

Summary of Consolidated Financial Results for the First Half Ended September 30, 2014 (IFRS)

November 5, 2014

Sojitz Corporation

(URL <http://www.sojitz.com>)

Listed stock exchange: The first sections of Tokyo

Security code: 2768

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Scheduled date of delivery of dividends: December 2, 2014

Supplementary materials for the quarterly financial results: Yes

Investor conference for the quarterly financial results: Yes

(Rounded down to millions of Japanese Yen)

1. Consolidated Financial Results for the First Half Ended September 30, 2014 (April 1, 2014 - September 30, 2014)

(1) Consolidated Operating Results

Description of % is indicated as the change rate compared with the same period last year.

	Net sales		Operating profit		Profit before tax		Profit for the period		Profit for the period attributable to owners of the Company		Total comprehensive income for the period	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
For the first half ended September 30, 2014	1,944,836	(2.9)	18,868	(11.5)	28,315	7.7	19,928	18.1	16,736	19.6	43,387	(6.2)
September 30, 2013	2,002,158	2.2	21,320	9.8	26,301	35.7	16,879	12.5	13,994	12.9	46,276	-

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
For the first half ended September 30, 2014	13.38	13.38
September 30, 2013	11.19	11.18

Note 1: Net sales above is based on JGAAP, and includes transactions where Sojitz Group took part as a transaction agent.

Note 2: Basic earnings per share and Diluted earnings per share are calculated based on Profit for the period attributable to owners of the Company

(2) Consolidated Financial Position

	Total assets	Total equity	Total equity attributable to owners of the Company	Total equity attributable to owners of the Company ratio
	Millions of Yen	Millions of Yen	Millions of Yen	%
As of September 30, 2014	2,269,352	539,751	501,031	22.1
March 31, 2014	2,220,236	492,959	459,853	20.7

2. Cash Dividends

	Cash dividend per share				
	First quarter	Second quarter	Third quarter	Year ended	Annual
For the year ended	Yen	Yen	Yen	Yen	Yen
March 31, 2014	-	2.00	-	2.00	4.00
March 31, 2015	-	2.50	-	-	-
March 31, 2015 (forecast)	-	-	-	2.50	5.00

Note : Changes in cash dividend forecast : No

3. Consolidated Earnings Forecast for the Year Ending March 31, 2015 (April 1, 2014 - March 31, 2015)

Description of % is indicated as the change rate compared with the same period last year.

	Net sales		Operating profit		Profit before tax		Profit attributable to owners of the Company		Basic earnings per share
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
For the Year Ending March 31, 2015 Full-year	4,230,000	4.5	40,000	68.8	55,000	24.9	33,000	21.1	26.38

Note 1: Changes in consolidated earnings forecast for the year ending March 31, 2015 : No

Note 2: Net sales above is based on JGAAP, and includes transactions where Sojitz Group took part as a transaction agent.

Note 3: Basic earnings per share is calculated based on profit attributable to owners of the Company.

4. Others

(1) Changes in major subsidiaries during the period
(Changes in specified subsidiaries accompanying changes in scope of consolidation) : No

(2) Accounting policy changes and accounting estimate changes

1. Changes in accounting policies required by IFRS : Yes

2. Changes due to other reasons : No

3. Accounting estimate change : No

(3) Number of outstanding shares at the end of the periods (Common Stock):

1. Number of outstanding shares at the end of the periods (Including treasury shares):

As of September 30, 2014: 1,251,499,501 As of March 31, 2014: 1,251,499,501

2. Number of treasury shares at the end of the periods:

As of September 30, 2014 : 472,355 As of March 31, 2014 : 467,298

3. Average number of outstanding shares during the periods:

For the first half ended September 30, 2014: 1,251,029,527

For the first half ended September 30, 2013: 1,251,079,253

* Disclosure Regarding Auditing Procedure for Financial Statements

As of the date of disclosure of this earnings results, auditing procedures for financial statements in accordance with the Financial Instruments and Exchange Act are in the process of being implemented.

