

**Consolidated Financial Results**  
**for the Six Months Ended September 30, 2022**  
**(Under IFRS)**



November 2, 2022

Company name : SUBARU CORPORATION  
 Listing : Tokyo Stock Exchange  
 Securities code : 7270  
 URL : <https://www.subaru.co.jp/en/ir/>  
 Representative : Tomomi Nakamura, President and CEO  
 Inquiries : Yasushi Nagae, Vice President and General Manager of Investor Relations Department  
 Telephone : +81-3-6447-8825  
 Scheduled date to file quarterly securities report : November 10, 2022  
 Scheduled date to commence dividend payments : December 7, 2022  
 Preparation of supplementary material on quarterly financial results : Yes  
 Holding of quarterly financial results briefing : Yes (for investment analysts and institutional investors)

(Yen amounts are rounded off to millions, unless otherwise noted.)

**1. Consolidated financial results for the six months ended September 30, 2022 (from April 1, 2022 to September 30, 2022)**

**(1) Consolidated operating results (cumulative)**

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Profit before tax		Profit for the period		Profit for the period attributable to owners of parent		Total comprehensive income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended												
September 30, 2022	1,750,896	30.5	110,445	102.8	120,356	96.8	77,672	71.6	77,858	73.8	184,481	194.2
September 30, 2021	1,341,655	10.1	54,451	77.9	61,170	69.4	45,271	85.6	44,788	88.9	62,715	405.8

	Profit for the period per share, basic	Profit for the period per share, diluted
Six months ended	Yen	Yen
September 30, 2022	101.52	101.52
September 30, 2021	58.40	—

**(2) Consolidated financial position**

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
As of	Millions of yen	Millions of yen	Millions of yen	%
September 30, 2022	3,922,368	2,064,005	2,053,496	52.4
March 31, 2022	3,543,753	1,901,019	1,890,789	53.4

**2. Cash dividends**

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Fiscal year ended	Yen	Yen	Yen	Yen	Yen
March 31, 2022	—	28.00	—	28.00	56.00
Fiscal year ending	—	38.00	—	—	—
March 31, 2023	—	—	—	—	—
Fiscal year ending	—	—	—	38.00	76.00
March 31, 2023	—	—	—	—	—
(Forecast)	—	—	—	—	—

Note: Revisions to the forecast of cash dividends most recently announced: Yes

### 3. Forecast of consolidated results for the fiscal year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

	Revenue		Operating profit		Profit before tax		Profit for the period attributable to owners of parent		Profit for the period per share, basic
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	
Fiscal year ending March 31, 2023 (Forecast)	3,800,000	38.5	300,000	231.7	300,000	180.4	210,000	200.0	Yen 273.81

Note: Revisions to the forecast of consolidated results most recently announced: Yes

#### \* Notes

(1) Changes in significant subsidiaries during the period

(Changes in specified subsidiaries resulting in the change in scope of consolidation): Yes

Newly included: 1 company (Subaru USA Holdings Inc.)

(2) Changes in accounting policies and changes in accounting estimates

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

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

(iii) Changes in accounting estimates : None

(3) Number of issued shares (ordinary shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2022	769,175,873 shares
As of March 31, 2022	769,175,873 shares

(ii) Number of treasury shares at the end of the period

As of September 30, 2022	2,192,965 shares
As of March 31, 2022	2,248,102 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2022	766,943,284 shares
Six months ended September 30, 2021	766,896,241 shares

\* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

\* Proper use of earnings forecasts, and other special matters

The performance projections were based on the information available as of the date when this document was released. Therefore, actual results may differ considerably due to various factors that might occur in the future.

