on information which are currently available to Sumitomo Bakelite Co., Ltd. and certain assumptions regarded to be reasonable. Since they do not guarantee future performance, there are possibilities that actual results may differ caused by various factors.

(Application of International Financial Reporting Standards)

The Sumitomo Bakelite group has applied the International Financial Reporting Standards ("IFRS") from the fiscal year ending March 31, 2018. In addition, the Group presented the consolidated financial statements for the full previous fiscal year in accordance with IFRS.

However, the Group presented the standalone business results in accordance with accounting policies and practices generally accepted in Japan ("Japanese GAAP").

Consolidated Financial Statements

(1) Consolidated Statements of Financial Position

(Millions of yen)

	April 1, 2016	March 31, 2017	March 31, 2018
Assets			
Current assets			
Cash and cash equivalents	44,869	49,498	56,559
Trade and other receivables	43,622	43,662	48,643
Other financial assets	150	280	579
Inventories	29,044	29,024	30,943
Other current assets	2,931	2,807	2,630
Total current assets	120,616	125,271	139,355
Non-current assets			
Property, plant and equipment	95,489	93,748	94,760
Goodwill	6,650	4,880	4,809
Other intangible assets	2,128	1,648	1,580
Investments accounted for using equity method	436	425	412
Other financial assets	22,887	25,141	27,272
Retirement benefit asset	249	419	1,633
Deferred tax assets	1,078	897	860
Other non-current assets	1,360	1,334	1,566
Total non-current assets	130,277	128,492	132,893
Total assets	250,892	253,763	272,247

(Millions of yen)

	April 1, 2016	March 31, 2017	March 31, 2018
Liabilities and equity			
Liabilities			
Current liabilities			
Borrowings	13,879	9,596	10,408
Trade and other payables	39,927	42,222	45,494
Other financial liabilities	40	30	33
Income taxes payable	2,870	2,549	2,478
Provisions	300	162	-
Other current liabilities	744	1,053	613
Total current liabilities	57,761	55,612	59,027
Non-current liabilities			
Borrowings	37,946	34,411	33,286
Other financial liabilities	214	162	246
Retirement benefit liability	4,334	2,856	2,906
Provisions	403	586	568
Deferred tax liabilities	2,463	3,817	5,686
Other non-current liabilities	308	282	267
Total non-current liabilities	45,667	42,114	42,958
Total liabilities	103,428	97,726	101,985
Equity			
Share capital	37,143	37,143	37,143
Capital surplus	35,358	35,358	35,358
Treasury shares	(14,749)	(6,742)	(6,758)
Other components of equity	6,267	6,110	7,171
Retained earnings	81,853	82,352	95,536
Total equity attributable to owners of parent	145,873	154,222	168,450
Non-controlling interests	1,591	1,815	1,812
Total equity	147,464	156,037	170,262
Total liabilities and equity	250,892	253,763	272,247

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income
(Consolidated statements of income)

(Millions of yen)

	The year ended March 31, 2017 (From April 1, 2016 to March 31, 2017)	The year ended March 31, 2018 (From April 1, 2017 to March 31, 2018)
Revenue	198,100	211,819
Cost of sales	(135,697)	(145,961)
Gross profit	62,403	65,857
Selling, general and administrative expenses	(45,745)	(46,607)
Business profit	16,658	19,251
Other income	525	244
Other expenses	(5,123)	(896)
Operating profit	12,061	18,598
Finance income	731	1,080
Finance costs	(205)	(220)
Share of profit of investments accounted for using equity method	128	37
Profit before tax	12,715	19,495
Income tax expenses	(2,952)	(4,197)
Profit	9,763	15,298
Profit attributable to:		
Owners of parent	9,521	15,078
Non-controlling interests	242	220
Profit	9,763	15,298
Earnings per share		
Basic earnings per share (Yen)	40.45	64.07
Diluted earnings per share (Yen)	-	-

(Consolidated statements of comprehensive income)

