

Quarterly Securities Report
for the Three-Month Period Ended June 30, 2021

English translation of certain items disclosed in the Quarterly Securities Report for the three-month period ended June 30, 2021, which were filed with the Director-General of the Kanto Local Finance Bureau of the Ministry of Finance of Japan on August 12, 2021.

Mitsui & Co., Ltd.

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As used in this report, "Mitsui" is used to refer to Mitsui & Co., Ltd. (Mitsui Bussan Kabushiki Kaisha), "we", "us", and "our" are used to indicate Mitsui & Co., Ltd. and subsidiaries, unless otherwise indicated.

1. Overview of Mitsui and Its Subsidiaries

1. Selected Financial Data

As of or for the periods ended June 30, 2021 and 2020 and as of or for the year ended March 31, 2021

	In millions of Yen, except amounts per share and other		
	Three-month period ended June 30, 2021	Three-month period ended June 30, 2020	As of or for the year ended March 31, 2021
Consolidated financial data			
Revenue	¥ 2,658,034	1,845,373	8,010,235
Gross profit	¥ 268,237	189,707	811,465
Profit for the period attributable to owners of the parent	¥ 191,264	62,557	335,458
Comprehensive income for the period attributable to owners of the parent	¥ 388,605	160,312	964,652
Total equity attributable to owners of the parent	¥ 4,809,796	3,870,727	4,570,420
Total assets	¥ 13,105,504	11,486,047	12,515,845
Basic earnings per share attributable to owners of the parent (Yen)	¥ 115.74	36.92	199.28
Diluted earnings per share attributable to owners of the parent (Yen)	¥ 115.68	36.90	199.18
Equity attributable to owners of the parent ratio	% 36.70	33.70	36.52
Cash flows from operating activities	¥ 179,307	164,040	772,696
Cash flows from investing activities	¥ (92,523)	(108,538)	(322,474)
Cash flows from financing activities	¥ (172,254)	(88,241)	(486,963)
Cash and cash equivalents at end of period	¥ 975,517	1,041,388	1,063,150

(Notes) 1. The consolidated financial statements have been prepared on the basis of International Financial Reporting Standards (IFRS).

2. As described in the “Notes in Condensed Consolidated Statements of Income”, effective from the year ended March 31, 2021, revisions have been made to the presentation of revenue for certain transactions, and the figures for the three-month period ended June 30, 2020 have been restated.

2. Business Overview

In each business area including Mineral & Metal Resources, Energy, Machinery & Infrastructure, Chemicals, Iron & Steel Products, Lifestyle and Innovation & Corporate Development, the Company and its consolidated subsidiaries engage in a diversified range of services, including trading, manufacturing, transport, and financial services involving various commodities, making full use of the global office network, which is centering on the Company, a general trading company, with its ability to gather information. The Company and its consolidated subsidiaries furthermore engage in a wide range of initiatives that include development of natural resources and infrastructure projects, and business investment in relation to the environment, new technologies, next-generation power and wellness, and value creation that leverages digital tools.

There has been no significant change in our business for the three-month period ended June 30, 2021.

2. Operating and Financial Review and Prospects

1. Risk Factors

For the three-month period ended June 30, 2021, there is no significant change in risk factors which were described on our Annual Securities Report for the year ended March 31, 2021.

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

This quarterly securities report contains forward-looking statements about Mitsui and its consolidated subsidiaries. These forward-looking statements are based on Mitsui's current assumptions, expectations and beliefs in light of the information currently possessed by it and involve known and unknown risks, uncertainties and other factors. Such risks, uncertainties and other factors may cause Mitsui's actual consolidated financial position, consolidated operating results or consolidated cash flows to be materially different from any future consolidated financial position, consolidated operating results or consolidated cash flows expressed or implied by these forward-looking statements.

Forward-looking statements were made as of June 30, 2021, unless otherwise indicated.

(1) Operating Environment

In the three-month period ended June 30, 2021, the global economy continued to rebound, with the U.S. and China leading the overall trend.

In the U.S., the pace of growth increased, especially in consumption, benefiting from large-scale economic stimulus measures and progress in vaccination. It is expected that the effects of the economic resumption will run their course in the second half of the year, but that corporate capital investment will recover and that the recovery will continue to be supported by robust consumption. In Europe, progress in vaccination and the easing of restrictions on activities led to a recovery in consumption. The economic recovery is expected to strengthen in the second half of the year, partly due to allocations from the European Recovery Fund. In Japan, although exports continued to recover, consumption weakened against the backdrop of intermittent declarations of a state of emergency, which weighed on the economic recovery. However, the economy is expected to rebound from autumn onwards due to progress in vaccination and recovery in capital investment. In China, the recovery continued to be supported by exports and investment. In the future, the special demand for Chinese products in exports is expected to fade away, and the growth of investment is expected to slow down due to the government's restraint measures. Nevertheless, moderate growth is expected to continue overall. In Russia and Brazil, exports are expected to increase against the backdrop of rising prices for resources, energy, and food.

Going forward, it is expected that, while China and the U.S., which have already recovered to the level before the spread of COVID-19 will continue to lead the global economic recovery although the pace of growth will slow down, Europe and Japan are also expected to return to a recovery track in the second half of the year due to progress in vaccination. Japan is expected to return to its pre-COVID-19 level by the end of this year, and Europe by the first half of next year.

(2) Results of Operations

1) Analysis of Consolidated Income Statements

(Billions of Yen)		Current Period	Previous Period	Change
Revenue		2,658.0	1,845.4	+812.6
Gross profit		268.2	189.7	+78.5
Selling, general and administrative expenses		(138.6)	(134.7)	(3.9)
Other Income (Expenses)	Gain (Loss) on Securities and Other Investments—Net	(4.7)	8.4	(13.1)
	Impairment Reversal (Loss) of Fixed Assets—Net	0.2	(0.3)	+0.5
	Gain (Loss) on Disposal or Sales of Fixed Assets—Net	1.7	(0.1)	+1.8
	Other Income (Expense)—Net	8.9	0.3	+8.6
Finance Income (Costs)	Interest Income	4.7	6.2	(1.5)
	Dividend Income	33.7	13.9	+19.8
	Interest Expense	(14.4)	(15.4)	+1.0
Share of Profit (Loss) of Investments Accounted for Using the Equity Method		96.4	34.0	+62.4
Income Taxes		(56.2)	(35.3)	(20.9)
Profit for the Period		200.0	66.7	+133.3
Profit for the Period Attributable to Owners of the Parent		191.3	62.6	+128.7

* May not match with the total of items due to rounding off. The same shall apply hereafter.

Revenue

Revenue for the three-month period ended June 30, 2021 ("current period") was ¥2,658.0 billion, an increase of ¥812.6 billion from ¥1,845.4 billion for the corresponding three-month period of the previous year ("previous period").

* The figure for the previous period has been restated to conform to the presentation for the current period. This restatement has no impact on gross profit, profit for the period attributable to owners of the parent, or total equity attributable to owners of the parent. For further details, please refer to "3. Condensed Consolidated Financial Statements, Condensed Consolidated Statements of Income and Comprehensive Income".

Gross Profit

Mainly the Mineral & Metal Resources Segment, the Chemical Segment and the Innovation & Corporate Development Segment recorded an increase while the Energy Segment recorded a decrease.

Selling, general and administrative expenses

Overall selling, general and administrative expenses recorded an increase while the Mineral & Metal Resources Segment recorded a decrease. The table provides a breakdown of selling, general and administrative expenses.

	Billions of Yen		
	Current Period	Previous Period	Change
Personnel	¥ (76.8)	¥ (72.3)	¥ (4.5)
Welfare	(2.8)	(2.2)	(0.6)
Travel	(2.2)	(1.4)	(0.8)
Entertainment	(0.5)	(0.4)	(0.1)
Communication	(11.9)	(11.2)	(0.7)
Rent	(2.6)	(2.2)	(0.4)
Depreciation	(8.2)	(9.8)	+1.6
Fees and Taxes	(3.0)	(2.8)	(0.2)
Loss Allowance	(5.1)	(8.0)	+2.9
Others	(25.5)	(24.4)	(1.1)
Total	¥ (138.6)	¥ (134.7)	¥ (3.9)

Other Income (Expenses)

Gain (Loss) on Securities and Other Investments—Net

For the previous period, a gain on sale of securities was recorded in the Machinery & Infrastructure Segment.

Other Income (Expense)—Net

Mainly the Energy Segment recorded a decrease.

Finance Income (Costs)

Dividend Income

Mainly the Mineral & Metal Resources Segment and the Energy Segment recorded an increase.

Share of Profit (Loss) of Investments Accounted for Using the Equity Method

Mainly the Mineral & Metal Resources Segment, the Lifestyle Segment and the Machinery & Infrastructure Segment recorded an increase.

Income Taxes

Income taxes for the current period were ¥56.2 billion, an increase of ¥20.9 billion from ¥35.3 billion for the previous period. The effective tax rate for the current period was 21.9%, a decline of 12.7 points from 34.6% for the previous period. The major factors for the decline were unrecognized tax effect in respect to a part of increase in the "Share of Profit (Loss) of Investments Accounted for Using the Equity Method" and a decrease in proportion of tax burden out of resource-related high rate taxes in the Energy Segment.

Profit for the Period Attributable to Owners of the Parent

As a result, profit for the period attributable to owners of the parent was ¥191.3 billion, an increase of ¥128.7 billion from the previous period.

2) Operating Results by Operating Segment

The fluctuation analysis for the results by operating segment is below.

