

Summary of Consolidated Financial Statements for the Nine Months Ended December 31, 2019

[Prepared under IFRS, UNAUDITED]

NISSIN FOODS HOLDINGS CO., LTD.

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 Stock exchange listing: Tokyo
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 Scheduled date of filing of Quarterly Securities Report: February 5, 2020 (in Japanese)
 Scheduled date of dividend payment: –
 Preparation of supplementary documents: Yes
 Holding of financial results meeting: Yes (Conference call for institutional investors and analysts) (in Japanese)

(All amounts are rounded down to the nearest million yen)

1. Consolidated Financial Results for the Nine Months of the FY 2020 (April 1, 2019–December 31, 2019)

(1) Consolidated Operating Results

(% figures represent year-on-year changes)

Nine Months of	Revenue		Operating profit		Profit before tax		Profit attributable to owners of parent	
	(¥ million)	(%)	(¥ million)	(%)	(¥ million)	(%)	(¥ million)	(%)
FY 2020	348,044	+3.4	35,533	+2.2	36,973	+1.3	25,648	+3.8
FY 2019	336,759	+2.1	34,772	(3.3)	36,500	(3.6)	24,708	(14.9)

Nine Months of	Basic earnings per share	Diluted earnings per share
	(¥)	(¥)
FY 2020	246.23	244.90
FY 2019	237.25	236.04

(2) Consolidated Financial Position

As of	Total assets	Total equity	Equity attributable to owners of parent	Equity attributable to owners of parent to total assets
	(¥ million)	(¥ million)	(¥ million)	(%)
December 31, 2019	589,849	363,432	337,169	57.2
March 31, 2019	557,577	352,545	326,781	58.6

2. Details of Dividends

	Cash dividend per share				
	End of 1 st quarter	End of 2 nd quarter	End of 3 rd quarter	Year-end	Total
	(¥)	(¥)	(¥)	(¥)	(¥)
FY 2019	–	55.00	–	55.00	110.00
FY 2020	–	55.00	–		
FY 2020 (Forecast)				55.00	110.00

Note: Modifications to the dividend forecast published most recently: None

3. Forecasts of Consolidated Financial Results for the FY 2020 (April 1, 2019–March 31, 2020)

(% figures represent changes from the previous year)

	Revenue		Operating profit		Profit attributable to owners of parent		Basic earnings per share
	(¥ million)	(%)	(¥ million)	(%)	(¥ million)	(%)	(¥)
FY 2020	465,000	+3.1	37,000	+27.7	26,000	+34.3	249.62

Note: Modifications to the forecast published most recently: None

Notes:

- (1) Changes in principal subsidiaries during the nine months of FY 2020 (changes in specified subsidiaries that resulted in changes in scope of consolidation): Yes
-Newly consolidated: None
-Excluded from consolidation: SHANGHAI NISSIN FOODS CO.,LTD.

- (2) Changes in significant accounting policy and changes in accounting estimates:

- 1) Changes in accounting policies required by IFRS: Yes
2) Changes in accounting policies other than 1): None
3) Changes in accounting estimates: None

* For more information, see page 16, “2 Condensed Consolidated Financial Statements and Significant Notes

- (4) Notes to Condensed Quarterly Consolidated Financial Statements (Changes in accounting policies) ”

- (3) Number of shares outstanding (common stock)

- 1) Number of shares outstanding (including treasury shares) as of the end of:

Nine months of FY 2020	105,700,000 shares
FY 2019	105,700,000 shares

- 2) Number of treasury shares as of the end of:

Nine months of FY 2020	1,533,340 shares
FY 2019	1,543,266 shares

- 3) Average number of shares during the period:

Nine months of FY 2020	104,163,464 shares
Nine months of FY 2019	104,148,753 shares

* This summary of quarterly consolidated financial statements is outside the scope of review by certified public accountants or audit firms.

* Notes for proper use of forecasts and other remarks

Disclaimer regarding appropriate use of forecasts:

Forecasts contain forward-looking statements based on estimates made as of the day of release of these materials. Actual results may differ materially depending on a number of factors including but not limited to potential risks and uncertainties. Please refer to page 4 for “(3) Explanation Concerning Consolidated Forecasts” for the conditions of assumptions for the forecast and cautions to use forecast.