	(Millions of yen)	
	The year ended March 31, 2017 (From April 1, 2016 to March 31, 2017)	The year ended March 31, 2018 (From April 1, 2017 to March 31, 2018)
Profit	9,763	15,298
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	2,262	1,640
Remeasurements of defined benefit plans	1,342	637
Share of other comprehensive income of investments accounted for using equity method	-	(12)
Total items that will not be reclassified to profit or loss	3,604	2,265
Items that may be reclassified to profit or loss		
Cash flow hedges	272	126
Exchange differences on translation of foreign operations	(2,612)	(658)
Share of other comprehensive income of investments accounted for using equity method	(1)	(15)
Total items that may be reclassified to profit or loss	(2,342)	(547)
Other comprehensive income, net of tax	1,262	1,718
Comprehensive income	11,025	17,016
Comprehensive income attributable to:		
Owners of parent	10,711	16,833
Non-controlling interests	314	183
Comprehensive income	11,025	17,016

(3) Consolidated Statements of Changes in Equity
For the year ended March 31, 2017 (From April 1, 2016 to March 31, 2017)

(Millions of yen)

	Total equity attributable to owners of parent									Non-controlling interests	Total equity
	Share capital	Capital surplus	Treasury shares	Retained earnings	Other components of equity				Total		
					Financial assets measured at fair value through other comprehensive income	Remeasurements of defined benefit plans	Cash flow hedges	Exchange differences on translation of foreign operations			
Balance at beginning of current period	37,143	35,358	(14,749)	81,853	6,906	-	(639)	-	6,267	1,591	147,464
Profit	-	-	-	9,521	-	-	-	-	-	242	9,763
Other comprehensive income	-	-	-	-	2,262	1,342	272	(2,685)	1,190	72	1,262
Comprehensive income	-	-	-	9,521	2,262	1,342	272	(2,685)	1,190	314	11,025
Dividends from surplus	-	-	-	(2,353)	-	-	-	-	-	(90)	(2,443)
Purchase of treasury shares	-	-	(9)	-	-	-	-	-	-	-	(9)
Disposal of treasury shares	-	(0)	8,016	(8,016)	-	-	-	-	-	-	-
Transfer from other components of equity to retained earnings	-	-	-	1,347	(5)	(1,342)	-	-	(1,347)	-	-
Total transactions with owners	-	(0)	8,007	(9,022)	(5)	(1,342)	-	-	(1,347)	(90)	(2,452)
Balance at end of current period	37,143	35,358	(6,742)	82,352	9,164	-	(368)	(2,685)	6,110	1,815	156,037

For the year ended March 31, 2018 (From April 1, 2017 to March 31, 2018)

(Millions of yen)

	Total equity attributable to owners of parent									Non-controlling interests	Total equity
	Share capital	Capital surplus	Treasury shares	Retained earnings	Other components of equity				Total		
					Financial assets measured at fair value through other comprehensive income	Remeasurements of defined benefit plans	Cash flow hedges	Exchange differences on translation of foreign operations			
Balance at beginning of current period	37,143	35,358	(6,742)	82,352	9,164	-	(368)	(2,685)	6,110	1,815	156,037
Profit	-	-	-	15,078	-	-	-	-	-	220	15,298
Other comprehensive income	-	-	-	-	1,640	625	126	(636)	1,755	(37)	1,718
Comprehensive income	-	-	-	15,078	1,640	625	126	(636)	1,755	183	17,016
Dividends from surplus	-	-	-	(2,589)	-	-	-	-	-	(187)	(2,775)
Purchase of treasury shares	-	-	(16)	-	-	-	-	-	-	-	(16)
Disposal of treasury shares	-	-	-	-	-	-	-	-	-	-	-
Transfer from other components of equity to retained earnings	-	-	-	695	(70)	(625)	-	-	(695)	-	-
Total transactions with owners	-	-	(16)	(1,894)	(70)	(625)	-	-	(695)	(187)	(2,791)
Balance at end of current period	37,143	35,358	(6,758)	95,536	10,734	-	(242)	(3,321)	7,171	1,812	170,262

(4) Consolidated Statements of Cash Flows

(Millions of yen)

