

**Consolidated Financial Results**  
**for the Six Months Ended June 30, 2024**  
**[IFRS]**



August 7, 2024

Company name : Sumitomo Rubber Industries, Ltd.  
 Stock exchange listing : Tokyo Stock Exchange  
 Code number : 5110  
 URL : <https://www.srigroup.co.jp/>  
 Representative : Satoru Yamamoto, President and CEO, Representative Director  
 Contact : Hitoshi Hino, Executive Officer and General Manager, Accounting & Finance  
                   Headquarters  
 Phone : +81-78-265-3000  
 Scheduled date of filing securities report : August 8, 2024  
 Scheduled date of commencing dividend payments : September 5, 2024  
 Supplementary documents for financial results : Yes  
 Financial results briefing session : Yes (for institutional investors and analysts)

(Amounts of less than one million yen are rounded to the nearest unit.)

**1. Consolidated Financial Results for the Six Months Ended June 30, 2024 (January 1, 2024 to June 30, 2024)**

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Sales revenue		Business profit		Operating profit		Profit attributable to owners of parent		Comprehensive income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended										
June 30, 2024	587,041	4.6	42,294	147.6	41,951	149.6	38,729	372.5	91,602	92.1
June 30, 2023	561,161	9.6	17,080	20.4	16,810	33.7	8,196	(52.3)	47,677	(40.8)

(Note) “Business profit” is “Sales revenue” subtracted by “Cost of sales” and “Selling, general and administrative expenses.”

	Basic profit per share	Diluted profit per share	Business profit to sales revenue ratio
Six months ended	Yen	Yen	%
June 30, 2024	147.25	-	7.2
June 30, 2023	31.16	-	3.0

(2) Consolidated Financial Position

	Total assets	Total equity	Total equity attributable to owners of parent	Ratio of equity attributable to owners of parent	Equity attributable to owners of parent per share
As of	Millions of yen	Millions of yen	Millions of yen	%	Yen
June 30, 2024	1,355,687	716,394	697,414	51.4	2,651.48
December 31, 2023	1,266,732	641,430	624,114	49.3	2,372.90

### (3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of the period
Six months ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
June 30, 2024	59,463	(36,349)	(43,869)	75,861
June 30, 2023	55,867	(32,481)	(28,557)	74,192

### 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended	Yen	Yen	Yen	Yen	Yen
December 31, 2023	-	5.00	-	53.00	58.00
December 31, 2024	-	29.00			
Fiscal year ending December 31, 2024 (Forecast)			-	29.00	58.00

(Note) Revision to the dividends forecast announced most recently: None

### 3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2024 (January 1, 2024 to December 31, 2024)

(% indicates changes from the previous corresponding period.)

	Sales revenue		Business profit		Operating profit		Profit attributable to owners of parent		Basic profit per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	1,200,000	1.9	80,000	3.0	61,000	(5.4)	41,000	10.7	155.88

(Note) Revision to the financial results forecast announced most recently: Yes

Notes:

- (1) Changes in significant subsidiaries during the six months ended June 30, 2024  
(changes in specified subsidiaries resulting in changes in scope of consolidation) : None
- (2) Changes in accounting policies and changes in accounting estimates
- 1) Changes in accounting policies required by IFRS : None
  - 2) Changes in accounting policies other than 1) : None
  - 3) Changes in accounting estimates : None
- (3) Total number of issued shares (common stock)
- 1) Total number of issued shares at the end of the period (including treasury stock)
    - June 30, 2024 : 263,043,057 shares
    - December 31, 2023 : 263,043,057 shares
  - 2) Total number of treasury stock at the end of the period
    - June 30, 2024 : 14,789 shares
    - December 31, 2023 : 25,265 shares
  - 3) Average number of shares during the period
    - Six months ended June 30, 2024 : 263,022,153 shares
    - Six months ended June 30, 2023 : 263,012,864 shares

\* Financial statements are outside the scope of the review procedures to be conducted by certified public accountants or auditing firms.

