

# Consolidated Financial Statements [IFRS]

## Consolidated Statement of Financial Position

Mitsubishi Heavy Industries, Ltd. and Consolidated Subsidiaries

As of March 31, 2019, 2018 and transition date

| ASSETS  | Transition date<br>(As of April 1, 2017) | Millions of yen      |                      | Thousands of U.S. dollars |                      |
|---|--|----------------------|----------------------|---------------------------|----------------------|
|   |  | As of March 31, 2018 | As of March 31, 2019 | As of March 31, 2019      | As of March 31, 2019 |
| <b>Current assets:</b>                            |  |                      |                      |                           |                      |
| Cash and cash equivalents                         | ¥ 242,404                                | ¥ 299,237            | ¥ 283,235            | \$ 2,551,896              |                      |
| Trade and other receivables                       | 717,483                                  | 759,902              | 717,414              | 6,463,771                 |                      |
| Other financial assets                            | 38,953                                   | 27,591               | 25,180               | 226,867                   |                      |
| Contract assets                                   | 743,118                                  | 744,707              | 625,749              | 5,637,886                 |                      |
| Inventories                                       | 833,606                                  | 748,574              | 739,252              | 6,660,527                 |                      |
| Indemnification asset for South African projects  | 409,521                                  | 445,920              | 546,098              | 4,920,245                 |                      |
| Other current assets                              | 271,137                                  | 214,992              | 222,420              | 2,003,964                 |                      |
| <b>Total current assets</b>                       | <b>3,256,226</b>                         | <b>3,240,925</b>     | <b>3,159,352</b>     | <b>28,465,195</b>         |                      |
| <b>Non-current assets:</b>                        |  |                      |                      |                           |                      |
| Property, plant and equipment                     | 791,265                                  | 773,186              | 784,849              | 7,071,348                 |                      |
| Goodwill  | 120,552                                  | 121,563              | 121,117              | 1,091,242                 |                      |
| Intangible assets                                 | 124,954                                  | 103,023              | 107,799              | 971,249                   |                      |
| Investments accounted for using the equity method | 145,754                                  | 205,198              | 209,929              | 1,891,422                 |                      |
| Other financial assets                            | 523,130                                  | 485,047              | 447,888              | 4,035,390                 |                      |
| Deferred tax assets                               | 102,442                                  | 121,138              | 124,464              | 1,121,398                 |                      |
| Other non-current assets                          | 182,675                                  | 198,673              | 187,320              | 1,687,719                 |                      |
| <b>Total non-current assets</b>                   | <b>1,990,774</b>                         | <b>2,007,831</b>     | <b>1,983,371</b>     | <b>17,869,817</b>         |                      |
| <b>Total assets</b>                               | <b>¥5,247,000</b>                        | <b>¥5,248,756</b>    | <b>¥5,142,723</b>    | <b>\$46,335,012</b>       |                      |

| LIABILITIES AND EQUITY                            | Transition date<br>(As of April 1, 2017) | Millions of yen      |                      | Thousands of<br>U.S. dollars |                      |
|---|--|----------------------|----------------------|------------------------------|----------------------|
|   |  | As of March 31, 2018 | As of March 31, 2019 | As of March 31, 2019         | As of March 31, 2019 |
| <b>Liabilities</b>                                |  |                      |                      |                              |                      |
| <b>Current liabilities:</b>                       |  |                      |                      |                              |                      |
| Bonds, borrowings and other financial liabilities | ¥ 552,209                                | ¥ 517,537            | ¥ 444,116            | \$ 4,001,405                 |                      |
| Trade and other payables                          | 750,867                                  | 801,154              | 862,174              | 7,768,033                    |                      |
| Income taxes payable                              | 31,233                                   | 27,251               | 27,024               | 243,481                      |                      |
| Contract liabilities                              | 831,707                                  | 914,697              | 875,294              | 7,886,242                    |                      |
| Provisions  | 257,679                                  | 202,797              | 216,531              | 1,950,905                    |                      |
| Other current liabilities                         | 221,057                                  | 188,121              | 161,717              | 1,457,041                    |                      |
| <b>Total current liabilities</b>                  | <b>2,644,754</b>                         | <b>2,651,558</b>     | <b>2,586,859</b>     | <b>23,307,135</b>            |                      |
| <b>Non-current liabilities:</b>                   |  |                      |                      |                              |                      |
| Bonds, borrowings and other financial liabilities | 693,335                                  | 656,129              | 532,961              | 4,801,883                    |                      |
| Deferred tax liabilities                          | 6,976                                    | 6,738                | 4,012                | 36,147                       |                      |
| Retirement benefit liabilities                    | 127,730                                  | 142,242              | 154,105              | 1,388,458                    |                      |
| Provisions  | 10,611                                   | 18,747               | 43,859               | 395,161                      |                      |
| Other non-current liabilities                     | 82,158                                   | 79,474               | 72,103               | 649,635                      |                      |
| <b>Total non-current liabilities</b>              | <b>920,811</b>                           | <b>903,332</b>       | <b>807,042</b>       | <b>7,271,303</b>             |                      |
| <b>Total liabilities</b>                          | <b>3,565,566</b>                         | <b>3,554,891</b>     | <b>3,393,901</b>     | <b>30,578,439</b>            |                      |
| <b>Equity</b>                                     |  |                      |                      |                              |                      |
| Share capital                                     | 265,608                                  | 265,608              | 265,608              | 2,393,080                    |                      |
| Capital surplus                                   | 187,433                                  | 185,937              | 185,302              | 1,669,537                    |                      |
| Treasury shares                                   | (4,609)                                  | (4,081)              | (5,572)              | (50,202)                     |                      |
| Retained earnings                                 | 844,450                                  | 830,057              | 888,541              | 8,005,595                    |                      |
| Other components of equity                        | 111,321                                  | 118,015              | 96,998               | 873,934                      |                      |
| Equity attributable to owners of the parent       | 1,404,205                                | 1,395,537            | 1,430,878            | 12,891,954                   |                      |
| Non-controlling interests                         | 277,228                                  | 298,327              | 317,943              | 2,864,609                    |                      |
| <b>Total equity</b>                               | <b>1,681,434</b>                         | <b>1,693,865</b>     | <b>1,748,821</b>     | <b>15,756,563</b>            |                      |
| <b>Total liabilities and equity</b>               | <b>¥5,247,000</b>                        | <b>¥5,248,756</b>    | <b>¥5,142,723</b>    | <b>\$46,335,012</b>          |                      |