	The year ended March 31, 2017 (From April 1, 2016 to March 31, 2017)	The year ended March 31, 2018 (From April 1, 2017 to March 31, 2018)
Cash flows from operating activities		
Profit before tax	12,715	19,495
Depreciation and amortization	9,905	9,793
Impairment losses	2,275	101
Interest and dividend income	(673)	(1,001)
Interest expenses	205	220
Decrease (increase) in trade and other receivables	(935)	(5,439)
Increase (decrease) in trade and other payables	2,237	3,129
Decrease (increase) in inventories	(371)	(2,075)
Others, net	832	264
Subtotal	26,192	24,487
Interest received	209	388
Dividends received	481	611
Interest paid	(198)	(220)
Income taxes paid	(3,146)	(3,211)
Net cash provided by (used in) operating activities	23,538	22,054
Cash flows from investing activities		
Purchase of property, plant and equipment	(9,065)	(10,618)
Proceeds from sale of property, plant and equipment	272	620
Purchase of investment securities	(193)	(658)
Proceed from sale of investment securities	380	273
Collection of long-term loans receivable	1,440	30
Others, net	(932)	(1,392)
Net cash provided by (used in) investing activities	(8,098)	(11,745)
Cash flows from financing activities		
Increase (decrease) in short-term borrowings	690	(147)
Increase (decrease) in commercial papers	(8,000)	4,000
Proceeds from long-term borrowings	50	8
Repayment of long-term borrowings	(480)	(3,480)
Dividends paid	(2,353)	(2,589)
Dividends paid to non-controlling interests	(90)	(187)
Others, net	(62)	(58)
Net cash provided by (used in) financing activities	(10,245)	(2,453)
Effect of exchange rate changes on cash and cash equivalents	(565)	(795)
Net increase (decrease) in cash and cash equivalents	4,629	7,062
Cash and cash equivalents at beginning of period	44,869	49,498
Cash and cash equivalents at end of period	49,498	56,559

Segment Information

Major products and services categorized in each reportable segment are as follows:

Reportable segments	Major products and services
Semiconductor materials	Epoxy resin molding compounds for encapsulation of semiconductor devices, Positive-type photosensitive coating resins for semiconductor wafers, Pastes for die bonding, Semiconductor substrate materials
High-performance plastics	Phenolic molding compounds, Phenolic resins for industrial use, Molded parts and molding dies, Synthetic resin adhesive, Phenolic resin copper-clad laminates, Epoxy resin copper-clad laminates, Aerospace interior components
Quality of life products	Medical devices, Melamine resin decorative laminates and sheets, Polyvinyl chloride sheets and multilayered films, Freshness preserving films, Polycarbonate resin plates, Polyvinyl chloride plates, Design and construction of sheet waterproof system, Biotechnology related products

I For the year ended March 31, 2017 (From April 1, 2016 to March 31, 2017)

(Millions of yen)

	Reportable segments			Others	Total	Adjustment	Consolidated
	Semiconductor materials	High-performance plastics	Quality of life products				
Revenue							
External customers	47,209	85,156	64,985	749	198,100	-	198,100
Intersegment	-	125	0	-	126	(126)	-
Total revenue	47,209	85,282	64,985	749	198,225	(126)	198,100
Segment profit (Business profit)	7,439	7,814	4,101	211	19,565	(2,907)	16,658
Segment assets	66,103	102,487	66,173	1,951	236,715	17,048	253,763
Other items							
Depreciation and amortization	2,493	4,120	2,757	39	9,409	496	9,905
Impairment losses	-	1,314	961	-	2,275	-	2,275
Capital expenditures	1,475	5,176	3,379	11	10,042	384	10,426

II For the year ended March 31, 2018 (From April 1, 2017 to March 31, 2018)

(Millions of yen)

	Reportable segments			Others	Total	Adjustment	Consolidated
	Semiconductor materials	High-performance plastics	Quality of life products				
Revenue							
External customers	51,659	92,583	66,879	698	211,819	-	211,819
Intersegment	-	152	0	-	152	(152)	-
Total revenue	51,659	92,735	66,879	698	211,971	(152)	211,819
Segment profit (business profit)	9,549	7,589	5,110	215	22,464	(3,213)	19,251
Segment assets	71,438	109,668	69,208	2,022	252,335	19,912	272,247
Other items							
Depreciation and amortization	2,437	3,783	2,822	24	9,067	726	9,793
Impairment losses	-	101	-	-	101	-	101
Capital expenditures	2,078	5,504	2,966	89	10,636	388	11,024