* Important note concerning the appropriate use of business forecasts and other

This document contains forward-looking statements based on information available to the Company at the time of disclosure and certain assumptions that management believes to be reasonable. Sojitz makes no assurances as to the actual results and/or other outcomes, which may differ substantially from those expressed or implied by such forward-looking statements due to various factors including changes in economic conditions in key markets, both in and outside of Japan, and exchange rate movements. The Company will provide timely disclosure of any material changes, events, or other relevant issues.

1. Analysis of Business Results

(1) Overview of the first half ended September 30, 2014

Economic Environment

In the first half ended September 30, 2014, we witnessed political unrest in certain countries and regions, which caused concern for the possibility of a downturn in economic growth. However, the global economy on the whole experienced a modest recovery trend focused on the United States.

In the United States, there was an ongoing increase in number of people finding employment, and consumer spending was brisk. Activity in the corporate sector was also on the rise. Against the backdrop of an economic recovery trend, the United States continued scaling back its quantitative easing policy while maintaining its effective zero interest-rate policy.

The European economy gradually departed from its recession, due in part to the additional easing measures in the form of a negative interest-rate policy instituted by the European Central Bank. Recovery was slow, however. At the same time, trade relations with Russia broke down, casting a miasma of uncertainty on the future of the economy.

In China, government spearheaded infrastructure investment supported the economy, which is experiencing a slump due to real estate market adjustment and declining capital investment. Meanwhile, the economic growth rate continued to decelerate.

In Asia, emerging countries were faced with concern for the possible economic repercussions of potential capital outflows resulting from the United States' quantitative easing tapering. Nonetheless, economic growth continued on the back of strong consumption and exports.

In Japan, consumer spending experienced some adverse impacts from the consumption tax hike, but the rebound from the demand rush seen before the hike was limited. Conversely, the benefits were felt from the Bank of Japan's significant "Quantitative and Qualitative Monetary Easing" policy and the economic stimulus measures instituted by the government administration headed by Prime Minister Shinzo Abe. The resulting improvements in the job market and wages drove economic recovery.

Financial Performance

Sojitz Corporation's consolidated business results for the first half ended September 30, 2014, are presented below.

Net sales (*)	Net sales decreased 2.9% year on year, to ¥1,944,836 million, because lower transaction volumes for tobacco and wheat offset the increase in chemical and plastic resin transactions in Asia.
Gross profit	Gross profit decreased ¥3,273 million, to ¥96,193 million, as a result of lower vehicle sales in overseas automotive businesses.
Operating profit	Operating profit was down ¥2,452 million, to ¥18,868 million, following the decline in gross profit.
Profit before tax	Profit before tax rose ¥2,014 million, to ¥28,315 million, due to an increase in share of profit of investments accounted for using the equity method, which effectively counteracted the decline in operating profit.

Profit for the period	Consolidated profit for the period was ¥19,928 million after deduction of ¥8,386 million in income tax expenses from the ¥28,315 million in profit before tax. Profit for the period (attributable to owners of the Company) increased ¥2,742 million year on year, to ¥16,736 million.
Comprehensive income for the period	Comprehensive income for the period was ¥43,387 million, representing a year-on-year decrease of ¥2,889 million. This was largely attributable to less-beneficial foreign-currency translation differences for foreign operations, which offset growth in profit for the period. Comprehensive income for the period (attributable to owners of the Company) totaled ¥39,120 million, representing a year-on-year decrease of ¥3,864 million.

* “Net sales” is calculated based on Japanese generally accepted accounting practices (JGAAP), and represents the total amount of the transactions in which the Group took part as the business operator and those in which the Group took part as an agent.

Results for the six-month period ended September 30, 2014, are summarized by segment below.

Effective April 1, 2014, the aircraft leasing business, previously included in Other, was transferred to the Machinery Division.

Machinery Division

Net sales (JGAAP) decreased 1.6% year on year, to ¥473,464 million, as a result of a decline in plant transactions and lower revenues from overseas automotive businesses. Similarly, profit for the period (attributable to owners of the Company) was down ¥368 million, to ¥1,275 million.