The description order of reporting segments has been changed in the segment information from the current period and this change also applies for the previous period.

Mineral & Metal Resources Segment

(Billions of Yen)	Current Period	Previous Period	Change
Profit for the period attributable to owners of the parent	119.0	32.2	+86.8
Gross profit	106.8	50.3	+56.5
Profit (loss) of equity method investments	31.8	13.4	+18.4
Dividend income	21.7	2.5	+19.2
Selling, general and administrative expenses	(7.4)	(10.4)	+3.0
Others	(33.9)	(23.6)	(10.3)

- Gross profit increased mainly due to the following factors:
 - Iron ore mining operations in Australia recorded an increase of ¥51.2 billion mainly due to higher sales prices.
 - Coal mining operations in Australia recorded an increase of ¥3.4 billion mainly due to higher sales prices and a reduction in operating costs.
- Profit (loss) of equity method investments increased mainly due to the following factors:
 - Iron ore mining operations in Australia recorded an increase of ¥8.2 billion mainly due to higher sales prices.
 - Compañía Minera Doña Inés de Collahuasi SCM, a copper mining company in Chile, recorded an increase of ¥5.2 billion mainly due to higher sales prices.
- Dividend income increased mainly due to higher dividends from Vale S.A. and iron ore mining operations in Australia.
- Selling, general and administrative expenses decreased mainly due to the following factor:
 - For the previous period, an impairment loss of ¥4.1 billion for doubtful debts was recorded regarding the Moatize mine business in Mozambique following the revisions to our various assumptions.
- In addition to the above, the following factor also affected results:
 - For the current period, a reversal of deferred tax liability of ¥6.2 billion was recorded related to the reorganization of Japan Collahuasi Resources B.V., which invested in Compañía Minera Doña Inés de Collahuasi SCM, a copper mining company in Chile.

Energy Segment

(Billions of Yen)	Current Period	Previous Period	Change
Profit for the period attributable to owners of the parent	(1.2)	3.5	(4.7)
Gross profit	18.0	25.6	(7.6)
Profit (loss) of equity method investments	6.5	5.7	+0.8
Dividend income	4.1	2.1	+2.0
Selling, general and administrative expenses	(12.3)	(11.1)	(1.2)
Others	(17.5)	(18.8)	+1.3

- Gross profit decreased mainly due to the following factors:
 - Business division at the Headquarters recorded a decrease mainly due to less profit related to LNG trading business.

- Mitsui & Co. Energy Trading Singapore Pte. Ltd. recorded a decrease of ¥6.8 billion mainly due to a swing-back effect following the good trading performance in the previous period.
- Mitsui E&P Middle East B.V. recorded a decrease of ¥4.1 billion mainly due to a decline in production.
- Mitsui E&P USA LLC recorded an increase of ¥3.8 billion mainly due to a higher gas price.
- Dividends from six LNG projects (Sakhalin II, Qatargas 1, Abu Dhabi, Oman, Qatargas 3 and Equatorial Guinea) were ¥4.0 billion in total, an increase of ¥2.0 billion from the previous period.
- Others increased mainly due to the absence of a one-time loss in the previous period, while there was a decrease of ¥3.0 billion due to derivative-related profit and loss in MOEX North America LLC.

Machinery & Infrastructure Segment

(Billions of Yen)	Current Period	Previous Period	Change
Profit for the period attributable to owners of the parent	29.2	18.5	+10.7
Gross profit	32.0	26.7	+5.3
Profit (loss) of equity method investments	28.7	17.3	+11.4
Dividend income	1.4	1.6	(0.2)
Selling, general and administrative expenses	(31.2)	(29.2)	(2.0)
Others	(1.7)	2.1	(3.8)

- Profit (loss) of equity method investments increased mainly due to the following factors:
 - For the current period, MBK USA Commercial Vehicles Inc. recorded an increase of ¥4.7 billion due to good performance in the truck leasing and rental business.
 - For the current period, a gain was recorded at an automobile company in Canada due to steady sales results.
- In addition to the above, the following factor also affected results:
 - For the previous period, a gain on sale of the IPP business in North America was recorded.

Chemicals Segment

(Billions of Yen)	Current Period	Previous Period	Change
Profit for the period attributable to owners of the parent	15.9	6.3	+9.6
Gross profit	44.9	29.9	+15.0
Profit (loss) of equity method investments	3.9	0.9	+3.0
Dividend income	1.3	1.1	+0.2
Selling, general and administrative expenses	(27.4)	(23.4)	(4.0)
Others	(6.8)	(2.2)	(4.6)

- Gross profit increased mainly due to the following factor:
 - European agrochemical company, Belchim Crop Protection NV/SA has been consolidated from the current period.

Iron & Steel Products Segment

(Billions of Yen)	Current Period	Previous Period	Change
Profit for the period attributable to owners of the parent	6.7	(1.3)	+8.0
Gross profit	7.9	5.4	+2.5
Profit (loss) of equity method investments	5.8	(1.9)	+7.7
Dividend income	0.5	0.7	(0.2)
Selling, general and administrative expenses	(6.0)	(5.6)	(0.4)
Others	(1.5)	0.1	(1.6)

Lifestyle Segment

(Billions of Yen)	Current Period	Previous Period	Change
Profit for the period attributable to owners of the parent	13.9	(5.6)	+19.5
Gross profit	34.6	27.8	+6.8
Profit (loss) of equity method investments	13.9	(3.8)	+17.7
Dividend income	2.2	2.2	0
Selling, general and administrative expenses	(32.1)	(31.7)	(0.4)
Others	(4.7)	(0.1)	(4.6)

- Profit (loss) of equity method investments increased mainly due to the following factors:
 - WILSEY FOODS INC. recorded an increase of ¥5.3 billion due to the good performance of Ventura Foods LLC, a U.S. manufacturer of processed oil food, reflecting higher soybean oil prices and recovery in demand for food service.
 - IHH Healthcare Berhad recorded an increase of ¥5.1 billion due to the absence of an impairment loss of goodwill over subsidiary in India and the effect of the COVID-19 pandemic for the previous period, and an operation improvement and increased demand for COVID-19 related services for the current period.
 - For the current period, PHC Holdings Corporation recorded an increase due to a gain on valuation for convertible bonds and good sales performance of COVID-19 related products.

Innovation & Corporate Development Segment

(Billions of Yen)	Current Period	Previous Period	Change
Profit for the period attributable to owners of the parent	10.4	10.5	(0.1)
Gross profit	23.8	23.2	+0.6
Profit (loss) of equity method investments	5.8	2.3	+3.5
Dividend income	2.0	3.1	(1.1)
Selling, general and administrative expenses	(17.2)	(16.1)	(1.1)
Others	(4.0)	(2.0)	(2.0)

- Gross profit increased mainly due to the following factor:
 - For the current period, a gain of ¥3.5 billion in the valuation of fair value was recorded following the public listing of Proterra Inc.

(3) Financial Condition and Cash Flows

1) Financial Condition

(Billions of yen)	June 30, 2021	March 31, 2021	Change
Total Assets	13,105.5	12,515.8	+589.7
Current Assets	4,447.7	4,207.5	+240.2
Non-current Assets	8,657.8	8,308.4	+349.4
Current Liabilities	2,990.4	2,701.7	+288.7
Non-current Liabilities	5,049.4	4,991.2	+58.2
<i>Net Interest-bearing Debt</i>	<i>3,396.2</i>	<i>3,299.8</i>	<i>+96.4</i>
Total Equity Attributable to Owners of the Parent	4,809.8	4,570.4	+239.4
Net Debt-to-Equity Ratio (times)	0.71	0.72	(0.01)

(*) “Net Debt-to-Equity Ratio” (“Net DER”) is comprised of “net interest bearing debt” divided by total equity attributable to owners of the parent. We define “net interest bearing debt” as follows:

- calculate Interest-bearing debt by excluding lease liability from short-term debt and long-term debt.
- calculate net interest bearing debt by subtracting cash and cash equivalents and time deposits with maturities within one year after three months from interest bearing debt

Assets

Current Assets:

- Cash and cash equivalents declined by ¥87.6 billion.
- Trade and other receivables increased by ¥62.9 billion, mainly due to the following factors:
 - An increase in trade receivables by ¥110.3 billion, mainly due to an increase in trading volume in the Energy Segment, and due to higher market price and the increase in trading volume as well as consolidation of European agrochemical company, Belchim Crop Protection NV/SA in the Chemicals Segment; and
 - A decrease in the current portion of long-term receivables by ¥53.9 billion, mainly due to loan collection of ¥57.6 billion in the copper business.
- Other financial assets increased by ¥134.8 billion, mainly due to market fluctuation and increases in trading volume of derivative trading in the Innovation & Corporate Development Segment and the Lifestyle Segment.
- Inventories increased by ¥103.6 billion, mainly due to consolidation of European agrochemical company, Belchim Crop Protection NV/SA in the Chemicals Segment, and due to market fluctuation and increases in trading volume in the Innovation & Corporate Development Segment and the Lifestyle Segment.

