





# Highlights of Consolidated Financial Results for the Year Ended March 31, 2018 (IFRS) - Supplementary Material (1)

May 1, 2018  
Sojitz Corporation

(Billions of Yen)

(Billions of Yen)

## Operating Results

	FY2017	FY2016	Difference	FY2017 Revised Forecast (Feb. 2, 2018)	Percentage achieved
<b>Net sales (JGAAP)*1</b>	<b>4,209.1</b>	<b>3,745.5</b>	+463.6	<b>4,200.0</b>	100%
<b>Gross profit</b>	<b>232.4</b>	<b>200.7</b>	+31.7	<b>230.0</b>	101%
Gross profit margin	(5.52%)	(5.36%)	(+0.16%)	(5.48%)	
Selling, general and administrative expenses	(162.7)	(153.0)	(9.7)	(164.0)	
Other income/expenses	(9.9)	3.9	(13.8)	(5.0)	
<b>Operating profit</b>	<b>59.8</b>	<b>51.6</b>	+8.2	<b>61.0</b>	98%
Financial income/costs	(4.6)	(6.3)	+1.7	(5.0)	
Share of profit (loss) of investments accounted for using the equity method	25.1	12.7	+12.4	24.0	
<b>Profit before tax</b>	<b>80.3</b>	<b>58.0</b>	+22.3	<b>80.0</b>	100%
<b>Profit for the year (Profit attributable to)</b>	<b>61.7</b>	<b>44.1</b>	+17.6	<b>61.0</b>	101%
<b>Owners of the Company</b>	<b>56.8</b>	<b>40.8</b>	+16.0	<b>56.0</b>	101%
Non-controlling interests	4.9	3.3	+1.6	5.0	
Core earnings*2	90.8	54.2	+36.6	85.0	
Revenue	1,816.5	1,555.3	+261.2		
Comprehensive income attributable to owners of the Company	47.4	40.3	+7.1		

\*1 Net sales above is based on JGAAP and represents the total value of the transactions for which the Sojitz Group acts as a principal operator or as an agent.

\*2 Core earnings = Gross profit + Selling, general and administrative expenses (before provision of allowance for doubtful accounts and write-offs) + Net interest expenses + Dividends received + Share of profit (loss) of investments accounted for using the equity method

## Segment Performance [Gross Profit]

	FY2017	FY2016	Difference
<b>Auto-motive</b>	<b>35.3</b>	24.8	+10.5
<b>Aerospace &amp; IT Business</b>	<b>24.9</b>	31.1	(6.2)
<b>Infra-structure &amp; Environment Business</b>	<b>25.9</b>	18.0	+7.9
<b>Energy</b>	<b>4.0</b>	1.9	+2.1
<b>Metals &amp; Coal</b>	<b>29.5</b>	19.5	+10.0
<b>Chemicals</b>	<b>45.0</b>	37.4	+7.6
<b>Foods &amp; Agriculture Business</b>	<b>19.4</b>	22.0	(2.6)
<b>Retail &amp; Lifestyle Business</b>	<b>35.2</b>	35.5	(0.3)
<b>Industrial Infrastructure &amp; Urban Development</b>	<b>8.2</b>	7.1	+1.1
<b>Other</b>	<b>5.0</b>	3.4	+1.6
<b>Total</b>	<b>232.4</b>	200.7	+31.7