Energy & Metal

Net sales (JGAAP) decreased 1.5% year on year, to ¥373,288 million as the increase in ferroalloy transactions was counteracted by a decline in oil transactions. Profit for the period (attributable to owners of the Company) rose ¥2,968 million, to ¥7,105 million, following an increase in share of profit of investments accounted for using the equity method.

Chemicals

Net sales (JGAAP) increased 9.6% year on year, to 340,515 million due to higher transaction volumes for chemicals and plastic resins in Asia. However, profit for the period (attributable to owners of the Company) decreased ¥827 million, to ¥3,180 million, as a result of an increase in selling, general and administrative expenses.

Consumer Lifestyle Business

Net sales (JGAAP) declined 6.5% year on year, to ¥731,570 million, as a result of lower trading volumes for tobacco and wheat. Profit for the period (attributable to owners of the Company) increased ¥1,548 million, to ¥6,558 million, following an increase in share of profit of investments accounted for using the equity method.

Other

Net sales (JGAAP) decreased 46.9% year on year, to ¥25,997 million, due to the rebound from the sale of real estate held for resale during the first half ended September 30, 2013. Profit for the period (attributable to owners of the Company) decreased ¥1,603 million year on year, to ¥1,362 million.

(2) Financial Position

Consolidated Balance Sheet

At September 30, 2014, total assets totaled ¥2,269,352 million, a ¥49,116 million increase from March 31, 2014. Trade and other receivables (under current assets) rose due to the increased chemical and plastic resin transactions in Asia. Property, plant and equipment was up following the acquisition of domestic solar power generation businesses and a U.S. automobile dealership business, and investments accounted for using the equity method also rose. Furthermore, other investments increased as a result of changes in stock prices and foreign exchange rates as well as the acquisition of a domestic real estate investment trust company.

Total liabilities at September 30, 2014, amounted to ¥1,729,600 million, up ¥2,323 million for March 31, 2014. This increase was primarily the result of a rise in advances received relating to aircraft and ship transactions, which offset a decline in trade and other payables (under current assets) associated with fertilizer and wheat transactions.

Total equity attributable to the owners of the Company was ¥501,031 million on September 30, 2014, up ¥41,178 million from March 31, 2014. This was largely due to the accumulation of profit for the period as well as an increase in other components of equity resulted primarily from stock price and exchange rate movements.

Sojitz consequently ended the first half with a current ratio of 169.4%, long-term debt ratio 80.0% and an equity ratio (*) of 22.1%. Net interest-bearing debt (total interest-bearing debt less cash and cash equivalents and time deposits) totaled ¥641,351 million at September 30, 2014, a ¥1,095 million increase from March 31, 2014. The Company's net debt equity ratio (*) was 1.3 times at September 30, 2014.

(*) The equity ratio and net debt equity ratio are calculated based on total equity attributable to owners of the Company.

In terms of funding, Sojitz is committed to a basic financial strategy of maintaining and enhancing the stability of its capital structure in accordance with Medium-term Management Plan 2014. Sojitz is endeavoring to maintain a stable financial foundation by holding sufficient liquidity as a buffer against changes in the economic or financial environment and building a stable funding structure by maintaining the current long-term debt ratio.

As one source of long-term funding, Sojitz issued straight bonds in the amount of ¥10 billion in April and September in 2014. Another ¥10 billion bond issuance was conducted in June 2014, this time with a maturity period of ten years, the longest bond maturity period to date for the Company. Sojitz will continue to closely monitor interest rates and market conditions and will consider floating additional issues whenever advantageous opportunities to do so arise.

Additionally, Sojitz maintains two committed credit lines, a ¥100 billion yen line and a US\$300 million multicurrency line, as supplemental sources of precautionary liquidity.