\* Explanation of the proper use of financial results forecast and other notes

The earnings projections and other forward-looking statements herein are based on certain assumptions made in light of the information currently available to Sumitomo Rubber Industries, Ltd. (the “Company”) and its group companies (collectively, the “Group”) and do not constitute any promises by the Company that they will be realized. Actual results could differ significantly from these forecasts due to changes in various factors surrounding the businesses of the Company and the Group.

With regard to the matters related to the underlying assumptions for the above forecasts, please refer to page 5 of the attached documents of the Consolidated Financial Results for the Period under Review, “1. Qualitative Information on Interim Financial Results for the Period under Review, (3) Consolidated Financial Results Forecast and Other Future Forecast.”

## Table of Contents

1. Qualitative Information on Interim Financial Results for the Period under Review .....	2
(1) Operating Results .....	2
(2) Financial Position .....	4
(3) Consolidated Financial Results Forecast and Other Future Forecast .....	5
2. Condensed Interim Consolidated Financial Statements and Primary Notes .....	6
(1) Condensed Interim Consolidated Statements of Financial Position.....	6
(2) Condensed Interim Consolidated Statements of Income and Comprehensive Income .....	8
(3) Condensed Interim Consolidated Statements of Changes in Equity.....	10
(4) Condensed Interim Consolidated Statements of Cash Flows .....	12
(5) Notes on Condensed Interim Consolidated Financial Statements .....	13
(Notes on Going Concern Assumption) .....	13
(Segment Information) .....	13
(Significant Subsequent Events) .....	15

## 1. Qualitative Information on Interim Financial Results for the Period under Review

### (1) Operating Results

	For the six months ended June 30, 2023	For the six months ended June 30, 2024	Change in ratio
	Millions of yen	Millions of yen	%
Sales revenue	561,161	587,041	4.6
Tires	471,076	496,113	5.3
Sports	68,149	71,573	5.0
Industrial and Other Products	21,936	19,355	(11.8)
Business profit	17,080	42,294	147.6
Tires	9,759	34,009	248.5
Sports	6,435	6,966	8.3
Industrial and Other Products	868	1,297	49.3
Adjustments	18	22	-
Operating profit	16,810	41,951	149.6
Profit attributable to owners of parent	8,196	38,729	372.5

(Note) “Business profit” is “Sales revenue” subtracted by “Cost of sales” and “Selling, general and administrative expenses.”

#### Foreign exchange rates applied

	For the six months ended June 30, 2023	For the six months ended June 30, 2024	Increase (Decrease)
	Yen	Yen	Yen
Yen / U.S. Dollar	135	152	17
Yen / Euro	146	165	19

During the six months ended June 30, 2024, the economic environment continued to recover gradually, though some regions remain at a standstill. While the Japanese economy is expected to continue to recover steadily with the improvement in the employment and income environment, there is a risk that the deceleration in overseas economies may depress the domestic business conditions, which is due primarily to the impact of continued high interest rates in the U.S. and Europe and the stagnation of the real estate market in China, and an uncertainty of the situation in Middle East as well as the trends in foreign exchange, interest, and prices.

In the business environment surrounding the Group, while tire sales volume for the first half of the year was slightly lower than the level of the same period of the previous fiscal year, which stemmed from the impact of production halted at some automobile manufacturers and the market stagnation due mainly to inflation, the effect such as foreign exchange considerably improved the profit as compared with the same period a year ago.

Under these circumstances, the Group strongly promoted company-wide projects that aim to reinforce our business foundation with the goal of accomplishing the Mid-Term Plan, which sets 2027 as the target year. At the same time, we worked to strengthen our competitive advantage through such efforts as developing and expanding sales of high-performance products that meet the needs of customers.

As a result, sales revenue of the Group increased 4.6% from the same period of the previous fiscal year to ¥587,041 million, business profit increased 147.6% to ¥42,294 million, operating profit increased 149.6% to ¥41,951 million and profit attributable to owners of parent increased 372.5% to ¥38,729 million.