## Index of the attachments

<b>1. Qualitative information on quarterly financial results.....</b>	<b>2</b>
<b>(1) Explanation about operating performance in the quarter under review.....</b>	<b>2</b>
<b>(2) Explanation about financial position in the quarter under review.....</b>	<b>3</b>
<b>(3) Explanation about cash flows in the quarter under review.....</b>	<b>4</b>
<b>(4) Explanation about future forecasts such as projections for the current fiscal year.....</b>	<b>4</b>
<b>2. Condensed quarterly consolidated financial statements.....</b>	<b>5</b>
<b>(1) Condensed quarterly consolidated statement of financial position.....</b>	<b>5</b>
<b>(2) Condensed quarterly consolidated statement of income and condensed quarterly consolidated</b>	
<b>statement of comprehensive income.....</b>	<b>7</b>
<b>Condensed quarterly consolidated statement of income.....</b>	<b>7</b>
<b>Condensed quarterly consolidated statement of comprehensive income.....</b>	<b>8</b>
<b>(3) Condensed quarterly consolidated statement of changes in equity.....</b>	<b>9</b>
<b>(4) Condensed quarterly consolidated statement of cash flows.....</b>	<b>10</b>
<b>(5) Notes to condensed quarterly consolidated financial statements.....</b>	<b>11</b>
<b>(Notes on premise of going concern) .....</b>	<b>11</b>
<b>(Segment information) .....</b>	<b>11</b>
<b>(Significant subsequent event) .....</b>	<b>11</b>

## 1. Qualitative information on quarterly financial results

### (1) Explanation about operating performance in the quarter under review

Revenue for the six months ended September 30, 2022 increased by 409.2 billion yen (30.5%) year on year to 1,750.9 billion yen due to profit contribution from foreign exchange fluctuation, an increase in unit sales, pricing policies, an improved sales mix, and curbs on sales incentives.

Despite surging raw material costs and an increase in SG&A expenses, including the effect of exchange rate changes, operating profit increased by 56.0 billion yen (102.8%) to 110.4 billion yen and profit before tax rose by 59.2 billion yen (96.8%) to 120.4 billion yen on a year on year basis due to the increase in revenue. Profit for the period attributable to owners of parent increased by 33.1 billion yen (73.8%) year on year to 77.9 billion yen.

(In Japanese yen in million except for profit margin and percentage change from the previous period)

	Revenue	Operating Profit (Margin)	Profit before tax (Margin)	Profit for the period attributable to owners of parent (Margin)	Foreign Exchange Rate
FYE2023 2nd Quarter	1,750,896	110,445 (6.3)	120,356 (6.9)	77,858 (4.4)	¥130/US\$ ¥137/EUR
FYE2022 2nd Quarter	1,341,655	54,451 (4.1)	61,170 (4.6)	44,788 (3.3)	¥110/US\$ ¥131/EUR
Change	409,241	55,994	59,186	33,070	
Percentage Change	30.5	102.8	96.8	73.8	

### Performance by segment

Results for the six months ended September 30, 2022 by business segment are as described below.

(In Japanese yen in million except for profit margin and percentage change from the previous period)

	Revenue				Segment Profit			
	FYE2022 2nd Quarter	FYE2023 2nd Quarter	Change	Percentage Change	FYE2022 2nd Quarter	FYE2023 2nd Quarter	Change	Percentage Change
Automobile	1,306,103	1,713,422	407,319	31.2	51,951	109,956	58,005	111.7
Aerospace	33,201	35,106	1,905	5.7	(702)	(3,195)	(2,493)	-
Other	2,351	2,368	17	0.7	3,133	3,637	504	16.1
Adjustments	-	-	-	-	69	47	(22)	(31.9)
Total	1,341,655	1,750,896	409,241	30.5	54,451	110,445	55,994	102.8

- Notes: 1. Revenue is the revenue from external customers.  
2. Adjustment to segment profit refers to the elimination of intersegment transactions.

#### (i) Automobile Division

Although the risk of production constraints still remains due to a shortage of semiconductors supply, global production for the six months ended September 30, 2022 increased by 84,000 units (24.5%) year on year owing to flexible adjustments to the production plan. In response to the increase in global production, despite a rise in distribution-stage inventory, which was not translated into consolidated unit sales as of September 30, 2022, overseas unit sales increased by 19,000 units (5.8%) year on year to 350,000 units due to brisk sales especially in the United States, our mainstay market. Domestic unit sales increased by 4,000 units (9.4%) year on year to 49,000 units. This resulted in an increase in combined overseas and domestic unit sales by 23,000 units (6.2%) to 399,000 units. Demand for Subaru vehicles remains strong especially in the U.S., and retailer inventory continues to be at a low level.

Consequently, revenue for the six months ended September 30, 2022 increased by 407.3 billion yen (31.2%) year on year to 1,713.4 billion yen due to, as described above, profit contribution from foreign exchange fluctuation, the increase in unit sales, pricing policies, an improved sales mix, and curbs on sales incentives. Despite surging raw material costs and an increase in SG&A expenses, including the effect of exchange rate changes, segment profit increased by 58.0 billion yen (111.7%) year on year to 110.0 billion yen due to the increase in revenue.

