

Eleven-Year Financial Summary

SUMITOMO METAL MINING CO., LTD. AND CONSOLIDATED SUBSIDIARIES

IFRS				J-GAAP										
Years ended March 31				Years ended March 31										
	2020	2019	2018		2018	2017	2016	2015	2014	2013	2012 ²	2011	2010	
Millions of yen (except per share amounts and key ratios)														
Results for the year:				Results for the year:										
Net sales	¥ 872,615	¥ 912,208	¥ 929,746	Net sales	¥ 933,517	¥ 786,146	¥ 855,407	¥ 921,334	¥ 830,546	¥ 808,540	¥ 847,897	¥ 864,077	¥ 725,827	
Gross profit	109,471	126,637	149,015	Gross profit	157,089	122,296	113,862	174,257	124,822	140,650	132,421	138,810	105,956	
				Operating income	110,203	76,390	59,720	125,779	75,418	95,785	88,577	96,038	66,265	
				Other income (expenses)	124,853	(1,565)	(12,764)	174,226	114,352	115,034	108,829	123,701	87,791	
Profit before tax	79,035	89,371	108,286	Profit (loss) before income taxes	105,795	(5,999)	559	123,261	111,006	122,455	87,962	123,394	82,776	
Profit attributable to owners of parent	60,600	66,790	90,227	Profit (loss) attributable to owners of parent	91,648	(18,540)	(309)	91,113	80,258	86,640	65,286	83,962	53,952	
Capital expenditures	50,689	47,445	74,675	Capital expenditures	74,589	125,950	51,013	55,232	66,441	59,291	73,143	53,105	26,414	
Depreciation	45,355	43,541	46,762	Depreciation	46,865	44,232	46,141	38,125	32,426	27,578	31,132	34,625	34,746	
				Financial revenue (expenses)	10,804	10,546	8,927	6,250	3,530	(144)	663	257	(654)	
Net cash provided by (used in) operating activities	136,545	114,744	78,552	Net cash provided by (used in) operating activities	79,405	43,796	119,704	120,003	80,014	114,665	144,999	102,458	44,153	
Net cash provided by (used in) investing activities	(70,334)	(142,354)	(22,787)	Net cash provided by (used in) investing activities	(22,994)	(143,219)	(92,876)	(105,024)	(126,937)	(88,745)	(135,932)	(75,735)	(75,443)	
Net cash provided by (used in) financing activities	9,149	(29,047)	(89,797)	Net cash provided by (used in) financing activities	(90,095)	70,392	(4,003)	(39,047)	81	21,549	50,314	7,379	(19,322)	
Free cash flows	66,211	(27,610)	55,765	Free cash flows	56,411	(99,423)	26,828	14,979	(46,923)	25,920	9,067	26,723	(31,290)	
Financial position at year-end:				Financial position at year-end:										
Total assets	¥1,719,690	¥1,797,701	¥1,732,333	Total assets	¥1,699,037	¥1,685,018	¥1,630,800	¥1,740,246	¥1,572,367	¥1,351,153	¥1,146,759	¥1,052,353	¥ 981,458	
Equity	1,110,860	1,151,280	1,113,349	Net assets	1,120,008	1,024,121	1,075,995	1,158,945	1,019,053	844,547	726,039	684,103	629,684	
Non-current liabilities	402,520	388,943	378,438	Long-term loans payable after one year	257,409	358,564	248,036	245,000	243,130	212,323	157,119	135,128	132,311	
Interest-bearing liabilities	367,882	349,798	361,775	Interest-bearing liabilities	362,297	495,504	400,559	394,094	383,580	330,073	265,951	210,969	200,939	
				Working capital	369,668	382,810	313,812	307,436	314,198	338,866	312,542	267,072	229,259	
Amounts per share (Yen)³:				Amounts per share (Yen)³:										
Equity attributable to owners of parent per share	¥ 3,646	¥ 3,812	¥ 3,746	Net income (loss)										
Basic earnings per share	221	243	327	—Basic	¥ 332.42	¥ (33.61)	¥ (0.56)	¥ 165.11	¥ 145.35	¥ 155.58	¥ 116.17	¥ 149.38	¥ 96.26	
Diluted earnings per share	221	243	295	—Diluted	299.94	—	—	149.44	129.71	142.40	106.84	136.98	88.75	
				Shareholders' equity ¹	3,771.69	1,743.46	1,781.91	1,905.50	1,653.83	1,393.02	1,173.97	1,121.19	1,043.50	
Dividends	78	73	100	Cash dividends	100.0	11.0	31.0	48.0	37.0	34.0	28.0	32.0	20.0	
Key ratios:				Key ratios:										
ROA (%)	3.5	3.8	5.2	ROA (%)	5.42	(1.12)	(0.02)	5.50	5.49	6.94	5.94	8.26	5.80	
ROE (%)	5.9	6.4	9.1	ROE (%) ¹	9.17	(1.93)	(0.03)	9.28	9.54	12.13	10.12	13.80	9.89	
Equity ratio (%)	58.3	58.3	59.4	Equity ratio (%) ¹	61.0	57.1	60.3	60.4	58.1	56.9	57.5	59.9	59.8	
Interest-bearing liabilities to total asset ratio (%)	21.4	19.5	20.9	Interest-bearing debt to total asset ratio (%)	21.3	29.4	24.6	22.6	24.4	24.4	23.2	20.0	20.5	
Debt-to-equity ratio (times)	0.37	0.33	0.35	Debt-to-equity ratio (times) ¹	0.35	0.52	0.41	0.37	0.42	0.43	0.40	0.33	0.34	
Current ratio (times)	2.7	2.1	2.6	Current ratio (times)	2.70	2.82	2.39	2.29	2.40	2.60	2.67	2.30	2.19	