1. Qualitative Information Concerning Nine Months Results

(1) Qualitative Information Concerning Consolidated Business Results

Based on the “Medium-Term Management Plan 2021” of which term covers five years from the fiscal year ended March 31, 2017, to realize the improvements of “Earning power through operations” and “Value in capital markets,” we are working on the following strategies: 1) Promoting global branding, 2) Focusing on priority overseas locations, 3) Laying stronger foundations for our domestic profit base, 4) Establishing a second pillar that generates revenue and profit and 5) Developing and strengthening human resources for global management.

<Consolidated results>

(¥ Million)

	Nine months of FY2019	Nine months of FY2020	Year on year	
			Amount	%
Revenue	336,759	348,044	11,285	3.4
Operating profit	34,772	35,533	760	2.2
Profit before tax	36,500	36,973	472	1.3
Profit attributable to owners of parent	24,708	25,648	939	3.8

The following is an overview of performance by reportable segment:

1) NISSIN FOOD PRODUCTS

NISSIN FOOD PRODUCTS achieved year-on-year growth in sales with a rise in sales of cup-type noodle products. Sales increased in cup-type noodles year-on-year, where the CUP NOODLE MISO, featuring rich miso soup, were strong, and the ASSARI OISHII CUP NOODLE series and the CUP NOODLE BIG series contributed to sales. In bag-type noodles, the OWAN DE TABERU series maintained strong sales, although sales of bag-type noodles decreased. Meanwhile, profits increased year on year, due to increase in profit in nature of increase in sales, although reflecting higher depreciation expenses associated with the launch of the Kansai Plant as well as an increase in raw materials prices and logistics costs.

Consequently, Revenue was ¥ 150,769 million (+3.6%) and operating profit was ¥ 22,412 million (+3.0%) in this reportable segment.

2) MYOJO FOODS

MYOJO FOODS achieved year-on-year growth in sales of cup-type noodle products, reflecting strong sales of the MYOJO CHARUMERA. Other contributors to the higher sales are open-price products. In bag-type noodle products, sales achieved year-on-year growth, reflecting stable sales of the MYOJO CHARUMERA and strong sales of the MYOJO HYOUBANYA series. Meanwhile, profits increased year on year, reflecting a price revision implemented in June 2019, although increased in logistics costs, personnel costs and raw material prices.

Consequently, Revenue was ¥ 26,959 million (+8.5%) and operating profit was ¥ 2,425 million (+14.4%) in this reportable segment.

3) Chilled and frozen foods

At NISSIN CHILLED FOODS, its new product SONOMANMAMEN contributed to sales and the NISSIN-NO-RAMENYASAN series after renewal and the TSUKEMEN NO TATSUJIN series, a core brand, were also strong. However, overall sales decreased year on year, reflecting weak demand for chilled noodles in the unseasonable summer weather and sales declined due to warm winter.

NISSIN FROZEN FOODS achieved sales growth, helped by the NISSIN MOCHITTO NAMA PASTA, a mainstay product, the NISSIN SPA OH PREMIUM series, and the NISSIN CHUKA SHANGHAI YAKISOBA OMORI and the NISSIN GOOTA, all of which grew stably in terms of sales. Meanwhile, profits decreased year on year, reflecting an increase in raw material prices and logistics costs.

Consequently, Revenue was ¥ 42,908 million (+2.0%) and operating profit was ¥ 1,480 million (-11.7%) in this reportable segment.

4) The Americas

The Americas are working to enhance the proposal of premium products aimed at creating new demand, enhancing the profitability of existing products. Sales of NISSIN LAMEN, a core product in Brazil, contributed to remain firm, and sales of the CUP NOODLES increased strongly. Strong sales of existing products and successful sales promotions for premium products in the United States also contributed to the overall sales growth in the segment. Profits increased due to factors such as the effect of price revisions and sales increase of premium products.

Consequently, Revenue was ¥ 48,492 million (+5.4%) and operating profit was ¥ 3,614 million (+ ¥ 3,739 million) in this reportable segment.

