

Consolidated Financial Report [IFRS]

for the 6-month period ended September 30, 2015

October 27, 2015

Listed Company: Hitachi Metals, Ltd. (URL <http://www.hitachi-metals.co.jp/e/index.html>)

Listed Stock Exchanges: Tokyo Stock Exchange, Inc. (First Section, Code Number 5486)

Representative: Hideaki Takahashi, President and Chief Executive Officer

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Note: Figures are rounded off to the nearest million yen.

1. Performance for the First Half Ended September 30, 2015 (April 1, 2015 to September 30, 2015)

(1) Operating Results (% indicates the rate of +/- compared with the previous fiscal year)

	Revenues		Operating Income		Income before Income Taxes		Net Income		Net Income attributable to Shareholders of the Parent Company		Comprehensive Income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Sept., 2015	524,970	17.0	61,581	55.1	60,700	48.3	44,079	37.9	43,773	38.2	38,199	(9.1)
Sept., 2014	448,657	—	39,696	—	40,926	—	31,967	—	31,675	—	42,016	—

	Earnings per Share attributable to Shareholders of the Parent Company (Basic)	Earnings per Share attributable to Shareholders of the Parent Company (Diluted)
	Yen	Yen
Sept., 2015	102.37	—
Sept., 2014	74.07	—

(2) Financial Standing

	Total Asset	Total Equity	Equity attributable to Shareholders of the Parent Company	Equity attributable to Shareholders of the Parent Company Ratio	Equity per Share attributable to Shareholders of the Parent Company
	Million yen	Million yen	Million yen	%	Yen
Sept., 2015	1,082,168	508,587	498,893	46.1	1,166.78
March, 2015	1,083,450	476,176	466,359	43.0	1,090.64

2. Dividends

	Dividends per Share				
	1Q	2Q	3Q	Term-end	Annual
	Yen	Yen	Yen	Yen	Yen
March, 2015	—	10.00	—	13.00	23.00
March, 2016	—	13.00			
March, 2016 (Forecast)			—	13.00	26.00

3. Business results forecast for the year ending March 31, 2016 (Apr.1, 2015 to Mar.31, 2016)

(% indicates the rate of +/- compared with the same term of the previous fiscal year)

	Revenues		Operating Income		Income before Income Taxes		Net Income attributable to Shareholders of the Parent Company		Basic Earnings per Share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full-year	1,040,000	3.5	100,000	18.5	97,000	12.3	68,000	(3.6)	159.03

Note: Revision of the latest forecasts of results : Yes

※ Other Notes

(1) Changes in major subsidiaries during the period under review: None

(2) Changes in accounting policies and accounting estimates

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

(ii) Changes other than those in (i): None

(iii) Changes in accounting estimates: None

(3) Numbers of shares issued (Common stock)

(i) Number of shares outstanding at end of period

(Including treasury stock)

Sept., 2015	428,904,352	March, 2015	428,904,352
Sept., 2015	1,322,058	March, 2015	1,303,157
Sept., 2015 (2Q)	427,586,220	Sept., 2014 (2Q)	427,645,935

(ii) Number of treasury stock outstanding at end of period

(iii) Average number of shares issued during the term

*This quarterly consolidated financial report is not subject to the quarterly review procedure by external auditors that are based on Financial Instruments and Exchange Act. The quarterly review procedure has not yet finished at the point of releasing this financial summary.

*The forecast figures, with the exception of actual results, are based on certain assumptions and predictions of the management at the time of preparation. Changes in business conditions or underlying assumptions may cause actual results may differ from those projected. Please refer to “(3) Forecasts for the Fiscal Year Ending March 31, 2016, including Consolidated Operating Forecasts ” on page 6 for precondition and assumption as the basis of the above forecasts.

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1. Qualitative Information Regarding Financial Results for the Six Months Ended September 30, 2015

(1) Information Regarding Operating Results

The global economy during the six months ended September 30, 2015, remained on a modest growth track primarily in advanced countries, while a continued slowdown in emerging economies fueled uncertainty over future economic prospects towards the end of the period. The U.S. economy continued to experience upturns supported by consumer spending, whereas in Asia, the Chinese economy was showing more signs of an accelerated slowdown, and other emerging markets in the region continued to grow at a slow pace. On the other hand, the European market continued its slow recovery as a whole; however, the economies of commodity-exporting countries deteriorated significantly. Amid such situations, while the Japanese economy was generally on a moderate recovery track, some economic indicators appeared to be leveling off temporarily, such as in exports and production affected by the slowdown in emerging economies.

