

## Consolidated Summary Report <under Japanese GAAP>

For the six months ended June 30, 2017

August 1, 2017

Company name : KAGOME CO., LTD Stock exchange listings: Tokyo and Nagoya  
 Code number : 2811 URL <http://www.kagome.co.jp>  
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Quarterly securities report issuing date: August 9, 2017 Dividend payment date: -  
 Supplemental information for financial statements: Available  
 Schedule for "investor meeting presentation": Available

(Amounts of less than one million yen are rounded down.)

### 1. Consolidated Financial Data for the Six Months Ended June 30, 2017

(1) Operation Results (% represents the change from the same period in the previous fiscal year)

	Net Sales		Operating Income		Ordinary Income		Net Income Attributable to Shareholders of Parent	
	million yen	%	million yen	%	million yen	%	million yen	%
Six months ended June 30, 2017	104,095	5.9	6,184	12.4	6,659	18.0	4,776	48.6
June 30, 2016	98,318	4.6	5,504	77.2	5,642	63.0	3,214	59.1

(Reference) Comprehensive income June 30, 2017: 4,525 million yen (— %); June 30, 2016: (7,944) million yen (— %)

	Earnings Per Share	Diluted Earnings per Share
Six months ended June 30, 2017	yen 53.93	yen 53.90
June 30, 2016	yen 32.35	yen 32.34

### (2) Financial Conditions

	Total Assets	Total Net Assets	Net Assets Attributable to KAGOME Shareholders to Total Assets	Total Net Assets per Common Stock
As of	million yen	million yen	%	yen
June 30, 2017	206,359	100,296	45.8	1,067.33
December 31, 2016	219,804	97,991	42.1	1,043.89

(Reference) Shareholders' equity as of June 30, 2017: 94,549 million yen; December 31, 2016: 92,432 million yen

### 2. Dividends on Common Stock

	Dividends per Share				
	1Q-end	2Q-end	3Q-end	Year-end	Total
Fiscal year ended December 31, 2016	yen —	yen —	yen —	yen 24.50	yen 24.50
December 31, 2017	—	—	—	—	—
Fiscal year ending December 31, 2017(Forecast)	—	—	—	28.00	28.00

(Reference) Revision to dividend forecasts published most recently: None

Cash dividends for the fiscal year ended December 31, 2017 announced in the consolidated summary report on February 2, 2017 have been revised. For details, please refer to the "Notice of Revision of the Forecast of Consolidated Operating Results and Cash Dividends (ONLY JAPANESE)" announced on July 21, 2017.

### 3. Consolidated Forecasts for the Fiscal Year Ending December 31, 2017

(% represents the change from the same period in the previous fiscal year)

	Net Sales		Operating Income		Ordinary Income		Net Income Attributable to Shareholders of Parent		Earnings Per Share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
For the year ending December 31, 2017	217,200	7.2	12,500	14.2	13,000	14.9	8,700	28.6	98.24

(Reference) Revision to financial forecasts published most recently: None

The consolidated forecasts for the year ending December 31, 2017 announced in the consolidated summary report on February 2, 2017 have been revised. For details, please refer to the "Notice of Revision of the Forecast of Consolidated Operating Results and Cash Dividends (ONLY JAPANESE)" announced on July 21, 2017.

**4. Other** (For more details, please see “Other information” in page 7)

(1) Changes in significant subsidiaries during the year: None.

Note: This section shows whether or not there is a change in Specified Subsidiaries (“*tokutei kogaisha*” in Japanese) that led to the change of the consolidation scope during the year.

(2) Application of special accounting method for preparing quarterly consolidated financial statements: Yes.

(3) Changes in accounting policies, procedures, estimates, retrospective restatements, etc.

(A) Changes due to revision of accounting standards: None.

(B) Changes due to reasons other than (A): None.

(C) Changes in accounting estimates: None.

(D) Retrospective restatements: None.

(4) Number of shares outstanding (common shares):

(A) Total stocks outstanding

including treasury stocks:

June. 30, 2017	99,616,944 shares	Dec. 31, 2016	99,616,944 shares
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(B) Treasury stocks:

June. 30, 2017	11,032,614 shares	Dec. 31, 2016	11,070,797 shares
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(C) Total stocks outstanding

excluding treasury stocks:

June. 30, 2017	88,584,330 shares	Dec. 31, 2016	88,546,147 shares
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(D) Average outstanding stocks:

6 months ended Jun. 30, 2017	88,561,342 shares	6 months ended Jun. 30, 2016	99,361,197 shares
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\* Disclosure regarding the execution of the annual review process

This “Consolidated Summary Report” (“Tanshin”) is outside the scope of the external auditor’s annual review procedure which is required by “Financial Instruments and Exchange Act”. Therefore, the annual review process has not been completed as of this disclosure in the “Consolidated Summary Report”.