Operating results by business segment was as follows.

### **Tire Business**

Sales revenue in the tire business increased 5.3% from the same period of the previous fiscal year to ¥496,113 million, and business profit increased 248.5% to ¥34,009 million.

In the domestic original equipment market, sales significantly fell below the level of the same period of the previous fiscal year, as some of the automobile manufacturers reduced their production.

In the domestic replacement market, though sales volume declined from the same period of the previous fiscal year due to rush demand before the prices increase in the same period of the last year, the market share has improved as sales figure of winter and summer tires outperformed the industry.

In the overseas original equipment market, sales substantially declined mainly for Japanese automobile manufacturers in the Asian region.

In the overseas replacement market, in Asia-Oceania region, sales in China remained at a low level due to its market stagnation. Likewise, sales in Southeast Asia fell below the level of the same period of the previous fiscal year amid the overall sluggish market. In Europe region, sales exceeded the level of the same period of the previous fiscal year, thanks to our efforts to increase sales of all-season tires and other products which constitute strong points of our FALKEN brand. In the American region, sales fell below the level of the same period of the previous fiscal year, which was a stronger sales period compared to this period, despite ongoing strong sales with a flagship product, WILDPEAK Series whose new products were released at the beginning of this year and robust performance of motorcycle tire sales. In South America, sales slightly declined from the level of the same period of the previous fiscal year, although we seek to expand sales in the environment where import products increased in the market against the backdrop of a decline in ocean freight.

As a result, sales revenue and business profit in the tire business exceeded the level of the same period of the previous fiscal year thanks to the impact of foreign exchange, though tire sales volume declined below the level of the same period of the previous fiscal year.

### **Sports Business**

Sales revenue in the sports business increased 5.0% from the same period of the previous fiscal year to ¥71,573 million, and business profit increased 8.3% from the same period of the previous fiscal year to ¥6,966 million.

In the golf goods market, sales revenue exceeded the level of the same period of the previous fiscal year as we were able to keep strong sales performance for the newly launched 13th generation XXIO club primarily in the markets such as Japan and North America, despite decreased revenue due to the deteriorating market conditions in South Korea.

In the tennis goods markets, sales declined from the level of the previous fiscal year due to stagnant sales growth caused by the worsening market conditions in Europe.

In the wellness business, sales revenue exceeded the level of the same period of the previous fiscal year thanks to the effects of the prices increase.

As a result, sales revenue and business profit in the sports business exceeded the level of the same period of the previous fiscal year.

### **Industrial and Other Products Business**

Sales revenue in the industrial and other products business decreased 11.8% from the level of the same period of the previous fiscal year to ¥19,355 million, and business profit increased 49.3% to ¥1,297 million.

Sales of rubber parts for medical applications decreased as we conducted a stock transfer of our subsidiary engaged in manufacturing and sales of medical rubber products in Europe at the end of January 2024, which led to substantial decline in sales in Europe, and temporarily halted operations of the domestic factories to prepare equipment for future production increases. In addition, sales exceeded the level of same period of the previous fiscal year for infrastructure products and rubber parts for office equipment, but sales of vibration control business and daily life supplies decreased.

As a result, sales revenue in the industrial and other products business declined from the level of the same period of the previous fiscal year, but business profit increased.

(2) Financial Position

	As of December 31, 2023	As of June 30, 2024	Increase (Decrease)
	Millions of yen	Millions of yen	Millions of yen
Total assets	1,266,732	1,355,687	88,955
Total equity	641,430	716,394	74,964
Total equity attributable to owners of parent	624,114	697,414	73,300
Total equity attributable to owners of parent ratio (%)	49.3	51.4	2.1
Equity attributable to owners of parent per share	2,372.90 yen	2,651.48 yen	278.58 yen

The financial position of the Group as of June 30, 2024 was as follows.