Non-current Assets:

- Investments accounted for using the equity method increased by ¥43.3 billion, mainly due to the following factors:
 - An increase of ¥25.6 billion resulting from foreign currency exchange fluctuations;
 - An increase of ¥12.1 billion due to an investment in Mitsui E&P Mozambique Area 1 Limited, which participates in the Mozambique LNG Project; and
 - An increase of ¥96.4 billion corresponding to the profit of equity method investments for the current year, despite a decline of ¥101.2 billion due to dividends from equity accounted investees.
- Other investments increased by ¥301.6 billion, mainly due to the following factors:
 - As a result of higher share prices, fair value on financial assets measured at FVTOCI increased by ¥223.1 billion; and

- As a result of subscription to convertible bonds of PT CT Corpora, the holding company for CT Corp., for ¥67.0 billion.
- Property, plant and equipment decreased by ¥43.2 billion, mainly due to the following factors:
 - A decline of ¥23.8 billion (including foreign exchange translation loss of ¥1.0 billion) at the oil and gas projects;
 - A decline of ¥21.6 billion due to reclassification of agricultural land owned by XINGU AGRI AG to Investment property, upon conclusion of lease contracts;
 - A decline of ¥11.1 billion due to sale of assets by MyPower Corp, a company engaged in the power generating business; and
 - An increase by ¥12.6 billion due to acquiring ships on lease for LNG transportation.
- Investment property increased by ¥34.5 billion, mainly due to the following factors:
 - An increase by ¥21.6 billion due to reclassification of agricultural land owned by XINGU AGRI AG from Property, plant and equipment, upon conclusion of lease contracts; and;
 - An increase by ¥12.0 billion due to completion of construction at Hibiya Fort Tower, redeveloped by Mitsui & Co. Real Estate Ltd.
- Intangible assets increased by ¥29.8 billion, mainly due to consolidation of European agrochemical company, Belchim Crop Protection NV/SA.

Liabilities

Current Liabilities:

- Short-term debt increased by ¥67.4 billion mainly due to consolidation of European agrochemical company, Belchim Crop Protection NV/SA.
- Trade and other payables increased by ¥99.2 billion, corresponding to the increase in trade and other receivables.
- Other financial liabilities increased by ¥83.5 billion, mainly due to corresponding increase in other financial assets.

Non-current Liabilities:

- Deferred tax liabilities increased by ¥70.8 billion, mainly due to corresponding increase in financial assets measured at FVTOCI.

Total Equity Attributable to Owners of the Parent

- Retained earnings increased by ¥63.3 billion.
- Other components of equity increased by ¥194.8 billion, mainly due to the following factors:
 - Financial assets measured at FVTOCI increased by ¥157.4 billion; and
 - Foreign currency translation adjustments increased by ¥21.5 billion, mainly reflecting the appreciation of the Brazilian real against the Japanese yen, even though the Australian dollar has depreciated.
- Treasury stock which is a subtraction item in shareholders' equity increased by ¥19.3 billion, mainly due to the shares buy-back for ¥74.7 billion, despite cancellation of the stock for ¥55.4 billion.

2) Cash Flows

(Billions of yen)	Current Period	Previous Period	Change
Cash flows from operating activities	179.3	164.0	+15.3
Cash flows from investing activities	(92.5)	(108.5)	+16.0
Free cash flow	86.8	55.5	+31.3
Cash flows from financing activities	(172.3)	(88.2)	(84.1)
Effect of exchange rate changes on cash and cash equivalents etc.	(2.1)	15.4	(17.5)
Change in cash and cash equivalents	(87.6)	(17.3)	(70.3)

Cash Flows from Operating Activities

(Billions of Yen)		Current Period	Previous Period	Change
Cash flows from operating activities	a	179.3	164.0	+15.3
Cash flows from change in working capital	b	(103.9)	37.4	(141.3)
Repayments of lease liabilities	c	(13.3)	(15.8)	+2.5
Core Operating Cash Flow	a-b+c	269.9	110.8	+159.1

- Net cash from an increase or a decrease in working capital, or changes in operating assets and liabilities for the current year was ¥103.9 billion of net cash outflow. Repayments of lease liabilities for the current period was ¥13.3 billion of cash outflow. Core Operating Cash Flow, which equaled cash flows from operating activities without both cash flows from changes in working capital and repayments of lease liabilities, for the current period amounted to ¥269.9 billion.
- Net cash inflow from dividend income, including dividends received from equity accounted investees, for the current period totaled ¥118.5 billion, an increase of ¥69.2 billion from ¥49.3 billion for the previous period; and
- Depreciation and amortization for the current period was ¥73.9 billion, an increase of ¥10.9 billion from ¥63.0 billion for the previous period.

The following table shows Core Operating Cash Flow by operating segment.

(Billions of Yen)	Current Period	Previous Period	Change
Mineral & Metal Resources	127.4	41.9	+85.5
Energy	47.2	36.4	+10.8
Machinery & Infrastructure	38.0	12.9	+25.1
Chemicals	24.5	15.7	+8.8
Iron & Steel Products	3.8	1.6	+2.2
Lifestyle	16.6	3.6	+13.0
Innovation & Corporate Development	12.1	12.7	(0.6)
All Other and Adjustments and Eliminations	0.3	(14.0)	+14.3
Consolidated Total	269.9	110.8	+159.1

Cash Flows from Investing Activities

- Net cash outflows that corresponded to investments in equity accounted investees (net of sales of investments in equity accounted investees) were ¥17.0 billion, mainly due to the following factor:

- An investment in Mitsui E&P Mozambique Area 1 Limited, which participates in the Mozambique LNG Project, for ¥12.1 billion.
- Net cash outflows that corresponded to other investments (net of sales and maturities of other investments) were ¥58.2 billion, mainly due to the following factor:
 - A subscription to convertible bonds of PT CT Corpora, the holding company for CT Corp, for ¥67.0 billion (Net amount of ¥100.0 billion for subscription to convertible bonds and ¥33.0 billion from redemption of corporate bonds).
- Net cash inflows that corresponded to an increase in loan receivables (net of collections of loan receivables) were ¥58.3 billion, mainly due to loan collection of ¥57.6 billion in the copper business.
- Net cash outflows that corresponded to purchases of property, plant, and equipment (net of sales of those assets) were ¥37.5 billion, mainly due to the following factors:
 - An expenditure for iron ore mining operations in Australia for ¥13.1 billion; and
 - An expenditure for the oil and gas projects for ¥10.1 billion.

Cash Flows from Financing Activities

- Net cash inflow from net change in short-term debt was ¥34.5 billion, net cash outflow from net change in long-term debt was ¥32.9 billion, and cash outflow from repayments of lease liabilities was ¥13.3 billion.
- The cash outflow from the purchases of treasury stock was ¥74.7 billion.
- The cash outflow from payments of cash dividends was ¥75.1 billion.

(4) Management Issues

1) Forecasts for the Year Ending March 31, 2022

(Billions of yen)	March 31, 2022 Revised Forecast	March 31, 2022 Original Forecast	Increase / (Decrease)	Description
Gross Profit	980.0	820.0	+160.0	Mineral & Metal Resources, Energy
Selling, General and Administrative Expenses	(590.0)	(590.0)	—	
Gain (Loss) on Investments, Fixed Assets and Other	0.0	0.0	—	
Interest Expenses	(30.0)	(30.0)	—	
Dividend Income	160.0	120.0	+40.0	Mineral & Metal Resources, Energy
Profit (Loss) of Equity Method Investments	310.0	280.0	+30.0	Mineral & Metal Resources, Energy
Profit before Income Taxes	830.0	600.0	+230.0	
Income Taxes	(170.0)	(130.0)	(40.0)	Mineral & Metal Resources, Energy
Non-Controlling Interests	(20.0)	(10.0)	(10.0)	
Profit for the Year Attributable to Owners of the Parent	640.0	460.0	+180.0	

Depreciation and Amortization	300.0	300.0	—	
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Core Operating Cash Flow	900.0	680.0	+220.0	
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•Following the favorable commodity market, the Mineral & Metal Resources Segment and the Energy Segment have been revised up.

The revised forecast for Profit for the Year Attributable to Owners of the Parent by operating segment compared to the original forecast is as follows:

(Billions of yen)	March 31, 2022 Revised Forecast	March 31, 2022 Original Forecast	Increase / (Decrease)	Description
Mineral & Metal Resources	420.0	260.0	+160.0	Steady iron ore, copper and coal prices
Energy	70.0	50.0	+20.0	Steady oil and gas prices
Machinery & Infrastructure	80.0	80.0	—	
Chemicals	40.0	40.0	—	
Iron & Steel Products	10.0	10.0	—	
Lifestyle	20.0	20.0	—	
Innovation & Corporate Development	30.0	30.0	—	
Others / Adjustments and Eliminations	(30.0)	(30.0)	—	
Consolidated Total	640.0	460.0	+180.0	

The revised forecast for Core Operating Cash Flow by operating segment compared to the original forecast is as follows:

(Billions of yen)	March 31, 2022 Revised Forecast	March 31, 2022 Original Forecast	Increase / (Decrease)	Description
Mineral & Metal Resources	480.0	290.0	+190.0	Steady iron ore, copper and coal prices
Energy	200.0	170.0	+30.0	Steady oil and gas prices
Machinery & Infrastructure	100.0	100.0	—	
Chemicals	55.0	55.0	—	
Iron & Steel Products	5.0	5.0	—	
Lifestyle	30.0	30.0	—	
Innovation & Corporate Development	30.0	30.0	—	
Others / Adjustments and Eliminations	0.0	0.0	—	
Consolidated Total	900.0	680.0	+220.0	

2) Profit Distribution Policy

Our profit distribution policy is as follows:

- In order to increase corporate value and maximize shareholder value, we seek to maintain an optimal balance between (a) meeting investment demand in our core and growth areas through re-investments of our retained earnings, and (b) directly providing returns to shareholders by paying out cash dividends.
- In addition to the above, share buy-backs aimed at improving capital efficiency should be decided in a prompt and flexible manner as needed concerning buy-back timing and amount by taking into consideration the business environment such as, future investment activity trends, free cash flow and interest-bearing debt levels, and return on equity.