5) China

In China, the market for high value-added products is expanding in mainland China. The Group has taken steps to expand its geographical sales areas and strengthen its CUP NOODLES brand. In this environment, sales increased year on year thanks to strong sales of cup-type noodles, mainly in the CUP NOODLES brand. Profit increased year on year due to the increase in sales volume in China, and cost reductions associated with increase in volume.

Consequently, Revenue was ¥ 31,151 million (+2.7%) and operating profit was ¥ 3,039 million (+26.4%) in this reportable segment.

Revenue in “Others,” which includes business segments not included in reportable segments such as domestic confectionary, beverages, Europe and Asia was ¥ 47,761 million (-0.5%) and operating profit was ¥ 6,722 million (-39.3%).

(2) Analysis of Financial Position

Note: Refer to pages from 5 to 6 for further information.

(3) Explanation Concerning Consolidated Forecasts

The full-year forecasts of the consolidated financial results for the fiscal year ending March 2020 remain unchanged from the forecasts that were announced on May 9, 2019.

2. Condensed Consolidated Financial Statements and Significant Notes

(1) Condensed Consolidated Statements of Financial Position

(¥ Million)

	FY 2019 (As of March 31, 2019)	FY 2020 (As of December 31, 2019)
Assets		
Current assets		
Cash and cash equivalents	57,125	57,539
Trade and other receivables	72,749	81,253
Inventories	32,729	34,513
Income taxes receivable	1,964	772
Other financial assets	8,233	10,574
Other current assets	6,095	7,800
Total current assets	178,898	192,454
Non-current assets		
Property, plant and equipment	216,831	239,874
Goodwill and intangible assets	4,470	4,079
Investment property	7,157	7,124
Investments accounted for using the equity method	43,021	45,024
Other financial assets	92,738	88,478
Deferred tax assets	12,564	12,078
Other non-current assets	1,896	734
Total non-current assets	378,679	397,395
Total assets	557,577	589,849

(¥ Million)

	FY 2019 (As of March 31, 2019)	FY 2020 (As of December 31, 2019)
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	106,823	109,816
Borrowings	29,103	6,915
Provisions	820	289
Accrued income taxes	6,894	5,767
Other financial liabilities	767	4,121
Other current liabilities	17,243	16,142
Total current liabilities	161,653	143,053
Non-current liabilities		
Borrowings	13,297	42,687
Other financial liabilities	5,282	17,059
Defined benefit liabilities	5,664	5,868
Provisions	284	226
Deferred tax liabilities	16,408	15,084
Other non-current liabilities	2,442	2,437
Total non-current liabilities	43,378	83,363
Total liabilities	205,031	226,417
Equity		
Share capital	25,122	25,122
Capital surplus	50,614	50,644
Treasury shares	(6,718)	(6,677)
Other components of equity	29,235	25,440
Retained earnings	228,526	242,639
Total equity attributable to owners of parent	326,781	337,169
Non-controlling interests	25,764	26,263
Total equity	352,545	363,432
Total liabilities and equity	557,577	589,849

(2) Condensed Consolidated Statements of Income and Comprehensive Income
(Condensed Consolidated Statements of Income)
(For the nine months ended December 31, 2018 and 2019)

(¥ Million)

	Nine months ended December 31, 2018	Nine months ended December 31, 2019
Revenue	336,759	348,044
Cost of sales	218,180	222,152
Gross profit	118,578	125,892
Selling, general and administrative expenses	92,252	94,310
Gain on investments accounted for using the equity method	2,866	3,533
Other income	6,402	1,139
Other expenses	822	720
Operating profit	34,772	35,533
Finance income	2,137	2,153
Finance costs	409	713
Profit before tax	36,500	36,973
Income tax expense	10,953	9,994
Profit	25,546	26,978
Profit attributable to		
Owners of parent	24,708	25,648
Non-controlling interests	837	1,330
Profit	25,546	26,978
Earnings per share (Yen)		
Basic earnings per share (Yen)	237.25	246.23
Diluted earnings per share (Yen)	236.04	244.90

(For the three months ended December 31, 2018 and 2019)