Total assets increased ¥88,955 million from the end of the previous fiscal year to ¥1,355,687 million mainly as a result of acquisition of tangible assets and increase in inventories, although there was decrease in cash and cash equivalents and trade and other receivables.

Total liabilities increased ¥13,991 million from the end of the previous fiscal year to ¥639,293 million mainly as a result of increase in interest-bearing debt.

Total equity as of June 30, 2024 increased ¥74,964 million from the end of the previous fiscal year to ¥716,394 million, of which equity attributable to owners of parent accounted for ¥697,414 million, and non-controlling interest accounted for ¥18,980 million.

As a result, ratio of equity attributable to owners of parent was 51.4%, and equity attributable to owners of parent per share was ¥2,651.48.

(3) Consolidated Financial Results Forecast and Other Future Forecast

During the half year ended June 30, 2024, the profitability exceeded the previous forecast mainly due to the depreciation of the yen, despite the impact of decrease in tire sales volume compared to expectations and increase of labor costs. Regarding to the fiscal year ending December 31, 2024, we expect the impact of raw material price hikes and ongoing rise in labor costs in the latter half of the year.

As a result, we have revised the consolidated results forecasts for the full-year as below.

Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2024 (January 1, 2024 to December 31, 2024)

	Forecast	Previous forecast	Increase (Decrease)	Change in ratio	(Reference) Results for the same period of the previous year
	Millions of yen	Millions of yen	Millions of yen	%	Millions of yen
Sales revenue	1,200,000	1,200,000	-	-	1,177,399
Tires	1,030,000	1,032,000	(2,000)	(0.2)	1,006,381
Sports	132,500	131,500	1,000	0.8	126,647
Industrial and Other Products	37,500	36,500	1,000	2.7	44,371
Business profit	80,000	80,000	-	-	77,670
Tires	67,500	66,500	1,000	1.5	63,572
Sports	10,000	11,000	(1,000)	(9.1)	12,482
Industrial and Other Products	2,500	2,500	-	-	1,603
Adjustments	-	-	-	-	13
Operating profit	61,000	61,000	-	-	64,490
Profit attributable to owners of parent	41,000	38,000	3,000	7.9	37,048

Foreign exchange rates applied

	Forecast	Previous forecast	Increase (Decrease)	(Reference) Rate applied for the same period of the previous year
	Yen	Yen	Yen	Yen
Yen / U.S. Dollar	153	151	2	141
Yen / Euro	165	163	2	152

The results forecast and other forward-looking statements herein are based on certain assumptions made in light of the information currently available to the Company and the Group as of the date of the release of this document and include potential risks and uncertainty. Please note that actual results may differ significantly from these forecasts due to changes in various factors surrounding the businesses of the Company and the Group.



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

### (1) Condensed Interim Consolidated Statements of Financial Position

(Millions of yen)

	As of December 31, 2023	As of June 30, 2024
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	90,251	75,861
Trade and other receivables	215,970	206,875
Other financial assets	2,896	2,110
Inventories	262,456	304,523
Other current assets	51,368	58,083
Subtotal	622,941	647,452
Assets related to disposal groups classified as held for sale	1,778	-
Total current assets	624,719	647,452
<b>Non-current assets</b>		
Tangible assets	451,621	498,113
Goodwill	29,704	33,065
Intangible assets	50,332	56,845
Investments accounted for using equity method	4,486	4,473
Other financial assets	33,056	40,889
Net defined benefit asset	53,474	54,674
Deferred tax assets	17,357	19,035
Other non-current assets	1,983	1,141
Total non-current assets	642,013	708,235
Total assets	1,266,732	1,355,687

(Millions of yen)