*1 Shareholders' equity is defined by the following equation.

Shareholders' equity = Total shareholders' equity + Accumulated other comprehensive income

*2 The Company applied the new accounting method retrospectively and restated the consolidated financial statements for the year ended March 31, 2012.

*3 The Company consolidated its shares at a rate of one share for every two shares of its common stock with October 1, 2017 as the effective date.

*Amounts per share" is calculated on the assumption that the consolidation of its shares was conducted at the beginning of the current year at the beginning of the year ended March 31, 2018.

1 Consolidated Financial Statements

(1) Consolidated Financial Statements

1) Consolidated Statement of Financial Position

	Notes	FY2018	FY2019		Notes	FY2018	FY2019	
		(As of March 31, 2019)	(As of March 31, 2020)			(As of March 31, 2019)	(As of March 31, 2020)	
		Millions of yen	Millions of yen	Thousands of U.S. dollars		Millions of yen	Millions of yen	Thousands of U.S. dollars
Assets								
Current assets								
Cash and cash equivalents	7	81,261	155,530	1,429,372				
Trade and other receivables	8, 33	151,598	123,393	1,134,023				
Other financial assets	15, 33	9,493	8,959	82,336				
Inventories	9	288,918	252,799	2,323,307				
Other current assets	16	19,945	20,541	188,779				
Total current assets		551,215	561,222	5,157,816				
Non-current assets								
Property, plant and equipment	10	458,802	463,405	4,258,846				
Intangible assets and goodwill	11	61,207	58,338	536,146				
Investment property	13	3,428	3,428	31,504				
Investments accounted for using equity method	14	363,165	365,090	3,355,298				
Other financial assets	15, 33	330,212	241,957	2,223,665				
Deferred tax assets	17	11,276	8,466	77,805				
Other non-current assets	16, 22	18,396	17,784	163,441				
Total non-current assets		1,246,486	1,158,468	10,646,705				
Total assets	6	1,797,701	1,719,690	15,804,522				
Liabilities and equity								
Liabilities								
Current liabilities								
Trade and other payables	18, 33	165,823	104,803	963,174				
Bonds and borrowings	19, 33	75,282	80,656	741,255				
Other financial liabilities	19, 20, 33	2,225	5,019	46,126				
Income taxes payable		2,724	4,687	43,075				
Provisions	21	4,753	4,392	40,364				
Other current liabilities	23	6,671	6,753	62,062				
Total current liabilities		257,478	206,310	1,896,057				
Non-current liabilities								
Bonds and borrowings	19, 33	304,009	316,847	2,911,929				
Other financial liabilities	19, 20, 33	3,502	11,705	107,573				
Provisions	21	22,362	21,708	199,504				
Retirement benefit liability	22	10,391	14,024	128,885				
Deferred tax liabilities	17	47,791	37,394	343,663				
Other non-current liabilities	23	888	842	7,738				
Total non-current liabilities		388,943	402,520	3,699,292				
Total liabilities		646,421	608,830	5,595,350				
Equity								
Share capital	24	93,242	93,242	856,925				
Capital surplus	24	87,598	87,598	805,055				
Treasury shares	24	(37,983)	(38,002)	(349,251)				
Other components of equity		25,756	(94)	(864)				
Retained earnings	24	878,948	859,202	7,896,351				
Total equity attributable to owners of parent		1,047,561	1,001,946	9,208,216				
Non-controlling interests		103,719	108,914	1,000,956				
Total equity		1,151,280	1,110,860	10,209,172				
Total liabilities and equity		1,797,701	1,719,690	15,804,522				