(¥ Million)

	Three months ended December 31, 2018	Three months ended December 31, 2019
Revenue	122,096	126,683
Cost of sales	78,745	79,369
Gross profit	43,351	47,314
Selling, general and administrative expenses	32,024	33,008
Gain on investments accounted for using the equity method	935	1,455
Other income	346	189
Other expenses	374	139
Operating profit	12,234	15,811
Finance income	939	934
Finance costs	60	199
Profit before tax	13,113	16,545
Income tax expense	3,298	3,947
Profit	9,815	12,597
Profit attributable to		
Owners of parent	9,558	12,178
Non-controlling interests	256	419
Profit	9,815	12,597
Earnings per share (Yen)		
Basic earnings per share (Yen)	91.77	116.91
Diluted earnings per share (Yen)	91.30	116.28

(Condensed Consolidated Statements of Comprehensive Income)

(For the nine months ended December 31, 2018 and 2019)

(¥ Million)

	Nine months ended December 31, 2018	Nine months ended December 31, 2019
Profit	25,546	26,978
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Net change in equity instruments measured at fair value through other comprehensive income	(6,543)	(2,922)
Remeasurements of defined benefit plans	-	1
Share of other comprehensive income of entities accounted for using the equity method	(34)	88
Total items that will not be reclassified to profit or loss	(6,578)	(2,832)
Items that are or may be reclassified to profit or loss		
Net change in debt instruments measured at fair value through other comprehensive income	2	(6)
Cash flow hedges	33	(15)
Foreign currency translation differences on foreign operations	(2,264)	(2,236)
Share of other comprehensive income of entities accounted for using the equity method	(1,503)	635
Total items that are or may be reclassified to profit or loss	(3,731)	(1,623)
Total other comprehensive income	(10,310)	(4,455)
Comprehensive income	15,236	22,522
Comprehensive income attributable to		
Owners of parent	14,551	21,619
Non-controlling interests	685	903
Comprehensive income	15,236	22,522

(For the three months ended December 31, 2018 and 2019)

(¥ Million)

	Three months ended December 31, 2018	Three months ended December 31, 2019
Profit	9,815	12,597
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Net change in equity instruments measured at fair value through other comprehensive income	(9,178)	4,344
Remeasurements of defined benefit plans	-	1
Share of other comprehensive income of entities accounted for using the equity method	56	1
Total items that will not be reclassified to profit or loss	(9,121)	4,347
Items that are or may be reclassified to profit or loss		
Net change in debt instruments measured at fair value through other comprehensive income	2	(8)
Cash flow hedges	(6)	10
Foreign currency translation differences on foreign operations	(1,397)	2,702
Share of other comprehensive income of entities accounted for using the equity method	479	(92)
Total items that are or may be reclassified to profit or loss	(921)	2,612
Total other comprehensive income	(10,043)	6,960
Comprehensive income	(228)	19,558
Comprehensive income attributable to		
Owners of parent	(140)	18,664
Non-controlling interests	(88)	893
Comprehensive income	(228)	19,558

(3) Condensed Consolidated Statements of Changes in Equity

Nine months ended December 31, 2018 (From April 1, 2018 to December 31, 2018)

(¥ Million)

	Equity attributable to owners of parent						
	Share capital	Capital surplus	Treasury shares	Subscription rights to shares	Other components of equity		
					Foreign currency translation differences on foreign operations	Cash flow hedges	Net change in financial instruments measured at fair value through other comprehensive income
Balance at April 1, 2018	25,122	51,218	(58,002)	1,819	(2,922)	(41)	30,039
Profit	—	—	—	—	—	—	—
Other comprehensive income	—	—	—	—	(2,121)	29	(6,526)
Total comprehensive income	—	—	—	—	(2,121)	29	(6,526)
Acquisition of treasury shares	—	—	(6)	—	—	—	—
Sales of treasury shares	—	8	102	(110)	—	—	—
Cancelation of treasury shares	—	—	51,190	—	—	—	—
Cash dividend paid	—	—	—	—	—	—	—
Share-based payments	—	—	—	401	—	—	—
Changes in the ownership interest of a subsidiary without a loss of control	—	—	—	—	—	—	—
Transfer from other components of equity to retained earnings	—	—	—	—	—	—	(25)
Other	—	—	—	—	—	—	—
Total transactions with owners of parent	—	8	51,286	290	—	—	(25)
Balance at December 31, 2018	25,122	51,227	(6,716)	2,110	(5,044)	(12)	23,487