Consolidated unit sales for the six months ended September 30, 2022 by region are as described below.

(Units in thousands and percentage change from the previous period)

	FYE2022 2nd Quarter	FYE2023 2nd Quarter	Change	Percentage Change
<b>Total in Japan</b>	<b>4.4</b>	<b>4.9</b>	<b>0.4</b>	<b>9.4</b>
Passenger cars	3.5	4.0	0.4	11.8
Minicars	0.9	0.9	0.0	0.1
<b>Total Overseas</b>	<b>33.1</b>	<b>35.0</b>	<b>1.9</b>	<b>5.8</b>
North America	28.2	30.1	1.8	6.5
Europe	0.7	0.8	0.1	10.3
Australia	1.7	1.8	0.1	8.6
China	0.9	0.6	(0.2)	(27.6)
Other regions	1.6	1.7	0.1	5.9
<b>Total</b>	<b>37.5</b>	<b>39.9</b>	<b>2.3</b>	<b>6.2</b>

(ii) Aerospace Division

Despite fewer deliveries of Boeing 787 components, revenue increased by 1.9 billion yen (5.7%) to 35.1 billion yen due to an increase in production of P-1 maritime patrol aircraft and C-2 transport aircraft components. Segment profit decreased year on year by 2.5 billion yen to a loss of 3.2 billion yen.

(iii) Other Businesses

Revenue was 2.4 billion yen, about the same as previous period. Segment profit increased by 0.5 billion yen (16.1%) year on year to 3.6 billion yen.

**(2) Explanation about financial position in the quarter under review**

(i) Assets

Total assets at the end of September 2022 stood at 3,922.4 billion yen, an increase of 378.6 billion yen compared to the end of the previous fiscal year. The key factors include: 1) an increase of 158.7 billion yen in cash and cash equivalents due to exchange rate effects and the like; 2) an increase of 124.6 billion yen in inventories as the stock of new vehicles increased at sales subsidiaries in the U.S.; and 3) an increase of 32.4 billion yen in other non-current assets due to exchange rate effects and the like.

(ii) Liabilities

Total liabilities increased by 215.6 billion yen to 1,858.4 billion yen at the end of September 2022 compared to the end of the previous fiscal year. The key factors include: 1) an expansion of 58.0 billion yen in other non-current liabilities due to exchange rate effects and the like; and 2) an increase of 46.0 billion yen in other current liabilities due to exchange rate effects and an increase in advances received.

(iii) Equity

Total equity increased by 163.0 billion yen to 2,064.0 billion yen at the end of September 2022 compared to the end of the previous fiscal year. The key factors include: 1) an increase of 106.4 billion yen in other components of equity due to an increase in foreign currency translation adjustments; and 2) an increase of 56.1 billion yen in retained earnings resulting from posting of profit for the period and payment of dividends.

### (3) Explanation about cash flows in the quarter under review

Cash and cash equivalents at the end of September 2022 totaled 1,041.8 billion yen.

#### (i) Net cash provided by operating activities

Net cash provided by operating activities increased by 212.3 billion yen (same quarter a year earlier: an increase of 63.8 billion yen). The key factors include: 1) 120.4 billion yen in profit before tax; 2) depreciation and amortization of 115.4 billion yen; 3) an increase of 69.2 billion yen in inventories; and 4) an increase of 43.4 billion yen in trade and other payables.

#### (ii) Net cash provided by (used in) investing activities

Net cash provided by (used in) investment activities decreased by 110.0 billion yen (same quarter a year earlier: a decrease of 81.9 billion yen). The key factors include: 1) expenditures totaling 61.7 billion yen as a result of purchase of property, plant and equipment; and 2) 29.2 billion yen in purchase of intangible assets and expenditure on internally generated intangible assets.

#### (iii) Net cash provided by (used in) financing activities

Net cash provided by (used in) financing activities declined by 46.0 billion yen (same quarter a year earlier: a decrease of 47.5 billion yen). The key factors include: 1) 23.0 billion yen in repayments of lease liabilities; and 2) dividends of 21.5 billion yen paid to owners of the parent.