\*Notes for using forecasted information etc.

(Caution regarding forward-looking statements)

This financial summary report contains forward-looking statements regarding estimations, forecasts, targets and plans in relation to the results of operations, financial conditions and other overall management of the company and/or the group as a whole (the “forward-looking statements”). The forward-looking statements are made based upon, among other things, the company’s current estimations, perceptions and evaluations. Accordingly, due to various risks and uncertainties, the statements and assumptions are inherently not guarantees of future performance, may be considered differently from alternative perspectives and may result in material differences from the actual result.

(Method for obtaining supplemental information for annual financial statements)

Supplementary information will be published on TD-net for viewing in Japan, and on Kagome’s Website.

## 5. Qualitative Information Regarding Financial Results for the First Six Months under Review

### (1) Explanation of operating results

For the first six months under review (January 1, 2017 to June 30, 2017) on a consolidated basis, the Japanese economy remained on a moderate recovery track thanks to the economic measures implemented by the government and the Bank of Japan. The food industry continued to face uncertainty because of the slow recovery of consumer confidence, while the diversification of values demanded by consumers, such as quicker and easier use, health and individual consumption, made progress.

Under these circumstances, the Company has set the objective of becoming a “strong company that can maintain sustainable growth by working on solving social issues through food” as its future vision. In the three-year mid-term management plan starting from the fiscal year ended December 2016, the Company is working on the following four priority issues to further bolster its corporate value, with the aim of realizing its future vision: (1) increasing the value of existing businesses and categories; (2) creating new business models through innovation; (3) promoting globalization; and (4) improving productivity through work style reform.

Net sales increased due to the strong sales performance of the main beverage business in the domestic business, among other factors.

Operating income also increased due to the reform of the profit structure through the efficient use of sales promotion costs as well as an increase in sales, mainly in the domestic business, among other causes.

As a result, for the first six months under review on a consolidated basis, net sales increased to ¥104,095 million, up 5.9% year on year, operating income reached ¥6,184 million, up 12.4% year on year, ordinary income rose to ¥6,659 million, up 18.0% year on year, and net income attributable to owners of parent amounted to ¥4,776 million, up 48.6% year on year.

The business results by segment are as outlined below.

It should be noted that the reporting segment categories have been changed from the consolidated first quarter.

(Million yen)

Name of segment	Net sales			Operating income		
	First six months of the previous fiscal year	First six months under review	Change	First six months of the previous fiscal year	First six months under review	Change
Beverages	38,151	42,823	4,671	1,698	3,002	1,303
Food, etc.	30,802	31,867	1,064	1,497	2,090	592
Processed food	68,954	74,690	5,736	3,196	5,092	1,896
Agriculture	6,308	6,149	(158)	960	293	(667)
Others	8,000	8,736	735	356	295	(60)
Adjustments	(7,287)	(8,175)	(887)	-	-	-
Domestic business in total	75,976	81,401	5,425	4,513	5,681	1,168
International business	23,592	24,279	687	991	502	(488)
Adjustments	(1,249)	(1,585)	(335)	-	-	-
Total	98,318	104,095	5,776	5,504	6,184	680

### <Domestic Business>

Net sales of the domestic business increased to ¥81,401 million, up 7.1% year on year, and operating income rose to ¥5,681 million, up 25.9% year on year. Net sales by business are as shown below.

#### (1) Processed food business

In the processed food business, the Company manufactures and sells beverages, condiments and other products.

Net sales of this business increased to ¥74,690 million, up 8.3% year on year, and operating income rose to ¥5,092 million, up 59.3% year on year.

[Beverages: Yasai Seikatsu 100 series, tomato juice and others]

In the category of vegetable beverages, the Company focused on activities to stimulate demand for vegetable beverages in general by creating new value to be provided under the catch phrase “Vegetables for everyone with enjoyment and prudence,” aiming to offer “Health Beverages for Life” that meet consumers’ expectations for good health.