For the current period, we had repurchased our own stock for ¥24.6 billion from April 1 to April 26, 2021 and ¥50.0 billion from May 6 to June 23, 2021 following the announcements "Notification of Stock Repurchase" on February 24, 2021 and April 30, 2021. Furthermore, on August 3, 2021, we announced a new buy-back program up to ¥50.0 billion of our own shares from August 4, 2021 to October 29, 2021. For details, please refer to the "Notification of Stock Repurchase and Cancellation of Treasury Stock" on our website.

We will continue to flexibly and strategically allocate funds for investment in growth and additional shareholder returns (additional dividends and share buy-backs) according to the business performance during the Medium-term Management Plan period.

For the fiscal year ending March 31, 2022, we plan to pay an annual dividend of ¥90 per share (an increase of ¥5 from the previous fiscal year).

(5) Significant Accounting Policies and estimates

The judgments based on assumptions and estimates are the same as which is described on our Annual Securities Report for the year ended March 31, 2021.

(6) Research & Development

There are no contracts for which disclosure is required.

3. Material Contracts

There are no contracts for which disclosure is required.

3. Condensed Consolidated Financial Statements

Condensed Consolidated Statements of Financial Position
Mitsui & Co., Ltd. and subsidiaries
June 30, 2021 and March 31, 2021

	Millions of Yen	
	June 30, 2021	March 31, 2021
ASSETS		
Current Assets:		
Cash and cash equivalents	¥ 975,517	¥ 1,063,150
Trade and other receivables	1,874,887	1,811,990
Other financial assets (Note 13)	564,817	429,986
Inventories (Note 13)	718,763	615,155
Advance payments to suppliers	154,465	143,714
Other current assets	159,219	143,477
Total current assets	4,447,668	4,207,472
Non-current Assets:		
Investments accounted for using the equity method	3,087,342	3,044,001
Other investments (Note 13)	2,257,174	1,955,607
Trade and other receivables(Note 13)	297,915	305,952
Other financial assets (Note 13)	147,771	141,848
Property, plant and equipment (Note 6)	2,131,870	2,175,072
Investment property (Note 6).....	309,322	274,847
Intangible assets	218,358	188,555
Deferred tax assets	103,236	112,055
Other non-current assets	104,848	110,436
Total non-current assets	8,657,836	8,308,373
Total assets	¥ 13,105,504	¥ 12,515,845

Condensed Consolidated Statements of Financial Position—(Continued)
Mitsui & Co., Ltd. and subsidiaries
June 30, 2021 and March 31, 2021

	Millions of Yen	
	June 30, 2021	March 31, 2021
LIABILITIES AND EQUITY		
Current Liabilities:		
Short-term debt	¥ 367,938	¥ 300,485
Current portion of long-term debt (Note 8)	443,302	450,941
Trade and other payables	1,412,542	1,313,341
Other financial liabilities (Notes 12 and 13)	454,791	371,298
Income tax payables	74,304	58,915
Advances from customers	138,701	123,806
Provisions	40,697	36,909
Other current liabilities	58,117	46,027
Total current liabilities	2,990,392	2,701,722
Non-current Liabilities:		
Long-term debt, less current portion (Notes 8 and 13)	3,991,586	3,995,311
Other financial liabilities (Notes 12 and 13)	110,544	116,531
Retirement benefit liabilities	39,182	40,253
Provisions	259,997	261,365
Deferred tax liabilities	621,605	550,776
Other non-current liabilities	26,438	27,000
Total non-current liabilities	5,049,352	4,991,236
Total liabilities	8,039,744	7,692,958
Equity:		
Common stock	342,080	342,080
Capital surplus	396,816	396,238
Retained earnings	3,611,078	3,547,789
Other components of equity (Note 9)	568,572	373,786
Treasury stock	(108,750)	(89,473)
Total equity attributable to owners of the parent	4,809,796	4,570,420
Non-controlling interests	255,964	252,467
Total equity	5,065,760	4,822,887
Total liabilities and equity	¥ 13,105,504	¥ 12,515,845

Condensed Consolidated Statements of Income and Comprehensive Income

Condensed Consolidated Statements of Income Mitsui & Co., Ltd. and subsidiaries For the Three-Month Periods Ended June 30, 2021 and 2020

	Millions of Yen	
	Three-month period ended June 30, 2021	Three-month period ended June 30, 2020 (As restated)
Revenue (Notes 4, 5 and 13)	¥ 2,658,034	¥ 1,845,373
Cost	(2,389,797)	(1,655,666)
Gross Profit (Note 4)	268,237	189,707
Other Income (Expenses):		
Selling, general and administrative expenses	(138,599)	(134,708)
Gain (loss) on securities and other investments-net	(4,669)	8,427
Impairment reversal (loss) of fixed assets-net.....	213	(305)
Gain (loss) on disposal or sales of fixed assets-net	1,680	(97)
Other income (expense)-net.....	8,924	282
Total other income (expenses)	(132,451)	(126,401)
Finance Income (Costs):		
Interest income	4,658	6,218
Dividend income	33,692	13,896
Interest expense	(14,390)	(15,433)
Total finance income (costs)	23,960	4,681
Share of Profit (Loss) of Investments Accounted for Using the Equity Method (Note 4)	96,445	34,003
Profit before Income Taxes	256,191	101,990
Income Taxes	(56,186)	(35,327)
Profit for the Period	¥ 200,005	¥ 66,663
Profit for the Period Attributable to:		
Owners of the parent (Note 4).....	¥ 191,264	¥ 62,557
Non-controlling interests	8,741	4,106

(Note) Considering the presentation of revenue in the Condensed Consolidated Statement of Income in more detail in accordance with IFRS 15 "Revenue from Contracts with Customers", we have presented the "revenue" and corresponding "cost" of certain transactions in gross amounts for the three-month period ended June 30, 2021. Those amounts for the three-month period ended June 30, 2020 have also been restated to conform to the presentation for the three-month period ended June 30, 2021. This restatement has no impact on gross profit, profit for the period attributable to owners of the parent, or total equity attributable to owners of the parent.

	Yen	
Earnings per Share Attributable to Owners of the Parent (Note 11):		
Basic	¥ 115.74	¥ 36.92
Diluted	¥ 115.68	¥ 36.90

Condensed Consolidated Statements of Income and Comprehensive Income—(Continued)

**Condensed Consolidated Statements of Comprehensive Income
Mitsui & Co., Ltd. and subsidiaries
For the Three-Month Periods Ended June 30, 2021 and 2020**

	Millions of Yen	
	Three-month period ended June 30, 2021	Three-month period ended June 30, 2020
Comprehensive Income:		
Profit for the period	¥ 200,005	¥ 66,663
Other comprehensive income :		
Items that will not be reclassified to profit or loss:		
Financial assets measured at FVTOCI	225,395	97,758
Remeasurements of defined benefit pension plans	300	(1,374)
Share of other comprehensive income of investments accounted for using the equity method	2,156	(16,031)
Income tax relating to items not reclassified	(67,714)	(9,247)
Items that may be reclassified subsequently to profit or loss:		
Foreign currency translation adjustments	(300)	72,176
Cash flow hedges	(6,834)	3,275
Share of other comprehensive income of investments accounted for using the equity method	51,955	(40,096)
Income tax relating to items that may be reclassified	(5,813)	(887)
Total other comprehensive income	199,145	105,574
Comprehensive Income for the Period	¥ 399,150	¥ 172,237
Comprehensive Income for the Period Attributable to:		
Owners of the parent	¥ 388,605	¥ 160,312
Non-controlling interests	10,545	11,925

Condensed Consolidated Statements of Changes in Equity
Mitsui & Co., Ltd. and subsidiaries
For the Three-Month Periods Ended June 30, 2021 and 2020

Millions of Yen	Attributable to owners of the parent							Total Equity
	Common Stock	Capital Surplus	Retained Earnings (Note 10)	Other Components of Equity (Note 9)	Treasury Stock	Total	Non-controlling Interests	
Balance as at April 1, 2020	¥ 341,776	¥ 402,652	¥ 3,362,297	¥ (223,910)	¥ (65,138)	¥ 3,817,677	¥ 243,255	¥ 4,060,932
Profit for the period			62,557			62,557	4,106	66,663
Other comprehensive income for the period				97,755		97,755	7,819	105,574
Comprehensive income for the period			62,557	97,755		160,312	11,925	172,237
Transaction with owners:								
Dividends paid to owners of the parent.....			(68,301)			(68,301)		(68,301)
Dividends paid to non-controlling interest shareholders							(1,129)	(1,129)
Acquisition of treasury stock					(39,067)	(39,067)		(39,067)
Sales of treasury stock		(16)	(23)		39	0		0
Cancellation of treasury stock.....			(46,722)		46,722	-		-
Equity transactions with non-controlling interest shareholders.....		106		0		106	(589)	(483)
Transfer to retained earnings			722	(722)		-		-
Balance as at June 30, 2020	¥ 341,776	¥ 402,742	¥ 3,310,530	¥ (126,877)	¥ (57,444)	¥ 3,870,727	¥ 253,462	¥ 4,124,189