Reconciliation from "Segment profit" to "Profit before tax"

	For the year ended March 31, 2017 (From April 1, 2016 to March 31, 2017)	For the year ended March 31, 2018 (From April 1, 2017 to March 31, 2018)
Segment profit	16,658	19,251
Other income	525	244
Other expenses	(5,123)	(896)
Operating profit	12,061	18,598
Finance income	731	1,080
Finance costs	(205)	(220)
Share of profit of investments accounted for using equity method	128	37
Profit before tax	12,715	19,495

(Related information)

Information about geographical areas

(Revenue)

For the year ended March 31, 2017 (From April 1, 2016 to March 31, 2017)

(Millions of yen)

Japan	Asia		North America	Europe and others	Total
	China	Others			
82,349	30,253	41,763	26,145	17,589	198,100

(Note) Revenues are classified into areas based on the location of customers.

For the year ended March 31, 2018 (From April 1, 2017 to March 31, 2018)

(Millions of yen)

Japan	Asia		North America	Europe and others	Total
	China	Others			
83,902	34,101	45,192	26,891	21,733	211,819

(Note) Revenues are classified into areas based on the location of customers.

First-time Adoption of IFRS

Amounts of "Japanese GAAP" are rounded down to the nearest million yen. Amounts of "Reclassification," "Reconciliation of recognition and measurement," and "IFRS" are rounded to the nearest million yen.

(1) Reconciliation of equity as of the date of transition to IFRS (April 1, 2016)

(Millions of yen)

Presentation under Japanese GAAP	Japanese GAAP	Reclassification	Reconciliation of recognition and measurement	IFRS	Presentation under IFRS	
Assets					Assets	
Current assets					Current assets	
Cash and deposits	44,876	(8)	-	44,869	Cash and cash equivalents	
Notes and accounts receivable-trade	41,783	2,239	(401)	43,622	Trade and other receivables	
	-	118	31	150	Other financial assets	
Inventories	29,089	-	(46)	29,044	Inventories	
Deferred tax assets	2,469	(2,470)	-	-		
Others	5,349	(2,405)	(13)	2,931	Other current assets	
Allowance for doubtful accounts	(55)	55	-	-		
Total current assets	123,514	(2,470)	(429)	120,616	Total current assets	
Non-current assets					Non-current assets	
Property, plant and equipment	87,325	-	8,163	95,489	Property, plant and equipment	
Intangible assets (Goodwill)	24,318	-	(17,668)	6,650	Goodwill	
Intangible assets (Others)	2,128	-	-	2,128	Other intangible assets	
	-	436	-	436	Investments accounted for using equity method	
	-	20,305	2,581	22,887	Other financial assets	
Investment securities	18,379	(18,380)	-	-		
Long-term loans receivable	4,859	(4,860)	-	-		
Net defined benefit asset	249	-	-	249	Retirement benefit asset	
Deferred tax assets	486	2,470	(1,878)	1,078	Deferred tax assets	
Others	2,378	(1,019)	-	1,360	Other non-current assets	
Allowance for doubtful accounts	(3,517)	3,517	-	-		
Total non-current assets	136,607	2,470	(8,801)	130,277	Total non-current assets	
Total assets	260,122	-	(9,230)	250,892	Total assets	

(Millions of yen)