## Segment Performance [Profit for the Year (Attributable to Owners of the Company)]

	FY2017	FY2016	Difference	FY2017 Revised Forecast (Feb. 2, '18)	Main Factors Behind Year on Year Change	Main Factors Behind Differences between Results and Revised Forecast for FY2017
<b>Auto-motive</b>	<b>6.5</b>	3.6	+2.9	<b>7.0</b>	Increased earnings due to the acquisition of new dealership businesses as well as rising unit sales in the overseas automobile wholesale business	Performance generally as forecasted
<b>Aerospace &amp; IT Business</b>	<b>4.5</b>	9.9	(5.4)	<b>5.0</b>	Decreased due to rebound from gain on partial sale of IT business subsidiary in the previous fiscal year	Performance generally as forecasted
<b>Infra-structure &amp; Environment Business</b>	<b>7.0</b>	4.2	+2.8	<b>6.0</b>	Increased earnings due to large-scale infrastructure-related projects/ the start of operations at domestic solar power businesses	Performance exceeded forecasts due to sales of domestic solar power generation operations
<b>Energy</b>	<b>(8.5)</b>	(0.6)	(7.9)	<b>(4.0)</b>	Decreased due to one-time losses related to oil and gas interests	Performance fell below full-year forecasts due to one-time losses related to oil and gas interests
<b>Metals &amp; Coal</b>	<b>21.9</b>	10.0	+11.9	<b>19.0</b>	Increased due to higher prices of coal and other resources, in addition to recovery of steel market conditions	Performance exceeded forecasts primarily due to increased sales volumes for coal transactions
<b>Chemicals</b>	<b>8.7</b>	8.3	+0.4	<b>9.0</b>	Increased due to higher methanol prices	Performance generally as forecasted
<b>Foods &amp; Agriculture Business</b>	<b>4.0</b>	(6.9)	+10.9	<b>5.0</b>	Increased due to absence of losses in grain collection businesses recorded in the previous fiscal year	Performance fell below full-year forecasts due to reduced sales volumes in overseas fertilizer operations
<b>Retail &amp; Lifestyle Business</b>	<b>5.7</b>	7.3	(1.6)	<b>5.0</b>	Decreased despite solid business performance due to absence of gain on sales of shopping centers in Japan recorded in the previous fiscal year	Performance exceeded full-year forecasts due to an upturn in each businesses
<b>Industrial Infrastructure &amp; Urban Development</b>	<b>2.1</b>	1.3	+0.8	<b>2.0</b>	Increased due to solid performance in domestic real estate businesses	Performance generally as forecasted
<b>Other</b>	<b>4.9</b>	3.7	+1.2	<b>2.0</b>		
<b>Total</b>	<b>56.8</b>	40.8	+16.0	<b>56.0</b>		

(Billions of Yen)

## Financial Position

	Mar. 31, 2018	Mar. 31, 2017	Difference
<b>Total assets</b>	<b>2,350.4</b>	<b>2,138.5</b>	+ 211.9
<b>Total equity*3</b>	<b>586.4</b>	<b>550.5</b>	+ 35.9
<b>Equity ratio</b>	<b>25.0%</b>	<b>25.7%</b>	(0.7%)
<b>Net interest-bearing debt</b>	<b>603.5</b>	<b>611.1</b>	(7.6)
<b>Net D/E ratio (times)</b>	<b>1.03</b>	<b>1.11</b>	(0.08)
<b>Risk assets</b>	<b>310.0</b>	<b>320.0</b>	(10.0)
<b>Ratio of risk assets to equity (times)</b>	<b>0.5</b>	<b>0.6</b>	(0.1)