Millions of Yen	Attributable to owners of the parent							Total Equity
	Common Stock	Capital Surplus	Retained Earnings (Note 10)	Other Components of Equity (Note 9)	Treasury Stock	Total	Non-controlling Interests	
Balance as at April 1, 2021	¥ 342,080	¥ 396,238	¥ 3,547,789	¥ 373,786	¥ (89,473)	¥ 4,570,420	¥ 252,467	¥ 4,822,887
Profit for the period			191,264			191,264	8,741	200,005
Other comprehensive income for the period				197,341		197,341	1,804	199,145
Comprehensive income for the period			191,264	197,341		388,605	10,545	399,150
Transaction with owners:								
Dividends paid to owners of the parent.....			(75,083)			(75,083)		(75,083)
Dividends paid to non-controlling interest shareholders							(10,962)	(10,962)
Acquisition of treasury stock					(74,725)	(74,725)		(74,725)
Sales of treasury stock		(11)	(14)		25	0		0
Cancellation of treasury stock.....			(55,423)		55,423	-		-
Compensation costs related to share-based payment		448				448		448
Equity transactions with non-controlling interest shareholders.....		141		(10)		131	3,914	4,045
Transfer to retained earnings			2,545	(2,545)		-		-
Balance as at June 30, 2021	¥ 342,080	¥ 396,816	¥ 3,611,078	¥ 568,572	¥ (108,750)	¥ 4,809,796	¥ 255,964	¥ 5,065,760

Condensed Consolidated Statements of Cash Flows
Mitsui & Co., Ltd. and subsidiaries
For the Three-Month Periods Ended June 30, 2021 and 2020

	Millions of Yen	
	Three-month period ended June 30, 2021	Three-month period ended June 30, 2020
Operating Activities:		
Profit for the period	¥ 200,005	¥ 66,663
Adjustments to reconcile profit for the period to cash flows from operating activities:		
Depreciation and amortization	73,885	63,018
Change in retirement benefit liabilities	889	(398)
Loss allowance.....	5,052	7,953
(Gain) loss on securities and other investments-net	4,669	(8,427)
Impairment (reversal) loss of fixed assets-net	(213)	305
(Gain) loss on disposal or sales of fixed assets-net	(1,680)	97
Interest income, dividend income and interest expense	(31,382)	(12,835)
Income taxes	56,186	35,327
Share of (profit) loss of investments accounted for using the equity method	(96,445)	(34,003)
Valuation (gain) loss related to contingent considerations and others	303	(3,656)
Changes in operating assets and liabilities:		
Change in trade and other receivables	(86,278)	225,662
Change in inventories	(84,175)	24,209
Change in trade and other payables	71,394	(123,169)
Other-net	(4,826)	(89,302)
Interest received	13,145	14,923
Interest paid	(14,994)	(17,451)
Dividends received	118,508	49,339
Income taxes paid	(49,098)	(38,212)
Income taxes refunded	4,362	3,997
Cash flows from operating activities	<u>179,307</u>	<u>164,040</u>
Investing Activities:		
Change in time deposits	(35,600)	(677)
Investments in equity accounted investees	(21,943)	(21,353)
Proceeds from sales of investments in equity accounted investees.....	4,975	19,142
Purchases of other investments	(72,843)	(7,053)
Proceeds from sales and maturities of other investments	14,614	6,905
Increases in loan receivables	(1,705)	(1,617)
Collections of loan receivables	59,990	9,583
Purchases of property, plant and equipment.....	(46,466)	(82,076)
Proceeds from sales of property, plant and equipment.....	9,000	3,245
Purchases of investment property	(2,545)	(34,637)
Cash flows from investing activities	<u>(92,523)</u>	<u>(108,538)</u>
Financing Activities:		
Change in short-term debt	34,540	2,601
Proceeds from long-term debt	268,382	195,133
Repayments of long-term debt	(301,257)	(162,561)
Repayments of lease liabilities (Note 4).....	(13,336)	(15,796)
Purchases and sales of treasury stock	(74,725)	(39,067)
Dividends paid	(75,083)	(68,301)
Transactions with non-controlling interests shareholders	(10,775)	(250)
Cash flows from financing activities	<u>(172,254)</u>	<u>(88,241)</u>
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(2,163)	15,394
Change in Cash and Cash Equivalents	(87,633)	(17,345)
Cash and Cash Equivalents at Beginning of Period	1,063,150	1,058,733
Cash and Cash Equivalents at End of Period	¥ 975,517	¥ 1,041,388

“Interest income, dividend income and interest expense”, “Interest received”, “Interest paid” and “Dividends received” of Condensed Consolidated Statements of Cash Flows include not only interest income, dividend income and interest expense that are included in “Finance Income (Costs)” of Condensed Consolidated Statements of Income, but also interest income, dividend income, interest expense that are included in Revenue and Cost respectively and cash flows related with them.

Notes to Condensed Consolidated Financial Statements
Mitsui & Co., Ltd. and subsidiaries

1. REPORTING ENTITY

Mitsui & Co., Ltd. (the “Company”) is a company incorporated in Japan. Condensed Consolidated Financial Statements of the Company have a quarterly closing date as of June 30 and comprises the financial statements of the Company and its subsidiaries (collectively, the “companies”), and the interests in associated companies and joint ventures (collectively, the “equity accounted investees”).

In each business area including Mineral & Metal Resources, Energy, Machinery & Infrastructure, Chemicals, Iron & Steel Products, Lifestyle and Innovation & Corporate Development, the Company and its consolidated subsidiaries engage in a diversified range of services, including trading, manufacturing, transport, and financial services involving various commodities, making full use of the global office network, which is centering on the Company, a general trading company, with its ability to gather information. The Company and its consolidated subsidiaries furthermore engage in a wide range of initiatives that include development of natural resources and infrastructure projects, and business investment in relation to the environment, new technologies, next-generation power and wellness, and value creation that leverages digital tools.

2. BASIS OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

I . BASIS OF PREPARATION

Condensed Consolidated Financial Statements have been prepared in accordance with International Accounting Standard No.34 (“IAS34”) and not all information required in Consolidated Financial Statements as of the end of fiscal year is included. Therefore, Condensed Consolidated Financial Statements should be used with Consolidated Financial Statements of the previous fiscal year.

II . USE OF ESTIMATES AND JUDGMENTS

The preparation of Condensed Consolidated Financial Statements requires management to make judgments based on assumptions and estimates that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results could differ from these judgments based on assumptions and estimates.

The judgments based on assumptions and estimates which could affect the accompanying Condensed Consolidated Financial Statements are the same as those of the previous fiscal year. No significant changes have been made to the estimation of the impact relating to COVID-19 for the three-month period ended June 30, 2021.

III. SIGNIFICANT ACCOUNTING POLICIES

Significant accounting policies applied in the Condensed Consolidated Financial Statements for the period ended June 30, 2021 are the same as those applied in the Consolidated Financial Statements of the previous fiscal year.

3. BUSINESS COMBINATIONS

For the three-month period ended June 30, 2021

No material business combinations were completed during the three-month period ended June 30, 2021.

For the three-month period ended June 30, 2020

No material business combinations were completed during the three-month period ended June 30, 2020.

4. SEGMENT INFORMATION

Millions of Yen

Three-month period ended June 30, 2021:	Mineral & Metal Resources		Machinery & Infrastructure	Chemicals	Iron & Steel Products		Lifestyle	Innovation & Corporate Development	Total
	Energy								
Revenue.....	¥ 469,926	¥ 558,696	¥ 172,241	¥ 664,439	¥ 139,521	¥ 601,781	¥ 50,607	¥ 2,657,211	
Gross Profit.....	¥ 106,833	¥ 17,967	¥ 31,993	¥ 44,881	¥ 7,944	¥ 34,649	¥ 23,784	¥ 268,051	
Share of Profit (Loss) of Investments Accounted for Using the Equity Method....	¥ 31,804	¥ 6,463	¥ 28,720	¥ 3,890	¥ 5,822	¥ 13,932	¥ 5,808	¥ 96,439	
Profit (Loss) for the Period Attributable to Owners of the parent.....	¥ 118,975	¥ (1,243)	¥ 29,241	¥ 15,865	¥ 6,654	¥ 13,858	¥ 10,401	¥ 193,751	
Core Operating Cash Flow.....	¥ 127,425	¥ 47,249	¥ 38,033	¥ 24,542	¥ 3,827	¥ 16,594	¥ 12,074	¥ 269,744	
Total Assets at June 30, 2021.....	¥ 2,684,839	¥ 2,662,525	¥ 2,339,150	¥ 1,449,941	¥ 585,482	¥ 2,130,630	¥ 1,328,257	¥ 13,180,824	

Millions of Yen

Three-month period ended June 30, 2021:	Adjustments and Eliminations		Consolidated Total
	All Other		
Revenue.....	¥ 823	¥ -	¥ 2,658,034
Gross Profit.....	¥ 1,169	¥ (983)	¥ 268,237
Share of Profit (Loss) of Investments Accounted for Using the Equity Method....	¥ (54)	¥ 60	¥ 96,445
Profit (Loss) for the Period Attributable to Owners of the parent.....	¥ (2,867)	¥ 380	¥ 191,264
Core Operating Cash Flow.....	¥ 673	¥ (561)	¥ 269,856
Total Assets at June 30, 2021.....	¥ 7,098,166	¥ (7,173,486)	¥ 13,105,504