In tomato juice, the Kagome Tomato Juice, which we launched in February 2016 as Japan’s first food with functional claims that increases HDL (good) cholesterol, has gained in popularity among customers, resulting in strong sales within just a year of launch.

As for the Yasai Seikatsu 100 series, we focused on expanding sales of the lineup of Yasai Seikatsu 100 Smoothie products in a 330 ml paper container with a cap, to develop new opportunities for drinking vegetable beverages. They have been well received by customers for their features of adequately satisfying the appetite, something no other existing vegetable beverages can provide, and meeting needs for a container with a cap that is suitable for snacks. In addition, in the lineup of Yasai Seikatsu 100 products in a 200 ml paper container, we focused on a “Vegetables in the morning” proposal to help solve the problem of not eating enough vegetables at breakfast.

The Yasai Ichinichi Kore Ippon series achieved strong sales due to our strengthened activities to convey the value of “Vegetable juice first,” or the effect of curbing the increase in blood sugar level after eating by drinking vegetable juice before eating.

Accordingly, net sales of the beverages category increased to ¥42,823 million, up 12.2% year on year, and operating income increased to ¥3,002 million, up 76.8% year on year.

[Food, etc.: tomato ketchup, condiment, sauces, beverages for direct marketing sales/gifts, etc. using tomatoes and others]

Sales of tomato ketchup remained strong. For home use, we stepped up the campaigns for conveying the value of tomato ketchup and its promotion with the catch phrase “Control salt intake with tomatoes.” For business use, we focused on measures to stimulate demand with a dispenser designed primarily for breakfast and buffets in hotels. We also focused on activities to stimulate overall demand for tomato ketchup by holding the “Kagome Napolitan Stadium 2017” in May 2017 to decide the best Napolitan spaghetti in Japan among local Napolitan spaghettis around the nation.

As for condiment made with tomatoes other than tomato ketchup, “Tomato Pazza,” a dish of seafood and vegetables made to suit one’s taste with liberal helpings of tomato sauce, received a high evaluation as the seafood dish with added vegetables, and we focused on developing dishes to suit a range of situations, including home cooking, takeout food and restaurants.

For other products designed as gifts, we focused on sales of products with unique values that only the Company can provide; specifically, health, delicious taste, compassion and exclusivity. In addition, products for direct marketing sales saw a steady increase in sales of supplements, the development of which we focused on as a mainstay product second to the core beverage “Tsubuyori Yasai” and other beverages.

As a result of these initiatives, net sales of the category of food, etc. increased to ¥31,867 million, up 3.5% year on year, and operating income increased to ¥2,090 million, up 39.6% year on year.

## (2) Agriculture business

In the agriculture business, the Company mainly sells fresh tomatoes, mesclun greens, packaged salads, etc.

Net sales of this business decreased to ¥6,149 million, down 2.5% year on year, and operating income decreased to ¥293 million, down 69.5% year on year.

As for fresh tomatoes, our main business, we focused on sales of high value-added products such as High Lycopene Tomatoes, which have significant quantities of lycopene, a nutrient component of tomatoes, and β-Carotene Tomatoes, which have a significant β-carotene content. However, net sales declined due to adverse effects such as lower market prices as a result of an increase in the market distribution amount in each production area due to good weather.

Sales of mesclun greens and packaged salads, which we are cultivating as the new mainstay products after fresh tomatoes, remained firm.

(3) Other businesses

Other businesses include transportation and warehousing, real estate leasing, parking, contracted service businesses and others. Net sales increased to ¥8,736 million, up 9.2% year on year, and operating income decreased to ¥295 million, down 17.1% year on year.

<International Business>

In the international business, the Company operates under a core management strategy according to which vertically integrated business should be established from the development of tomato seeds to agricultural production, product development, processing and sales.

Net sales of this business increased to ¥24,279 million, up 2.9% year on year, and operating income decreased to ¥502 million, down 49.3% year on year.

In addition, net sales of the major subsidiaries denominated in local currencies are as outlined below.

KAGOME INC. and Preferred Brands International, Inc. (both are in the United States) saw generally strong sales. Holding da Industria Transformadora do Tomate, SGPS S.A. (Portugal) maintained sales at the same level of the year-ago period. However, Kagome Australia Pty Ltd. (Australia) experienced a decline in sales due to a significant fall in crop yields of raw tomatoes, the main raw material for the subsidiary's products, affected by record rainfalls during the harvest season.

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## **1. Other Information**

### **(1) Changes in significant subsidiaries**

Not applicable.