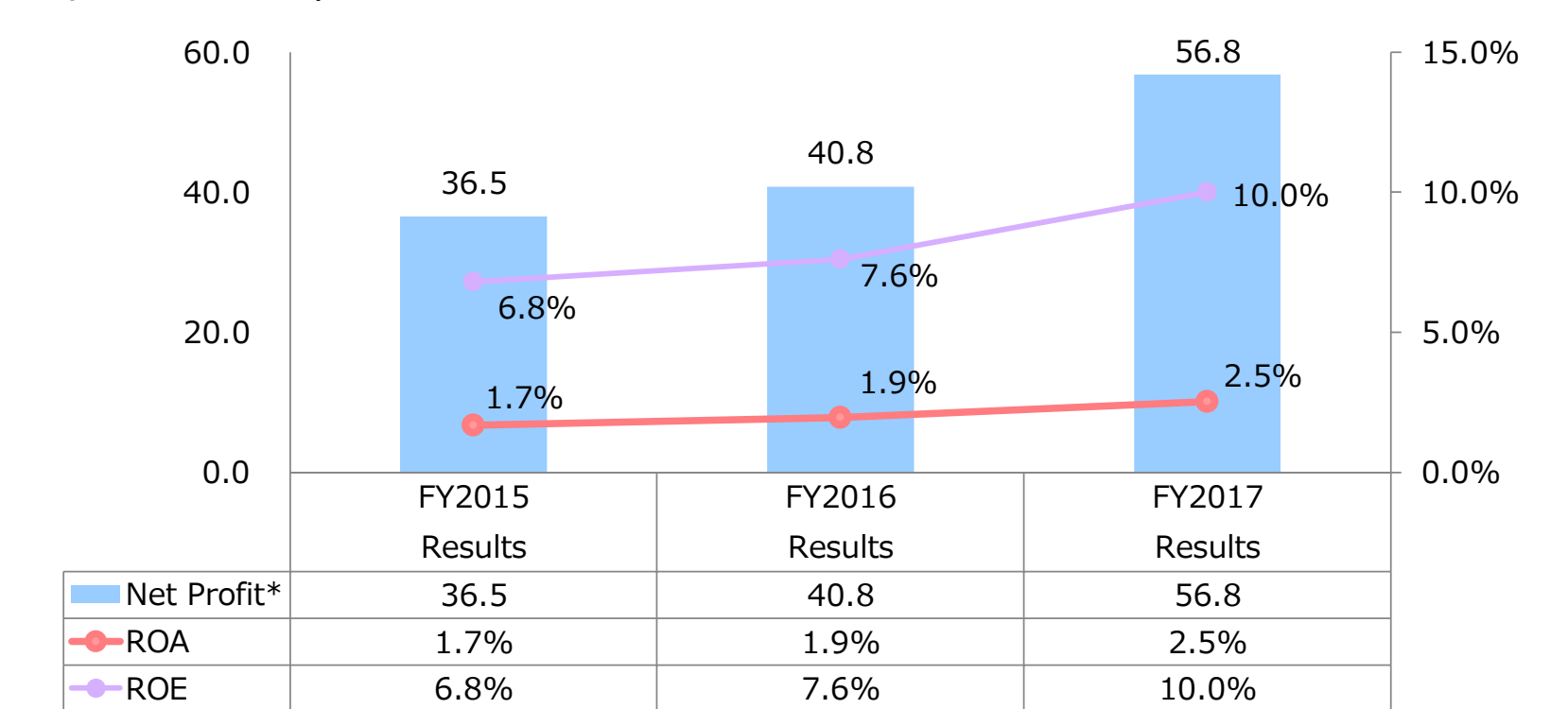
\*3 "Total equity" above refers to "Total equity attributable to owners of the Company" and is used as the denominator when calculating "Net DER" and the numerator when calculating "Equity ratio."

## Commodity Prices and Exchange Rates

	FY2016 Results (Annual Avg.)	FY2017 Initial Assumption (Annual Avg.)	FY2017 Results (Annual Avg.)	FY2017 Results (Jan.-Mar. Avg.)
<b>Crude oil (Brent)</b>	US\$49.9/bbl	US\$50.0/bbl	US\$57.9/bbl	US\$67.2/bbl
<b>Thermal coal</b>	US\$73.6/t	US\$77.5/t	US\$93.9/t	US\$103.0/t
<b>Exchange rate</b>	¥108.7/US\$	¥110.0/US\$	¥110.7/US\$	¥107.5/US\$

## ROA/ROE

(Billions of Yen)



\*Attributable to owners of the Company

# Highlights of Consolidated Financial Results for the Year Ended March 31, 2018 (IFRS) - Supplementary Material (2)

May 1, 2018  
Sojitz Corporation

(Billions of Yen)			
Operating Results			
	FY2017	FY2018 Forecast	Difference
<b>Revenue</b>	<b>1,816.5</b>	—	—
<b>Gross profit</b>	<b>232.4</b>	<b>240.0</b>	+7.6
Selling, general and administrative expenses	(162.7)	(174.0)	(11.3)
Other income/expenses	(9.9)	0.0	+9.9
Financial income/costs	(4.6)	(6.0)	(1.4)
Share of profit (loss) of investments accounted for using the equity method	25.1	26.0	+0.9
<b>Profit before tax</b>	<b>80.3</b>	<b>86.0</b>	<b>+5.7</b>
<b>Profit for the year</b> (Profit attributable to)	<b>61.7</b>	<b>67.5</b>	+5.8
<b>Owners of the Company</b>	<b>56.8</b>	<b>63.0</b>	+6.2
Non-controlling interests	4.9	4.5	(0.4)

