



## Consolidated Financial Results for the Nine Months Ended December 31, 2022 (IFRS)

February 1, 2023

Company name: **KYOCERA CORPORATION** Stock Listing: Tokyo Stock Exchange  
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Scheduled date of quarterly report filing: February 10, 2023  
 Scheduled date for commencement of dividend payments: —  
 Supplementary documents of the quarterly financial results: Yes  
 Holding quarterly financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded)

### 1. Consolidated Financial Results for the Nine Months Ended December 31, 2022

(1) Consolidated operating results (% of change from the same period of the previous year)

	Sales revenue		Operating profit		Profit before income taxes		Profit attributable to owners of the parent		Comprehensive income for the period	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended										
December 31, 2022	1,526,497	12.6	113,884	(3.9)	162,756	(0.2)	118,783	(0.9)	168,012	19.0
December 31, 2021	1,355,665	23.2	118,458	175.6	163,103	87.0	119,833	87.4	141,227	189.4

	Earnings per share attributable to owners of the parent - Basic	Earnings per share attributable to owners of the parent - Diluted
	Yen	Yen
Nine months ended		
December 31, 2022	330.96	—
December 31, 2021	331.34	—

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of the parent	Ratio of equity attributable to owners of the parent to total assets
	Million yen	Million yen	Million yen	%
As of				
December 31, 2022	3,991,890	2,996,441	2,969,108	74.4
March 31, 2022	3,917,265	2,898,273	2,871,554	73.3

### 2. Cash Dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended					
March 31, 2022	—	90.00	—	90.00	180.00
Year ending					
March 31, 2023	—	100.00	—		
Year ending					
March 31, 2023 (forecast)				100.00	200.00

(Note) Revision of previously announced dividend targets during this reporting period: None

### 3. Consolidated Financial Forecasts for the Year Ending March 31, 2023 (% of change from the previous year)

	Sales revenue		Operating profit		Profit before income taxes		Profit attributable to owners of the parent		Earnings per share attributable to owners of the parent - Basic
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Year ending									
March 31, 2023	2,000,000	8.8	120,000	(19.4)	170,000	(14.6)	124,000	(16.4)	345.49

(Note) Revision of previously announced financial forecast during this reporting period: Yes

“Earnings per share attributable to owners of the parent - Basic” is calculated using the average number of shares outstanding for the nine months ended December 31, 2022.

## Notes

(1) Changes in significant subsidiaries during the period

(Changes in specified subsidiaries that caused a change in the scope of consolidation): None

(2) Changes in accounting policies and accounting estimates

(i) Changes in accounting policies required under IFRS: None

(ii) Changes in accounting policies due to reasons other than (i): None

(iii) Changes in accounting estimates: Yes

Please refer to page 13 “(4) Notes to Condensed Quarterly Consolidated Financial Statements b. Changes in Accounting Estimates” under “2. Condensed Quarterly Consolidated Financial Statements and Primary Notes” for details.

(3) Number of shares issued (common stock)

(i) Number of shares issued (including treasury stock):

As of December 31, 2022 377,618,580 shares

As of March 31, 2022 377,618,580 shares

(ii) Number of treasury stock:

As of December 31, 2022 18,705,394 shares

As of March 31, 2022 18,717,679 shares

(iii) Average number of shares outstanding:

For the nine months ended December 31, 2022 358,909,344 shares

For the nine months ended December 31, 2021 361,658,890 shares

## **Instruction for Forecasts and Other Notes**

### 1. Cautionary statements with respect to forward-looking statements

Certain of the statements made in this document are forward-looking statements, which are based on our current assumptions and beliefs in light of the information currently available to us. These forward-looking statements involve known and unknown risks, uncertainties and other factors. Such risks, uncertainties and other factors include, but are not limited to the following:

- (1) General conditions in the Japanese or global economy;
- (2) Unexpected changes in economic, political and legal conditions in countries where we operate or export;
- (3) The effect of foreign exchange fluctuations on our results of operations;
- (4) Intense competitive pressures to which our products are subject;
- (5) Fluctuations in the price and ability of suppliers to provide the required quantity of raw materials for use in our production activities;
- (6) Manufacturing delays or defects resulting from outsourcing or internal manufacturing processes;
- (7) The possibility that future initiatives and in-process research and development may not produce the desired results;
- (8) Companies or assets acquired by us not produce the returns or benefits, or bring in business opportunities;
- (9) Inability to secure skilled employees;
- (10) Damages on our information security systems from cyberattacks, etc. and significant costs in order to recover and maintain the systems;
- (11) Insufficient protection of our trade secrets and intellectual property rights including patents;
- (12) Expenses associated with licenses we require to continue to manufacture and sell products;
- (13) Unintentional conflict with laws and regulations or newly enacted laws and regulations;
- (14) Environmental liability and compliance obligations by tightening of environmental laws and regulations;
- (15) Inability to respond to global climate change problems or delay in such response, which may lead to increased costs and negatively impact our corporate brands;
- (16) Our market or supply chains being affected by plague, infectious diseases, terrorism, wars or similar events;
- (17) Earthquakes and other natural disasters affecting our headquarters and major facilities as well as our suppliers and customers;
- (18) Credit risk on trade receivables;
- (19) Fluctuations in the value of financial instruments held by us;
- (20) Impairment losses on property, plant and equipment, goodwill and intangible assets;
- (21) Uncertainty over income tax and deferred tax assets; and
- (22) Changes in accounting standards.

Due to such risks, uncertainties and other factors, our actual results, performance, achievements or financial condition may be substantially different from any future results, performance, achievements or financial condition expressed or implied by these forward-looking statements. We undertake no obligation to publicly update any forward-looking statements included in this document.

2. This consolidated financial report is not subject to quarterly review procedures by certified public accountants or auditing firms.

### 3. Method of obtaining supplementary materials on the financial results

The supplementary documents will be posted on the corporate website on February 1, 2023.

### 4. English translation

This is an English translation of the Japanese original of “Consolidated Financial Results for the Nine Months Ended December 31, 2022.” The translation is prepared for the reference and convenience solely for those who do not use Japanese. In the event of any discrepancy between this translation and the Japanese original, the latter shall prevail.

(Attachment)

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## 1. Qualitative Information related to Consolidated Financial Results

### (1) Explanation of Consolidated Financial Results

#### a. Consolidated Financial Results

During the nine months ended December 31, 2022 (“the nine months”), economic growth slowed due to factors such as interest rate hikes in global economies and the substantial depreciation of the yen, in addition to rising uncertainty regarding the global situation and continuing inflation. As to our major markets, while demand in semiconductor-related markets remained robust, demand in the smartphone market weakened.

At Kyocera, due mainly to the contribution of investment in expanding our component production for semiconductor-related markets and also to the impact of the weaker yen, sales revenue for the nine months increased by 170,832 million yen, or 12.6%, to 1,526,497 million yen, as compared with the nine months ended December 31, 2021 (“the previous nine months”), marking a record high for a nine-month period.

On the other hand, despite the impacts of this sales revenue increase and the weaker yen, profit decreased as compared with the previous nine months, due to factors such as increases in costs for raw materials and logistics, etc., as well as a sharp decrease in sales revenue in the Communications Unit and a slowdown in demand for smartphone components during the three months ended December 31, 2022 (“the third quarter”). In addition, two one-time costs totaling approximately 10 billion yen were recorded during the nine months, namely, the litigation cost in the amount of approximately 7 billion yen recorded during the three months ended September 30, 2022 and the additional cost in connection with pension obligations in the amount of approximately 3 billion yen recorded during the third quarter.

As a result, operating profit decreased by 4,574 million yen, or 3.9%, to 113,884 million yen, profit before income taxes decreased by 347 million yen, or 0.2%, to 162,756 million yen, and profit attributable to owners of the parent decreased by 1,050 million yen, or 0.9%, to 118,783 million yen, as compared with the previous nine months.