Consolidated Cash Flows

In the first half ended September 30, 2014, operating activities provided net cash of ¥7,835 million, investing activities used net cash of ¥4,299 million, and financing activities used net cash of ¥10,305 million. Sojitz ended the period with cash and cash equivalents of ¥417,905 million, adjusted to reflect foreign currency translation adjustments related to cash and cash equivalents.

(Cash flows from operating activities)

Net cash provided in operating activities amounted to ¥7,835 million, down ¥33,958 million year on year. Operating cash outflows included a rise in decrease in trade and other payables associated with a one-time increase in account settlements in the Consumer Lifestyle Business Division during the period. However, these outflows were outweighed by inflows including profit for the period.

(Cash flows from investing activities)

Net cash used by investing activities totaled ¥4,299 million, down ¥80,44 million year on year. Investment outlays included payments for the acquisition of a U.S. automobile dealership business as well as capital expenditures related to domestic solar power generation businesses. These outlays exceeded investment inflows, sources of which included sales of investment property.

(Cash flows from financing activities)

Net cash used in financing activities was ¥10,305 billion, down ¥19,054 million year on year. Cash outlays to repay debt and redeem bonds exceeded cash inflows from new borrowings and bond issuance.

(3) Consolidated Earnings Forecast

The Company's consolidated earnings forecast is based on the following assumptions.

Exchange rate (annual average JPY/USD rate): ¥100

Crude oil price (Brent) (annual average): US\$100/bbl

Caution regarding Forward-looking Statements

The forecasts appearing above constitute forward-looking statements. They are based on information available to the company at the time of disclosure and certain assumptions that management believes to be reasonable. Sojitz makes no assurances as to the actual results and/or other outcomes, which may differ substantially from those expressed or implied by forward-looking statements due to various factors including changes in economic conditions in key markets, both in and outside of Japan, and exchange rate movements. The Company will provide timely disclosure of any material changes, events, or other relevant issues.

2. Summary information (other)

(1) Changes in major subsidiaries during the period

None

(2) Accounting policy changes, accounting estimate changes, and restatements

(Change in accounting policies as mandated by IFRS)

Effective from the three-month period ended June 30, 2014, the Company mandatorily adopted the following accounting standards and interpretations.

IFRSs.	Title	Summaries of new IFRSs/amendments
IAS 32	Financial Instruments: Presentation	Offsetting Financial Assets and Financial Liabilities

The above standard is applied in accordance with transitional treatment measures and its adoption will have no material impact on the Company's consolidated performance.

3. Consolidated Financial Statements

(1) Consolidated Statements of Financial Position as of September 30, 2014 and March 31, 2014

(In millions of yen)

	As of March 31, 2014	As of September 30, 2014
Assets		
Current Assets		
Cash and cash equivalents	420,658	417,905
Time deposits	4,362	5,075
Trade and other receivables	524,826	539,661
Derivatives	5,185	7,869
Inventories	301,979	311,088
Income tax receivables	4,907	3,497
Other current assets	46,759	54,539
Subtotal	1,308,680	1,339,636
Assets as held for sale	13,143	515
Total current assets	1,321,824	1,340,152
Non-current assets		
Property, plant and equipment	213,934	225,598
Goodwill	46,264	51,312
Intangible assets	60,958	59,597
Investment property	25,334	21,287
Investments accounted for using the equity method	336,761	345,007
Trade and other receivables	60,310	50,457
Other investments	133,625	156,199
Derivatives	209	807
Other non-current assets	9,683	8,162
Deferred tax assets	11,329	10,770
Total non-current assets	898,411	929,200
Total assets	2,220,236	2,269,352
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	514,585	498,058
Bonds and borrowings	227,216	212,811
Derivatives	6,400	10,592
Income tax payables	8,038	4,875
Provisions	1,207	1,199
Other current liabilities	54,402	63,550
Subtotal	811,850	791,086
Liabilities directly related to assets as held for sale	—	97
Total liabilities	811,850	791,183
Non-current liabilities		
Bonds and borrowings	838,060	851,520
Trade and other payables	10,463	9,687
Derivatives	1,721	2,370
Retirement benefits liabilities	16,917	17,554
Provisions	20,798	22,414
Other non-current liabilities	7,321	7,179
Deferred tax liabilities	20,143	27,689
Total non-current liabilities	915,426	938,416
Total liabilities	1,727,277	1,729,600
Equity		
Share capital	160,339	160,339
Capital surplus	146,515	146,515
Treasury stock	(157)	(158)
Other components of equity	119,617	141,923
Retained earnings	33,538	52,411
Total equity attributable to owners of the Company	459,853	501,031
Non-controlling interests	33,105	38,720
Total equity	492,959	539,751
Total liabilities and equity	2,220,236	2,269,352