	As of December 31, 2023	As of June 30, 2024
Liabilities and equity		
Liabilities		
Current liabilities		
Bonds and loans payable	61,209	44,321
Trade and other payables	175,844	182,383
Other financial liabilities	16,542	16,777
Income tax payable	17,450	16,684
Provisions	2,235	1,679
Other current liabilities	56,271	56,706
Subtotal	329,551	318,550
Liabilities related to disposal groups classified as held for sale	1,538	-
Total current liabilities	331,089	318,550
Non-current liabilities		
Bonds and loans payable	184,166	185,308
Other financial liabilities	52,139	75,636
Net defined benefit liability	23,027	24,700
Provisions	1,431	1,285
Deferred tax liabilities	12,219	11,721
Other non-current liabilities	21,231	22,093
Total non-current liabilities	294,213	320,743
Total liabilities	625,302	639,293
Equity		
Capital stock	42,658	42,658
Capital surplus	39,702	39,830
Retained earnings	522,716	547,516
Treasury stock	(43)	(25)
Other components of equity	19,081	67,435
Total equity attributable to owners of parent	624,114	697,414
Non-controlling interest	17,316	18,980
Total equity	641,430	716,394
Total liabilities and equity	1,266,732	1,355,687

(2) Condensed Interim Consolidated Statements of Income and Comprehensive Income  
Condensed Interim Consolidated Statements of Income

(Millions of yen)

	For the six months ended June 30, 2023	For the six months ended June 30, 2024
Sales revenue	561,161	587,041
Cost of sales	(424,769)	(410,282)
Gross profit	136,392	176,759
Selling, general and administrative expenses	(119,312)	(134,465)
Business profit	17,080	42,294
Other income	1,397	2,320
Other expenses	(1,667)	(2,663)
Operating profit	16,810	41,951
Financial income	5,699	15,781
Financial expenses	(3,561)	(4,134)
Equity in earnings of affiliates	(30)	(9)
Profit before tax	18,918	53,589
Income tax expenses	(11,349)	(12,444)
Profit	7,569	41,145
Profit attributable to:		
Owners of parent	8,196	38,729
Non-controlling interests	(627)	2,416
Profit	7,569	41,145
Profit per share		
Basic profit per share (Yen)	31.16	147.25

Condensed Interim Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the six months ended June 30, 2023	For the six months ended June 30, 2024
Profit	7,569	41,145
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	2,804	2,644
Items that may be reclassified subsequently to profit or loss		
Cash flow hedges	16	10
Currency translation differences of foreign operations	37,288	47,803
Other comprehensive income, net of tax	40,108	50,457
Comprehensive income	47,677	91,602
Comprehensive income attributable to:		
Owners of parent	47,510	87,094
Non-controlling interests	167	4,508
Comprehensive income	47,677	91,602

(3) Condensed Interim Consolidated Statements of Changes in Equity  
For the six months ended June 30, 2023

(Millions of yen)

	Equity attributable to owners of parent					
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Other components of equity	
					Currency translation differences of foreign operations	Cash flow hedges
Balance as of January 1, 2023	42,658	39,705	478,379	(61)	(25,144)	27
Profit			8,196			
Other comprehensive income					36,494	16
Total comprehensive income	-	-	8,196	-	36,494	16
Purchase of treasury stock				(1)		
Disposal of treasury stock		(0)		0		
Dividends			(3,945)			
Share-based payment transactions		(7)		21		
Transfer to retained earnings			40			
Transfer to capital surplus		7	(7)			
Other		(3)	126			
Total transactions with owners	-	(3)	(3,786)	20	-	-
Balance as of June 30, 2023	42,658	39,702	482,789	(41)	11,350	43