### (4) Explanation about future forecasts such as projections for the current fiscal year

Despite the production constraints due in part to semiconductor supply shortages and the impact of surging raw material prices, the Company revises the consolidated financial forecast for the fiscal year ending March 31, 2023 from the previous announcement made on May 12, 2022 to reflect the expected effects of higher sales and profits from exchange rate fluctuations, pricing policies, an improved sales mix, and the like. Exchange rates assumed for forecast of the full-year consolidated earnings are 133 yen per US dollar (previously 120 yen per US dollar) and 136 yen per euro (previously 130 yen per euro).

#### Consolidated financial forecast for the fiscal year ending 2023 (from April 1, 2022 to March 31, 2023)

	Revenue	Operating profit	Profit before tax	Profit for the period attributable to owners of parent	Profit for the period per share, basic
Previous forecast (A)	Millions of yen 3,500,000	Millions of yen 200,000	Millions of yen 200,000	Millions of yen 140,000	Yen 182.55
Revised forecast (B)	3,800,000	300,000	300,000	210,000	273.81
Increase/Decrease (B-A)	300,000	100,000	100,000	70,000	-
Percentage change (%)	8.6	50.0	50.0	50.0	-
(Ref.) Results for previous fiscal year (Ended March 31 2022)	2,744,520	90,452	106,972	70,007	91.28

## 2. Condensed quarterly consolidated financial statements

### (1) Condensed quarterly consolidated statement of financial position

(Unit: Millions of yen)

	FYE 2022 (as of March 31, 2022)	2nd Quarter of FYE 2023 (as of September 30, 2022)
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	883,074	1,041,811
Trade and other receivables	337,387	335,879
Inventories	483,113	607,743
Income taxes receivable	18,331	19,737
Other financial assets	243,204	271,484
Other current assets	77,134	95,912
<b>Total current assets</b>	<b>2,042,243</b>	<b>2,372,566</b>
<b>Non-current assets</b>		
Property, plant and equipment	841,553	848,602
Intangible assets and goodwill	250,897	249,078
Investment property	21,942	21,563
Investments accounted for using equity method	10,828	10,263
Other financial assets	124,574	113,647
Other non-current assets	161,167	193,582
Deferred tax assets	90,549	113,067
<b>Total non-current assets</b>	<b>1,501,510</b>	<b>1,549,802</b>
<b>Total assets</b>	<b>3,543,753</b>	<b>3,922,368</b>

(Unit: Millions of yen)

	FYE 2022 (as of March 31, 2022)	2nd Quarter of FYE 2023 (as of September 30, 2022)
<b>Liabilities and equity</b>		
<b>Liabilities</b>		
<b>Current liabilities</b>		
Trade and other payables	273,546	319,917
Financing liabilities	51,645	62,606
Other financial liabilities	69,624	66,531
Income taxes payable	4,685	48,545
Provisions	143,217	150,835
Other current liabilities	309,538	355,554
<b>Total current liabilities</b>	<b>852,255</b>	<b>1,003,988</b>
<b>Non-current liabilities</b>		
Financing liabilities	282,400	269,950
Other financial liabilities	81,848	92,277
Employee benefits	58,196	67,221
Provisions	95,448	98,869
Other non-current liabilities	267,530	325,488
Deferred tax liabilities	5,057	570
<b>Total non-current liabilities</b>	<b>790,479</b>	<b>854,375</b>
<b>Total Liabilities</b>	<b>1,642,734</b>	<b>1,858,363</b>
<b>Equity</b>		
<b>Equity attributable to owners of parent</b>		
Capital stock	153,795	153,795
Capital surplus	160,178	160,178
Treasury shares	(6,324)	(6,134)
Retained earnings	1,466,322	1,522,446
Other components of equity	116,818	223,211
<b>Total equity attributable to owners of parent</b>	<b>1,890,789</b>	<b>2,053,496</b>
<b>Non-controlling interests</b>	<b>10,230</b>	<b>10,509</b>
<b>Total equity</b>	<b>1,901,019</b>	<b>2,064,005</b>
<b>Total liabilities and equity</b>	<b>3,543,753</b>	<b>3,922,368</b>



**(2) Condensed quarterly consolidated statement of income and condensed quarterly consolidated statement of comprehensive income**