Among the industries in which Hitachi Metals Group (the "Group") operates, the automobile industry experienced a strong demand in the United States; however, the domestic market saw continued inventory adjustments of small cars and demand was weak in China and some emerging countries. Steel production was on a declining path due to the effects of an output cut of small cars and the worsened balance of supply and demand in Asia accompanied by the inventory adjustments. Further, public investment fell, while the Japanese housing construction market recovered. In the electronics industry, demand for smartphones stagnated mainly in China and sales of home electrical appliances decreased due to weaker sales of air-conditioning units following the bad weather.

Under these business circumstances as described above, the conversion of Waupaca Foundry, Inc. into a consolidated wholly owned subsidiary as of November 10, 2014, contributed to the financial results of the Group for the six months ended September 30, 2015. When compared with those for the six months ended September 30, 2014, revenues of the Group increased by 17.0% to ¥524,970 million and operating income increased by ¥21,885 million to ¥61,581 million. Operating income increased mainly due to an increase in gross profit as well as posting gains on business reorganization and others of ¥29,280 million in other income arising from a transfer of shares equivalent to 51% of the issued shares of Hitachi Tool Engineering, Ltd. (currently named Mitsubishi Hitachi Tool Engineering, Ltd.) to Mitsubishi Materials Corporation as of April 1, 2015. For the six months ended September 30, 2015, income before income taxes increased by ¥19,774 million to ¥60,700 million and net income attributable to shareholders of the parent company increased by ¥12,098 million to ¥43,773 million, compared with the same period of the year ended March 31, 2015.

Results by business segment are as follows: Note that revenues for each segment include intersegment revenues and transfers.

High-Grade Metal Products and Materials

Revenues in the High-Grade Metal Products and Materials segment for the six months ended September 30, 2015, were ¥124,343 million, a decrease of 1.3% as compared with those for the six months ended September 30, 2014. Operating income of the segment increased by ¥24,398 million to ¥40,212 million for the same period, partly due to gains on business reorganization and others of ¥25,931 million arising from the transfer of shares in Hitachi Tool Engineering, Ltd. (currently named Mitsubishi Hitachi Tool Engineering, Ltd.) on April 1, 2015.

<Specialty Steel>

While showing a decline in sales of tool steels in China and the Association of Southeast Asian Nations, overall sales remained at the same level as compared with those for the six months ended September 30, 2014, due to a robust demand for automotive mold materials in Japan as well as a further shift towards high-value-added products in product lines. For industrial equipment materials, sales remained unchanged year-on-year, as a result of a steady demand for other industrial components in overseas markets, even with a partial slowdown in demand for automobile-related materials. Sales of alloys for electronic products fell as a whole as compared with those for the six months ended September 30, 2014, due to a decline in demand for semiconductor and other package materials, despite a strong demand for display-related materials for smartphones and tablet devices. Sales of aircraft-related and energy-related materials considerably increased because of a continuing robust demand, as well as reflecting the performance of Hitachi Metals MMC Superalloy, Ltd., which became a consolidated subsidiary of the Group from the second quarter of the fiscal year ended March 31, 2015.

<Rolls>

Sales of rolls showed an increase due to growth in exports during the six months ended September 30, 2015. Sales of injection molding machine parts remained steady year-on-year, thanks to a robust demand for capital investment.

<Amorphous Metals>

Sales of amorphous metals decreased as compared with those for the six months ended September 30, 2014, due to a drop in demand for China, the major market for the products.

Magnetic Materials and Applications

Revenues in the Magnetic Materials and Applications segment for the six months ended September 30, 2015, were ¥62,448 million, a decrease of 8.5% as compared with those for the six months ended September 30, 2014. Operating income of the segment decreased by ¥2,846 million to ¥4,871 million for the same period.

<Magnets>

Sales of rare earth magnets decreased as compared with those for the six months ended September 30, 2014, because of the continuing slowdown in the United States and Japanese demand for hybrid cars and factory automation-related products, despite a strong demand in automotive electronic components including electric power steering, and smartphone-related products for domestic and overseas markets. Sales of ferrite magnets increased due to a solid demand for automotive electronic components and household appliance parts, both in Japanese and overseas markets.