#### Consolidated Financial Results

(Yen in millions)

	For the nine months ended December 31, 2021		For the nine months ended December 31, 2022		Change	
	Amount	%*	Amount	%*	Amount	%
Sales revenue	1,355,665	100.0	1,526,497	100.0	170,832	12.6
Operating profit	118,458	8.7	113,884	7.5	(4,574)	(3.9)
Profit before income taxes	163,103	12.0	162,756	10.7	(347)	(0.2)
Profit attributable to owners of the parent	119,833	8.8	118,783	7.8	(1,050)	(0.9)
Average US\$ exchange rate (Yen)	111	—	137	—	—	—
Average Euro exchange rate (Yen)	131	—	141	—	—	—

Capital expenditures	102,003	7.5	127,137	8.3	25,134	24.6
Depreciation charge of property, plant and equipment	65,577	4.8	80,330	5.3	14,753	22.5
Research and development expenses	61,474	4.5	69,530	4.6	8,056	13.1

\* % represents the percentage to sales revenue.

## b. Consolidated Financial Results by Reporting Segment

### 1) Core Components Business

Sales revenue for the nine months increased by 61,079 million yen, or 15.6%, to 453,238 million yen as compared with the previous nine months. Business profit increased by 25,792 million yen, or 56.9%, to 71,148 million yen as compared with the previous nine months. The business profit ratio for the nine months improved to 15.7%.

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.

### 2) Electronic Components Business

Sales revenue for the nine months increased by 40,980 million yen, or 16.4%, to 290,538 million yen as compared with the previous nine months. However, business profit decreased by 260 million yen, or 0.7%, to 39,572 million yen as compared with the previous nine months. The business profit ratio for the nine months declined to 13.6%.

Sales revenue increased due to growing demand for components such as capacitors mainly for the industrial and the automotive-related markets, and due also to the weaker yen. However, despite the impact of increased sales and the weaker yen, business profit remained almost flat, due to increases in costs for raw materials, etc. and weakening demand for smartphone components, as well as the recording of the additional cost in connection with pension obligations at a subsidiary in the amount of approximately 3 billion yen.

### 3) Solutions Business

Sales revenue for the nine months increased by 69,974 million yen, or 9.7%, to 792,643 million yen as compared with the previous nine months. However, business profit decreased by 17,371 million yen, or 32.3%, to 36,480 million yen as compared with the previous nine months. The business profit ratio for the nine months declined to 4.6%.

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

## Sales Revenue by Reporting Segment

(Yen in millions)

	For the nine months ended December 31, 2021		For the nine months ended December 31, 2022		Change	
	Amount	%*	Amount	%*	Amount	%
Core Components Business	392,159	28.9	453,238	29.7	61,079	15.6
Industrial & Automotive Components Unit	127,728	9.4	147,163	9.6	19,435	15.2
Semiconductor Components Unit	244,112	18.0	284,764	18.7	40,652	16.7
Others	20,319	1.5	21,311	1.4	992	4.9
Electronic Components Business	249,558	18.4	290,538	19.1	40,980	16.4
Solutions Business	722,669	53.3	792,643	51.9	69,974	9.7
Industrial Tools Unit	184,586	13.6	238,368	15.6	53,782	29.1
Document Solutions Unit	270,152	19.9	318,476	20.9	48,324	17.9
Communications Unit	191,006	14.1	147,155	9.6	(43,851)	(23.0)
Others	76,925	5.7	88,644	5.8	11,719	15.2
Others	12,761	1.0	17,091	1.1	4,330	33.9
Adjustments and eliminations	(21,482)	(1.6)	(27,013)	(1.8)	(5,531)	—
Sales revenue	1,355,665	100.0	1,526,497	100.0	170,832	12.6

\* % represents the component ratio.

## Business Profit (Loss) by Reporting Segment

(Yen in millions)

	For the nine months ended December 31, 2021		For the nine months ended December 31, 2022		Change	
	Amount	%*	Amount	%*	Amount	%
Core Components Business	45,356	11.6	71,148	15.7	25,792	56.9
Industrial & Automotive Components Unit	15,096	11.8	17,685	12.0	2,589	17.2
Semiconductor Components Unit	31,544	12.9	56,296	19.8	24,752	78.5
Others	(1,284)	—	(2,833)	—	(1,549)	—
Electronic Components Business	39,832	16.0	39,572	13.6	(260)	(0.7)
Solutions Business	53,851	7.5	36,480	4.6	(17,371)	(32.3)
Industrial Tools Unit	21,019	11.4	20,097	8.4	(922)	(4.4)
Document Solutions Unit	25,304	9.4	21,981	6.9	(3,323)	(13.1)
Communications Unit	11,358	5.9	(5,553)	—	(16,911)	—
Others	(3,830)	—	(45)	—	3,785	—
Others	(10,551)	—	(20,016)	—	(9,465)	—
Total business profit	128,488	9.5	127,184	8.3	(1,304)	(1.0)
Corporate gains and others	34,615	—	35,572	—	957	2.8
Profit before income taxes	163,103	12.0	162,756	10.7	(347)	(0.2)

