Consolidated Financial Results
for the Three Months Ended March 31, 2025
[IFRS]

May 15, 2025

Company name : Sumitomo Rubber Industries, Ltd.
Stock exchange listing : Tokyo Stock Exchange
Code number : 5110
URL : https://www.srigroup.co.jp/english/index.html
Representative : Satoru Yamamoto, President and CEO, Representative Director
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Scheduled date of commencing dividend payments : -
Supplementary documents for quarterly financial results : Yes
Quarterly 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 Three Months Ended March 31, 2025 (January 1, 2025 to March 31, 2025)

(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	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	287,780	(1.2)	14,132	(39.0)	12,318	(40.5)	3,561	(85.7)	(18,573)	-
March 31, 2024	291,360	5.3	23,183	190.7	20,696	166.5	24,841	520.2	53,605	261.6

(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
Three months ended	Yen	Yen	%
March 31, 2025	13.54	-	4.9
March 31, 2024	94.45	-	8.0

(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
March 31, 2025	1,290,241	649,413	631,194	48.9	2,399.73
December 31, 2024	1,341,123	675,810	656,134	48.9	2,494.54

(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
Three months ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	9,448	(18,759)	(200)	87,035
March 31, 2024	17,611	(20,046)	(8,535)	82,574

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, 2024	-	29.00	-	29.00	58.00
December 31, 2025	-				
Fiscal year ending December 31, 2025 (Forecast)		35.00	-	35.00	70.00

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

3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2025 (January 1, 2025 to December 31, 2025)

(% 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
First half	590,000	0.5	30,000	(29.1)	28,000	(33.3)	13,000	(66.4)	49.42
Full year	1,220,000	0.7	95,000	8.0	84,000	650.9	45,000	356.2	171.08

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

Notes:

(1) Changes in Significant Subsidiaries during the Three Months Ended March 31, 2025
(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)

March 31, 2025	:	263,043,057 shares
December 31, 2024	:	263,043,057 shares

2) Total number of treasury stock at the end of the period

March 31, 2025	:	15,591 shares
December 31, 2024	:	15,195 shares

3) Average number of shares during the period

Three months ended March 31, 2025	:	263,027,586 shares
Three months ended March 31, 2024	:	263,017,410 shares

* Review by certified public accountants or auditing firms of the attached quarterly financial statements: None

* 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 Quarterly Financial Results for the Period under Review, (3) Consolidated Financial Results Forecast and Other Future Forecast."

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

(1) Operating Results

	For the three months ended March 31, 2024	For the three months ended March 31, 2025	Change in ratio
	Millions of yen	Millions of yen	%
Sales revenue	291,360	287,780	(1.2)
Tires	244,092	244,574	0.2
Sports	36,708	32,423	(11.7)
Industrial and Other Products	10,560	10,783	2.1
Business profit	23,183	14,132	(39.0)
Tires	18,278	10,932	(40.2)
Sports	4,225	1,736	(58.9)
Industrial and Other Products	668	1,483	121.9
Adjustments	12	(19)	-
Operating profit	20,696	12,318	(40.5)
Profit attributable to owners of parent	24,841	3,561	(85.7)

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

Foreign exchange rates applied

	For the three months ended March 31, 2024	For the three months ended March 31, 2025	Increase (Decrease)
	Yen	Yen	Yen
Yen / U.S. Dollar	149	153	4
Yen / Euro	161	161	-

During the fiscal year ended March 31, 2025, the economic environment continued to recover gradually, though some regions remain at a standstill and uncertainty prevails due to the U.S. tariff policy. While the Japanese economy is expected to continue to recover steadily in the situation where the employment and income environment are improving and the consumer sentiment is weakening, there is a risk of the economic downturn which is stemming from the U.S. tariff policy and the impact of ongoing inflation.

As the Group steadily implements the current Mid-Term Plan and reaches the turning point in 2025, in January, it concluded an agreement to acquire the trademark and other rights of DUNLOP in tires for four-wheel vehicles in Europe, North America, and the Oceania region, and closed the transaction on May 7. Additionally, in March, the Group announced the Long-term Corporate Strategy to 2035. The Long-term Corporate Strategy encapsulates the Group’s desire of “Continuing to Provide ‘New Experiential Value’ Born from Rubber to Everyone,” and to this end, it aims to promote the premiumization of tires towards 2030 and build new sources of revenue towards 2035. The Group will also promote global brand management centered around DUNLOP.