<Soft Magnetic Materials and Applied Products>

Sales of ferrite applied products experienced a decline in demand for solar power generation systems parts. Sales of ferrite core were weak, affected by a slowdown in demand in the Chinese market. Sales of FINEMET[®] diminished due to a decrease in demand for automotive electronic components and the production adjustment of air conditioners.

High-Grade Functional Components and Equipment

Revenues in the High-Grade Functional Components and Equipment segment for the six months ended September 30, 2015, were ¥188,989 million, an increase of 100.8% as compared with those for the six months ended September 30, 2014. Operating income of the segment increased by ¥7,861 million to ¥13,148 million for the same period.

<Casting Components for Automobiles>

An increase in sales of high-grade ductile iron products was due to a favorable demand for automobiles in overseas markets, including the United States, as well as in the domestic market. Sales of heat-resistant exhaust casting components decreased as compared with those for the six months ended September 30, 2014, due to a temporary demand regulation during the first half of the six months ended September 30, 2015. Sales of aluminum wheels increased as compared with those for the six months ended September 30, 2014, supported by a robust demand in both Japanese and U.S. markets. Furthermore, since the operating results of the Group included those of Waupaca Foundry, Inc. starting from November 2014, as a consolidated subsidiary of the Group, this significantly contributed to the overall increase in sales of casting components for automobiles during the six months ended September 30, 2015.

<Piping Components>

Sales of casting iron fittings remained flat as a whole year-on-year, with a decreased demand in the Japanese market offset by an increased demand in overseas markets. Sales of stainless steel and plastic piping components decreased year-on-year as a domestic demand hit a plateau.

Wires, Cables, and Related Products

Revenues in the Wires, Cables, and Related Products segment for the six months ended September 30, 2015, were ¥147,582 million, a decrease of 8.5% as compared with those for the six months ended September 30, 2014. Operating income of the segment decreased by ¥6,344 million to ¥7,345 million for the same period.

<Electric Wires and Cables>

While revenues from electric wires and cables decreased due to review of the Group's business portfolio, sales of electric wires and cables stayed robust backed by a steady demand in wires and cables for rolling stock, which is one of the focused areas of the Group, especially in overseas markets, and an increase in sales of probe cables for medical use. A domestic demand for wires and cables for construction was sluggish.

<Automotive Products>

Sales of automotive products increased as compared with those for the six months ended September 30, 2014, since both electronic components and brake hoses showed a steady increase, supported by a continuing brisk demand for automobiles, especially in North America.

<Information System Devices and Materials>

Sales of information system devices and materials decreased as compared with those for the six months ended September 30, 2014, as a result of a weak demand in network products and wireless systems, due to prolonged sluggish capital investments in infrastructure by telecommunications carriers.

Other

Revenues in the Other segment for the six months ended September 30, 2015, were ¥2,574 million, an increase of 8.3% as compared with those for the six months ended September 30, 2014. Operating income of the segment increased by ¥1 million to ¥151 million for the same period.

(2) Financial Condition

Cash and cash equivalents as of September 30, 2015, were ¥116,381 million, an increase of ¥37,352 million from March 31, 2015, as a result of net cash provided by operating activities and investing activities exceeding the cash used in financing activities.

The analysis for cash flows for each category as of September 30, 2015, is as follows:

<Cash Flows from Operating Activities>

Net cash provided by operating activities was ¥49,749 million, which was mainly attributable to net income of ¥44,079 million for the six months ended September 30, 2015.

<Cash Flows from Investing Activities>

Net cash provided by investing activities was ¥3,206 million, consisting of mainly the following factors: proceeds of ¥27,266 million from sale of investments in securities and other financial assets by transferring shares equivalent to 51% of the issued shares in Hitachi Tool Engineering, Ltd. (currently named Mitsubishi Hitachi Tool Engineering, Ltd.) to Mitsubishi Materials Corporation as of April 1, 2015, proceeds of ¥1,694 million from the transfer of the business, and payment of ¥27,434 million for the purchase of property, plant and equipment.

<Cash Flows from Financing Activities>

Net cash used in financing activities was ¥14,138 million, which was mainly attributable to repayment of long-term debt of ¥6,909 million and payment of dividends of ¥5,750 million to shareholders.