Millions of Yen

Three-month period ended June 30, 2020 (As restated):	Mineral & Metal Resources		Machinery & Infrastructure	Chemicals	Iron & Steel Products		Lifestyle	Innovation & Corporate Development	Total
	Energy								
Revenue.....	¥ 299,926	¥ 174,551	¥ 262,628	¥ 403,997	¥ 102,368	¥ 552,374	¥ 47,771	¥ 1,843,615	
Gross Profit.....	¥ 50,266	¥ 25,647	¥ 26,736	¥ 29,933	¥ 5,447	¥ 27,797	¥ 23,203	¥ 189,029	
Share of Profit (Loss) of Investments Accounted for Using the Equity Method....	¥ 13,395	¥ 5,682	¥ 17,316	¥ 914	¥ (1,874)	¥ (3,769)	¥ 2,321	¥ 33,985	
Profit (Loss) for the Period Attributable to Owners of the parent.....	¥ 32,182	¥ 3,451	¥ 18,510	¥ 6,329	¥ (1,263)	¥ (5,599)	¥ 10,536	¥ 64,146	
Core Operating Cash Flow.....	¥ 41,860	¥ 36,426	¥ 12,926	¥ 15,673	¥ 1,589	¥ 3,589	¥ 12,732	¥ 124,795	
Total Assets at March 31, 2021.....	¥ 2,566,491	¥ 2,566,305	¥ 2,291,278	¥ 1,345,469	¥ 566,020	¥ 2,009,315	¥ 1,191,842	¥ 12,536,720	

Millions of Yen

Three-month period ended June 30, 2020 (As restated):	Adjustments and Eliminations		Consolidated Total
	All Other		
Revenue.....	¥ 1,758	¥ -	¥ 1,845,373
Gross Profit.....	¥ 226	¥ 452	¥ 189,707
Share of Profit (Loss) of Investments Accounted for Using the Equity Method....	¥ 66	¥ (48)	¥ 34,003
Profit (Loss) for the Period Attributable to Owners of the parent.....	¥ (6,570)	¥ 4,981	¥ 62,557
Core Operating Cash Flow.....	¥ (9,320)	¥ (4,631)	¥ 110,844
Total Assets at March 31, 2021.....	¥ 7,202,925	¥ (7,223,800)	¥ 12,515,845

Notes:(1)“All Other” includes of the Corporate Staff Unit which provides financing services and operations services to the companies and affiliated companies. Total Assets of “All Other” at June 30, 2021 and March 31, 2021 includes cash, cash equivalents and time deposits related to financing activities, and assets of the Corporate Staff Unit and certain subsidiaries related to the above services.

(2)Transfers between reportable segments are made at cost plus a markup.

(3)Profit (Loss) for the Period Attributable to Owners of the parent of “Adjustments and Eliminations” includes income and expense items that are not allocated to specific reportable segments, and eliminations of intersegment transactions.

(4)Core Operating Cash Flow is calculated by deducting the total of the “Changes in Operating Assets and Liabilities” from the “Cash Flows from Operating Activities”, and further deducting the “Repayments of lease liabilities” in the “Cash Flows from Financing Activities” from it, in the Condensed Consolidated Statements of Cash Flows.

(5)The description order of reporting segments has been changed in the segment information from the three-month period ended June 30, 2021, and this change also applies for three-month period ended June 30, 2020.

(6)As described in the Note in Condensed Consolidated Statements of Income, we have reconsidered the presentation of revenue from certain transactions, and have restated revenues for three-month period ended June 30, 2020, based on the results of the reconsideration.

5. REVENUE

Among "Revenue", the disaggregation of revenue recognized from contracts with customers by business segment is as follows. The following business segment categories are same as in Note.4 "SEGMENT INFORMATION". Please refer to Note.4 "SEGMENT INFORMATION" for the details of the restatement for the three-month period ended June 30,2020. Revenue other than revenue recognized from contracts with customers includes revenue related to lease and financial instruments, etc.

Millions of Yen									
Three-month period ended June 30, 2021:	Mineral & Metal Resources	Energy	Machinery & Infrastructure	Chemicals	Iron & Steel Products	Lifestyle	Innovation & Corporate Development	All Others	Total
Revenue recognized from contracts with customers	¥ 390,930 ¥	183,132 ¥	153,966 ¥	659,159 ¥	135,419 ¥	487,029 ¥	32,310 ¥	125 ¥	2,042,070

Millions of Yen									
Three-month period ended June 30, 2020 (As restated):	Mineral & Metal Resources	Energy	Machinery & Infrastructure	Chemicals	Iron & Steel Products	Lifestyle	Innovation & Corporate Development	All Others	Total
Revenue recognized from contracts with customers	¥ 244,102 ¥	114,027 ¥	246,544 ¥	398,066 ¥	100,245 ¥	462,892 ¥	32,450 ¥	1,795 ¥	1,600,121

6. ACQUISITIONS AND DISPOSALS OF PROPERTY, PLANT AND EQUIPMENT AND INVESTMENT PROPERTY

Property, plant and equipment

The amount of acquisitions of property, plant and equipment for the three-month period ended June 30, 2021 was ¥67,782 million and the amount of disposals was not material.

The net amount of transfers to investment property for the three-month period ended June 30, 2021 was ¥21,638 million.

The amount of acquisitions of property, plant and equipment for the three-month period ended June 30, 2020 was ¥55,957 million and the amount of disposals was not material.

The amount of transfers to and from investment property for the three-month period ended June 30, 2020 was not material.

Investment property

The net amount of transfers from property, plant and equipment for the three-month period ended June 30, 2021 was ¥21,638 million, and the amount of transfers to and from property, plant and equipment for the three-month period ended June 30, 2020 was not material.

7. IMPAIRMENT LOSSES AND REVERSALS OF IMPAIRMENT LOSSES FOR ASSETS

The amounts of impairment losses for assets for the three-month period ended June 30, 2021 and 2020 were not material.

The amounts of reversals of impairment losses for assets for the three-month period ended June 30, 2021 and 2020 were not material.

8. ISSUES AND REPAYMENTS OF BONDS

The total amount of repaid bonds for the three-month period ended June 30, 2021 was none.

The total amount of issued bonds for the three-month period ended June 30, 2021 was none.

The total amount of repaid bonds for the three-month period ended June 30, 2020 was none.

The total amount of issued bonds for the three-month period ended June 30, 2020 was none.

9. EQUITY

Changes in other components of equity for the three-month periods ended June 30, 2021 and 2020 were as follows:

	Millions of Yen	
	Three-month period ended June 30, 2021	Three-month period ended June 30, 2020
Financial Assets Measured at FVTOCI:		
Balance at beginning of period	¥ 367,227	¥ 7,479
Increase (decrease) during the period	158,823	72,354
Transfer to retained earnings	(1,425)	(2,345)
Balance at end of period	¥ 524,625	¥ 77,488
Remeasurements of Defined Benefit Pension Plans:		
Balance at beginning of period	¥ -	¥ -
Increase (decrease) during the period	1,120	(1,623)
Transfer to retained earnings	(1,120)	1,623
Balance at end of period	¥ -	¥ -
Foreign Currency Translation Adjustments:		
Balance at beginning of period	¥ 81,847	¥ (177,143)
Increase (decrease) during the period	21,492	58,987
Balance at end of period	¥ 103,339	¥ (118,156)
Cash Flow Hedges:		
Balance at beginning of period	¥ (75,288)	¥ (54,246)
Increase (decrease) during the period	15,896	(31,963)
Balance at end of period	¥ (59,392)	¥ (86,209)
Total:		
Balance at beginning of period	¥ 373,786	¥ (223,910)
Increase (decrease) during the period	197,331	97,755
Transfer to retained earnings	(2,545)	(722)
Balance at end of period	¥ 568,572	¥ (126,877)

10. DIVIDENDS

During the three-month periods ended June 30, 2021 and 2020, the Company paid dividends of ¥45 per share (total dividend of ¥75,083 million) and ¥40 per share (total dividend of ¥68,301 million), respectively.

11. EARNINGS PER SHARE

The following is a reconciliation of basic earnings per share attributable to owners of the parent to diluted earnings per share attributable to owners of the parent for the three-month periods ended June 30, 2021 and 2020:

	Three-month Period Ended June 30, 2021			Three-month Period Ended June 30, 2020		
	Profit (numerator)	Shares (denominator)	Per share amount	Profit (numerator)	Shares (denominator)	Per share amount
	Millions of Yen	In Thousands	Yen	Millions of Yen	In Thousands	Yen
Basic earnings per share attributable to owners of the parent:	¥ 191,264	1,652,602	¥ 115.74	¥ 62,557	1,694,435	¥ 36.92
Effect of dilutive securities:						
Adjustment of effect of:						
Dilutive securities of associated companies.	(2)	—		(5)	-	
Stock options	—	784		-	907	
Diluted earnings per share attributable to owners of the parent:	¥ 191,262	1,653,386	¥ 115.68	¥ 62,552	1,695,342	¥ 36.90

12. CONTINGENT LIABILITIES

I. GUARANTEES

The companies provide various types of guarantees for the benefit of third parties and related parties principally to enhance their credit standings, and would be required to execute payments if a guaranteed party failed to fulfill its obligation with respect to a borrowing or trade payable.

The table below summarizes the maximum potential amount of future payments, amount outstanding and recourse provisions/collateral of the companies' guarantees as of June 30, 2021 and March 31, 2021. The maximum potential amount of future payments represents the amount without consideration of possible recovery under recourse provisions or from collateral held or pledged that the companies could be obliged to pay if there were defaults by guaranteed parties. Such amounts bear no relationship to the anticipated losses on these guarantees and indemnifications and, in the aggregate, they greatly exceed anticipated losses.

The companies evaluate risks involved for each guarantee through an internal screening procedure before issuing a guarantee and regularly monitor outstanding positions and record adequate allowance to cover losses expected from probable performance under these agreements. The companies believe that the likelihood of performing guarantees which would materially affect the consolidated financial position, operating results, or cash flows of the companies is remote at June 30, 2021.