Presentation under Japanese GAAP	Japanese GAAP	Reclassification	Reconciliation of recognition and measurement	IFRS	Presentation under IFRS
Liabilities					Liabilities and equity Liabilities
Current liabilities					Current liabilities
Short-term loans payable	4,399	9,480	-	13,879	Borrowings
Current portion of long-term loans payable	480	(480)	-	-	
Commercial paper	9,000	(9,000)	-	-	
Notes and accounts payable-trade	26,115	11,340	2,471	39,927	Trade and other payables
	-	31	10	40	Other financial liabilities
Income taxes payable	2,870	-	-	2,870	Income taxes payable
Provision for bonuses	2,730	(2,730)	-	-	
Provision for cost of business restructuring	1,088	-	(788)	300	Provisions
Others	9,384	(8,640)	-	744	Other current liabilities
Total current liabilities	56,068	-	1,693	57,761	Total current liabilities
Non-current liabilities					Non-current liabilities
Long-term loans payable	37,018	-	927	37,946	Borrowings
	-	89	125	214	Other financial liabilities
Net defined benefit liability	4,333	-	-	4,334	Retirement benefit liability
Provision for environmental measures	82	321	-	403	Provisions
Deferred tax liabilities	2,994	-	(531)	2,463	Deferred tax liabilities
Others	716	(409)	-	308	Other non-current liabilities
Total non-current liabilities	45,145	-	522	45,667	Total non-current liabilities
Total liabilities	101,213	-	2,215	103,428	Total liabilities
Net assets					Equity
Capital stock	37,143	-	-	37,143	Share capital
Capital surplus	35,358	-	-	35,358	Capital surplus
Treasury stock	(14,748)	-	-	(14,749)	Treasury shares
Accumulated other comprehensive income	11,018	-	(4,751)	6,267	Other components of equity
Retained earnings	88,548	-	(6,695)	81,853	Retained earnings
	157,319	-	(11,446)	145,873	Total equity attributable to owners of parent
Non-controlling interests	1,589	-	1	1,591	Non-controlling interests
Total net assets	158,908	-	(11,445)	147,464	Total equity
Total liabilities and net assets	260,122	-	(9,230)	250,892	Total liabilities and equity

(2) Reconciliation of equity as of the fiscal year ended March 31, 2017

(Millions of yen)

Presentation under Japanese GAAP	Japanese GAAP	Reclassification	Reconciliation of recognition and measurement	IFRS	Presentation under IFRS	
Assets					Assets	
Current assets					Current assets	
Cash and deposits	49,733	(236)	-	49,498	Cash and cash equivalents	
Notes and accounts receivable-trade	42,450	1,624	(413)	43,622	Trade and other receivables	
	-	280	-	280	Other financial assets	
Inventories	29,176	-	(152)	29,024	Inventories	
Deferred tax assets	2,599	(2,599)	-	-		
Others	4,538	(1,724)	(8)	2,807	Other current assets	
Allowance for doubtful accounts	(55)	56	-	-		
Total current assets	128,442	(2,599)	(573)	125,271	Total current assets	
Non-current assets					Non-current assets	
Property, plant and equipment	85,486	-	8,261	93,748	Property, plant and equipment	
Intangible assets (Goodwill)	23,089	-	(18,210)	4,880	Goodwill	
Intangible assets (Others)	1,647	-	-	1,648	Other intangible assets	
	-	425	-	425	Investments accounted for using equity method	
	-	22,288	2,853	25,141	Other financial assets	
Investment securities	21,630	(21,630)	-	-		
Long-term loans receivable	2,177	(2,177)	-	-		
Net defined benefit asset	419	-	-	419	Retirement benefit asset	
Deferred tax assets	608	2,599	(2,311)	897	Deferred tax assets	
Others	2,371	(1,038)	-	1,334	Other non-current assets	
Allowance for doubtful accounts	(2,132)	2,132	-	-		
Total non-current assets	135,299	2,599	(9,406)	128,492	Total non-current assets	
Total assets	263,742	-	(9,979)	253,763	Total assets	

(Millions of yen)