(3) Forecasts for the Fiscal Year Ending March 31, 2016, including Consolidated Operating Forecasts

The operating forecasts for the fiscal year ending March 31, 2016 (April 1, 2015, through March 31, 2016), especially for the latter half of the fiscal year, are expected to be affected by a decreased demand associated with China's prolonged economic slowdown. As the demand adjustments related to domestic automobiles and electronics are also expected to continue for the time being, the Group expects that revenues for the fiscal year will be less than those of the previous forecast.

Earnings are also expected to be below the previous forecasts, reflecting the decline in raw material prices during the six months ended September 30, 2015, in addition to the drop in revenues. In view of these facts, the operating forecasts for the fiscal year ending March 31, 2016, will be revised from the forecasts announced on June 23, 2015.

Consolidated operating forecasts for the twelve months ending March 31, 2016

	Revenues (million yen)	Operating income (million yen)	Income before income taxes (million yen)	Net income attributable to Shareholders of the Parent Company (million yen)	Basic Earnings per Share (yen)
Forecasts announced on June 23, 2015 (A)	1,100,000	107,000	106,000	73,000	170.73
Revised forecasts (B)	1,040,000	100,000	97,000	68,000	159.03
Differences (B) - (A)	(60,000)	(7,000)	(9,000)	(5,000)	
Changes (%)	(5.5)	(6.5)	(8.5)	(6.8)	
(Reference) Results for the 12 months ended March 31, 2015	1,004,373	84,407	86,391	70,569	165.02

2. Condensed Interim Consolidated Financial Statements

(1) Condensed Interim Consolidated Statement of Financial Position

(Millions of yen)

	As of March 31, 2015	As of September 30, 2015
Assets		
Current assets		
Cash and cash equivalents	79,029	116,381
Trade receivables	220,547	205,578
Inventories	166,486	160,259
Other current assets	49,989	47,467
Subtotal	516,051	529,685
Assets held for sale	28,569	—
Total current assets	544,620	529,685
Non-current assets		
Investments accounted for using the equity method	24,892	37,659
Investments in securities and other financial assets	18,411	24,527
Property, plant and equipment	299,669	302,371
Goodwill and intangible assets	160,269	158,498
Deferred tax assets	15,918	14,394
Other non-current assets	19,671	15,034
Total non-current assets	538,830	552,483
Total assets	1,083,450	1,082,168

(Millions of yen)

	As of March 31, 2015	As of September 30, 2015
Liabilities		
Current liabilities		
Short-term debt	32,039	29,513
Current portion of long-term debt	29,235	29,178
Other financial liabilities	30,765	26,456
Trade payables	178,614	171,185
Accrued expenses	41,986	39,948
Advances received	2,520	3,419
Other current liabilities	4,955	8,463
Subtotal	<u>320,114</u>	<u>308,162</u>
Liabilities related to assets held for sale	10,264	—
Total current liabilities	<u>330,378</u>	<u>308,162</u>
Non-current liabilities		
Long-term debt	194,076	187,611
Other financial liabilities	2,415	3,187
Retirement and severance benefits	63,007	57,753
Deferred tax liabilities	11,540	11,063
Other non-current liabilities	5,858	5,805
Total non-current liabilities	<u>276,896</u>	<u>265,419</u>
Total liabilities	<u>607,274</u>	<u>573,581</u>
Equity		
Equity attributable to shareholders of the parent company		
Common stock	26,284	26,284
Capital surplus	115,805	115,805
Retained earnings	277,856	316,309
Accumulated other comprehensive income	47,519	41,638
Treasury stock, at cost	(1,105)	(1,143)
Total equity attributable to shareholders of the parent company	<u>466,359</u>	<u>498,893</u>
Non-controlling interests	9,817	9,694
Total equity	<u>476,176</u>	<u>508,587</u>
Total liabilities and equity	<u>1,083,450</u>	<u>1,082,168</u>

**(2) Condensed Interim Consolidated Statement of Income
and Condensed Interim Consolidated Statement of Comprehensive Income**
[Condensed Interim Consolidated Statement of Income]
[For the six months ended September 30, 2015]

(Millions of yen)

