

Consolidated Financial Statements for the First Quarter of the Fiscal Year Ending December 31, 2024 <under IFRS>

May 13, 2024

These financial statements, prepared in accordance with International Financial Reporting Standards (IFRS), have been translated for reference only from the original Japanese-language document “KESSAN TANSHIN.” The entire format is pursuant to the requirements or guidance of Tokyo Stock Exchange. As for the contents, if there are any differences or discrepancies between the original Japanese-language and the English translation, the original Japanese-language supersedes this English translation.

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Scheduled date of quarterly securities report submission: May 13, 2024
Scheduled date of dividend payment commencement: –
Supplementary information for the quarterly financial statements to be prepared: Yes
Meeting to explain the quarterly financial statements to be held: Yes

(All amounts are rounded off the nearest million yen)

1. Consolidated Results for the First Quarter of FY2024 (January 1, 2024 - March 31, 2024)

(1) Consolidated Operating Results (Percentage figures represent year-on-year changes)

	Figures for continuing operations (Note 2)							
	Revenue		Adjusted operating profit (Note 1)		Operating profit		Profit attributable to owners of parent	
	Yen in millions	%	Yen in millions	%	Yen in millions	%	Yen in millions	%
Three months ended March 31, 2024	1,064,115	2.0	120,177	2.9	117,755	(7.6)	86,615	(4.5)
Three months ended March 31, 2023	1,043,541	17.1	116,794	15.5	127,501	45.5	90,660	38.6

	Figures including discontinued operations					
	Profit attributable to owners of parent		Comprehensive income		Basic earnings per share	Diluted earnings per share
	Yen in millions	%	Yen in millions	%	Yen	Yen
Three months ended March 31, 2024	86,602	(4.3)	253,033	103.5	126.49	126.35
Three months ended March 31, 2023	90,499	68.1	124,319	(32.0)	132.24	132.07

(Notes) 1. The Group utilizes “adjusted operating profit” in place of the previously employed J-GAAP-based operating profit. For details on reconciliations, please refer to page 10 “Reconciliation from adjusted operating profit to profit before tax” under “1. Condensed Quarterly Consolidated Financial Statements and Primary Notes (6) Notes to the Condensed Quarterly Consolidated Financial Statements.”

2. The Group classified anti-vibration rubber business and chemical products solutions business as discontinued operations, thereby deducting such discontinued operations from monetary amounts of the three months ended March 31, 2023 and three months ended March 31, 2024. For details on discontinued operations, please refer to page 14, “Discontinued operations” under “1. Condensed Quarterly Consolidated Financial Statements and Primary Notes (6) Notes to the Condensed Quarterly Consolidated Financial Statements.”

(2) Consolidated Financial Position

	Total assets	Total equity	Total equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
	Yen in millions	Yen in millions	Yen in millions	%
As of March 31, 2024	5,591,424	3,588,219	3,535,524	63.2
As of December 31, 2023	5,427,813	3,405,394	3,353,592	61.8

2. Dividends

	Dividend per share				
	1st quarter end	2nd quarter end	3rd quarter end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY2023	–	100.00	–	100.00	200.00
FY2024	–				
FY2024 (Projection)		105.00	–	105.00	210.00

(Note) Changes from the latest forecasts released: No

3. Consolidated Financial Results Forecasts for FY2024 (January 1, 2024 - December 31, 2024)

(Percentage figures represent year-on-year changes)

	Figures for continuing operations				Figures including discontinued operations			
	Revenue		Adjusted operating profit		Profit attributable to owners of parent		Basic earnings per share	
	Yen in millions	%	Yen in millions	%	Yen in millions	%	Yen	
FY2024	4,430,000	2.7	530,000	10.3	359,000	8.4	524.33	

(Note) Changes from the latest forecasts released: No

Amounts for profit attributable to owners of parent, and basic earnings per share for continuing operations only are as follows:

- Profit attributable to owners of parent: ¥359,000 million
- Basic earnings per share: ¥524.33

*Notes

(1) Changes in principal subsidiaries during the three months ended March 31, 2024: No
(Changes in specified subsidiaries involving change in consolidation scope)

(2) Changes in accounting policies and changes in accounting estimates

- 1) Changes in accounting policies required by IFRS : No
- 2) Changes in accounting policies other than 1) : No
- 3) Changes in accounting estimates : No