Equity attributable to owners of parent						
	Other components of equity			Total	Non-controlling interests	Total equity
	Share of other comprehensive income of entities accounted for using the equity method	Total	Retained earnings			
Balance at April 1, 2018	2,458	31,353	280,083	329,776	23,352	353,128
Profit	—	—	24,708	24,708	837	25,546
Other comprehensive income	(1,538)	(10,157)	—	(10,157)	(152)	(10,310)
Total comprehensive income	(1,538)	(10,157)	24,708	14,551	685	15,236
Acquisition of treasury shares	—	—	—	(6)	—	(6)
Sales of treasury shares	—	(110)	—	0	—	0
Cancellation of treasury shares	—	—	(51,190)	—	—	—
Cash dividend paid	—	—	(10,414)	(10,414)	(626)	(11,040)
Share-based payments	—	401	—	401	—	401
Changes in the ownership interest of a subsidiary without a loss of control	—	—	—	—	531	531
Transfer from other components of equity to retained earnings	(7)	(32)	32	—	—	—
Other	—	—	(274)	(274)	37	(237)
Total transactions with owners of parent	(7)	257	(61,846)	(10,294)	(58)	(10,352)
Balance at December 31, 2018	912	21,454	242,946	334,033	23,979	358,013

Nine months ended December 31, 2019 (From April 1, 2019 to December 31, 2019)

(¥ Million)

	Equity attributable to owners of parent						
	Share capital	Capital surplus	Treasury shares	Subscription rights to shares	Other components of equity		
					Foreign currency translation differences on foreign operations	Cash flow hedges	Net change in financial instruments measured at fair value through other comprehensive income
Balance at April 1, 2019	25,122	50,614	(6,718)	2,110	(4,656)	3	31,749
Profit	—	—	—	—	—	—	—
Other comprehensive income	—	—	—	—	(1,821)	(4)	(2,927)
Total comprehensive income	—	—	—	—	(1,821)	(4)	(2,927)
Acquisition of treasury shares	—	—	(5)	—	—	—	—
Sales of treasury shares	—	27	46	(73)	—	—	—
Cash dividend paid	—	—	—	—	—	—	—
Share-based payments	—	—	—	270	—	—	—
Changes in the ownership interest in subsidiaries without a loss of control	—	2	—	—	—	—	—
Transfer from other components of equity to retained earnings	—	—	—	—	—	—	46
Other	—	—	—	—	—	—	—
Total transactions with owners of parent	—	29	40	196	—	—	46
Balance at December 31, 2019	25,122	50,644	(6,677)	2,307	(6,477)	(1)	28,868

Equity attributable to owners of parent							
Other components of equity							
	Remeasurements of defined benefit plans	Share of other comprehensive income of entities accounted for using the equity method	Total	Retained earnings	Total	Non- controlling interests	Total equity
Balance at April 1, 2019	—	28	29,235	228,526	326,781	25,764	352,545
Profit	—	—	—	25,648	25,648	1,330	26,978
Other comprehensive income	1	724	(4,028)	—	(4,028)	(427)	(4,455)
Total comprehensive income	1	724	(4,028)	25,648	21,619	903	22,522
Acquisition of treasury shares	—	—	—	—	(5)	—	(5)
Sales of treasury shares	—	—	(73)	—	0	—	0
Cash dividend paid	—	—	—	(11,457)	(11,457)	(675)	(12,132)
Share-based payments	—	—	270	—	270	—	270
Changes in the ownership interest in subsidiaries without a loss of control	—	—	—	—	2	313	315
Transfer from other components of equity to retained earnings	(1)	(9)	36	(36)	—	—	—
Other	—	—	—	(40)	(40)	(42)	(83)
Total transactions with owners of parent	(1)	(9)	233	(11,534)	(11,231)	(404)	(11,635)
Balance at December 31, 2019	—	743	25,440	242,639	337,169	26,263	363,432