	For the first half ended September 30, 2014	For the first half ended September 30, 2015
Revenues	448,657	524,970
Cost of sales	(351,571)	(426,271)
Gross profit	97,086	98,699
Selling, general and administrative expenses	(60,384)	(62,529)
Other income	7,407	31,807
Other expenses	(4,413)	(6,396)
Operating income	39,696	61,581
Interest income	501	294
Other financial income	1,225	315
Interest charges	(1,346)	(1,772)
Other financial expenses	—	(46)
Share of profits (losses) of investments accounted for using the equity method	850	328
Income before income taxes	40,926	60,700
Income taxes	(8,959)	(16,621)
Net income	31,967	44,079
Net income attributable to:		
Shareholders of the parent company	31,675	43,773
Non-controlling interests	292	306
Net income	31,967	44,079
Earnings per share attributable to shareholders of the parent company		
Basic	¥74.07	¥102.37
Diluted	—	—

[Condensed Interim Consolidated Statement of Comprehensive Income]
[For the six months ended September 30, 2015]

(Millions of yen)

	For the first half ended September 30, 2014	For the first half ended September 30, 2015
Net income	31,967	44,079
Other comprehensive income		
Items not to be reclassified into net income		
Net change in fair value of financial assets measured at fair value through other comprehensive income	169	(1,117)
Share of other comprehensive income of investments accounted for using the equity method	18	1,217
Total items not to be reclassified into net income	187	100
Items that can be reclassified into net income		
Foreign currency translation adjustments	7,195	(5,198)
Net change in fair value of cash flow hedges	2,029	(23)
Share of other comprehensive income of investments accounted for using the equity method	638	(759)
Total items that can be reclassified into net income	9,862	(5,980)
Total other comprehensive income	10,049	(5,880)
Comprehensive income	42,016	38,199
Comprehensive income attributable to:		
Shareholders of the parent company	41,528	38,131
Non-controlling interests	488	68
Comprehensive income	42,016	38,199

(4) Condensed Interim Consolidated Statement of Cash Flows

(Millions of yen)

	For the first half ended September 30, 2014	For the first half ended September 30, 2015
Cash flows from operating activities:		
Net income	31,967	44,079
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	17,593	21,340
Impairment losses	193	301
Share of (profits) losses of investments accounted for using the equity method	(850)	(328)
Financial income and expenses	(380)	1,209
Restructuring expenses	146	3,006
Net (gain) loss on business reorganization and others	(3,797)	(28,889)
Income taxes	8,959	16,621
Decrease (increase) in trade receivables	15,272	14,019
(Increase) decrease in inventories	(7,417)	3,527
Decrease (increase) in accounts receivable - other	1,646	(1,257)
(Decrease) increase in trade payables	(3,048)	(6,287)
(Decrease) increase in accrued expenses	(1,051)	(901)
Increase (decrease) in retirement and severance benefits	(2,638)	(4,947)
Other	875	(114)
Subtotal	57,470	61,379
Interest and dividends received	741	1,018
Interest paid	(1,322)	(1,787)
Payments for structural reforms	(774)	(1,935)
Income taxes paid	(8,837)	(8,926)
Net cash provided by operating activities	47,278	49,749

(Millions of yen)

	For the first half ended September 30, 2014	For the first half ended September 30, 2015
Cash flows from investing activities:		
Purchase of property, plant and equipment	(16,982)	(27,434)
Purchase of intangible assets	(1,829)	(2,192)
Proceeds from sales of property, plant and equipment	791	709
Purchase of investments in securities and other financial assets (including investments in subsidiaries and investments accounted for using the equity method)	(1,658)	(1,564)
Proceeds from sale of investments in securities and other financial assets (including investments in subsidiaries and investments accounted for using the equity method)	(170)	27,266
Proceeds from transfer of business	9,678	1,694
Payments for transfer of business	(1,900)	—
Other	(601)	4,727
Net cash used in investing activities	<u>(12,671)</u>	<u>3,206</u>
Cash flows from financing activities:		
Increase (decrease) in short-term debt, net	1,131	(1,441)
Proceeds from long-term debts	7	—
Repayment of long-term debts	(25,507)	(6,909)
Dividends paid to shareholders	(4,277)	(5,559)
Dividends paid to non-controlling interests	(401)	(191)
Acquisition of common stock for treasury	(44)	(38)
Proceeds from sales of treasury stock	1	0
Net cash used in financing activities	<u>(29,090)</u>	<u>(14,138)</u>
Effect of exchange rate changes on cash and cash equivalents	<u>1,732</u>	<u>(1,465)</u>
Net (decrease) increase in cash and cash equivalents	7,249	37,352
Cash and cash equivalents at the beginning of the first quarter	92,911	79,029
Cash and cash equivalents at the end of the second quarter	<u>100,160</u>	<u>116,381</u>