(2) Consolidated Statements of Profit or Loss
for the First Half ended September 30, 2014 and 2013

(In millions of yen)

	For the 1st Half Fiscal Year Ended March 31, 2014 (From April 1, 2013 to September 30, 2013)	For the 1st Half Fiscal Year Ending March 31, 2015 (From April 1, 2014 to September 30, 2014)
Revenue		
Sales of goods	862,549	864,603
Sales of service and others	41,459	40,578
Total revenue	904,008	905,181
Cost of sales	(804,541)	(808,988)
Gross profit	99,466	96,193
Selling, general and administrative expenses	(76,640)	(76,647)
Other income(expenses)		
Gain(loss)on sale and disposal of fixed assets, net	(72)	532
Impairment loss on fixed assets	(298)	(357)
Gain on sale of subsidiaries/associates	516	537
Loss on reorganization of subsidiaries/associates	(235)	(662)
Other operating income	4,587	6,113
Other operating expenses	(6,002)	(6,841)
Total other income(expenses)	(1,505)	(677)
Operating profit	21,320	18,868
Financial income		
Interests earned	2,703	2,607
Dividends received	1,761	2,004
Other financial income	7	41
Total financial income	4,471	4,653
Financial costs		
Interest expenses	(10,194)	(10,243)
Total financial costs	(10,194)	(10,243)
Share of profit(loss)of investments accounted for using the equity method	10,703	15,037
Profit before tax	26,301	28,315
Income tax expenses	(9,422)	(8,386)
Profit for the period	16,879	19,928
Profit for the period attributable to:		
Owners of the Company	13,994	16,736
Non-controlling interests	2,885	3,191
Total	16,879	19,928
Net sales*	2,002,158	1,944,836

* Net sales above is based on JGAAP, and includes transactions where Sojitz Group took part as an transaction agent.

(3) Consolidated Statements of Profit or Loss and Other Comprehensive Income
for the First Half Ended September 30, 2014 and 2013

(In millions of yen)

	For the 1st Half Fiscal Year Ended March 31, 2014 (From April 1, 2013 to September 30, 2013)	For the 1st Half Fiscal Year Ending March 31, 2015 (From April 1, 2014 to September 30, 2014)
Profit for the period	16,879	19,928
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	13,585	17,333
Remeasurements of defined benefit pension plans	(14)	(28)
Total items that will not be reclassified to profit or loss	13,570	17,305
Items that may be reclassified subsequently to profit or loss		
Foreign currency translation differences for foreign operations	16,503	7,907
Cash flow hedges	(677)	(1,753)
Total items that may be reclassified subsequently to profit or loss	15,826	6,153
Other comprehensive income for the period, net of tax	29,396	23,458
Total comprehensive income for the period	46,276	43,387
Total comprehensive income for the period attributable to:		
Owners of the Company	42,984	39,120
Non-controlling interests	3,291	4,267
Total	46,276	43,387

(4) Consolidated Statements of Change in Equity

(In millions of yen)