2) Consolidated Statement of Profit or Loss and Consolidated Statement of Comprehensive Income

Consolidated Statement of Profit or Loss

	Notes	FY2018	FY2019	
		(From April 1, 2018 to March 31, 2019)	(From April 1, 2019 to March 31, 2020)	Thousands of U.S. dollars
		Millions of yen	Millions of yen	Thousands of U.S. dollars
Net sales	26	912,208	872,615	8,019,621
Cost of sales	27	(785,571)	(763,144)	(7,013,547)
Gross profit		126,637	109,471	1,006,075
Selling, general and administrative expenses	27	(49,329)	(49,098)	(451,227)
Finance income	28	20,967	15,390	141,439
Finance costs	28	(8,862)	(7,858)	(72,218)
Share of profit (loss) of investments accounted for using equity method	14	(4,901)	6,178	56,778
Other income	29	13,011	12,855	118,142
Other expenses	29	(8,152)	(7,903)	(72,631)
Profit before tax	6	89,371	79,035	726,358
Income tax expense	17	(22,130)	(18,283)	(168,027)
Profit		67,241	60,752	558,331
Profit attributable to:				
Owners of parent		66,790	60,600	556,934
Non-controlling interests		451	152	1,397
Profit		67,241	60,752	558,331
Earnings per share				
Basic earnings per share (Yen)	31	243.06	220.54	2.03
Diluted earnings per share (Yen)	31	243.06	220.54	2.03

Consolidated Statement of Comprehensive Income

	Notes	FY2018	FY2019	
		(From April 1, 2018 to March 31, 2019)	(From April 1, 2019 to March 31, 2020)	Thousands of U.S. dollars
		Millions of yen	Millions of yen	Thousands of U.S. dollars
Profit		67,241	60,752	558,331
Other comprehensive income				
Items that will not be reclassified to profit or loss:				
Net change in fair value of equity instruments designated as measured at fair value through other comprehensive income	30	(6,969)	(21,126)	(194,155)
Remeasurements of defined benefit plans	30	(3,036)	(2,520)	(23,160)
Share of other comprehensive income of investments accounted for using equity method	14, 30	(205)	(115)	(1,057)
Total of items that will not be reclassified to profit or loss		(10,210)	(23,761)	(218,371)
Items that will be reclassified to profit or loss:				
Cash flow hedges	30	466	(1,645)	(15,118)
Exchange differences on translation of foreign operations	30	475	(5,108)	(46,944)
Share of other comprehensive income of investments accounted for using equity method	14, 30	(6,323)	(2,979)	(27,378)
Total of items that will be reclassified to profit or loss		(5,382)	(9,732)	(89,440)
Other comprehensive income, net of tax		(15,592)	(33,493)	(307,812)
Comprehensive income		51,649	27,259	250,519
Comprehensive income attributable to:				
Owners of parent		50,351	28,541	262,301
Non-controlling interests		1,298	(1,282)	(11,782)
Comprehensive income		51,649	27,259	250,519