(3) Number of issued shares (common stock)

1) Total number of issued shares at period end (including treasury stock):

March 31, 2024	713,698,221 shares
December 31, 2023	713,698,221 shares

2) Number of shares of treasury stock at period end:

March 31, 2024	29,002,279 shares
December 31, 2023	29,047,171 shares

3) Average number of shares outstanding during the period (during the first quarter):

First Quarter ended March 31, 2024	684,665,202 shares
First Quarter ended March 31, 2023	684,382,059 shares

* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation

* Statement regarding appropriate use of forward-looking statements and other notes

Forecasts based on our projections and plans for the future in this document contain unpredictable elements that may cause fluctuations. As such, they do not constitute guarantees by the Company of the achievement of those forecasts. Accordingly, actual business results may differ substantially from the Company's current assessment.

[Index]

1. Condensed Quarterly Consolidated Financial Statements and Primary Notes	2
(1) Condensed Quarterly Consolidated Statement of Financial Position	2
(2) Condensed Quarterly Consolidated Statement of Profit or Loss	4
(3) Condensed Quarterly Consolidated Statement of Comprehensive Income	5
(4) Condensed Quarterly Consolidated Statement of Changes in Equity	6
(5) Condensed Quarterly Consolidated Statement of Cash Flows	8
(6) Notes to the Condensed Quarterly Consolidated Financial Statements	10
(Notes regarding going concern assumption)	10
(Reconciliation from adjusted operating profit to profit before tax)	10
(Selling, general and administrative expenses)	12
(Other income and other expenses)	12
(Finance income and finance costs)	13
(Discontinued operations)	14
(Subsequent events)	15

1. Condensed Quarterly Consolidated Financial Statements and Primary Notes**(1) Condensed Quarterly Consolidated Statement of Financial Position**

(Millions of yen)

	As of December 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and cash equivalents	724,601	662,070
Trade and other receivables	952,307	981,147
Inventories	868,578	942,573
Other financial assets	10,792	10,503
Other current assets	138,063	144,768
Subtotal	2,694,341	2,741,061
Assets held for sale	3,093	3,469
Total current assets	2,697,434	2,744,529
Non-current assets		
Property, plant and equipment	1,738,506	1,787,247
Right-of-use assets	319,135	335,615
Goodwill	149,990	157,698
Intangible assets	200,858	214,335
Investments accounted for using equity method	41,183	45,139
Other financial assets	131,210	154,256
Deferred tax assets	88,141	86,557
Other non-current assets	61,357	66,049
Total non-current assets	2,730,379	2,846,894
Total assets	5,427,813	5,591,424

(Millions of yen)

	As of December 31, 2023	As of March 31, 2024
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	599,240	560,850
Bonds and borrowings	258,074	237,133
Lease liabilities	61,308	64,720
Income taxes payable	91,124	82,978
Other financial liabilities	49,659	38,228
Provisions	35,489	37,291
Other current liabilities	168,858	204,966
Subtotal	1,263,753	1,226,166
Liabilities directly associated with assets held for sale	1,058	1,121
Total current liabilities	1,264,811	1,227,288
Non-current liabilities		
Bonds and borrowings	239,789	240,855
Lease liabilities	270,989	284,647
Other financial liabilities	9,901	7,349
Retirement benefit liabilities	153,511	156,734
Provisions	40,255	41,958
Deferred tax liabilities	30,946	31,783
Other non-current liabilities	12,217	12,592
Total non-current liabilities	757,608	775,917
Total liabilities	2,022,419	2,003,205
Equity		
Common stock	126,354	126,354
Capital surplus	120,300	120,676
Treasury stock	(135,409)	(135,200)
Other components of equity	531,127	693,997
Retained earnings	2,711,220	2,729,696
Total equity attributable to owners of parent	3,353,592	3,535,524
Non-controlling interests	51,803	52,695
Total equity	3,405,394	3,588,219
Total liabilities and equity	5,427,813	5,591,424