(5) Segment Information

I The primary products and services included in each segment are as follows:

Reportable segment	Major products and services
High-Grade Metal Products and Materials	<ul style="list-style-type: none"> •YSSTM brand high-grade specialty steel products (molds and tool steel, alloys for electronic products [display-related materials and semiconductor and other package materials], materials for industrial equipment [automobile-, aircraft-, and energy-related materials], and razor and blade materials) •Precision cast components •Rolls for steel mills •Injection molding machine parts •Structural ceramic products •Steel-frame joints for construction •Metglas[®] amorphous metals
Magnetic Materials and Applications	<ul style="list-style-type: none"> •Magnets (NEOMAX[®] rare-earth magnets; ferrite magnets; and other magnets and applied products) •Soft magnetic materials (soft ferrite; FINEMET[®] nanocrystalline magnetic material; and Metglas[®] amorphous metals) and applied products •Materials and components for IT devices •Materials and components for medical equipment
High-Grade Functional Components and Equipment	<ul style="list-style-type: none"> •Casting components for automobiles (HNMTM high-grade ductile cast iron products, cast iron products for transportation equipment, and HERCUNITETM heat-resistant exhaust casting components) •SCUBATM aluminum wheels and other aluminum components •Forged components for automobiles •Piping and infrastructure components (GourdTM brand pipe fittings, stainless steel and plastic piping components, water cooling equipment, precision mass flow control devices, and sealed expansion tanks)
Wires, Cables, and Related Products	<ul style="list-style-type: none"> •Electric wires and cables (electric power and industrial systems, electronic and telecommunication materials, electric equipment materials, and industrial rubber products) •Automotive products (electronic components and brake hoses) •Information systems (information networks and wireless systems)

II Last consolidated fiscal year (from April 1 to September 30, 2014)

(Millions of yen)

	Business Segment					Others	Total	Adjustments	Condensed Interim Consolidated Statement of Income
	High-Grade Metal Products and Materials	Magnetic Materials and Applications	High-Grade Functional Components and Equipment	Wires, Cables, and Related Products	Subtotal				
Revenues									
External customers	124,339	68,244	93,838	161,121	447,542	1,115	448,657	—	448,657
Intersegment transactions	1,661	39	292	223	2,215	1,261	3,476	(3,476)	—
Total revenues	126,000	68,283	94,130	161,344	449,757	2,376	452,133	(3,476)	448,657
Segment profit	15,814	7,717	5,287	13,689	42,507	150	42,657	(2,961)	39,696
Financial income	—	—	—	—	—	—	—	—	1,726
Financial expenses	—	—	—	—	—	—	—	—	(1,346)
Share of profits (losses) of investments accounted for using the equity method	—	—	—	—	—	—	—	—	850
Income before income taxes	—	—	—	—	—	—	—	—	40,926

Note: 1. Segment profit is based on operating income.

2. Intersegment transactions are recorded at the same prices used in transactions with third parties. Adjustments represent mainly general and administrative expenses for corporate assets, which are not allocated to each reportable segment.

III Current year (from April 1 to September 30, 2015)

(Millions of yen)

	Business Segment					Others	Total	Adjustments	Condensed Interim Consolidated Statement of Income
	High-Grade Metal Products and Materials	Magnetic Materials and Applications	High-Grade Functional Components and Equipment	Wires, Cables, and Related Products	Subtotal				
Revenues									
External customers	124,125	62,450	188,983	147,571	523,129	1,841	524,970	—	524,970
Intersegment transactions	218	(2)	6	11	233	733	966	(966)	—
Total revenues	124,343	62,448	188,989	147,582	523,362	2,574	525,936	(966)	524,970
Segment profit	40,212	4,871	13,148	7,345	65,576	151	65,727	(4,146)	61,581
Financial income	—	—	—	—	—	—	—	—	609
Financial expenses	—	—	—	—	—	—	—	—	(1,818)
Share of profits (losses) of investments accounted for using the equity method	—	—	—	—	—	—	—	—	328
Income before income taxes	—	—	—	—	—	—	—	—	60,700

Note: 1. Segment profit is based on operating income.

2. Intersegment transactions are recorded at the same prices used in transactions with third parties. Adjustments represent mainly general and administrative expenses for corporate assets, which are not allocated to each reportable segment.