(4) Notes to Condensed Consolidated Financial Statements

(Notes on premise of going concern)

No items to report

(Reporting entity)

NISSIN FOODS HOLDINGS CO., LTD. (hereinafter the “Company”) is established as a stock company domiciled in Japan. The addresses of its registered head office and main offices are disclosed on the Company’s website (https://www.nissin.com/en_jp/). The Company’s condensed quarterly consolidated financial statements comprise the Company and its subsidiaries (hereinafter “the Group”) and interests in the Company’s associates.

Details of each business and principle activity of the Group are described in Note “Segment information”.

(Basis of preparation)

1) Compliance with IFRS

The condensed quarterly consolidated financial statements of the Group have been prepared in accordance with IAS 34. Since the requirements for “Specified Company of Designated International Accounting Standards” set forth in Article 1-2 of the “Ordinance on Terminology, Forms, and Preparation Methods of Quarterly Consolidated Financial Statements” are satisfied, the Group adopts the provisions of Article 93 of the same Ordinance.

The Group’s condensed quarterly consolidated financial statements were approved by the Board of Directors held on February 5, 2020.

2) Basis of measurement

The Group’s consolidated financial statements have been prepared on an acquisition cost basis, except for specific financial instruments measured at fair value.

3) Functional currency and presentation currency

The Group’s consolidated financial statements are presented in Japanese yen, which is also the Company’s functional currency, and amounts of less than one million yen are rounded off to the nearest million yen.

(Significant accounting policies)

No items to report except “(Changes in accounting policies)”

(Changes in accounting policies)

Beginning with the nine months under review, the Group adopted IFRS 16 Leases (announced in January 2016, hereinafter referred to as “IFRS 16”). Upon applying the IFRS 16 standard, the Group has chosen a transition option to recognize the cumulative effect of applying the new standard at the date of initial application.

Upon applying the IFRS 16 standard, the Group has chosen the practical expedient described in paragraph C3 of the IFRS 16 to determine whether an arrangement contains a lease, as previously identified in accordance with IAS 17 Leases (hereinafter “IAS 17”) and IFRIC 4 *Determining whether an Arrangement contains a Lease*. The requirements of IFRS 16 apply to all contracts that have been entered into since the date of the initial application. As a lessee, the Group recognized right-of-use assets and lease obligations on the date of initial application in relation to the leasing contracts previously classified as operating leases in accordance with IAS 17. The lease obligations are measured as the present value of residual lease payments discounted using the incremental borrowing rate on the date of initial application. The weighted average of the incremental borrowing rate is 1.4%. The right-of-use assets are measured initially as an amount equal to the lease liability adjusted for prepaid lease payments.

For a lessee’s lease assets classified as finance lease contracts in accordance with IAS 17 in the past, right-of-use assets and lease liabilities on the date of initial application are measured as amounts equal to lease assets and lease obligations, respectively, on the books prepared prior to the date of initial application in accordance with IAS 17.

The gap in the amount between the future minimum lease payments (discounted to the present value using the incremental borrowing rate as mentioned earlier) under non-cancellable operating leases disclosed in accordance with IAS 17 at the end of the consolidated fiscal year preceding the date of initial application, and the lease liabilities recognized on the condensed quarterly statement of consolidated financial position as of the date of initial application was primarily attributable to the differences in estimated values for land and buildings that are to be used longer than the initial non-cancellable period.

Accordingly, the Group booked right-of-use assets at ¥ 20,659 million and lease liabilities at ¥ 19,558 million on the date of the IFRS 16 initial application. This matter will have no material impact on operating income or quarterly net earnings. Upon applying IFRS 16, the Group adopts the following practical expedient.

- Reliance on assessment to determine whether it will be disadvantageous for a lease to apply IAS 37 *Provisions, Contingent Liabilities and Contingent Assets* prior to the date of initial application as an alternative method of impairment testing.
- Exclusion of initial direct costs from the right-of-use assets measured as of the date of initial application.