	Attributable to owners of the Company										Non-controlling interests	Total equity
	Share capital	Capital surplus	Treasury stock	Other components of equity					Retained earnings	Total equity attributable to owners of the Company		
				Foreign currency translation differences for foreign operations	Financial assets measured at fair value through other comprehensive income	Cash flow hedge	Remeasurements of defined benefit pension plans	Total other components of equity				
Balance as of April 1, 2013	160,339	146,518	(148)	20,038	44,332	(1,543)	—	62,826	13,053	382,589	28,709	411,298
Profit for the period									13,994	13,994	2,885	16,879
Other comprehensive income				16,158	13,526	(679)	(14)	28,990		28,990	406	29,396
Total comprehensive income for the period	—	—	—	16,158	13,526	(679)	(14)	28,990	13,994	42,984	3,291	46,276
Purchase of treasury stock		(0)	(0)							(1)		(1)
Dividends									(1,876)	(1,876)	(305)	(2,181)
Change in ownership interests in subsidiaries without loss/acquisition of control									2	2	(2)	(0)
Reclassification from other components of equity to retained earnings					(629)		14	(615)	615	—		—
Other changes									3,969	3,969	(242)	3,727
Total contributions by and distributions to owners of the Company	—	(0)	(0)	—	(629)	—	14	(615)	2,710	2,094	(550)	1,544
Balance as of September 30, 2013	160,339	146,517	(149)	36,196	57,228	(2,222)	—	91,202	29,758	427,668	31,450	459,118
Balance as of April 1, 2014	160,339	146,515	(157)	59,373	60,687	(443)	—	119,617	33,538	459,853	33,105	492,959
Profit for the period									16,736	16,736	3,191	19,928
Other comprehensive income				6,851	17,234	(1,674)	(28)	22,383		22,383	1,075	23,458
Total comprehensive income for the period	—	—	—	6,851	17,234	(1,674)	(28)	22,383	16,736	39,120	4,267	43,387
Purchase of treasury stock		(0)	(0)							(1)		(1)
Dividends									(2,502)	(2,502)	(382)	(2,884)
Change in ownership interests in subsidiaries without loss/acquisition of control				479		(27)		451	527	979	1,800	2,780
Reclassification from other components of equity to retained earnings					(557)		28	(528)	528	—		—
Other changes									3,581	3,581	(70)	3,511
Total contributions by and distributions to owners of the Company	—	(0)	(0)	479	(557)	(27)	28	(76)	2,135	2,057	1,347	3,405
Balance as of September 30, 2014	160,339	146,515	(158)	66,704	77,364	(2,145)	—	141,923	52,411	501,031	38,720	539,751

(5) Consolidated Statements of Cash Flows
for the First Half Ended September 30, 2014 and 2013

(In millions of yen)

	For the 1st Half Fiscal Year Ended March 31, 2014 (From April 1, 2013 to September 30, 2013)	For the 1st Half Fiscal Year Ending March 31, 2015 (From April 1, 2014 to September 30, 2014)
Cash flows from operating activities		
Profit for the period	16,879	19,928
Depreciation and amortization	19,698	16,939
Impairment loss of fixed assets	298	357
Finance (income) costs	5,723	5,590
Share of (profit) loss of investments accounted for using the equity method	(10,703)	(15,037)
(Gain) loss on sale of fixed assets	72	(532)
Income tax expenses	9,422	8,386
(Increase) decrease in trade and other receivables	26,924	(861)
(Increase) decrease in inventories	(130)	(5,258)
Increase (decrease) in trade and other payables	(14,973)	(23,488)
Increase (decrease) in retirement benefits	344	468
Others	(3,198)	6,402
Subtotal	50,356	12,895
Interests earned	2,478	2,526
Dividends received	8,743	9,631
Interests paid	(10,596)	(10,125)
Income taxes paid	(9,189)	(7,092)
Net cash provided (used) by/in operating activities	41,793	7,835
Cash flows from investing activities		
Purchase of property, plant and equipment	(12,976)	(18,067)
Proceeds from sale of property, plant and equipment	1,703	286
Purchase of intangible assets	(1,477)	(1,672)
(Increase) decrease in short-term loans receivable	(1,165)	(1,049)
Payment for long-term loans receivable	(1,817)	(1,914)
Collection of long-term loans receivable	2,490	59
Purchase of subsidiaries	10	(5,222)
Proceeds from (payments for) sale of subsidiaries	194	81
Purchase of investments	(6,729)	(5,019)
Proceeds from sale of investments	2,620	4,226
Others	4,803	23,991
Net cash provided (used) by/in investing activities	(12,343)	(4,299)
Cash flows from financing activities		
Increase (decrease) in short-term debts and commercial papers	(3,266)	(18,267)
Proceeds from long-term debts	82,093	63,516
Repayment of long-term debts	(105,090)	(73,639)
Proceeds from issuance of bonds	19,927	29,820
Redemption of bonds	(20,000)	(10,000)
Payment for acquisition of subsidiaries interests from non-controlling interest holders	(0)	(129)
Proceeds from non-controlling interest holders	48	3,064
Purchase of treasury stock	(1)	(1)
Dividends paid	(1,876)	(2,502)
Dividends paid to non-controlling interest holders	(305)	(382)
Others	(889)	(1,783)
Net cash provided (used) by/in financing activities	(29,359)	(10,305)
Net increase (decrease) in cash and cash equivalents	90	(6,770)
Cash and cash equivalents at the beginning of the period	424,371	420,658
Effect of exchange rate changes on cash and cash equivalents	3,588	4,016
Cash and cash equivalents at the end of the period	428,050	417,905