### **(2) Application of special accounting method for preparing quarterly consolidated financial statements**

#### Income taxes

Income taxes are calculated using the estimated annual effective tax rate including deferred tax assets and liabilities.

## 2. Consolidated Financial Statements

### (1) Consolidated Balance Sheets

	Millions of Yen		Thousands of U.S. dollars
	As of Dec. 31, 2016	As of June. 30, 2017	As of June. 30, 2017
<b>Assets</b>			
<b>Current assets:</b>			
Cash and deposits	¥ 38,918	¥ 20,917	\$ 186,759
Notes and accounts receivable	33,617	36,770	328,304
Merchandise and finished goods	19,648	20,596	183,893
Work in process	932	498	4,446
Raw material and supplies	19,985	15,332	136,893
Other current assets	12,661	13,086	116,839
Allowance for doubtful accounts	(264)	(293)	(2,616)
<b>Total current assets</b>	<b>125,498</b>	<b>106,907</b>	<b>954,527</b>
<b>Fixed assets:</b>			
<b>Property, plant and equipment:</b>			
Buildings and structures, net	16,966	18,855	168,348
Machinery, equipment and vehicles, net	18,535	17,097	152,652
Tools and furniture, net	1,101	1,067	9,527
Land	13,241	12,756	113,893
Lease assets, net	650	823	7,348
Construction in progress	3,138	2,691	24,027
<b>Property, plant and equipment net</b>	<b>53,634</b>	<b>53,291</b>	<b>475,813</b>
<b>Intangible assets:</b>			
Goodwill	6,515	5,966	53,268
Trademark right	2,192	2,050	18,304
Customer relationship	2,496	2,311	20,634
Software	1,442	1,291	11,527
Other intangible assets	321	300	2,679
<b>Total intangible assets</b>	<b>12,968</b>	<b>11,921</b>	<b>106,438</b>
<b>Investments and other assets:</b>			
Investment securities	19,532	21,662	193,411
Other assets	8,245	12,657	113,009
Allowance for doubtful accounts	(75)	(80)	(714)
<b>Total investments and other assets</b>	<b>27,702</b>	<b>34,239</b>	<b>305,705</b>
<b>Total fixed assets</b>	<b>94,305</b>	<b>99,452</b>	<b>887,964</b>
<b>Total assets</b>	<b>¥ 219,804</b>	<b>¥ 206,359</b>	<b>\$ 1,842,491</b>

Note: U.S. dollar amounts have been translated from Japanese yen, for convenience only, at the rate of 112yen = 1 U.S. dollar, the approximate Tokyo foreign exchange market rate as of June 30, 2017.



	Millions of Yen		Thousands of U.S. dollars
	As of Dec. 31, 2016	As of June. 30, 2017	As of June. 30, 2017
<b>Liabilities</b>			
<b>Current liabilities:</b>			
Notes and accounts payable	¥ 13,729	¥ 18,775	\$ 167,634
Short-term borrowings	38,232	22,407	200,063
Current portion of long-term borrowings	8,285	2,999	26,777
Other payable	12,096	11,121	99,295
Income taxes payable	704	2,308	20,607
Accrued bonuses for employees	1,241	656	5,857
Accrued bonuses for directors	101	27	241
Other current liabilities	4,167	3,739	33,384
<b>Total current liabilities</b>	<b>78,558</b>	<b>62,036</b>	<b>553,893</b>
<b>Long-term liabilities:</b>			
Long-term borrowings	27,952	27,635	246,741
Provision for loss on guarantees	172	173	1,545
Net defined benefit liability	5,427	5,316	47,464
Other liabilities	9,701	10,901	97,330
<b>Total long-term liabilities</b>	<b>43,253</b>	<b>44,026</b>	<b>393,089</b>
<b>Total liabilities</b>	<b>121,812</b>	<b>106,062</b>	<b>946,982</b>
<b>Net Assets</b>			
<b>Shareholder's equity:</b>			
Common stock	19,985	19,985	178,438
Capital surplus	22,362	22,362	199,661
Retained earnings	66,492	68,980	615,893
Treasury stock	(27,163)	(27,061)	(241,616)
<b>Total shareholder's equity</b>	<b>81,677</b>	<b>84,266</b>	<b>752,375</b>
<b>Accumulated other comprehensive income :</b>			
Unrealized gain on available-for-sale securities	6,487	8,083	72,170
Deferred gains or losses on derivatives under hedge accounting	4,287	2,891	25,813
Foreign currency translation adjustments	1,276	543	4,848
Remeasurements of defined benefit plans	(1,296)	(1,235)	(11,027)
<b>Total accumulated other comprehensive income</b>	<b>10,754</b>	<b>10,282</b>	<b>91,804</b>
Subscription rights to shares	44	72	643
Non-controlling interests	5,514	5,675	50,670
<b>Total net assets</b>	<b>97,991</b>	<b>100,296</b>	<b>895,500</b>
<b>Total liabilities and net assets</b>	<b>¥ 219,804</b>	<b>¥ 206,359</b>	<b>\$ 1,842,491</b>