**Condensed quarterly consolidated statement of income**

	(Unit: Millions of yen)	
	FYE 2022 (April 1, 2021 to September 30, 2021)	FYE 2023 (April 1, 2022 to September 30, 2022)
Revenue	1,341,655	1,750,896
Cost of sales	(1,084,781)	(1,419,839)
Gross profit	256,874	331,057
Selling, general and administrative expenses	(145,013)	(160,506)
Research and development expenses	(55,082)	(54,073)
Other income	1,968	3,426
Other expenses	(4,471)	(9,083)
Share of profit (loss) of investments accounted for using equity method	175	(376)
Operating profit	54,451	110,445
Finance income	10,871	26,084
Finance costs	(4,152)	(16,173)
Profit before tax	61,170	120,356
Income tax expense	(15,899)	(42,684)
Profit for the period	45,271	77,672
Profit for the period attributable to		
Owners of parent	44,788	77,858
Non-controlling interests	483	(186)
Profit for the period	45,271	77,672
Profit for the period per share attributable to owners of parent		
Basic (yen)	58.40	101.52
Diluted (yen)	—	101.52

## Condensed quarterly consolidated statement of comprehensive income

(Unit: Millions of yen)

	FYE 2022 (April 1, 2021 to September 30, 2021)	FYE 2023 (April 1, 2022 to September 30, 2022)
Profit for the period	45,271	77,672
Other comprehensive income (after deduction of tax)		
Items that will not be reclassified to profit or loss		
Remeasurements of defined benefit plans	(124)	—
Net changes in revaluation of capital financial assets measured at fair value through other comprehensive income	10,417	(12,567)
Share of other comprehensive income of investments accounted for using equity method	—	(896)
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	7,350	125,966
Net changes in revaluation of liability financial assets measured at fair value through other comprehensive income	(308)	(6,892)
Share of other comprehensive income of investments accounted for using equity method	109	1,198
Other comprehensive income (after deduction of tax) total	17,444	106,809
Comprehensive income	62,715	184,481
Comprehensive income attributable to		
Owners of parent	62,053	184,202
Non-controlling interests	662	279
Comprehensive income	62,715	184,481

**(3) Condensed quarterly consolidated statement of changes in equity  
FYE 2022 (April 1, 2021 to September 30, 2021)**

(Unit: Millions of yen)

	Equity attributable to owners of parent						Non-controlling interests	Total capital
	Capital stock	Capital surplus	Treasury shares	Retained earnings	Other components of equity	Total		
Balance at the beginning of the period	153,795	160,178	(6,524)	1,435,291	34,995	1,777,735	8,648	1,786,383
Comprehensive income								
Profit for the period	—	—	—	44,788	—	44,788	483	45,271
Other comprehensive income (after deduction of tax)	—	—	—	—	17,265	17,265	179	17,444
Comprehensive income total	—	—	—	44,788	17,265	62,053	662	62,715
Transfer to retained earnings	—	—	—	63	(63)	—	—	—
Transactions with owners								
Dividends paid	—	—	—	(21,484)	—	(21,484)	—	(21,484)
Purchase of treasury shares	—	—	(2)	—	—	(2)	—	(2)
Disposal of treasury shares	—	(72)	208	—	—	136	—	136
Transfer from retained earnings to capital surplus	—	72	—	(72)	—	—	—	—
Change in scope of consolidation	—	—	—	—	—	—	—	—
Total transactions with owners	—	—	206	(21,556)	—	(21,350)	—	(21,350)
Balance at the end of the period	153,795	160,178	(6,318)	1,458,586	52,197	1,818,438	9,310	1,827,748

**FYE 2023 (April 1, 2022 to September 30, 2022)**

(Unit: Millions of yen)

	Equity attributable to owners of parent						Non-controlling interests	Total capital
	Capital stock	Capital surplus	Treasury shares	Retained earnings	Other components of equity	Total		
Balance at the beginning of the period	153,795	160,178	(6,324)	1,466,322	116,818	1,890,789	10,230	1,901,019
Comprehensive income								
Profit for the period	—	—	—	77,858	—	77,858	(186)	77,672
Other comprehensive income (after deduction of tax)	—	—	—	—	106,344	106,344	465	106,809
Comprehensive income total	—	—	—	77,858	106,344	184,202	279	184,481
Transfer to retained earnings	—	—	—	(49)	49	—	—	—
Transactions with owners								
Dividends paid	—	—	—	(21,485)	—	(21,485)	—	(21,485)
Purchase of treasury shares	—	—	(2)	—	—	(2)	—	(2)
Disposal of treasury shares	—	(55)	192	—	—	137	—	137
Transfer from retained earnings to capital surplus	—	55	—	(55)	—	—	—	—
Change in scope of consolidation	—	—	—	(145)	—	(145)	—	(145)
Total transactions with owners	—	—	190	(21,685)	—	(21,495)	—	(21,495)
Balance at the end of the period	153,795	160,178	(6,134)	1,522,446	223,211	2,053,496	10,509	2,064,005