\* % 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 nine months ended December 31, 2021 have been reclassified in line with the above change.

## (2) Explanation of Consolidated Financial Position

### Consolidated Cash Flows

The balance of cash and cash equivalents at December 31, 2022 decreased by 79,020 million yen to 335,109 million yen from 414,129 million yen at March 31, 2022.

#### 1) Cash flows from operating activities

Net cash provided by operating activities for the nine months decreased by 56,089 million yen to 101,336 million yen from 157,425 million yen for the previous nine months. This was due mainly to an increase in cash outflows with increased production and purchases as well as 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.

#### 2) Cash flows from investing activities

Net cash used in investing activities for the nine months increased by 64,159 million yen to 121,178 million yen from 57,019 million yen for the previous nine months. This was due mainly to an increase in capital expenditures as well as a decrease in proceeds from maturities of securities.

#### 3) Cash flows from financing activities

Net cash used in financing activities for the nine months decreased by 44,643 million yen to 59,702 million yen from 104,345 million yen for the previous nine months. This was due mainly to an increase in proceeds from borrowings and a decrease in payments for purchase of treasury stock, despite an increase in dividends paid.

### Consolidated Cash Flows

(Yen in millions)

	For the nine months ended December 31, 2021	For the nine months ended December 31, 2022	Change
Cash flows from operating activities	157,425	101,336	(56,089)
Cash flows from investing activities	(57,019)	(121,178)	(64,159)
Cash flows from financing activities	(104,345)	(59,702)	44,643
Effect of exchange rate changes on cash and cash equivalents	5,497	524	(4,973)
Increase (decrease) in cash and cash equivalents	1,558	(79,020)	(80,578)
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	388,285	335,109	(53,176)



### (3) Explanation Regarding Future Projection Including Consolidated Financial Forecasts

During the nine months, Kyocera increased its sales revenue mainly in semiconductor-related markets. However, during the three months ending March 31, 2023, due to the economic slowdown caused by accelerating global inflation, it is expected that production and sales volume of smartphones will decrease, and that costs for raw materials and logistics, etc. will further increase. Under these circumstances, Kyocera has revised its consolidated financial forecasts for the fiscal year ending March 31, 2023 as stated below.

Kyocera has also revised its forecasts for each reporting segment as shown on the following page.

Please refer to “1. Cautionary statements with respect to forward-looking statements” in “Instruction for Forecasts and Other Notes” for information of future prospective.

#### Forecasts of Consolidated Financial Results

(Yen in millions)

	Results for the year ended March 31, 2022		Forecasts for the year ending March 31, 2023 announced on				Change %*2
			April 28, 2022 (Previous)		February 1, 2023 (Revised)		
	Amount	%*1	Amount	%*1	Amount	%*1	
Sales revenue	1,838,938	100.0	2,000,000	100.0	2,000,000	100.0	8.8
Operating profit	148,910	8.1	174,000	8.7	120,000	6.0	(19.4)
Profit before income taxes	198,947	10.8	220,000	11.0	170,000	8.5	(14.6)
Profit attributable to owners of the parent	148,414	8.1	154,000	7.7	124,000	6.2	(16.4)
Average US\$ exchange rate (Yen)	112	—	*3 134	—	134	—	—
Average Euro exchange rate (Yen)	131	—	*3 137	—	137	—	—

Capital expenditures	151,771	8.3	200,000	10.0	180,000	9.0	18.6
Depreciation charge of property, plant and equipment	90,229	4.9	120,000	6.0	110,000	5.5	21.9
Research and development expenses	84,123	4.6	95,000	4.8	95,000	4.8	12.9

\*1: % represents the percentage to sales revenue.