(Billions of Yen)		
Segment Performance [Profit for the Year]		
New Structure <9 Business Divisions>	FY2017	FY2018 Forecast
<b>Automotive</b>	6.5	5.5
<b>Aerospace &amp; Transportation Project</b>	3.1	4.0
<b>Machinery &amp; Medical Infrastructure</b>	6.0	3.0
<b>Energy &amp; Social Infrastructure</b>	(6.1)	4.5
<b>Metals &amp; Mineral Resources</b>	21.9	20.5
<b>Chemicals</b>	8.7	10.5
<b>Foods &amp; Agriculture Business</b>	4.0	4.5
<b>Retail &amp; Lifestyle Business</b>	5.7	5.5
<b>Industrial Infrastructure &amp; Urban Development</b>	2.1	1.5
<b>Other</b>	4.9	3.5
<b>Total</b>	<b>56.8</b>	<b>63.0</b>

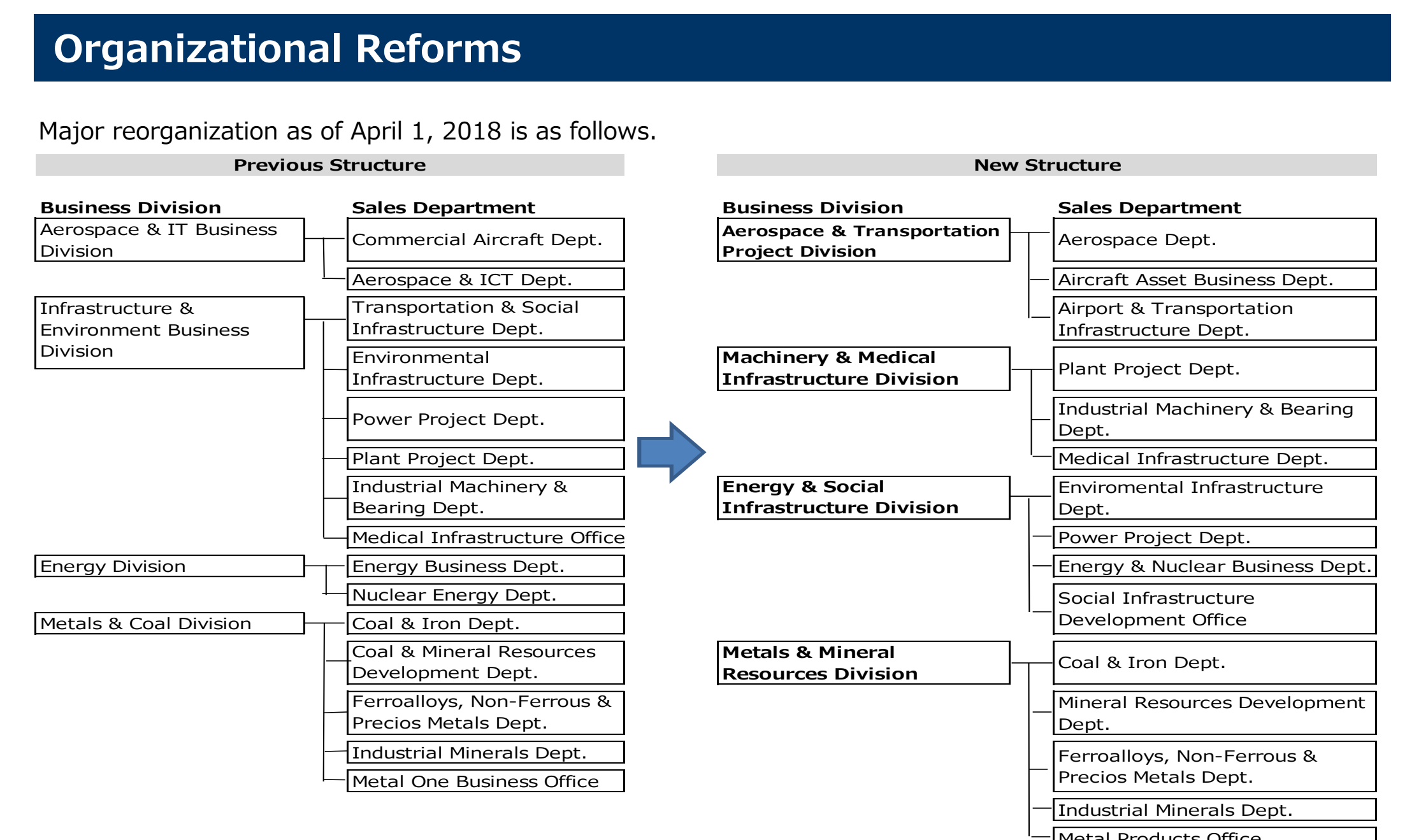
\*1 Profit for the year attributable to owners of the Company  
\*2 FY2017 figures for the Aerospace & transportation Project, Machinery & Medical Infrastructure, Energy & Social Infrastructure and Metals & Mineral resources Division were calculated by using figures for the former organizations and adjusting them based on the organizational reforms. As a result, these figures may differ from those disclosed in the future.