(2) Condensed Quarterly Consolidated Statement of Profit or Loss

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Continuing operations		
Revenue	1,043,541	1,064,115
Cost of sales	642,919	635,295
Gross profit	400,622	428,819
Selling, general and administrative expenses	284,472	313,683
Other income	15,601	7,629
Other expenses	4,250	5,011
Operating profit	127,501	117,755
Finance income	9,480	13,294
Finance costs	10,052	10,650
Share of profit (loss) of investments accounted for using equity method	(199)	(221)
Profit before tax	126,730	120,177
Income tax expense	34,720	31,512
Profit from continuing operations	92,010	88,665
Discontinued operations		
Profit (loss) from discontinued operations	(161)	(13)
Profit	91,849	88,652
Profit attributable to		
Owners of parent	90,499	86,602
Non-controlling interests	1,350	2,051
Profit	91,849	88,652
Earnings (loss) per share		
Basic earnings (loss) per share (Yen)		
Continuing operations	132.47	126.51
Discontinued operations	(0.24)	(0.02)
Total	132.24	126.49
Diluted earnings (loss) per share (Yen)		
Continuing operations	132.30	126.37
Discontinued operations	(0.24)	(0.02)
Total	132.07	126.35

(3) Condensed Quarterly Consolidated Statement of Comprehensive Income

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Profit	91,849	88,652
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Net change in fair value of financial assets measured through other comprehensive income	2,639	10,789
Remeasurements of defined benefit plans	(7,809)	131
Total of items that will not be reclassified to profit or loss	(5,170)	10,921
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	36,786	154,143
Effective portion of change in fair value of cash flow hedges	(949)	(4,347)
Share of other comprehensive income of investments accounted for using equity method	1,803	3,663
Total of items that may be reclassified to profit or loss	37,640	153,460
Other comprehensive income, net of tax	32,470	164,380
Comprehensive income	124,319	253,033
Comprehensive income attributable to		
Owners of parent	120,954	249,838
Non-controlling interests	3,366	3,194
Comprehensive income	124,319	253,033

(4) Condensed Quarterly Consolidated Statement of Changes in Equity

Three months ended March 31, 2023

(Millions of yen)

	Equity attributable to owners of parent						
	Common stock	Capital surplus	Treasury stock	Other components of equity			
				Stock acquisition rights	Exchange differences on translation of foreign operations	Effective portion of change in fair value of cash flow hedges	Net change in fair value of financial assets measured through other comprehensive income
Balance at January 1, 2023	126,354	119,517	(136,814)	2,673	310,311	2,980	42,558
Profit	–	–	–	–	–	–	–
Other comprehensive income	–	–	–	–	36,536	(946)	2,639
Total comprehensive income	–	–	–	–	36,536	(946)	2,639
Purchase of treasury stock	–	–	(5)	–	–	–	–
Disposal of treasury stock	–	–	505	(81)	–	–	–
Dividends	–	–	–	–	–	–	–
Transfer from other components of equity to retained earnings	–	–	–	–	–	–	(10,960)
Other changes	–	–	–	–	–	–	–
Total transactions with owners, etc.	–	–	500	(81)	–	–	(10,960)
Balance at March 31, 2023	126,354	119,517	(136,314)	2,592	346,847	2,035	34,237

	Equity attributable to owners of parent				Non-controlling interests	Total
	Other components of equity		Retained earnings	Total		
	Remeasurements of defined benefit plans	Total				
Balance at January 1, 2023	–	358,523	2,498,255	2,965,835	46,666	3,012,501
Profit	–	–	90,499	90,499	1,350	91,849
Other comprehensive income	(7,775)	30,454	–	30,454	2,016	32,470
Total comprehensive income	(7,775)	30,454	90,499	120,954	3,366	124,319
Purchase of treasury stock	–	–	(1)	(6)	–	(6)
Disposal of treasury stock	–	(81)	(37)	387	–	387
Dividends	–	–	(61,592)	(61,592)	(819)	(62,411)
Transfer from other components of equity to retained earnings	7,775	(3,185)	3,185	–	–	–
Other changes	–	–	–	–	7	7
Total transactions with owners, etc.	7,775	(3,266)	(58,445)	(61,210)	(812)	(62,023)
Balance at March 31, 2023	–	385,711	2,530,310	3,025,579	49,219	3,074,798

Three months ended March 31, 2024

(Millions of yen)