\*2: % represents the percentage change from the previous year.

\*3: On October 31, 2022, forecast revised from the previous forecast made in April 2022. The previous forecasts were 115 yen for average US\$ exchange rate, 125 yen for average Euro exchange rate.

## Forecasts of Sales Revenue by Reporting Segment

(Yen in millions)

	Results for the year ended March 31, 2022		Forecasts for the year ending March 31, 2023, announced on				Change %*2
			October 31, 2022 (Previous)		February 1, 2023 (Revised)		
	Amount	%*1	Amount	%*1	Amount	%*1	
Core Components Business	527,933	28.7	600,000	30.0	585,000	29.3	10.8
Industrial & Automotive Components Unit	172,908	9.4	202,000	10.1	197,000	9.9	13.9
Semiconductor Components Unit	327,746	17.8	369,000	18.5	360,000	18.0	9.8
Others	27,279	1.5	29,000	1.4	28,000	1.4	2.6
Electronic Components Business	339,102	18.4	380,000	19.0	373,000	18.7	10.0
Solutions Business	983,689	53.5	1,033,000	51.7	1,056,000	52.8	7.4
Industrial Tools Unit	251,062	13.7	310,000	15.5	312,000	15.6	24.3
Document Solutions Unit	366,691	19.9	420,000	21.0	429,500	21.5	17.1
Communications Unit	262,306	14.3	188,000	9.4	198,500	9.9	(24.3)
Others	103,630	5.6	115,000	5.8	116,000	5.8	11.9
Others	17,817	1.0	24,000	1.2	23,000	1.1	29.1
Adjustments and eliminations	(29,603)	(1.6)	(37,000)	(1.9)	(37,000)	(1.9)	—
Sales revenue	1,838,938	100.0	2,000,000	100.0	2,000,000	100.0	8.8

\*1: % represents the component ratio.

\*2: % represents the percentage change from the previous year.

## Forecasts of Business Profit (Loss) by Reporting Segment

(Yen in millions)

	Results for the year ended March 31, 2022		Forecasts for the year ending March 31, 2023, announced on				Change %*2
			October 31, 2022 (Previous)		February 1, 2023 (Revised)		
	Amount	%*1	Amount	%*1	Amount	%*1	
Core Components Business	61,640	11.7	103,000	17.2	85,000	14.5	37.9
Industrial & Automotive Components Unit	19,872	11.5	29,000	14.4	25,000	12.7	25.8
Semiconductor Components Unit	44,239	13.5	77,000	20.9	63,500	17.6	43.5
Others	(2,471)	—	(3,000)	—	(3,500)	—	—
Electronic Components Business	47,896	14.1	60,000	15.8	45,000	12.1	(6.0)
Solutions Business	68,730	7.0	54,000	5.2	42,000	4.0	(38.9)
Industrial Tools Unit	27,211	10.8	31,000	10.0	25,000	8.0	(8.1)
Document Solutions Unit	33,334	9.1	36,000	8.6	34,000	7.9	2.0
Communications Unit	15,288	5.8	(10,000)	—	(14,000)	—	—
Others	(7,103)	—	(3,000)	—	(3,000)	—	—
Others	(14,649)	—	(27,000)	—	(28,500)	—	—
Total business profit	163,617	8.9	190,000	9.5	143,500	7.2	(12.3)
Corporate gains and others	35,330	—	30,000	—	26,500	—	(25.0)
Profit before income taxes	198,947	10.8	220,000	11.0	170,000	8.5	(14.6)

\*1: % represents the percentage to sales revenue of each corresponding segment.

\*2: % represents the percentage change from the previous year.