Note: U.S. dollar amounts have been translated from Japanese yen, for convenience only, at the rate of 112yen = 1 U.S. dollar, the approximate Tokyo foreign exchange market rate as of June 30, 2017.

## (2) Consolidated Statements of Income and Comprehensive Income

	Millions of Yen		Thousands of U.S. dollars
	Six months ended Jun. 30, 2016	Six months ended Jun. 30, 2017	Six months ended Jun. 30, 2017
<b>Net sales</b>	¥ 98,318	¥ 104,095	\$ 929,420
<b>Cost of sales</b>	54,210	57,305	511,652
<b>Gross profit</b>	44,108	46,789	417,759
<b>Selling, general and administrative expenses</b>	38,603	40,604	362,536
<b>Operating income</b>	5,504	6,184	55,214
<b>Other income</b>			
Interest income	119	228	2036
Dividend income	210	227	2027
Share of profit of entities accounted for using equity method	44	13	116
Insurance income	155	3	27
Gain on valuation of derivatives	-	462	4125
Other	198	167	1491
<b>Total other income</b>	730	1,103	9,848
<b>Other expenses</b>			
Interest expenses	121	277	2,473
Foreign exchange losses	320	175	1,563
Other	149	175	1,563
<b>Total other expenses</b>	592	628	5,607
<b>Ordinary income</b>	5,642	6,659	59,455
<b>Extraordinary gain</b>			
Gain on sales of fixed assets	579	316	2,821
Gain on sales of investment securities	-	31	277
Gain on transfer of business	-	330	2,946
Compensation income for expropriation	46	-	-
<b>Total extraordinary gain</b>	625	678	6,054
<b>Extraordinary loss</b>			
Loss on disposal of fixed assets	46	25	223
Loss on valuation of investment securities	22	-	-
Loss on disaster	129	-	-
Expense for voluntary recall of goods	752	-	-
Business structure improvement expenses	69	-	-
<b>Total extraordinary loss</b>	1,020	25	223
<b>Profit before income taxes</b>	5,247	7,313	65,295
<b>Income taxes</b>			
Income taxes - current	1,633	2,522	22,518
Income taxes - deferred	131	(173)	(1,545)
<b>Total income taxes</b>	1,764	2,348	20,964
<b>Net income</b>	¥ 3,483	¥ 4,964	\$ 44,321
<b>Profit attributable to Shareholders of parent</b>	<b>3,214</b>	<b>4,776</b>	<b>42,643</b>
Profit (loss) attributable to non-controlling interests	269	188	1,679
<b>Other comprehensive income</b>			
Unrealized gain on available- for- sale securities	(1,072)	1,595	14,241
Deferred gains or losses on derivatives under hedge accounting	(5,267)	(1,385)	(12,366)
Foreign currency translation adjustments	(5,118)	(707)	(6,313)
Remeasurements of defined benefit plans	28	60	536
Share of other comprehensive income of an affiliate by the equity method	2	(2)	(18)
<b>Total other comprehensive income</b>	(11,427)	(438)	(3,911)
<b>Comprehensive income</b>	¥ (7,944)	¥ 4,525	\$ 40,402
Comprehensive income attributable to Shareholders of parent	(7,221)	4,295	38,348
Comprehensive income attributable to non-controlling interests	(722)	229	2,045

Note: U.S. dollar amounts have been translated from Japanese yen, for convenience only, at the rate of 112 yen = 1 U.S. dollar, the approximate Tokyo foreign exchange market rate as of June 30, 2017