3) Consolidated Statement of Changes in Equity
FY2018 (From April 1, 2018 to March 31, 2019)

FY2019 (From April 1, 2019 to March 31, 2020)

Notes	Equity attributable to owners of parent					
	Share capital	Capital surplus	Treasury shares	Other components of equity		
				Exchange differences on translation of foreign operations	Cash flow hedges	Financial assets measured at fair value through other comprehensive income
Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	
As of April 1, 2018	93,242	87,598	(37,959)	(11,944)	241	50,118
Cumulative effect of accounting change	-	-	-	-	-	-
Restated balance as of April 1, 2018	93,242	87,598	(37,959)	(11,944)	241	50,118
Profit	-	-	-	-	-	-
Other comprehensive income	-	-	-	(6,629)	390	(7,120)
Total comprehensive income	-	-	-	(6,629)	390	(7,120)
Purchase of treasury shares	-	-	(25)	-	-	-
Disposal of treasury shares	-	0	1	-	-	-
Dividends	-	-	-	-	-	-
Establishment of subsidiaries with non-controlling interests	-	-	-	-	-	-
Changes in ownership interests	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	700
Transactions with owners - total	-	0	(24)	-	-	700
As of March 31, 2019	93,242	87,598	(37,983)	(18,573)	631	43,698

Notes	Equity attributable to owners of parent					
	Other components of equity			Non-controlling interests	Total equity	
	Remeasurements of defined benefit plans	Total	Retained earnings			
Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen		
As of April 1, 2018	-	38,415	848,089	1,029,385	83,964	1,113,349
Cumulative effect of accounting change	-	-	-	-	-	-
Restated balance as of April 1, 2018	-	38,415	848,089	1,029,385	83,964	1,113,349
Profit	-	-	66,790	66,790	451	67,241
Other comprehensive income	(3,080)	(16,439)	-	(16,439)	847	(15,592)
Total comprehensive income	(3,080)	(16,439)	66,790	50,351	1,298	51,649
Purchase of treasury shares	-	-	-	(25)	-	(25)
Disposal of treasury shares	-	-	-	1	-	1
Dividends	-	-	(32,151)	(32,151)	(5,049)	(37,200)
Establishment of subsidiaries with non-controlling interests	-	-	-	-	17,976	17,976
Changes in ownership interests	-	-	-	-	5,530	5,530
Transfer to retained earnings	3,080	3,780	(3,780)	-	-	-
Transactions with owners - total	3,080	3,780	(35,931)	(32,175)	18,457	(13,718)
As of March 31, 2019	-	25,756	878,948	1,047,561	103,719	1,151,280

Notes	Equity attributable to owners of parent					
	Share capital	Capital surplus	Treasury shares	Other components of equity		
				Exchange differences on translation of foreign operations	Cash flow hedges	Financial assets measured at fair value through other comprehensive income
Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	
As of April 1, 2019	93,242	87,598	(37,983)	(18,573)	631	43,698
Cumulative effect of accounting change	-	-	-	(1,045)	-	-
Restated balance as of April 1, 2019	93,242	87,598	(37,983)	(19,618)	631	43,698
Profit	-	-	-	-	-	-
Other comprehensive income	-	-	-	(6,758)	(1,547)	(21,039)
Total comprehensive income	-	-	-	(6,758)	(1,547)	(21,039)
Purchase of treasury shares	-	-	(19)	-	-	-
Disposal of treasury shares	-	0	0	-	-	-
Dividends	-	-	-	-	-	-
Establishment of subsidiaries with non-controlling interests	-	-	-	-	-	-
Changes in ownership interests	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	4,539
Transactions with owners - total	-	0	(19)	-	-	4,539
As of March 31, 2020	93,242	87,598	(38,002)	(26,376)	(916)	27,198