## 2. Condensed Quarterly Consolidated Financial Statements and Primary Notes

### (1) Condensed Quarterly Consolidated Statement of Financial Position

(Yen in millions)

	As of March 31, 2022		As of December 31, 2022		Change
	Amount	%*	Amount	%*	
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents	414,129		335,109		(79,020)
Short-term investments	25,460		4,491		(20,969)
Trade and other receivables	379,066		374,743		(4,323)
Other financial assets	18,623		30,315		11,692
Inventories	452,506		556,399		103,893
Other current assets	39,339		44,443		5,104
Total current assets	1,329,123	33.9	1,345,500	33.7	16,377
<b>Non-current assets</b>					
Equity and debt instruments	1,469,133		1,463,373		(5,760)
Investments accounted for using the equity method	15,795		15,442		(353)
Other financial assets	41,540		41,201		(339)
Property, plant and equipment	512,175		572,721		60,546
Right-of-use assets	40,703		46,523		5,820
Goodwill	262,985		268,526		5,541
Intangible assets	149,879		148,561		(1,318)
Deferred tax assets	36,483		38,861		2,378
Other non-current assets	59,449		51,182		(8,267)
Total non-current assets	2,588,142	66.1	2,646,390	66.3	58,248
<b>Total assets</b>	<b>3,917,265</b>	<b>100.0</b>	<b>3,991,890</b>	<b>100.0</b>	<b>74,625</b>

\* % represents the component ratio.

(Yen in millions)

	As of March 31, 2022		As of December 31, 2022		Change
	Amount	%*	Amount	%*	
<b>Liabilities and Equity</b>					
<b>Liabilities</b>					
<b>Current liabilities</b>					
Borrowings	79,382		108,773		29,391
Trade and other payables	222,962		205,015		(17,947)
Lease liabilities	17,326		17,789		463
Other financial liabilities	16,552		2,855		(13,697)
Income tax payables	20,390		19,023		(1,367)
Accrued expenses	134,282		117,503		(16,779)
Provisions	7,010		8,004		994
Other current liabilities	41,445		49,283		7,838
Total current liabilities	539,349	13.8	528,245	13.2	(11,104)
<b>Non-current liabilities</b>					
Borrowings	17,163		16,415		(748)
Lease liabilities	35,390		40,056		4,666
Retirement benefit liabilities	23,129		9,415		(13,714)
Deferred tax liabilities	384,513		380,550		(3,963)
Provisions	9,631		9,796		165
Other non-current liabilities	9,817		10,972		1,155
Total non-current liabilities	479,643	12.2	467,204	11.7	(12,439)
<b>Total liabilities</b>	1,018,992	26.0	995,449	24.9	(23,543)
<b>Equity</b>					
Common stock	115,703		115,703		—
Capital surplus	122,751		122,523		(228)
Retained earnings	1,846,102		1,896,322		50,220
Other components of equity	880,297		927,802		47,505
Treasury stock	(93,299)		(93,242)		57
Total equity attributable to owners of the parent	2,871,554	73.3	2,969,108	74.4	97,554
Non-controlling interests	26,719	0.7	27,333	0.7	614
<b>Total equity</b>	2,898,273	74.0	2,996,441	75.1	98,168
<b>Total liabilities and equity</b>	3,917,265	100.0	3,991,890	100.0	74,625

\* % represents the component ratio.

## (2) Condensed Quarterly Consolidated Statement of Profit or Loss and Comprehensive Income

## a. Condensed Quarterly Consolidated Statement of Profit or Loss

(Yen in millions except per share amounts)

	For the nine months ended December 31, 2021		For the nine months ended December 31, 2022		Change	
	Amount	%*	Amount	%*	Amount	%
<b>Sales revenue</b>	1,355,665	100.0	1,526,497	100.0	170,832	12.6
Cost of sales	970,501	71.6	1,086,375	71.2	115,874	11.9
<b>Gross profit</b>	385,164	28.4	440,122	28.8	54,958	14.3
Selling, general and administrative expenses	266,706	19.7	326,238	21.3	59,532	22.3
<b>Operating profit</b>	118,458	8.7	113,884	7.5	(4,574)	(3.9)
Finance income	44,367	3.3	50,451	3.3	6,084	13.7
Finance expenses	2,011	0.2	2,604	0.2	593	29.5
Foreign exchange gains (losses)	1,605	0.1	(1,662)	(0.1)	(3,267)	—
Share of net profit (loss) of investments accounted for using the equity method	(491)	(0.0)	135	0.0	626	—
Other, net	1,175	0.1	2,552	0.2	1,377	117.2
<b>Profit before income taxes</b>	163,103	12.0	162,756	10.7	(347)	(0.2)
Income taxes	40,717	3.0	41,902	2.8	1,185	2.9
<b>Profit for the period</b>	122,386	9.0	120,854	7.9	(1,532)	(1.3)