In the business environment surrounding the Group, tire sales volume through the fiscal year ended March 31, 2025 was lower than the level of the same period of the previous fiscal year due to the market stagnation caused by inflation and other factors as well as the discontinuation of some-low profit products. The effect of increase in the unit price of tire raw materials reduced the profit as compared with the same period a year ago.

As a result, sales revenue of the Group decreased 1.2% from the same period of the previous fiscal year to ¥287,780 million, business profit decreased 39.0% to ¥14,132 million, operating profit decreased 40.5% to ¥12,318 million and profit attributable to owners of parent decreased 85.7% to ¥3,561 million.

Business Performance by business segment was as follows.

Tire Business

Sales revenue in the tire business increased 0.2% from the same period of the previous fiscal year to ¥244,574 million, and business profit decreased 40.2% to ¥10,932 million.

In the domestic original equipment market, sales volume significantly exceeded the level of the same period of the previous fiscal year due to production cutbacks at some automobile manufacturers during the same period of the previous year.

In the domestic replacement market, sales volume of winter tires significantly exceeded the level of the same period of the previous fiscal year, due to strong industry demand centering on winter tires as a result of the frequent snowfall and harsh cold in various regions from the beginning of the year. Sales volume of summer tires fell slightly below the level of the same period of the previous fiscal year, having taken a profitability-oriented sales approach. Overall sales volume in the domestic replacement market fell below the level of the previous fiscal year, due to the effects of declining order receipt for offtake products.

In the overseas original equipment market, a significant drop occurred in the sales volume to automobile manufacturers in Asia, particularly China compared to the level of the same period of the previous fiscal year.

In the overseas replacement market, sales volume in Asia-Oceania region exceeded the level of the same period of the previous fiscal year, as sales volume in Indonesia recovered from the level of the same period of the previous fiscal year when the sales volume significantly declined, despite the sales volume in China remaining at a low level due to its market stagnation. In Europe, sales volume slightly declined from the level of the same period of the previous fiscal year due to the inflation and market downturn, though sales volume of all-season tires which constitute strong points of our FALKEN brand increased through the expansion of the products. In the American region, in North America, the flagship product, WILDPEAK Series, maintained strong sales. Nevertheless, due to the high sales volume throughout North America in the same period of the previous fiscal year, as well as the effects of the burgeoning market share of low-priced products of our competitors from the second half of the last year, sales volume fell below the levels of the same period of the previous fiscal year. In South America, sales volume increased due to efforts to expand sales by flexibly cooperating with the distributors, as well as the decrease in imports of our competitors entering the market primarily as a result of the rapidly depreciating Brazilian currency.

As a result, sales revenue in the tire business exceeded the level of the same period of the previous fiscal year, despite the decrease in tire sales volume from the same period last year, and business profit decreased.

Sports Business

Sales revenue in the sports business decreased 11.7% from the same period of the previous fiscal year to ¥32,423 million, and business profit decreased 58.9% from the same period of the previous fiscal year to ¥1,736 million.

In the golf goods market, sales revenue fell below the level of the same period of the previous fiscal year due to the significant impact of deteriorating market conditions in South Korea, despite sales increases in the Japanese and American markets.

In the tennis goods markets, sales exceeded the level of the previous fiscal year due to increased sales in the major markets of Japan and Europe.

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

Regarding the wellness business excluding golf and tennis schools, we transferred all shares of the target company to new shareholders in early December 2024.

Industrial and Other Products Business

Sales revenue in the industrial and other products business increased 2.1% from the same period of the previous fiscal year to ¥10,783 million, and business profit increased 121.9% to ¥1,483 million.

Sales in the industrial and other products business exceeded the level of the previous fiscal year due to robust sales for infrastructure products, vibration control dampers and rubber parts for office equipment, though sales of rubber parts for medical applications to Europe 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.

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

(2) Financial Position

	As of December 31, 2024	As of March 31, 2025	Increase (Decrease)
	Millions of yen	Millions of yen	Millions of yen
Total assets	1,341,123	1,290,241	(50,882)
Total liabilities	665,313	640,828	(24,485)
Total equity	675,810	649,413	(26,397)
Total equity attributable to owners of parent	656,134	631,194	(24,940)
Total equity attributable to owners of parent ratio (%)	48.9	48.9	-
Equity attributable to owners of parent per share	2,494.54 yen	2,399.73 yen	(94.81) yen

The financial position of the Group as of March 31, 2025 was as follows.

Total assets decreased ¥50,882 million from the end of the previous fiscal year to ¥1,290,241 million mainly as a result of decrease in cash and cash equivalents and trade and other receivables.