	Equity attributable to owners of parent						
	Common stock	Capital surplus	Treasury stock	Other components of equity			
				Stock acquisition rights	Exchange differences on translation of foreign operations	Effective portion of change in fair value of cash flow hedges	Net change in fair value of financial assets measured through other comprehensive income
Balance at January 1, 2024	126,354	120,300	(135,409)	2,308	493,489	1,094	34,236
Profit	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	-	156,073	(3,904)	10,789
Total comprehensive income	-	-	-	-	156,073	(3,904)	10,789
Purchase of treasury stock	-	(1)	(13)	-	-	-	-
Disposal of treasury stock	-	29	222	(26)	-	-	-
Dividends	-	-	-	-	-	-	-
Changes in ownership interests of owners in subsidiaries under control	-	349	-	-	-	-	-
Transfer from other components of equity to retained earnings	-	-	-	-	-	-	(62)
Other changes	-	-	-	-	-	-	-
Total transactions with owners, etc.	-	376	209	(26)	-	-	(62)
Balance at March 31, 2024	126,354	120,676	(135,200)	2,281	649,562	(2,810)	44,963

	Equity attributable to owners of parent				Non-controlling interests	Total
	Other components of equity		Retained earnings	Total		
	Remeasurements of defined benefit plans	Total				
Balance at January 1, 2024	-	531,127	2,711,220	3,353,592	51,803	3,405,394
Profit	-	-	86,602	86,602	2,051	88,652
Other comprehensive income	278	163,237	-	163,237	1,144	164,380
Total comprehensive income	278	163,237	86,602	249,838	3,194	253,033
Purchase of treasury stock	-	-	-	(14)	-	(14)
Disposal of treasury stock	-	(26)	-	225	-	225
Dividends	-	-	(68,465)	(68,465)	(2,107)	(70,573)
Changes in ownership interests of owners in subsidiaries under control	-	-	-	349	(218)	131
Transfer from other components of equity to retained earnings	(278)	(340)	340	-	-	-
Other changes	-	-	-	-	23	23
Total transactions with owners, etc.	(278)	(367)	(68,125)	(67,906)	(2,302)	(70,208)
Balance at March 31, 2024	-	693,997	2,729,696	3,535,524	52,695	3,588,219

(5) Condensed Quarterly Consolidated Statement of Cash Flows

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Cash flows from operating activities		
Profit before tax	126,730	120,177
Profit (loss) before tax from discontinued operations	(131)	60
Depreciation and amortization	72,241	85,059
Gain on reversal of impairment losses	(43)	(1,187)
Increase (decrease) in retirement benefit liabilities	602	(1,139)
Interest and dividend income	(7,780)	(5,099)
Interest expenses	4,638	6,428
Foreign currency exchange loss (gain)	14,217	(12,998)
Share of loss (profit) of investments accounted for using equity method	199	221
Loss (gain) on sale of fixed assets	(10,859)	(5,441)
Business and plant restructuring income	(2,724)	(34)
Business and plant restructuring expenses	2,085	3,616
Loss on retirement of fixed assets	1,318	725
Decrease (increase) in trade and other receivables	10,492	16,807
Decrease (increase) in inventories	(24,091)	(32,053)
Increase (decrease) in trade and other payables	(48,329)	6,575
Increase (decrease) in consumption tax payables	10,844	12,960
Increase (decrease) in refund liabilities	16,149	14,866
Other	(38,379)	(44,506)
Subtotal	127,181	165,037
Interest and dividends received	11,019	5,291
Interest paid	(4,589)	(5,001)
Income taxes paid	(13,782)	(36,739)
Net cash provided by (used in) operating activities	119,829	128,588
Cash flows from investing activities		
Payments for purchase of property, plant and equipment	(82,537)	(90,611)
Proceeds from sale of property, plant and equipment	12,482	9,886
Payments for purchase of intangible assets	(9,724)	(12,884)
Payments of long-term loans receivable	(11,163)	(6,470)
Collection of loans receivable	1,634	3,351
Other	9,160	(930)
Net cash provided by (used in) investing activities	(80,149)	(97,658)

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Cash flows from financing activities		
Increase (decrease) in short-term borrowings	35,049	5,859
Proceeds from long-term borrowings	14,214	–
Repayments of long-term borrowings	(14,297)	(33,148)
Repayments of lease liabilities	(16,406)	(17,535)
Dividends paid to owners of parent	(60,802)	(67,657)
Other	(821)	(1,918)
Net cash provided by (used in) financing activities	(43,063)	(114,398)
Effect of exchange rate changes on cash and cash equivalents	1,603	21,167
Net increase (decrease) in cash and cash equivalents	(1,779)	(62,302)
Cash and cash equivalents at beginning of period	518,905	724,601
Net increase (decrease) in cash and cash equivalents included in assets held for sale	(115)	(229)
Cash and cash equivalents at end of period	517,011	662,070