(6) Segment information

For the first half fiscal year ended March 31, 2014 (April 1, 2013 - September 30, 2013)

(In millions of yen)

	Reportable segments					Others	Reconciliations	Consolidated
	Machinery	Energy & Metal	Chemicals	Consumer Lifestyle Business	Total			
Revenue								
External revenue	183,381	226,646	183,286	265,067	858,381	45,626	—	904,008
Inter-segment revenue	784	—	4	1	789	170	(960)	—
Total revenue	184,165	226,646	183,290	265,069	859,171	45,797	(960)	904,008
Segment profit (loss)	1,643	4,137	4,007	5,010	14,798	2,965	(3,770)	13,994
Net sales*								
External net sales	481,343	378,828	310,549	782,435	1,953,156	49,001	—	2,002,158

Segment profit (loss) is reconciled based on the profit for the period attributable to owners of the Company under the consolidated statements of profit or loss.

Reconciliation of segment loss of (3,770) million yen includes the difference between the Company's actual income tax expenses and income tax expenses allocated to each segment based on the calculation method established internally, which amounted to (3,952) million yen, and unallocated dividend income and others of 182 million yen.

For the first half fiscal year ending March 31, 2015 (April 1, 2014 - September 30, 2014)

(In millions of yen)

	Reportable segments					Others	Reconciliations	Consolidated
	Machinery	Energy & Metal	Chemicals	Consumer Lifestyle Business	Total			
Revenue								
External revenue	175,999	222,507	209,603	273,529	881,639	23,542	—	905,181
Inter-segment revenue	723	—	4	2	730	176	(906)	—
Total revenue	176,722	222,507	209,607	273,532	882,369	23,718	(906)	905,181
Segment profit (loss)	1,275	7,105	3,180	6,558	18,119	1,362	(2,745)	16,736
Net sales*								
External net sales	473,464	373,288	340,515	731,570	1,918,838	25,997	—	1,944,836

Segment profit (loss) is reconciled based on the profit for the period attributable to owners of the Company under the consolidated statements of profit or loss.

Reconciliation of segment loss of (2,745) million yen includes the difference between the Company's actual income tax expenses and income tax expenses allocated to each segment based on the calculation method established internally, which amounted to (3,180) million yen, and unallocated dividend income and others of 435 million yen.

* Net sales above is based on JGAAP, and includes transactions where Sojitz Group took part as a transaction agent.

Changes in reporting segments

The aircraft leasing business, previously included in Other, was transferred to the Machinery Division. The purpose of this reorganization is to consolidate aircraft-related operations in order to strengthen these businesses and expand the range of opportunities they face.