Total liabilities decreased ¥24,485 million from the end of the previous fiscal year to ¥640,828 million mainly as a result of decrease in trade and other payables and other current liabilities.

Total equity as of March 31, 2025 decreased ¥26,397 million from the end of the previous fiscal year to ¥649,413 million, of which equity attributable to owners of parent accounted for ¥631,194 million, and non-controlling interest accounted for ¥18,219 million.

As a result, equity attributable to owners of parent ratio was 48.9%, and equity attributable to owners of parent per share was ¥2,399.73.

(3) Consolidated Financial Results Forecast and Other Future Forecast

During the half year ending June 30, 2025, the sales volume of tires is expected to decrease compared to the initial forecast. On the profit side, fixed costs and expenses are likely to improve, though the effect of the tire price increase will diminish. Regarding the fiscal year ending December 31, 2025, we plan to absorb the negative impact of the U.S. tariff through price pass-through and other measures, and maintain the initial forecast, despite the expected decrease in revenue due to the impact of yen appreciation and the decrease in the sales volume of tires compared to the initial forecast. As a result, we have revised the consolidated results forecasts for the half year and full-year as below.

Consolidated Financial Results Forecast for the Six Months Ending June 30, 2025 (January 1, 2025 to June 30, 2025)

	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	590,000	600,000	(10,000)	(1.7)	587,041
Tires	502,500	513,500	(11,000)	(2.1)	496,113
Sports	68,500	68,500	-	-	71,573
Industrial and Other Products	19,000	18,000	1,000	5.6	19,355
Business profit	30,000	30,000	-	-	42,294
Tires	24,000	24,000	-	-	34,009
Sports	4,000	4,500	(500)	(11.1)	6,966
Industrial and Other Products	2,000	1,500	500	33.3	1,297
Adjustments	-	-	-	-	22
Operating profit	28,000	25,000	3,000	12.0	41,951
Profit attributable to owners of parent	13,000	13,000	-	-	38,729

Foreign exchange rates applied

	Forecast	Previous forecast	Increase (Decrease)	(Reference) Results for the same period of the previous year
	Yen	Yen	Yen	Yen
Yen / U.S. Dollar	147	155	(8)	152
Yen / Euro	161	160	1	165

Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2025 (January 1, 2025 to December 31, 2025)

	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	1,220,000	1,250,000	(30,000)	(2.4)	1,211,856
Tires	1,054,000	1,088,500	(34,500)	(3.2)	1,046,394
Sports	124,500	124,500	-	-	125,650
Industrial and Other Products	41,500	37,000	4,500	12.2	39,812
Business profit	95,000	95,000	-	-	87,941
Tires	83,000	83,000	-	-	76,181
Sports	7,500	8,000	(500)	(6.3)	7,878
Industrial and Other Products	4,500	4,000	500	12.5	3,725
Adjustments	-	-	-	-	157
Operating profit	84,000	84,000	-	-	11,186
Profit attributable to owners of parent	45,000	45,000	-	-	9,865

Foreign exchange rates applied

	Forecast	Previous forecast	Increase (Decrease)	(Reference) Results for the same period of the previous year
	Yen	Yen	Yen	Yen
Yen / U.S. Dollar	144	155	(11)	152
Yen / Euro	162	160	2	164

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 Quarterly Consolidated Financial Statements and Primary Notes

(1) Condensed Quarterly Consolidated Statements of Financial Position

(Millions of yen)

	As of December 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and cash equivalents	100,382	87,035
Trade and other receivables	221,679	207,906
Other financial assets	2,262	1,675
Inventories	290,947	282,622
Other current assets	54,492	55,501
Total current assets	669,762	634,739
Non-current assets		
Tangible assets	444,047	427,245
Goodwill	29,457	28,677
Intangible assets	59,087	64,541
Investments accounted for using equity method	4,529	4,534
Other financial assets	34,000	31,952
Net defined benefit asset	62,378	62,311
Deferred tax assets	34,687	33,035
Other non-current assets	3,176	3,207
Total non-current assets	671,361	655,502
Total assets	1,341,123	1,290,241

(Millions of yen)