(6) Notes to the Condensed Quarterly Consolidated Financial Statements**(Notes regarding going concern assumption)**

Not applicable

(Reconciliation from adjusted operating profit to profit before tax)

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Adjusted operating profit (Note 1)	116,794	120,177
Adjustment items (income) (Note 2)	13,509	1,221
Adjustment items (expenses) (Note 5)	2,802	3,643
Operating profit	127,501	117,755
Finance income	9,480	13,294
Finance costs	10,052	10,650
Share of profit (loss) of investments accounted for using equity method	(199)	(221)
Profit before tax	126,730	120,177

(Note 1) For adjusted operating profit, adjustment items (income and expenses) are excluded from operating profit.

(Note 2) The major breakdown of adjustment items (income) is as follows:

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Insurance claim income	22	–
Business and plant restructuring income	(Note 3) 2,724	34
Gain on reversal of impairment losses	43	1,187
Other income with large amounts related to one time event	(Note 4) 10,720	–
Adjustment items (income)	13,509	1,221

(Note 3) Mainly reversal of impairment losses and gain on sale of fixed assets associated with the reorganization of overseas tire plants are recorded.

(Note 4) This was primarily the recording of gains on the sale of land.

(Note 5) The major breakdown of adjustment items (expenses) is as follows:

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Impairment losses	73	26
Cost of sales (loss on disaster)	489	6
Other expenses (loss on disaster)	64	8
Business and plant restructuring expenses (Note 6)	2,103	3,603
Other expense with large amounts related to one time event	(Note 7) 73	—
Adjustment items (expenses)	2,802	3,643

(Note 6) This was primarily the recording of expenses relating to the reorganization of overseas tire plants.

(Note 7) This was the recording of expenses relating to part replacement, etc. of the affected standard and power assist bicycles following the recall in October 2022 of certain models of standard and power assist bicycles manufactured by Bridgestone Cycle Co., Ltd., a consolidated subsidiary of the Company.

(Selling, general and administrative expenses)

The breakdown of "Selling, general and administrative expenses" is as follows:

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Freight	58,837	50,644
Advertising and sales promotional expenses	20,384	22,771
Employee benefit expenses	82,293	94,729
Depreciation and amortization	26,207	31,384
Research and development expenses (Note)	29,681	31,895
Others	67,070	82,260
Total	284,472	313,683

(Note) All research and development expenses recognized as expenses are included in selling, general and administrative expenses.

(Other income and other expenses)

The breakdown of "Other income" and "Other expenses" is as follows:

(1) Other income

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Gain on sale of fixed assets	(Note 1) 10,859	5,441
Gain on reversal of impairment losses	43	1,187
Business and plant restructuring income	(Note 2) 2,724	34
Others	1,975	968
Total	15,601	7,629

(Note 1) Mainly relates to gains on the sale of land.

(Note 2) The major breakdown of "Business and plant restructuring income" is presented in "Reconciliation from adjusted operating profit to profit before tax."

(2) Other expenses

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Business and plant restructuring expenses (Note)	2,103	3,603
Loss on retirement of fixed assets	1,318	725
Removal and disassembly expense	551	428
Others	277	255
Total	4,250	5,011

(Note) The major breakdown of "Business and plant restructuring expenses" is presented in "Reconciliation from adjusted operating profit to profit before tax."

(Finance income and finance costs)

The breakdown of “Finance income” and “Finance costs” is as follows:

(1) Finance income

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Interest income (Note)	7,444	4,642
Foreign currency exchange gain	–	2,784
Gain on valuation of derivatives	1,732	146
Others	305	5,721
Total	9,480	13,294

(2) Finance costs

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Interest expenses (Note)	4,635	6,428
Net interest of defined benefit plans	1,113	974
Foreign currency exchange loss	3,553	–
Others	752	3,248
Total	10,052	10,650

(Note) Interest income and interest expenses are in relation to financial assets and financial liabilities measured at amortized cost.