Notes	Equity attributable to owners of parent					
	Other components of equity			Retained earnings	Non-controlling interests	Total equity
	Remeasurements of defined benefit plans	Total	Total			
Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	
As of April 1, 2019	-	25,756	878,948	1,047,561	103,719	1,151,280
Cumulative effect of accounting change	-	(1,045)	(56,330)	(57,375)	-	(57,375)
Restated balance as of April 1, 2019	-	24,711	822,618	990,186	103,719	1,093,905
Profit	-	-	60,600	60,600	152	60,752
Other comprehensive income	(2,715)	(32,059)	-	(32,059)	(1,434)	(33,493)
Total comprehensive income	(2,715)	(32,059)	60,600	28,541	(1,282)	27,259
Purchase of treasury shares	-	-	-	(19)	-	(19)
Disposal of treasury shares	-	-	-	0	-	0
Dividends	-	-	(16,762)	(16,762)	(3,121)	(19,883)
Establishment of subsidiaries with non-controlling interests	-	-	-	-	-	-
Changes in ownership interests	-	-	-	-	9,598	9,598
Transfer to retained earnings	2,715	7,254	(7,254)	-	-	-
Transactions with owners - total	2,715	7,254	(24,016)	(16,781)	6,477	(10,304)
As of March 31, 2020	-	(94)	859,202	1,001,946	108,914	1,110,860

Equity attributable to owners of parent						
Notes	Share capital	Capital surplus	Treasury shares	Other components of equity		
				Exchange differences on translation of foreign operations	Cash flow hedges	Financial assets measured at fair value through other comprehensive income
	Thousands of U.S. dollars	Thousands of U.S. dollars	Thousands of U.S. dollars	Thousands of U.S. dollars	Thousands of U.S. dollars	Thousands of U.S. dollars
As of April 1, 2019	856,925	805,055	(349,076)	(170,692)	5,799	401,599
Cumulative effect of accounting change	-	-	-	(9,604)	-	-
Restated balance as of April 1, 2019	856,925	805,055	(349,076)	(180,296)	5,799	401,599
Profit	-	-	-	-	-	-
Other comprehensive income	-	-	-	(62,108)	(14,217)	(193,355)
Total comprehensive income	-	-	-	(62,108)	(14,217)	(193,355)
Purchase of treasury shares	-	-	(175)	-	-	-
Disposal of treasury shares	-	0	0	-	-	-
Dividends	-	-	-	-	-	-
Establishment of subsidiaries with non-controlling interests	-	-	-	-	-	-
Changes in ownership interests	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	41,715
Transactions with owners - total	-	0	(175)	-	-	41,715
As of March 31, 2020	856,925	805,055	(349,251)	(242,404)	(8,418)	249,959

Equity attributable to owners of parent						
Notes	Other components of equity		Retained earnings	Total	Non-controlling interests	Total equity
	Remeasurements of defined benefit plans	Total				
	Thousands of U.S. dollars	Thousands of U.S. dollars	Thousands of U.S. dollars	Thousands of U.S. dollars	Thousands of U.S. dollars	Thousands of U.S. dollars
As of April 1, 2019	-	236,706	8,077,824	9,627,433	953,212	10,580,645
Cumulative effect of accounting change	-	(9,604)	(517,691)	(527,295)	-	(527,295)
Restated balance as of April 1, 2019	-	227,102	7,560,132	9,100,138	953,212	10,053,350
Profit	-	-	556,934	556,934	1,397	558,331
Other comprehensive income	(24,952)	(294,633)	-	(294,633)	(13,179)	(307,812)
Total comprehensive income	(24,952)	(294,633)	556,934	262,301	(11,782)	250,519
Purchase of treasury shares	-	-	-	(175)	-	(175)
Disposal of treasury shares	-	-	-	0	-	0
Dividends	-	-	(154,048)	(154,048)	(28,683)	(182,731)
Establishment of subsidiaries with non-controlling interests	-	-	-	-	-	-
Changes in ownership interests	-	-	-	-	88,209	88,209
Transfer to retained earnings	24,952	66,667	(66,667)	-	-	-
Transactions with owners - total	24,952	66,667	(220,715)	(154,223)	59,526	(94,697)
As of March 31, 2020	-	(864)	7,896,351	9,208,216	1,000,956	10,209,172