	Millions of Yen			
	Maximum potential amount of future payments	Amount outstanding (a)	Recourse provisions/ Collateral (b)	Net amount outstanding (a)-(b)
June 30, 2021				
Type of guarantees:				
Financial guarantees				
Guarantees for third parties	¥ 462,187	¥ 74,092	¥ 1,995	¥ 72,097
Guarantees for investments accounted for using the equity method	929,293	508,549	167,198	341,351
Performance guarantees				
Guarantees for third parties	74,950	72,744	24,811	47,933
Guarantees for investments accounted for using the equity method	67,236	55,401	1,661	53,740
Total	<u>¥ 1,533,666</u>	<u>¥ 710,786</u>	<u>¥ 195,665</u>	<u>¥ 515,121</u>

Millions of Yen

	Maximum potential amount of future payments	Amount outstanding (a)	Recourse provisions/ Collateral (b)	Net amount outstanding (a)-(b)
March 31, 2021				
Type of guarantees:				
Financial guarantees				
Guarantees for third parties	¥ 483,238	¥ 74,147	¥ 1,898	¥ 72,249
Guarantees for investments accounted for using the equity method	1,161,367	675,010	152,251	522,759
Performance guarantees				
Guarantees for third parties	70,005	62,225	24,871	37,354
Guarantees for investments accounted for using the equity method	68,001	61,777	1,659	60,118
Total	<u>¥ 1,782,611</u>	<u>¥ 873,159</u>	<u>¥ 180,679</u>	<u>¥ 692,480</u>

Guarantees for third parties

The companies guarantee, severally or jointly with others, indebtedness of certain customers and suppliers in the furtherance of their trading activities. Most of these guarantees outstanding as of June 30, 2021 and March 31, 2021 will expire through 2027.

Guarantees for investments accounted for using the equity method

The companies, severally or jointly with others, issue guarantees for investments accounted for using the equity method for the purpose of furtherance of their trading activities and enhancement of their credit for securing financing. Most of these guarantees outstanding as of June 30, 2021 and March 31, 2021 will expire through 2027 and 2031, respectively.

The table below summarizes the maximum potential amount of future payments for the companies' guarantees by the remaining contractual period as of June 30, 2021 and March 31, 2021.

	Millions of Yen	
	June 30, 2021	March 31, 2021
Within 1 year	¥ 583,179	¥ 504,086
After 1 to 5 years	124,215	206,094
After 5 years	826,272	1,072,431
Total	<u>¥ 1,533,666</u>	<u>¥ 1,782,611</u>

II. LITIGATION

Various claims and legal actions are pending against the companies in respect of contractual obligations and other matters arising from the conduct of the companies' businesses. Appropriate provision has been recorded for the estimated loss on claims and legal actions. In the opinion of management, any additional liabilities will not materially affect the consolidated financial position, operating results, or cash flows of the companies.

(TAXATION ON CAPITAL GAIN IN INDIA)

Earlyguard Limited ("EG"), a UK subsidiary of Mitsui & Co., Ltd., received a tax payment notice dated January 21, 2020 which requested payment of 24.0 billion Indian Rupees (¥36.0 billion) from Indian tax authority.

The taxable income of this notice is the capital gain on sales of Finsider International Company Limited (a UK company that owned 51% of Sesa Goa, an Indian iron ore company) shares held by EG in April 2007. Although EG treated the capital gain properly according to the tax laws at that time, the tax payment notice has been issued. On February 17, 2021, EG commenced arbitration under the UK-India bilateral investment treaty in order to dispute this tax payment notice.

The company does not expect a significant impact on our consolidated financial position, operating results and cash flow at this stage.

13. FAIR VALUE MEASUREMENT

IFRS 13 "Fair Value Measurement" defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

IFRS 13 establishes the fair value hierarchy that may be used to measure fair value, which is provided as follows.

The companies recognize transfers of assets or liabilities between levels of the fair value hierarchy as of the end of each reporting period when the transfers occur.

Level 1:

Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2:

Inputs other than quoted prices included within level 1 that are observable for the assets or liabilities, either directly or indirectly. Level 2 inputs include the following:

- Quoted prices for similar assets or liabilities in active markets
- Quoted prices for identical or similar assets or liabilities in markets that are not active
- Inputs other than quoted prices that are observable for the assets or liabilities
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means

Level 3:

Unobservable inputs for the assets or liabilities.

(1) Valuation techniques

Primary valuation techniques used for each financial instrument and non-financial asset measured at fair value are as follows:

Trades and other receivables

- Trades and other receivables other than measured at amortized cost are measured at fair value.
- Trades and other receivables other than measured at amortized cost are measured at fair value principally using the discounted cash flow method and other appropriate valuation techniques considering various assumptions, including expected future cash flows and discount rates reflecting the related risks of the customer. They are classified as level 3, considering the degree to which the inputs are observable in the relevant markets.

Other Investments

- Other investments other than measured at amortized cost are measured at fair value.
- Publicly-traded other investments are measured using quoted market prices in an active market and classified as level 1.
- Non-marketable other investments are measured at fair value principally using the discounted cash flow method, the market comparison approach and other appropriate valuation techniques considering various assumptions, including expected future cash flows and discount rates reflecting the related risks of the investee. They are classified as level 3, considering the degree to which the inputs are observable in the relevant markets.

Derivative Instruments

- Derivative instruments mainly consist of derivative commodity instruments and derivative financial instruments.
- Exchange-traded derivative commodity instruments measured using quoted market prices in an active market are classified as level 1. Certain derivative commodity instruments measured using observable inputs of the quoted prices obtained from markets, financial information providers, and brokers, are classified as level 2. Also, the derivative commodity instruments measured using unobservable inputs are classified as level 3.
- Derivative financial instruments are mainly measured by discounted cash flow analysis using foreign exchange and interest rates or quoted prices currently available for similar types of agreements and are classified as level 2.

Inventories

- Inventories acquired with the purpose of being sold in the near future and a profit from fluctuations in price are measured at fair value based on quoted prices with certain adjustment and classified as level 2. The amounts of costs to sell as of June 30, 2021 and March 31, 2021 were not material.

(2) Valuation process

The valuation process involved in level 3 measurements for each applicable asset and liability is governed by the model validation policy and related procedures pre-approved by appropriate personnel. Based on the policy and procedures, the personnel determine the valuation model to be utilized to measure each asset and liability at fair value. We engage independent external experts of valuation to assist in the valuation process for certain assets over a specific amount, and their results of valuations are reviewed by the responsible personnel of the Company. All of the valuations, including those performed by the external experts, are reviewed and approved by the responsible personnel of the Company.

(3) Assets and liabilities measured at fair value on a recurring basis

Information by fair value hierarchy

Assets and liabilities measured at fair value on a recurring basis as of June 30, 2021 and March 31, 2021 were as follows. No assets or liabilities were transferred between level 1 and 2 for the three-month period ended June 30, 2021 and for the three-month period ended June 30, 2020.

June 30, 2021	Millions of Yen				
	Fair value measurements using			Netting adjustments*	Total fair value
	Level 1	Level 2	Level 3		
Assets:					
Other investments:					
Financial assets measured at FVTPL ...	¥ 9,284	-	¥ 219,683		
Financial assets measured at FVTOCI ...	1,280,908	-	737,543		
Total other investments	¥ 1,290,192	-	¥ 957,226	-	¥ 2,247,418
Derivative assets:					
Foreign exchange contracts	-	¥ 43,186	-		
Interest rate contracts	-	57,476	-		
Commodity contracts	¥ 48,450	1,279,910	¥ 8,547		
Others	-	-	13,862		
Total derivative assets	¥ 48,450	¥ 1,380,572	¥ 22,409	¥ (1,124,849)	¥ 326,582
Inventories	-	¥ 208,250	-	-	¥ 208,250
Total assets	¥ 1,338,642	¥ 1,588,822	¥ 979,635	¥ (1,124,849)	¥ 2,782,250
Liabilities:					
Derivative liabilities:					
Foreign exchange contracts	-	¥ 54,301	-		
Interest rate contracts	-	5,759	-		
Commodity contracts	¥ 92,573	1,268,490	¥ 721		
Others	-	-	5,574		
Total derivative liabilities	¥ 92,573	¥ 1,328,550	¥ 6,295	¥ (1,120,995)	¥ 306,423
Total liabilities	¥ 92,573	¥ 1,328,550	¥ 6,295	¥ (1,120,995)	¥ 306,423

Millions of Yen

March 31, 2021

	Fair value measurements using			Netting adjustments*	Total fair value
	Level 1	Level 2	Level 3		
Assets:					
Other investments:					
Financial assets measured at FVTPL ...	¥ 8,611	-	¥ 114,944		
Financial assets measured at FVTOCI ...	1,080,121	-	709,166		
Total other investments	¥ 1,088,732	-	¥ 824,110	-	¥ 1,912,842
Derivative assets:					
Foreign exchange contracts	-	¥ 47,998	-		
Interest rate contracts	-	55,613	-		
Commodity contracts	¥ 25,608	1,053,589	¥ 3,895		
Others	-	-	14,666		
Total derivative assets	¥ 25,608	¥ 1,157,200	¥ 18,561	¥ (954,593)	¥ 246,776
Inventories	-	¥ 152,537	-	-	¥ 152,537
Total assets	¥ 1,114,340	¥ 1,309,737	¥ 842,671	¥ (954,593)	¥ 2,312,155
Liabilities:					
Derivative liabilities:					
Foreign exchange contracts	-	¥ 69,834	-		
Interest rate contracts	-	12,337	-		
Commodity contracts	¥ 41,483	1,055,458	¥ 2,409		
Others	-	-	3,644		
Total derivative liabilities	¥ 41,483	¥ 1,137,629	¥ 6,053	¥ (943,223)	¥ 241,942
Total liabilities	¥ 41,483	¥ 1,137,629	¥ 6,053	¥ (943,223)	¥ 241,942

*Amounts of netting adjustments include the net amount when, and only when, the companies currently have a legally enforceable right to set off the recognized amounts, and intend either to settle on a net basis or to realize the asset and settle the liability simultaneously.