	As of December 31, 2024	As of March 31, 2025
Liabilities and equity		
Liabilities		
Current liabilities		
Bonds and loans payable	89,805	99,572
Trade and other payables	186,587	168,236
Other financial liabilities	14,272	19,070
Income tax payable	6,339	4,481
Provisions	7,178	4,225
Other current liabilities	66,434	55,769
Total current liabilities	370,615	351,353
Non-current liabilities		
Bonds and loans payable	162,637	162,449
Other financial liabilities	64,877	62,425
Net defined benefit liability	24,578	24,193
Provisions	871	876
Deferred tax liabilities	19,644	18,056
Other non-current liabilities	22,091	21,476
Total non-current liabilities	294,698	289,475
Total liabilities	665,313	640,828
Equity		
Capital stock	42,658	42,658
Capital surplus	39,788	39,788
Retained earnings	520,815	516,986
Treasury stock	(26)	(27)
Other components of equity	52,899	31,789
Total equity attributable to owners of parent	656,134	631,194
Non-controlling interests	19,676	18,219
Total equity	675,810	649,413
Total liabilities and equity	1,341,123	1,290,241

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

Condensed Quarterly Consolidated Statements of Income

(Millions of yen)

	For the three months ended March 31, 2024	For the three months ended March 31, 2025
Sales revenue	291,360	287,780
Cost of sales	(202,335)	(204,100)
Gross profit	89,025	83,680
Selling, general and administrative expenses	(65,842)	(69,548)
Business profit	23,183	14,132
Other income	763	955
Other expenses	(3,250)	(2,769)
Operating profit	20,696	12,318
Financial income	6,883	2,554
Financial expenses	(1,715)	(10,921)
Equity in earnings of affiliates	(2)	8
Profit before tax	25,862	3,959
Income tax expenses	359	(771)
Profit	26,221	3,188
Profit attributable to:		
Owners of parent	24,841	3,561
Non-controlling interests	1,380	(373)
Profit	26,221	3,188
Profit per share		
Basic profit per share (Yen)	94.45	13.54

Condensed Quarterly Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the three months ended March 31, 2024	For the three months ended March 31, 2025
Profit	26,221	3,188
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	3,621	(590)
Items that may be reclassified subsequently to profit or loss		
Cash flow hedges	7	(3,211)
Currency translation differences of foreign operations	23,756	(17,960)
Other comprehensive income, net of tax	27,384	(21,761)
Comprehensive income	53,605	(18,573)
Comprehensive income attributable to:		
Owners of parent	51,257	(17,311)
Non-controlling interests	2,348	(1,262)
Comprehensive income	53,605	(18,573)

(3) Condensed Quarterly Consolidated Statements of Changes in Equity

For the three months ended March 31, 2024

(Millions of yen)

	Equity attributable to owners of parent					
					Other components of equity	
	Capital Stock	Capital surplus	Retained earnings	Treasury stock	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			24,841			
Other comprehensive income					20,888	7
Total comprehensive income	-	-	24,841	-	20,888	7
Purchase of treasury stock				(2)		
Disposal of treasury stock						
Dividends			(13,940)			
Transfer to retained earnings			6			
Transfer to capital surplus						
Other		126				
Total transactions with owners	-	126	(13,934)	(2)	-	-
Balance as of March 31, 2024	42,658	39,828	533,623	(45)	31,089	3

	Equity attributable to owners of parent					Non-controlling interests	Total Equity
	Other components of equity						
	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				-	24,841	1,380	26,221
Other comprehensive income	3,621		1,900	26,416	26,416	968	27,384
Total comprehensive income	3,621	-	1,900	26,416	51,257	2,348	53,605
Purchase of treasury stock				-	(2)		(2)
Disposal of treasury stock				-	-		-
Dividends				-	(13,940)	(98)	(14,038)
Transfer to retained earnings	(6)			(6)	-		-
Transfer to capital surplus				-	-		-
Other				-	126	(126)	-
Total transactions with owners	(6)	-	-	(6)	(13,816)	(224)	(14,040)
Balance as of March 31, 2024	14,399	-	-	45,491	661,555	19,440	680,995

For the three months ended March 31, 2025

(Millions of yen)

	Equity attributable to owners of parent					
					Other components of equity	
	Capital Stock	Capital surplus	Retained earnings	Treasury stock	Currency translation differences of foreign operations	Cash flow hedges
Balance as of January 1, 2025	42,658	39,788	520,815	(26)	43,499	5
Profit			3,561			
Other comprehensive income					(17,073)	(3,210)
Total comprehensive income	-	-	3,561	-	(17,073)	(3,210)
Purchase of treasury stock				(1)		
Disposal of treasury stock						
Dividends			(7,628)			
Transfer to retained earnings			238			
Transfer to capital surplus						
Other						
Total transactions with owners	-	-	(7,390)	(1)	-	-
Balance as of March 31, 2025	42,658	39,788	516,986	(27)	26,426	(3,205)