**(4) Condensed quarterly consolidated statement of cash flows**

(Unit: Millions of yen)

	FYE 2022 (April 1, 2021 to September 30, 2021)	FYE 2023 (April 1, 2022 to September 30, 2022)
Net cash provided by (used in) operating activities		
Profit before tax	61,170	120,356
Depreciation and amortization	110,952	115,442
Share of loss (profit) of investments accounted for using equity method	(175)	376
Finance income	(10,871)	(26,084)
Finance costs	4,152	16,173
Decrease (increase) in trade and other receivables	18,866	2,457
Decrease (increase) in inventories	27,273	(69,173)
Increase (decrease) in trade and other payables	(78,437)	43,372
Increase (decrease) in provisions and employee benefits	(50,010)	15,684
Others	(9,093)	3,540
Subtotal	73,827	222,143
Interest received	1,906	5,349
Dividends received	1,705	2,038
Interest paid	(1,087)	(1,172)
Income taxes paid	(12,587)	(16,038)
<b>Net cash provided by (used in) operating activities</b>	<b>63,764</b>	<b>212,320</b>
Net cash provided by (used in) investing activities		
Net decrease (increase) in time deposits	(2,010)	(4,821)
Purchase of property, plant and equipment	(56,368)	(65,133)
Proceeds from sale of property, plant and equipment	144	3,460
Purchase of intangible assets and expenditure on internally generated intangible assets	(40,105)	(29,209)
Purchase of other financial assets	(107,742)	(114,792)
Proceeds from sale and collection of other financial assets	124,376	101,489
Others	(226)	(992)
<b>Net cash provided by (used in) investing activities</b>	<b>(81,931)</b>	<b>(109,998)</b>
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term borrowings	(200)	—
Repayments of long-term borrowings	(14,652)	(3,501)
Proceeds from long-term borrowings	16,000	2,000
Repayments of lease liabilities	(27,185)	(23,001)
Dividends paid to owners of parent	(21,463)	(21,463)
Others	6	(5)
<b>Net cash provided by (used in) financing activities</b>	<b>(47,494)</b>	<b>(45,970)</b>
Effect of exchange rate changes on cash and cash equivalents	6,696	102,385
Net increase (decrease) in cash and cash equivalents	(58,965)	158,737
Cash and cash equivalents at beginning of period	907,326	883,074
<b>Cash and cash equivalents at end of period</b>	<b>848,361</b>	<b>1,041,811</b>

## (5) Note to condensed quarterly consolidated financial statements

### (Note on premise of going concern)

FYE 2023 (April 1, 2022 to September 30, 2022)

Not applicable.

### (Segment information)

Information on revenue, profit or loss, and other significant items by segment

Segment information by business type of the Company and its consolidated subsidiaries during the second quarter of FYE 2022 and the second quarter of FYE 2023 is as follows.

#### FYE 2022 (April 1, 2021 to September 30, 2021)

(Unit: Millions of yen)

	Automobile	Aerospace	Subtotal	Others	Adjustment	Consolidated
Revenue						
(1) Outside customers	1,306,103	33,201	1,339,304	2,351	—	1,341,655
(2) Inter-segment	1,177	2	1,179	16,396	(17,575)	—
Total revenue	1,307,280	33,203	1,340,483	18,747	(17,575)	1,341,655
Share of profit (loss) of investments accounted for using equity method	316	—	316	(141)	—	175
Operating profit (loss)	51,951	(702)	51,249	3,133	69	54,451
Finance income						10,871
Finance costs						(4,152)
Profit before tax						61,170

#### FYE 2023 (April 1, 2022 to September 30, 2022)

(Unit: Millions of yen)

	Automobile	Aerospace	Subtotal	Others	Adjustment	Consolidated
Revenue						
(1) Outside customers	1,713,422	35,106	1,748,528	2,368	—	1,750,896
(2) Inter-segment	1,363	—	1,363	16,822	(18,185)	—
Total revenue	1,714,785	35,106	1,749,891	19,190	(18,185)	1,750,896
Share of profit (loss) of investments accounted for using equity method	301	—	301	(677)	—	(376)
Operating profit (loss)	109,956	(3,195)	106,761	3,637	47	110,445
Finance income						26,084
Finance costs						(16,173)
Profit before tax						120,356

Note: The method of calculating operating profit (loss) for each segment is consistent with the method of calculating operating profit (loss) in the condensed quarterly consolidated statement of income, and does not include financial income, financial costs, and income tax expense. In addition, operating expenses that cannot be charged directly to each segment are allocated to each segment based on the most reasonable allocation criteria.