(Segment Information)

(1) Outline of reportable segments

The Group's reportable segments are components of the Group for which separate financial information is available and regular evaluation by the Board of Directors is being performed in order to make decisions about resources to be allocated and assess its performance.

The Group employs holding company system of seven operating companies in Japan and four overseas business regions as strategy platforms, and the reportable segments consist of "NISSIN FOOD PRODUCTS," "MYOJO FOODS," "Chilled and frozen foods," "The Americas" and "China." The segments of "NISSIN FOOD PRODUCTS," "MYOJO FOODS," "The Americas" and "China" are operating the business of manufacturing and selling cup- and bag-type noodles. The "Chilled and frozen foods" segment is operating the business of manufacturing and selling chilled and frozen foods.

(2) Segmentation of revenues and performances

The accounting methods of reportable business segments are generally the same as the Group's accounting policies described in "Significant accounting policies". Figures reported as segment profit are based on the operating profit reported in the condensed quarterly consolidated statements of income. Revenue from intersegment transactions and transfers are based on the current market prices.

Nine months ended December 31, 2018 (From April 1, 2018 to December 31, 2018)

(¥ Million)

	Reportable segment						Others *1	Total	Reconciliations *2	Consolidated *3
	NISSIN FOOD PRODUCTS	MYOJO FOODS	Chilled and frozen foods	The Americas	China	Subtotal				
Revenue										
Sales to third party	145,489	24,857	42,048	46,025	30,325	288,747	48,012	336,759	—	336,759
Intersegment sales	1,024	5,452	301	11	851	7,640	22,290	29,930	(29,930)	—
Total	146,513	30,309	42,350	46,036	31,176	296,387	70,302	366,690	(29,930)	336,759
Segment profit (loss) (Operating profit(loss))	21,766	2,120	1,676	(124)	2,404	27,843	11,079	38,923	(4,151)	34,772
Finance income	—	—	—	—	—	—	—	—	—	2,137
Finance costs	—	—	—	—	—	—	—	—	—	409
Profit before tax	—	—	—	—	—	—	—	—	—	36,500
Other items										
Depreciation and amortization	5,535	1,182	659	1,305	1,478	10,161	4,175	14,336	169	14,506
Impairment	—	—	—	—	44	44	—	44	—	44
Gain on investments accounted for using the equity method	—	—	—	—	—	—	2,866	2,866	—	2,866
Capital expenditures	32,934	844	1,432	1,992	2,462	39,666	6,384	46,050	—	46,050

(Note) 1. “Others” consists of the business segments not included in reportable segments such as domestic confectionery, beverages, Europe and Asia.

2. Operating profit (loss) under “Reconciliations” amounted to minus ¥ 4,151 million, consisting of minus ¥ 230 million from elimination of intersegment transactions and minus ¥ 3,920 million from group expenses.

3. Segment profit (loss) is adjusted to operating profit of condensed quarterly consolidated statements of income.

Nine months ended December 31, 2019 (From April 1, 2019 to December 31, 2019)

(¥ Million)

	Reportable segment						Others *1	Total	Reconciliations *2	Consolidated *3
	NISSIN FOOD PRODUCTS	MYOJO FOODS	Chilled and frozen foods	The Americas	China	Subtotal				
Revenue										
Sales to third party	150,769	26,959	42,908	48,492	31,151	300,283	47,761	348,044	—	348,044
Intersegment sales	1,034	5,104	326	5	614	7,085	23,791	30,876	(30,876)	—
Total	151,803	32,063	43,235	48,498	31,766	307,368	71,553	378,921	(30,876)	348,044
Segment profit (Operating profit)	22,412	2,425	1,480	3,614	3,039	32,973	6,722	39,695	(4,162)	35,533
Finance income	—	—	—	—	—	—	—	—	—	2,153
Finance costs	—	—	—	—	—	—	—	—	—	713
Profit before tax	—	—	—	—	—	—	—	—	—	36,973
Other items										
Depreciation and amortization	8,649	1,418	987	766	1,432	13,255	5,289	18,544	36	18,580
Impairment	—	—	—	—	—	—	355	355	—	355
Gain on investments accounted for using the equity method	—	—	—	—	—	—	3,533	3,533	—	3,533
Capital expenditures	17,932	1,206	1,228	1,835	3,152	25,356	4,533	29,889	(577)	29,312

(Note) 1. “Others” consists of the business segments not included in reportable segments such as domestic confectionery, beverages, Europe and Asia.