(Discontinued operations)**(1) Anti-vibration rubber business**

On December 10, 2021, the Company made the decision to transfer its anti-vibration rubber business (the “Business Operations”) to Anhui Zhongding Holding (Group) Co., Ltd. (AZ). This entails the Company establishing a new wholly-owned subsidiary (Prospira Corporation) to which it transfers the Business Operations by carrying out an absorption-type demerger (the “Corporate Demerger”), then integrating the Business Operations of the Group into Prospira Corporation, and subsequently transferring all shares of Prospira Corporation to AZ (the “Share Transfer,” with the Corporate Demerger and the Share Transfer hereinafter referred to as the “Business Transaction”). The Company completed the Business Transaction on September 1, 2022. The Company plans to conduct separate transfer targeting a company at a later time.

The Group has accordingly classified the Business Operations of the Company, Bridgestone APM Company, and Bridgestone Industrial Products (Thailand) Co., Ltd. as discontinued operations as well as Prospira Corporation, Prospira Manufacturing Japan Co., Ltd, Prospira Ntec Japan Co., Ltd, Prospira India Automotive Products Private Limited, Prospira (Thailand) Co., Ltd., Prospira America Corporation and Prospira China Co., Ltd.

1) Profit or loss from discontinued operations

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Profit or loss from discontinued operations		
Income	1,427	1,601
Expenses (Note)	(1,459)	(1,540)
Profit (loss) before tax from discontinued operations	(32)	60
Income tax expense	(33)	(73)
Profit (loss) from discontinued operations	(64)	(13)

(Note) Expenses for the three months ended March 31, 2023, include a reversal of expenses of ¥148 million recognized upon having measured the disposal group consisting of discontinued operations at fair value less selling costs.
Expenses for the three months ended March 31, 2024, include a loss of ¥146 million recognized upon having measured the disposal group consisting of discontinued operations at fair value less selling costs.

2) Cash flow from discontinued operations

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Cash flow from discontinued operations		
Net cash provided by (used in) operating activities	(143)	114
Net cash provided by (used in) investing activities	(85)	(64)
Net cash provided by (used in) financing activities	–	–
Total	(227)	50

(2) Chemical products solutions business

On December 10, 2021, the Company made the decision to transfer its chemical products solutions business (the “Business Operations”) to Endeavour United II Investment Business Limited Partnership (EU Investment Partnership). This entails the Company establishing a new wholly-owned subsidiary (Archem Inc.) to which it transfers the Business Operations by carrying out an absorption-type demerger (the “Corporate Demerger”), then integrating the Business Operations of the Group into Archem Inc., and subsequently transferring all shares of Archem Inc. to EU Investment Partnership, which is structured, managed, and operated by Endeavour United Co., Ltd. (the “Share Transfer,” with the Corporate Demerger and the Share Transfer hereinafter referred to as the “Business Transaction”). The Company completed the Business Transaction on August 1, 2022.

The Company has accordingly classified Business Operations of the Company, Bridgestone Industrial Products (Thailand) Co., Ltd., and Archem Philippines, Inc., as discontinued operations as well as Bridgestone Chemitech Co., Ltd. (BSCT), Bridgestone Diversified Chemical Products Co., Ltd. (BDPC), Archem Inc., Bridgestone APM Foaming Company, Bridgestone Chemical Products Malaysia Sdn. Bhd., Archem (Thailand) Co., Ltd., Bridgestone Electronic Materials (Hong Kong) Ltd. (BEM), Bridgestone (Kaiping) Diversified Products Co., Ltd., Guangzhou Archem Auto Component Co., Ltd., and Archem (Wuhan) Co., Ltd.

1) Profit or loss from discontinued operations

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Profit or loss from discontinued operations		
Income	495	—
Expenses (Note)	(595)	—
Profit (loss) before tax from discontinued operations	(99)	—
Income tax expense	3	—
Profit (loss) from discontinued operations	(97)	—

(Note) Expenses for the three months ended March 31, 2023, include a loss of ¥91 million recognized upon having measured the disposal group consisting of discontinued operations at fair value less selling costs.

2) Cash flow from discontinued operations

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Cash flow from discontinued operations		
Net cash provided by (used in) operating activities	(15)	—
Net cash provided by (used in) investing activities	(145)	—
Net cash provided by (used in) financing activities	—	—
Total	(160)	—

(Subsequent events)

Not applicable