FY2018 Current Position and Outlook	
<b>Automotive</b>	Anticipated rebound from extraordinary profit on sale of parts business in the previous fiscal year
<b>Aerospace &amp; Transportation Project</b>	Higher earnings anticipated in conjunction with progress in aircraft-related business and railway projects
<b>Machinery &amp; Medical Infrastructure</b>	Anticipated rebound from large-scale development project in the previous fiscal year
<b>Energy &amp; Social Infrastructure</b>	Impacts to result from absence of one-time losses on oil and gas interests in the previous fiscal year, earnings anticipated from domestic and overseas power generation operations
<b>Metals &amp; Mineral Resources</b>	Anticipated a certain level of stress on coal and other resource prices
<b>Chemicals</b>	Solid performance anticipated centered on chemicals, plastic resin and other transactions overseas
<b>Foods &amp; Agriculture Business</b>	Performance projected to be relatively unchanged year on year based on current operating environment
<b>Retail &amp; Lifestyle Business</b>	Performance projected to be relatively unchanged year on year based on current operating environment
<b>Industrial Infrastructure &amp; Urban Development</b>	Less turnovers scheduled in overseas industrial park operations

(Billions of Yen)			
Financial Position			
	Mar. 31, 2018	Mar. 31, 2019 Forecast	Difference
<b>Total assets</b>	2,350.4	2,400.0	+49.6
<b>Total equity*1</b>	586.4	630.0	+43.6
<b>Equity ratio</b>	25.0%	26.3%	+ 1.3%
<b>Net interest-bearing debt</b>	603.5	650.0	+46.5
<b>Net D/E ratio (times)</b>	1.03	1.0	—
<b>Risk assets</b>	310.0	—	—
<b>Ratio of risk assets to equity (times)</b>	0.5	—	—

Commodity Prices and Exchange Rates		
	FY2018 Assumption (Annual Avg.)	Latest Data (As of Apr. 25, 2018)
<b>Crude oil (Brent)</b>	U\$60.0/bbl	US\$74.0/bbl
<b>Thermal coal*1</b>	U\$85.0/t	US\$94.1/t
<b>Exchange rate*2</b>	¥105.0/US\$	¥108.9/US\$

\*1 The results in the above table are cited from the GlobalCOAL NEWC Index and differ from our sales prices.  
\*2 Impact of fluctuations in the exchange rate on earnings: ¥1/US\$ change alters gross profit by approx. ¥0.5 billion annually, profit for the year (attributable to owners of the Company) by approx. ¥0.25 billion annually, and total equity by approx. ¥2.0 billion annually.



\*1 "Total equity" above refers to "Total equity attributable to owners of the Company" and is used as the denominator when calculating "Net DER" and the numerator when calculating "Equity ratio."

\*Caution regarding forward-looking statements  
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 these 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.