4) Consolidated Statement of Cash Flows

Notes	FY2018	FY2019	
	(From April 1, 2018 to March 31, 2019)	(From April 1, 2019 to March 31, 2020)	Thousands of U.S. dollars
	Millions of yen	Millions of yen	Thousands of U.S. dollars
Cash flows from operating activities			
Profit before tax	89,371	79,035	726,358
Depreciation and amortization expense	43,541	45,355	416,827
Loss (gain) on sale of property, plant and equipment	(56)	(8,616)	(79,184)
Impairment losses	-	1,506	13,841
Share of loss (profit) of investments accounted for using equity method	4,901	(6,178)	(56,778)
Loss (gain) on sale of subsidiaries	(9,512)	488	4,485
Increase or decrease in retirement benefit asset or liability	(1,438)	892	8,198
Increase (decrease) in provisions	(2,930)	(1,635)	(15,026)
Finance income	(20,967)	(15,390)	(141,439)
Finance costs	8,862	7,858	72,218
Decrease (increase) in trade and other receivables	3,941	26,820	246,485
Decrease (increase) in inventories	(14,573)	35,331	324,704
Increase (decrease) in trade and other payables	12,849	(28,825)	(264,911)
Increase (decrease) in accrued consumption taxes	1,451	553	5,082
Other	(3,608)	(2,042)	(18,767)
Subtotal	111,832	135,152	1,242,092
Interest received	2,607	5,112	46,981
Dividends received	14,662	11,991	110,201
Interest paid	(6,737)	(6,669)	(61,290)
Income taxes paid	(12,701)	(10,587)	(97,298)
Income taxes refund	5,081	1,546	14,208
Net cash provided by (used in) operating activities	114,744	136,545	1,254,894
Cash flows from investing activities			
Payments into time deposits	(32,300)	(9,272)	(85,213)
Proceeds from withdrawal of time deposits	28,674	10,652	97,895
Proceeds from redemption of investments	10,610	-	-
Purchase of property, plant and equipment	(49,657)	(45,778)	(420,715)
Proceeds from sale of property, plant and equipment	689	10,849	99,706
Purchase of intangible assets	(1,527)	(695)	(6,387)
Proceeds from sale of investment securities	740	6,307	57,963
Purchase of shares of subsidiaries and associates	(49,169)	(43,657)	(401,222)
Payments for short-term loans receivable	(969)	(2)	(18)
Collection of short-term loans receivable	3,698	260	2,389
Payments for long-term loans receivable	(75,408)	(3,246)	(29,832)
Collection of long-term loans receivable	27	3,138	28,839
Proceeds from sale of interests in subsidiaries resulting in change in scope of consolidation	24,531	885	8,133
Other	(2,293)	225	2,068
Net cash provided by (used in) investing activities	(142,354)	(70,334)	(646,393)

		FY2018 (From April 1, 2018 to March 31, 2019)	FY2019 (From April 1, 2019 to March 31, 2020)	
	Notes	Millions of yen	Millions of yen	Thousands of U.S. dollars
Cash flows from financing activities				
Proceeds from short-term borrowings	32	78,577	188,223	1,729,832
Repayments of short-term borrowings	32	(75,816)	(185,585)	(1,705,588)
Proceeds from long-term borrowings	32	15,928	28,629	263,110
Repayments of long-term borrowings	32	(23,985)	(29,891)	(274,708)
Proceeds from issuance of bonds	32	19,917	19,884	182,741
Redemption of bonds	32	(30,000)	–	–
Proceeds from share issuance to non-controlling shareholders		23,556	9,598	88,209
Purchase of treasury shares		(25)	(19)	(175)
Dividends paid	25	(32,151)	(16,762)	(154,048)
Dividends paid to non-controlling shareholders		(5,049)	(3,121)	(28,683)
Other	32	1	(1,807)	(16,607)
Net cash provided by (used in) financing activities		(29,047)	9,149	84,082
Net increase (decrease) in cash and cash equivalents		(56,657)	75,360	692,583
Cash and cash equivalents at beginning of period	7	137,330	81,261	746,816
Effect of exchange rate changes on cash and cash equivalents		588	(1,091)	(10,027)
Cash and cash equivalents at end of period	7	81,261	155,530	1,429,372