2. Operating profit under “Reconciliations” amounted to minus ¥ 4,162 million, consisting of minus ¥ 120 million from elimination of intersegment transactions and minus ¥ 4,042 million from group expenses.

3. Segment profit is adjusted to operating profit of condensed quarterly consolidated statements of income.

Three months ended December 31, 2018 (From October 1, 2018 to December 31, 2018)

(¥ Million)

	Reportable segment						Others *1	Total	Reconciliations *2	Consolidated *3
	NISSIN FOOD PRODUCTS	MYOJO FOODS	Chilled and frozen foods	The Americas	China	Subtotal				
Revenue										
Sales to third party	55,939	8,848	14,376	16,754	9,983	105,903	16,193	122,096	–	122,096
Intersegment sales	383	2,200	113	3	474	3,175	7,517	10,692	(10,692)	–
Total	56,323	11,049	14,490	16,757	10,457	109,078	23,710	132,789	(10,692)	122,096
Segment profit (Operating profit)	9,499	862	515	146	660	11,684	1,937	13,622	(1,388)	12,234
Finance income	–	–	–	–	–	–	–	–	–	939
Finance costs	–	–	–	–	–	–	–	–	–	60
Profit before tax	–	–	–	–	–	–	–	–	–	13,113
Other items										
Depreciation and amortization	2,365	399	230	445	480	3,921	1,424	5,345	56	5,401
Impairment	–	–	–	–	44	44	–	44	–	44
Gain on investments accounted for using the equity method	–	–	–	–	–	–	935	935	–	935
Capital expenditures	5,891	204	345	625	987	8,053	2,505	10,559	–	10,559

(Note) 1. “Others” consists of the business segments not included in reportable segments such as domestic confectionery, beverages, Europe and Asia.

2. Operating profit under “Reconciliations” amounted to minus ¥ 1,388 million, consisting of minus ¥ 81 million from elimination of intersegment transactions and minus ¥ 1,306 million from group expenses.

3. Segment profit is adjusted to operating profit of condensed quarterly consolidated statements of income.

Three months ended December 31, 2019 (From October 1, 2019 to December 31, 2019)

(¥ Million)

	Reportable segment						Others *1	Total	Reconciliations *2	Consolidated *3
	NISSIN FOOD PRODUCTS	MYOJO FOODS	Chilled and frozen foods	The Americas	China	Subtotal				
Revenue										
Sales to third party	58,304	9,862	14,986	16,923	10,184	110,261	16,422	126,683	—	126,683
Intersegment sales	405	1,712	122	2	119	2,362	8,544	10,906	(10,906)	—
Total	58,709	11,574	15,109	16,926	10,303	112,623	24,966	137,589	(10,906)	126,683
Segment profit (Operating profit)	10,676	1,093	460	1,212	748	14,190	2,956	17,147	(1,335)	15,811
Finance income	—	—	—	—	—	—	—	—	—	934
Finance costs	—	—	—	—	—	—	—	—	—	199
Profit before tax	—	—	—	—	—	—	—	—	—	16,545
Other items										
Depreciation and amortization	3,072	479	332	265	489	4,638	1,831	6,469	11	6,481
Impairment	—	—	—	—	—	—	—	—	—	—
Gain on investments accounted for using the equity method	—	—	—	—	—	—	1,455	1,455	—	1,455
Capital expenditures	4,422	579	371	758	1,919	8,051	1,126	9,177	(577)	8,600

(Note) 1. “Others” consists of the business segments not included in reportable segments such as domestic confectionery, beverages, Europe and Asia.

2. Operating profit under “Reconciliations” amounted to minus ¥ 1,335 million, consisting of ¥ 11 million from elimination of intersegment transactions and minus ¥ 1,347 million from group expenses.

3. Segment profit is adjusted to operating profit of condensed quarterly consolidated statements of income.