### (3) Consolidated Statements of Cash Flows

	Millions of Yen		Thousands of U.S. dollars
	Six months ended Jun. 30, 2016	Six months ended Jun. 30, 2017	Six months ended Jun. 30, 2017
<b>Cash flows from operating activities:</b>			
Profit before income taxes	¥ 5,247	¥ 7,313	\$ 65,295
Depreciation and amortization	2,912	2,995	26,741
Amortization of goodwill	388	384	3,429
Interest and dividend income	(330)	(455)	(4,063)
Interest expense	121	277	2,473
Increase (decrease) in accrued bonuses	(124)	(659)	(5,884)
Increase (decrease) in other provisions	714	39	348
Increase (decrease) in net defined benefit liability	(95)	(20)	(179)
Share of loss (profit) of entities accounted for using equity method	(44)	(13)	(116)
Loss (gain) on sales of investment securities	-	(31)	(277)
Loss (gain) on valuation of securities	22	-	-
Loss (gain) on sales and disposal of fixed assets- net	(532)	(291)	(2,598)
Loss (gain) on transfer of business	-	(330)	(2,946)
Compensation income for expropriation	(46)	-	-
Changes in assets and liabilities:			
Decrease (increase) in notes and accounts receivable	(2,475)	(3,081)	(27,509)
Decrease (increase) in inventories	4,175	4,092	36,536
Decrease (increase) in accounts receivable- other	194	(2,585)	(23,080)
Increase (decrease) in notes and accounts payable	(322)	5,049	45,080
Increase (decrease) in accounts payable- other	914	486	4,339
Proceeds from lease and guarantee deposits received	-	614	5,482
Decrease (increase) in other current assets	(431)	(510)	(4,554)
Increase (decrease) in other current liabilities	76	53	473
Other- Increase (decrease)- net	384	(15)	(134)
Subtotal	<u>10,747</u>	<u>13,309</u>	<u>118,830</u>
Cash received from interest and dividend income	301	435	3,884
Cash paid for interest expense	(134)	(269)	(2,402)
Income taxes paid	(2,464)	(534)	(4,768)
Proceeds from compensation for expropriation	153	-	-
Net cash provided by (used in) operating activities	<u>8,603</u>	<u>12,941</u>	<u>115,545</u>
<b>Cash flows from investing activities:</b>			
Disbursement for time deposits	(10,036)	(35)	(313)
Proceeds from withdrawal of time deposits	86	10,195	91,027
Purchases of marketable and investment securities	(6)	(6)	(54)
Proceeds from sales and redemption of securities	-	48	429
Collection of loans receivable	29	31	277
Acquisition of fixed assets	(3,512)	(4,916)	(43,893)
Proceeds from sales of fixed assets	549	1,763	15,741
Proceeds from transfer of business	-	868	7,750
Payments for group reorganization	-	(4,274)	(38,161)
Purchase of shares of subsidiaries and associates	-	(48)	(429)
Purchase of shares and capital of subsidiaries resulting in change in scope of consolidation	-	(90)	(804)
Other- Increase (decrease)- net	(2)	(146)	(1,304)
Net cash provided by (used in) investing activities	<u>(12,892)</u>	<u>3,389</u>	<u>30,259</u>
<b>Cash flows from financing activities:</b>			
Increase (decrease) in short- term borrowings	(1,165)	(16,107)	(143,813)
Proceeds from long- term borrowings	11,029	7,195	64,241
Repayments of long- term borrowings	(518)	(13,388)	(119,536)
Repayments of finance lease obligations	(32)	(69)	(616)
Dividends paid	(2,163)	(2,160)	(19,286)
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	(1,378)	-	-
Proceeds from share issuance to non-controlling shareholders	193	-	-
Dividends paid to non-controlling interests	-	(69)	(616)
Decrease (increase) in treasury shares	(1,115)	101	902
Net cash provided by (used in) financing activities	<u>4,848</u>	<u>(24,498)</u>	<u>(218,732)</u>
Foreign translation adjustment on cash and cash equivalents	(743)	222	1,982
Net increase (decrease) in cash and cash equivalents	<u>(182)</u>	<u>(7,945)</u>	<u>(70,938)</u>
Cash and cash equivalents at beginning of period	21,075	28,313	252,795
Increase in cash and cash equivalents from newly consolidated subsidiary	-	96	857
Cash and cash equivalents at end of period	<u>¥ 20,892</u>	<u>¥ 20,465</u>	<u>\$ 182,723</u>

Note: U.S. dollar amounts have been translated from Japanese yen, for convenience only, at the rate of 112 yen = 1 U.S. dollar, the approximate Tokyo foreign exchange market rate as of June 30, 2017