	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, 2025	9,395	-	52,899	656,134	19,676	675,810
Profit			-	3,561	(373)	3,188
Other comprehensive income	(589)		(20,872)	(20,872)	(889)	(21,761)
Total comprehensive income	(589)	-	(20,872)	(17,311)	(1,262)	(18,573)
Purchase of treasury stock			-	(1)		(1)
Disposal of treasury stock			-	-		-
Dividends			-	(7,628)	(195)	(7,823)
Transfer to retained earnings	(238)		(238)	-		-
Transfer to capital surplus			-	-		-
Other			-	-		-
Total transactions with owners	(238)	-	(238)	(7,629)	(195)	(7,824)
Balance as of March 31, 2025	8,568	-	31,789	631,194	18,219	649,413

(4) Condensed Quarterly Consolidated Statements of Cash Flows

(Millions of yen)

	For the three months ended March 31, 2024	For the three months ended March 31, 2025
Cash flows from operating activities		
Profit before tax	25,862	3,959
Depreciation and amortization	20,087	18,325
Interest and dividends income	(1,157)	(905)
Impairment loss	-	125
Interest expenses	1,716	1,741
Share of (profit) loss of entities accounted for using equity method	2	(8)
Decrease (increase) in inventories	(5,239)	(1,609)
Decrease (increase) in trade and other receivables	5,097	9,113
Increase (decrease) in trade and other payables	(9,255)	(11,959)
Other, net	(8,444)	(6,280)
Subtotal	28,669	12,502
Interest received	1,112	834
Dividend income received	20	27
Interest expenses paid	(1,675)	(1,600)
Income taxes paid	(10,515)	(2,315)
Net cash provided by (used in) operating activities	17,611	9,448
Cash flows from investing activities		
Purchase of tangible assets	(14,449)	(13,464)
Proceeds from sales of tangible assets	99	79
Purchase of intangible assets	(3,285)	(5,640)
Proceeds from sales of investment securities	-	664
Other, net	(2,411)	(398)
Net cash provided by (used in) investing activities	(20,046)	(18,759)

(Millions of yen)

	For the three months ended March 31, 2024	For the three months ended March 31, 2025
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	11,861	11,247
Repayments of long-term debt and redemption of bonds	(2,000)	-
Repayments of lease obligations	(4,587)	(3,739)
Cash dividends paid	(13,709)	(7,513)
Cash dividends paid to non-controlling interests	(98)	(195)
Other, net	(2)	-
Net cash provided by (used in) financing activities	(8,535)	(200)
Effect of exchange rate change on cash and cash equivalents	3,293	(3,836)
Net increase (decrease) in cash and cash equivalents	(7,677)	(13,347)
Cash and cash equivalents at the beginning of current period	90,251	100,382
Cash and cash equivalents at the end of current period	82,574	87,035

(5) Notes on Condensed Quarterly 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 (Note)
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.)

(Note)

In early December, 2024, the sale of all shares of the target company of the fitness business has been completed.

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 three months ended March 31, 2024 (January 1, 2024 to March 31, 2024)

(Millions of yen)

	Reportable segment			Total	Adjustments (Note 2)	Amounts recorded in Condensed Quarterly Consolidated Statements of Income
	Tires	Sports	Industrial and Other Products			
Sales revenue from external customers	244,092	36,708	10,560	291,360	-	291,360
Inter-segment sales revenue	316	31	296	643	(643)	-
Total	244,408	36,739	10,856	292,003	(643)	291,360
Segment profit (Business profit) (Note 1)	18,278	4,225	668	23,171	12	23,183
Other income and expenses						(2,487)
Operating profit						20,696

(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 three months ended March 31, 2025 (January 1, 2025 to March 31, 2025)

(Millions of yen)

	Reportable segment			Total	Adjustments (Note 2)	Amounts recorded in Condensed Quarterly Consolidated Statements of Income
	Tires	Sports	Industrial and Other Products			
Sales revenue from external customers	244,574	32,423	10,783	287,780	-	287,780
Inter-segment sales revenue	258	28	332	618	(618)	-
Total	244,832	32,451	11,115	288,398	(618)	287,780
Segment profit (Business profit) (Note 1)	10,932	1,736	1,483	14,151	(19)	14,132
Other income and expenses						(1,814)
Operating profit						12,318

(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