<b>Profit attributable to:</b>						
Owners of the parent	119,833	8.8	118,783	7.8	(1,050)	(0.9)
Non-controlling interests	2,553	0.2	2,071	0.1	(482)	(18.9)
<b>Profit for the period</b>	122,386	9.0	120,854	7.9	(1,532)	(1.3)

<b>Per share information:</b>			
<b>Earnings per share attributable to owners of the parent</b>			
Basic and diluted (Yen)	331.34	330.96	

\* % represents the percentage to sales revenue.

b. Condensed Quarterly Consolidated Statement of Comprehensive Income

(Yen in millions)

	For the nine months ended December 31, 2021	For the nine months ended December 31, 2022	Change
	Amount	Amount	
<b>Profit for the period</b>	122,386	120,854	(1,532)
<b>Other comprehensive income, net of taxation</b>			
Items that will not be reclassified to profit or loss:			
Financial assets measured at fair value through other comprehensive income	(4,476)	(4,871)	(395)
Re-measurement of defined benefit plans	—	(37)	(37)
Total items that will not be reclassified to profit or loss	(4,476)	(4,908)	(432)
Items that may be reclassified subsequently to profit or loss:			
Net changes in fair value of cash flow hedge	51	(21)	(72)
Exchange differences on translating foreign operations	23,193	52,173	28,980
Share of other comprehensive income of investments accounted for using the equity method	73	(86)	(159)
Total items that may be reclassified subsequently to profit or loss	23,317	52,066	28,749
<b>Total other comprehensive income</b>	18,841	47,158	28,317
<b>Comprehensive income for the period</b>	141,227	168,012	26,785
<b>Comprehensive income attributable to:</b>			
Owners of the parent	138,283	165,931	27,648
Non-controlling interests	2,944	2,081	(863)
<b>Comprehensive income for the period</b>	141,227	168,012	26,785

(3) Condensed Quarterly Consolidated Statement of Changes in Equity

For the nine months ended December 31, 2021

(Yen in millions)

	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		
<b>Balance as of April 1, 2021</b>	115,703	122,745	1,750,259	671,951	(69,243)	2,591,415	24,695	2,616,110
Profit for the period			119,833			119,833	2,553	122,386
Other comprehensive income				18,450		18,450	391	18,841
Total comprehensive income for the period	—	—	119,833	18,450	—	138,283	2,944	141,227
Cash dividends			(61,616)			(61,616)	(1,508)	(63,124)
Purchase of treasury stock					(24,107)	(24,107)		(24,107)
Reissuance of treasury stock		27			55	82		82
Transactions with non-controlling interests						—		—
Transfer to retained earnings			3	(3)		—		—
Others		(8)				(8)		(8)
<b>Balance as of December 31, 2021</b>	115,703	122,764	1,808,479	690,398	(93,295)	2,644,049	26,131	2,670,180

For the nine months ended December 31, 2022

(Yen in millions)

	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		
<b>Balance as of April 1, 2022</b>	115,703	122,751	1,846,102	880,297	(93,299)	2,871,554	26,719	2,898,273
Profit for the period			118,783			118,783	2,071	120,854
Other comprehensive income				47,148		47,148	10	47,158
Total comprehensive income for the period	—	—	118,783	47,148	—	165,931	2,081	168,012
Cash dividends			(68,192)			(68,192)	(1,415)	(69,607)
Purchase of treasury stock					(12)	(12)		(12)
Reissuance of treasury stock		33			69	102		102
Transactions with non-controlling interests		(261)				(261)	(52)	(313)
Transfer to retained earnings			(357)	357		—		—
Others			(14)			(14)		(14)
<b>Balance as of December 31, 2022</b>	115,703	122,523	1,896,322	927,802	(93,242)	2,969,108	27,333	2,996,441

(4) Notes to Condensed Quarterly Consolidated Financial Statements

a. Notes to Going Concern Assumption

Not Applicable

b. Changes in Accounting Estimates

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 nine months ended December 31, 2022 increased by 1,564 million yen compared to the previous estimates.