	Equity attributable to owners of parent				Non-controlling interests	Total Equity
	Other components of equity			Total		
	Financial assets measured at fair value through other comprehensive income	Remeasurements of defined benefit plan	Total			
Balance as of January 1, 2023	10,636	-	(14,481)	546,200	17,663	563,863
Profit			-	8,196	(627)	7,569
Other comprehensive income	2,804		39,314	39,314	794	40,108
Total comprehensive income	2,804	-	39,314	47,510	167	47,677
Purchase of treasury stock			-	(1)		(1)
Disposal of treasury stock			-	0		0
Dividends			-	(3,945)	(2,850)	(6,795)
Share-based payment transactions			-	14		14
Transfer to retained earnings	(40)		(40)	-		-
Transfer to capital surplus			-	-		-
Other			-	123	(4)	119
Total transactions with owners	(40)	-	(40)	(3,809)	(2,854)	(6,663)
Balance as of June 30, 2023	13,400	-	24,793	589,901	14,976	604,877

For the six months ended June 30, 2024

(Millions of yen)

	Equity attributable to owners of parent					
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Other components of equity	
					Currency translation differences of foreign operations	Cash flow hedges
Balance as of January 1, 2024	42,658	39,702	522,716	(43)	10,201	(4)
Profit			38,729			
Other comprehensive income					43,810	10
Total comprehensive income	-	-	38,729	-	43,810	10
Purchase of treasury stock				(3)		
Disposal of treasury stock						
Dividends			(13,940)			
Share-based payment transactions		2		21		
Transfer to retained earnings			11			
Transfer to capital surplus						
Other		126				
Total transactions with owners	-	128	(13,929)	18	-	-
Balance as of June 30, 2024	42,658	39,830	547,516	(25)	54,011	6

	Equity attributable to owners of parent						Non-controlling interests	Total Equity
	Other components of equity					Total		
	Financial assets measured at fair value through other comprehensive income	Remeasurements of defined benefit plan	Other components of equity relating to disposal groups classified as held for sale	Total	Total			
Balance as of January 1, 2024	10,784	-	(1,900)	19,081	624,114	17,316	641,430	
Profit				-	38,729	2,416	41,145	
Other comprehensive income	2,645		1,900	48,365	48,365	2,092	50,457	
Total comprehensive income	2,645	-	1,900	48,365	87,094	4,508	91,602	
Purchase of treasury stock				-	(3)		(3)	
Disposal of treasury stock				-	-		-	
Dividends				-	(13,940)	(2,718)	(16,658)	
Share-based payment transactions				-	23		23	
Transfer to retained earnings	(11)			(11)	-		-	
Transfer to capital surplus				-	-		-	
Other				-	126	(126)	-	
Total transactions with owners	(11)	-	-	(11)	(13,794)	(2,844)	(16,638)	
Balance as of June 30, 2024	13,418	-	-	67,435	697,414	18,980	716,394	

## (4) Condensed Interim Consolidated Statements of Cash Flows

(Millions of yen)

	For the six months ended June 30, 2023	For the six months ended June 30, 2024
Cash flows from operating activities		
Profit before tax	18,918	53,589
Depreciation and amortization	38,375	41,635
Interest and dividends income	(1,632)	(2,120)
Interest expenses	2,829	3,572
Share of (profit) loss of entities accounted for using equity method	30	9
Decrease (increase) in inventories	17,995	(22,303)
Decrease (increase) in trade and other receivables	12,600	23,084
Increase (decrease) in trade and other payables	(25,053)	107
Other, net	2,853	(21,190)
Subtotal	66,915	76,383
Interest received	1,325	1,617
Dividend income received	422	481
Interest expenses paid	(2,799)	(3,530)
Income taxes paid	(9,996)	(15,488)
Net cash provided by (used in) operating activities	55,867	59,463
Cash flows from investing activities		
Purchase of tangible assets	(31,549)	(27,141)
Proceeds from sales of tangible assets	268	270
Purchase of intangible assets	(4,325)	(6,882)
Other, net	3,125	(2,596)
Net cash provided by (used in) investing activities	(32,481)	(36,349)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	7,669	16,297
Proceeds from long-term debt and newly issued bonds	7,221	-
Repayments of long-term debt and redemption of bonds	(28,917)	(35,000)
Repayments of lease obligations	(7,728)	(8,514)
Cash dividends paid	(3,949)	(13,932)
Cash dividends paid to non-controlling interests	(2,850)	(2,718)
Other, net	(3)	(2)
Net cash provided by (used in) financing activities	(28,557)	(43,869)
Effect of exchange rate change on cash and cash equivalents	5,517	6,365
Net increase (decrease) in cash and cash equivalents	346	(14,390)
Cash and cash equivalents at the beginning of current period	73,846	90,251
Cash and cash equivalents at the end of current period	74,192	75,861