### (Significant subsequent event)

Not applicable.



#### Corrections (February 6, 2023)

The following corrections have been made in the text of "Results for April-September 2022: Consolidated Revenue."

The corrected figures are underlined in the text.

- Original: 6.2% / Corrected: 6.1%

- Original: 399,000 units / Corrected: 398,000 units

## **Subaru Corporation Announces Consolidated Financial Results for the First Half of FYE 2023**

Tokyo, November 2, 2022 – Subaru Corporation today announced its consolidated financial results for the first half of the fiscal year ending March 31, 2023.

### **Results for April–September 2022: Consolidated Revenue**

Although production constraints continued due to the global shortage of semiconductors, global production increased 24.5% to 425,000 units as production plans were flexibly adjusted. Production in Japan rose 29.9% to 283,000 units, while production in the U.S. grew 15.0% to 143,000 units.

As a result of the increase in production, global vehicle sales increased 6.1% to 398,000 units, led especially by Subaru's key U.S. market.

Due to the effects of foreign exchange rates, the growth in vehicle sales, and other factors, consolidated revenue rose 30.5% to 1,750.9 billion yen.

### **Results for April–September 2022: Consolidated Profit and Loss**

As positive factors such as the effects of foreign exchange rates and the growth in unit sales more than offset a steep rise in raw material prices and an increase in SG&A expenses, operating profit rose 56 billion yen to 110.4 billion yen, profit before tax grew 59.2 billion yen to 120.4 billion yen, and profit for the period attributable to owners of parent increased 33.1 billion yen to 77.9 billion yen.

### **Forecasts for FYE 2023**

With the pricing policy and the improvements in sales mix expected to offset the steep rise in raw material prices to a certain degree and incorporating the positive effects of foreign exchange rates, the Company revises its previous forecasts for FYE 2023 (announced on August 3, 2022) as follows:

- Revenue: 3,800 billion yen (an increase of 300 billion yen from previous forecast)
- Operating profit: 300 billion yen (an increase of 100 billion yen from previous forecast)
- Profit for the period attributable to owners of parent: 210 billion yen (an increase of 70 billion yen from previous forecast)

Reflecting the results for the first half period and the upward revision of the full year forecasts, the Company has determined to increase its interim dividend by 10 yen per share to 38 yen per share and revised the year-end dividend forecast to 38 yen per share and the annual dividend forecast to 76 yen per share.

The forecasts for FYE 2023 are based on exchange rate assumptions of 133 yen to the U.S. dollar and 136 yen to the euro.

Notes on results:

Vehicle volume figures are rounded off to the nearest thousand. Yen figures are rounded off to the nearest hundred million.

Forward-looking statements in this document including financial and other forecasts are based on the information available at the time of announcement and are subject to various risks and uncertainties that could cause actual results to vary materially.

###

**Reference for the First Half of FYE 2023 Consolidated Financial Results**
**CORRECTIONS (February 6, 2023)**

The following corrections have been made to figures in the Consolidated Unit Sales table of the FYE 2023 Second Quarter Results. The corrected figures are underlined in the table.

**Unit sales (Overseas)**

- Total figure percent change: Original 5.8% / Corrected 5.7%
- Europe figure change: Original 1 / Corrected 0
- Europe figure percent change: Original 10.3% / Corrected 3.3%

**Unit sales total**

- Result: Original 399 / Corrected 398
- Percent change: Original 6.2% / Corrected 6.1%

(Yen in 100 millions, Units in thousands)