Presentation under Japanese GAAP	Japanese GAAP	Reclassification	Reconciliation of recognition and measurement	IFRS	Presentation under IFRS
Liabilities					Liabilities and equity
Current liabilities					Liabilities
Short-term loans payable	5,115	4,480	-	9,596	Current liabilities
Current portion of long-term loans payable	3,480	(3,480)	-	-	Borrowings
Commercial paper	1,000	(1,000)	-	-	
Notes and accounts payable-trade	28,258	12,371	1,593	42,222	Trade and other payables
	-	30	-	30	Other financial liabilities
Income taxes payable	2,549	-	-	2,549	Income taxes payable
Provision for bonuses	2,747	(2,748)	-	-	
Provision for cost of business restructuring	162	-	-	162	Provisions
Others	10,705	(9,653)	-	1,053	Other current liabilities
Total current liabilities	54,019	-	1,593	55,612	Total current liabilities
Non-current liabilities					Non-current liabilities
Long-term loans payable	33,537	-	873	34,411	Borrowings
	-	102	60	162	Other financial liabilities
Net defined benefit liability	2,855	-	-	2,856	Retirement benefit liability
Provision for environmental measures	194	392	-	586	Provisions
Deferred tax liabilities	5,191	-	(1,375)	3,817	Deferred tax liabilities
Others	775	(494)	-	282	Other non-current liabilities
Total non-current liabilities	42,554	-	(441)	42,114	Total non-current liabilities
Total liabilities	96,574	-	1,151	97,726	Total liabilities
Net assets					Equity
Capital stock	37,143	-	-	37,143	Share capital
Capital surplus	35,358	-	-	35,358	Capital surplus
Treasury stock	(6,741)	-	-	(6,742)	Treasury shares
Accumulated other comprehensive income	10,792	-	(4,682)	6,110	Other components of equity
Retained earnings	88,801	-	(6,450)	82,352	Retained earnings
	165,353	-	(11,132)	154,222	Total equity attributable to owners of parent
Non-controlling interests	1,813	-	1	1,815	Non-controlling interests
Total net assets	167,167	-	(11,131)	156,037	Total equity
Total liabilities and net assets	263,742	-	(9,979)	253,763	Total liabilities and equity

(3) Reconciliation of profit and loss and comprehensive income for the previous fiscal year (from April 1, 2016 to March 31, 2017)

(Millions of yen)

Presentation under Japanese GAAP	Japanese GAAP	Reclassification	Reconciliation of recognition and measurement	IFRS	Presentation under IFRS
Net sales	198,199	-	(100)	198,100	Revenue
Cost of sales	(135,241)	-	(455)	(135,697)	Cost of sales
Gross profit	62,958	-	(555)	62,403	Gross profit
Selling, general and administrative expenses	(46,078)	-	333	(45,745)	Selling, general and administrative expenses
	-	-	-	16,658	Business profit
	-	532	(7)	525	Other income
	-	(3,539)	(1,584)	(5,123)	Other expenses
Operating income	16,879	(3,006)	(1,813)	12,061	Operating profit
Non-operating income	1,092	(1,092)	-	-	
Non-operating expenses	(647)	647	-	-	
Extraordinary income	283	(283)	-	-	
Extraordinary loss	(3,141)	3,142	-	-	
	-	715	16	731	Finance income
	-	(251)	46	(205)	Finance costs
	-	128	-	128	Share of profit of investments accounted for using equity method
Income before income taxes and non-controlling interests	14,466	-	(1,751)	12,715	Profit before tax
Income taxes-current	(3,116)	(489)	653	(2,952)	Income tax expenses
Income taxes-deferred	(488)	489	-	-	
Profit	10,860	-	(1,098)	9,763	Profit

(Millions of yen)

Presentation under Japanese GAAP	Japanese GAAP	Reclassification	Reconciliation of recognition and measurement	IFRS	Presentation under IFRS
Other comprehensive income					Other comprehensive income
					Items that will not be reclassified to profit or loss
Valuation difference on available-for-sale securities	2,245	-	17	2,262	Financial assets measured at fair value through other comprehensive income
Remeasurements of defined benefit plans	205	-	1,137	1,342	Remeasurements of defined benefit plans
	2,450	-	1,154	3,604	Total items that will not be reclassified to profit or loss
					Items that may be reclassified to profit or loss
Foreign currency translation adjustments	-	-	272	272	Cash flow hedges
	(2,598)	-	(13)	(2,612)	Exchange differences on translation of foreign operations
Share of other comprehensive income of associates accounted for using equity method	(1)	-	-	(1)	Share of other comprehensive income of investments accounted for using equity method
	(2,599)	-	258	(2,342)	Total items that may be reclassified to profit or loss
Total other comprehensive income	(149)	-	1,412	1,262	Other comprehensive income, net of tax
Comprehensive income	10,711	-	314	11,025	Comprehensive income

(4) Reconciliation of cash flows for the previous fiscal year (from April 1, 2016 to March 31, 2017)

There is no material reconciliation between the consolidated statements of cash flows disclosed under Japanese GAAP and those disclosed under IFRS.