(5) Notes on Condensed Interim Consolidated Financial Statements  
 (Notes on Going Concern Assumption)  
 None

(Segment Information)

1. Information by reportable segment

Reportable segments of the Group are the units for which separate financial information is available and periodically reviewed by the Board of Directors as the highest decision-making body for the purposes of deciding the allocation of management resources and evaluating business performance.

The Group has three divisions based on operations in Tires, Sports and Industrial and Other Products. Each division formulates comprehensive strategies for both domestic and overseas markets and develops business activities.

Therefore, the Group identifies “Tires”, “Sports”, and “Industrial and Other Products” as reportable segments.

Major products and services or details of business that belong to each reportable segment are as follows:

Reportable segment	Major products and services or details of business
Tires	Tires and tubes (for automobiles, construction vehicles, industrial vehicles, automotive races and rallies, motorcycles, etc.) Automotive system business (instant mobility systems, deflation warning systems, etc.)
Sports	Sporting goods (golf clubs, golf balls and other golf goods, tennis goods, etc.) Operation of golf tournaments Operation of golf and tennis schools Fitness business, and others
Industrial and Other Products	High-performance rubber products (vibration control dampers, rubber parts for office equipment, rubber parts for medical applications, etc.) Daily life supplies (rubber gloves for cooking and other operations, ramps for wheelchair use, etc.) Products for infrastructure (marine dock fenders, flooring materials for factories and sports facilities, etc.)



2. Reportable segment sales revenues and profit or loss

Inter-segment sales revenues are stated at wholesale prices based on current market values.

Figures for reportable segment are based on business profit.

Information about reportable segment sales revenues and profit or loss is as follows.

For the six months ended June 30, 2023 (January 1, 2023 to June 30, 2023)

(Millions of yen)

	Reportable segment			Total	Adjustments (Note 2)	Amounts recorded in Condensed Interim Consolidated Statements of Income
	Tires	Sports	Industrial and Other Products			
Sales revenue from external customers	471,076	68,149	21,936	561,161	-	561,161
Inter-segment sales revenue	465	73	627	1,165	(1,165)	-
Total	471,541	68,222	22,563	562,326	(1,165)	561,161
Segment profit (Business profit) (Note 1)	9,759	6,435	868	17,062	18	17,080
Other income and expenses						(270)
Operating profit						16,810

(Notes)

1. "Segment profit (Business profit)" is "Sales revenue" subtracted by "Cost of sales" and "Selling, general and administrative expenses."
2. Segment profit included in "Adjustment" comprised elimination of inter-segment transactions.

For the six months ended June 30, 2024 (January 1, 2024 to June 30, 2024)

(Millions of yen)

	Reportable segment			Total	Adjustments (Note 2)	Amounts recorded in Condensed Interim Consolidated Statements of Income
	Tires	Sports	Industrial and Other Products			
Sales revenue from external customers	496,113	71,573	19,355	587,041	-	587,041
Inter-segment sales revenue	597	65	669	1,331	(1,331)	-
Total	496,710	71,638	20,024	588,372	(1,331)	587,041
Segment profit (Business profit) (Note 1)	34,009	6,966	1,297	42,272	22	42,294
Other income and expenses						(343)
Operating profit						41,951

(Notes)

1. "Segment profit (Business profit)" is "Sales revenue" subtracted by "Cost of sales" and "Selling, general and administrative expenses."
2. Segment profit included in "Adjustment" comprised elimination of inter-segment transactions.

(Significant Subsequent Events)

None