	FYE 2022 2nd Quarter [ 2021. 4-9 ] RESULTS	FYE 2023 2nd Quarter [ 2022. 4-9 ] RESULTS		FYE 2022 Full Year [ '21.4 - '22.3 ] RESULTS	FYE 2023 Full Year [ 2022.4 - 2023.3 ] FORECASTS		FYE 2023 Full Year [ '22.4-'23.3 ] PREVIOUS FORECASTS		
		Change	%		Change	%			
<b>Revenue</b>	13,417	17,509	4,092	30.5	27,445	38,000	10,555	38.5	35,000
Japan	2,179	2,816	637	29.2	4,880	-	-	-	-
Overseas	11,237	14,693	3,455	30.7	22,565	-	-	-	-
<b>Operating profit (loss)</b>	545	1,104	560	102.8	905	3,000	2,095	231.7	2,000
Profit margin (%)	4.1	6.3			3.3	7.9			5.7
<b>Profit (loss) before tax</b>	612	1,204	592	96.8	1,070	3,000	1,930	180.4	2,000
Profit margin (%)	4.6	6.9			3.9	7.9			5.7
<b>Profit for the quarter attributable to owners of parent</b>	448	779	331	73.8	700	2,100	1,400	200.0	1,400
Profit margin (%)	3.3	4.4			2.6	5.5			4.0
<b>Factors contributing to change in operating profit</b>				1,027				2,363	
				562				2,030	
				11				(1,249)	
				(513)				(880)	
				(490)				(98)	
				(37)				(71)	
<b>Exchange rates</b>	JPY/US\$ 110/US\$ JPY/EUR 131/EUR	130/US\$ 137/EUR		112/US\$ 130/EUR	133/US\$ 136/EUR	120/US\$ 130/EUR			
<b>Capital expenditures</b>	382	551		861	1,400	1,400			
<b>Depreciation</b>	460	495		946	1,000	1,000			
<b>R&amp;D expenditures *</b>	616	519		1,138	1,200	1,200			
<b>Interest bearing debts</b>	3,351	3,326		3,340	-	-			
<b>Performance description</b>				- Increase in revenue for two consecutive years - Increase in profit at each stage for two consecutive years - Increase in consolidated unit sales for two consecutive years				- First increase in revenue in three years - First increase in profit at each stage in three years - First increase in consolidated unit sales in three years	
<b>Consolidated unit sales</b>	44	49	4	9.4	89	115	26	28.9	115
< Japan >									
Passenger Cars	35	40	4	11.8	73	95	22	30.7	91
Minicars	9	9	0	0.1	17	20	4	20.9	24
<b>Consolidated unit sales &lt; Overseas &gt;</b>	331	350	19	<u>5.7</u>	645	805	160	24.8	826
North America	282	301	18	6.5	555	681	126	22.6	688
Europe **	7	8	0	<u>3.3</u>	15	-	-	-	-
China	9	6	(2)	(27.6)	14	14	(0)	(2.1)	19
Other	33	35	2	7.3	60	-	-	-	-
<b>Consolidated unit sales total</b>	375	<u>398</u>	23	<u>6.1</u>	734	920	186	25.3	940
<b>Production units total</b>	342	425	84	24.5	727	970	243	33.5	1,000
Japan	218	283	65	29.9	455	-	-	-	-
U.S.	124	143	19	15.0	272	-	-	-	-
<b>Revenue by business segment</b>									
Automobile	13,061	17,134	4,073	31.2	26,775	37,135	10,360	38.7	34,092
Aerospace	332	351	19	5.7	623	819	196	31.4	863
Other	24	24	0	0.7	48	47	(1)	(1.9)	44
<b>Operating profit (loss) by business segment</b>									
Automobile	520	1,100	580	111.7	925	2,951	2,026	218.9	1,992
Aerospace	(7)	(32)	(25)	-	(70)	2	72	-	(16)
Other	31	36	5	16.1	48	47	(1)	(2.2)	24
Elimination & Corporate	1	0	(0)	(31.9)	1	-	-	-	-

\* "R&D expenditures" indicate R&D activity related costs incurred during the reporting period. Under IFRS, a part of these costs that meets capitalization criteria is recognized as an intangible asset and amortized over its estimated useful life; thus, the amount of "R&D expenditures" stated here does not match that of "R&D expenses" stated on the Consolidated Statement of Income.

\*\* Starting from the August 3, 2022 reporting, the regions under "Europe" have been redefined. (The figures of the previous-year results have been changed accordingly.)

< Forward-looking statements in this document are based on the information available at the time of the announcement and are subject to various risks and uncertainties that could cause actual results to vary materially. >