Reconciliation of assets measured at fair value on a recurring basis using significant unobservable inputs
(Level 3)

The reconciliation of financial assets measured at FVTPL for the three-month period ended June 30, 2021 and 2020 were as follows:

	Millions of Yen	
	Three-month period ended June 30, 2021	Three-month period ended June 30, 2020
Balance at beginning of period	¥ 114,944	¥ 115,940
Classification change (Note1).....	33,000	-
Gains (losses)	5,102	(4,531)
Purchases (Note1).....	68,230	5,020
Sales	(574)	(6,112)
Transfers into Level 3	-	-
Transfers out of Level 3	-	-
Others (Note2)	(1,019)	(74)
Balance at end of period	¥ 219,683	¥ 110,243
Net change in unrealized gains (losses) still held at end of period	¥ 5,345	¥ (4,585)

Note1: During the three-month period ended June 30, 2021, the corporate bond denominated in JPY 33,000 million issued by PT CT Corpora has been replaced to the convertible bond and the other convertible bond denominated in JPY 67,000 million newly issued by PT CT Corpora has been subscribed by the Company. In the above reconciliation, the amount transferred from financial assets measured at amortized cost to financial assets measured at FVTPL due to the replacement from the corporate bond to the convertible bond is included in "Classification change", and the amount subscribed for the newly issued convertible bond is included in "Purchases".

Note2: "Others" includes the effect of changes in foreign exchange rates (including in the foreign currency translation adjustments) and in scope of consolidation.

Gains (losses) related to financial assets measured at FVTPL ("FVTPL gains (losses)") were included in "Revenue" and "Gain (loss) on securities and other investments-net".

The reconciliation of financial assets measured at FVTOCI for the three-month period ended June 30, 2021 and 2020 were as follows:

	Millions of Yen	
	Three-month period ended June 30, 2021	Three-month period ended June 30, 2020
Balance at beginning of period	¥ 709,166	¥ 671,358
Other comprehensive income (Note1) ..	21,299	(10,761)
Purchases	1,495	2,374
Sales	(1,565)	(1,834)
Transfers into Level 3	-	-
Transfers out of Level 3 (Note2)	(787)	-
Others (Note3)	7,935	6,147
Balance at end of period	¥ 737,543	¥ 667,284

Note 1: "Other comprehensive income" for the three-month period ended June 30, 2021 increased mainly due to the fair value increase in investments in the mineral & metal resources projects reflecting the rise in iron ore prices among other things.

Note 2: "Transfers out of Level 3" is due to the transfer into Level 1 as the initial public offering of the shares.

Note 3: "Others" includes the effect of changes in scope of consolidation.

Other comprehensive income related to financial assets measured at FVTOCI was included in "Financial assets measured at FVTOCI" and "Foreign currency translation adjustment" in Condensed Consolidated Statements of Comprehensive Income.

Quantitative information about level 3 fair value measurements

Information about valuation techniques and significant unobservable inputs used for level 3 assets measured at fair value on a recurring basis as of June 30, 2020 and March 31, 2020 were as follows:

June 30, 2021	Valuation Technique	Principal Unobservable Input	Range
Financial assets measured at FVTPL	Income approach	Discount rate	5.9% ~ 11.5%
Financial assets measured at FVTOCI			
March 31, 2021	Valuation Technique	Principal Unobservable Input	Range
Financial assets measured at FVTOCI	Income approach	Discount rate	5.9% ~ 11.8%

In addition to the above, the price of crude oil is one of the significant unobservable inputs used in measuring the fair value of non-marketable equity securities related to LNG business. The Company forecasts that Brent Crude price will be US\$75/bbl in the short term and in a range of US\$60/bbl to US\$70/bbl in the medium and long term, considering the recent market price and several third parties' forecasts.

Information about sensitivity to changes in significant unobservable inputs

For recurring fair value measurements of financial assets using the income approach, increases (decreases) in discount rates would result in a lower (higher) fair value.

(4) Fair value of non-current financial assets and liabilities

The fair values of non-current receivables with floating rates, including long-term loans receivable, and long-term debt with floating rates approximately equal their respective carrying amounts. The fair values of non-current receivables with fixed rate and long-term debt with fixed rate are estimated by discount cash flow analysis, using interest rates currently available for similar types of loans, accounts receivable and borrowings with similar terms and remaining maturities.

The fair values of financial instruments as of June 30, 2021 and March 31, 2021 were as follows. The fair values of current financial assets and current financial liabilities are not disclosed because the carrying amounts reasonably approximate their fair values.

	Millions of Yen			
	June 30, 2021		March 31, 2021	
	Carrying amount	Fair value	Carrying amount	Fair value
Other investments measured at amortized cost	¥ 9,756	¥ 10,716	¥ 42,765	¥ 43,603
Non-current receivables				
Trade and other receivables and Other financial assets (*)	445,686	445,686	447,800	447,800
Non-current liabilities				
Long-term debts, less current portion and Other financial liabilities (*)	¥ 4,102,130	¥ 4,158,707	¥ 4,111,842	¥ 4,160,354

(*)The fair values of Other financial assets and Other financial liabilities approximate their respective carrying amounts.

Trade and other receivables include loans receivable. Long-term debts include borrowings and bonds.

14. THE FIRE INCIDENT OF INTERCONTINENTAL TERMINALS COMPANY LLC

On March 17, 2019 (US time) a fire began at the Deer Park tank terminal of Intercontinental Terminals Company LLC (“ITC”), a wholly owned U.S. subsidiary of Mitsui & Co., Ltd. The Deer Park tank terminal is located in the outskirts of Houston, Texas. The fire partially damaged tanks owned by ITC. ITC has resumed its operation after discussions with related authorities. Harris County Fire Marshal's Office released its final report with respect to the fire incident on December 6, 2019 (US time) and the report classified the fire as accidental, while not specifying the cause of the fire. The cause of the fire is still under investigation by other relevant authorities.

The profit and loss related to this incident recognized in the three-month period ended June 30, 2021 and 2020, and the outstanding balance of related provision as of June 30, 2021 are immaterial.

There are multiple lawsuits that have been brought against ITC in relation to this incident. These lawsuits are at the early stages and the ultimate outcome of these lawsuits is not expected to have significant impact on our consolidated financial position, operating results and cash flow.

15. IMPACT OF THE SECURITY SITUATION IN NORTHERN ON LNG PROJECT

The Company participates in the Mozambique LNG Project through Mitsui E&P Mozambique Area 1 Limited, its joint venture in the Energy Segment. In April 2021, all project personnel evacuated the project site due to the deteriorating security situation in northern Mozambique where the project site is located, and on April 26, the project operator, TotalEnergies SE of France, announced that it had declared force majeure under the Joint Operating Agreement.

While the prospect of this project is still under examination, the company do not expect a significant impact on our consolidated financial position, operating results and cash flow at this stage.

16. SUBSEQUENT EVENTS

The Issuance of New Shares under the Remuneration System of Share Performance-Linked Restricted Stock

At a meeting held on July 9, 2021, the Board of Directors of the Company resolved to issue new shares under the remuneration system of share performance-linked restricted stock, and the payment of new shares have been completed on July 30, 2021. The details are as follows.

- (1) Type and number of shares issued : Ordinary shares in Mitsui & Co., Ltd., 250,836 shares
- (2) Issue price : 2,421 yen per share
- (3) Total value of issue : 607,273,956 yen
- (4) Pay-in date : July 30, 2021
- (5) Categories and numbers of persons eligible for allocations, numbers of shares allocated :
 - Directors (excluding external director) 9 persons, 134,095 shares
 - Managing Officers 27 persons, 116,741 shares

Stock Repurchase and Cancellation of Treasury Stock

At the meeting of the Board of Directors held on August 3, 2021, the Company resolved to repurchase its stock in accordance with Article 156 of the Companies Act of Japan, as applied pursuant to paragraph 3 of Article 165 of the Companies Act of Japan and to cancel a part of its treasury stock in accordance with Article 178 of the said Act. Details of the repurchase and cancellation are as follows.

1. Purpose of stock repurchase

To enhance shareholder return and to improve capital efficiency

2. Details of repurchase

- (1) Class of share
 - Common stock of the Company
- (2) Total number of shares of common stock to be repurchased
 - Up to 30 million shares (1.8% of the total number of shares outstanding excluding treasury stock)
- (3) Total amount
 - Up to ¥50,000 million
- (4) Period
 - From August 4, 2021 to October 29, 2021
- (5) Repurchase method
 - Auction market on Tokyo Stock Exchange

3. Details of cancellation

- (1) Class of share
 - Common stock of the Company
- (2) Total number of shares of treasury stock to be cancelled
 - 45 million shares (2.7% of the total number of shares outstanding)
- (3) Scheduled date of cancellation
 - August 16, 2021

17. AUTHORIZATION OF THE ISSUE OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The issue of Condensed Consolidated Financial Statements was authorized by Kenichi Hori, Representative Director, President and CEO, and Takakazu Uchida, Representative Director, Executive Vice President and CFO, on August 12, 2021.