

May 14, 2020

**FY 2019 Full-Year Financial Results**  
April 1, 2019 - March 31, 2020

Fujitsu Limited

# Consolidated Financial Results for the full year Ended March 31, 2020

[Prepared on the basis of International Financial Reporting Standards]

May 14, 2020

|   |   |
|---|---|
| Company name  | : Fujitsu Limited   |
| Stock exchange listings                             | : Tokyo, Nagoya   |
| Code number   | : 6702  |
| URL   | : <a href="http://www.fujitsu.com/global/">http://www.fujitsu.com/global/</a>   |
| Representative                                      | : Takahito Tokita, President and Representative Director  |
| Contact person                                      | : Isamu Yamamori, Corporate Executive Officer, SVP,<br>Head of Public and Investor Relations Division<br>Tel. +81 3 6252 2175 |
| Scheduled annual shareholders' meeting date         | : June 22, 2020   |
| Scheduled dividend payment date                     | : June 1, 2020  |
| Scheduled filing date of statutory financial report | : June 22, 2020   |
| Supplementary material                              | : Yes   |
| Financial results meeting                           | : Yes (for media and analysts)  |

## 1. Consolidated Results for the Full-Year Ended March 31, 2020

(Monetary amounts are rounded to the nearest million yen.)

### (1) Consolidated financial results

(The percentage figures represent the percentage of increase or decrease against the previous year.)

(Millions of yen)

|                             | Revenue   |            | Operating profit |            | Profit before income taxes |            | Profit for the year |            |
|-----------------------------|-----------|------------|------------------|------------|----------------------------|------------|---------------------|------------|
|                             |           | Change (%) |                  | Change (%) |                            | Change (%) |                     | Change (%) |
| FY 2019<br>(4/1/19-3/31/20) | 3,857,797 | -2.4       | 211,483          | 62.4       | 228,564                    | 41.3       | 160,326             | 44.8       |
| FY 2018<br>(4/1/18-3/31/19) | 3,952,437 | -3.6       | 130,227          | -28.6      | 161,785                    | -33.3      | 110,718             | -37.5      |

|                             | Profit for the year attributable to owners of the parent |            | Total comprehensive income for the year |            |
|-----------------------------|--|------------|---|------------|
|                             |  | Change (%) |   | Change (%) |
| FY 2019<br>(4/1/19-3/31/20) | 160,042  | 53.1       | 170,306                                 | 78.3       |
| FY 2018<br>(4/1/18-3/31/19) | 104,562  | -38.3      | 95,511                                  | -58.4      |

|                             | Earnings per share(Yen) |         | Return on Equity Attributable to Owners of the Parent (%) | Ratio of Profit before Income Taxes to Total Assets (%) | Ratio of Operating Profit to Revenue (%) |
|-----------------------------|-------------------------|---------|---|---|--|
|                             | Basic                   | Diluted |   |   |  |
| FY 2019<br>(4/1/19-3/31/20) | 791.20                  | 790.76  | 13.5  | 7.1   | 5.5                                      |
| FY 2018<br>(4/1/18-3/31/19) | 512.50                  | 512.33  | 9.4   | 5.2   | 3.3                                      |

[Reference] Income from investments accounted for using the equity method: FY2019: 14,794 million yen FY2018: 22,630 million yen

On October 1, 2018, Fujitsu conducted share consolidation for common stock at a rate of one share for every ten shares. Basic Earnings per Share and Diluted Earnings per Share have been calculated on the basis that share consolidation had been conducted at the beginning of the previous consolidated fiscal year.

The total assets at the beginning of the period used to calculate the Ratio of Profit before Income Taxes to Total assets reflects the cumulative effect of applying IFRS 16 "Leasing" recognized at the beginning of the period.

Ratio of Profit before Income Taxes to Total Assets (%) = Profit before income taxes / {(Total assets at beginning of year + Total assets at end of year) / 2}

### (2) Consolidated financial position

(Millions of yen, except per share data)

|                | Total assets | Total equity | Equity attributable to owners of the parent | Equity attributable to owners of the parent ratio (%) | Equity per Share Attributable to Owners of the Parent |
|----------------|--------------|--------------|---|---|---|
| March 31, 2020 | 3,187,455    | 1,348,435    | 1,240,956                                   | 38.9%   | 6,197.11  |
| March 31, 2019 | 3,104,842    | 1,253,630    | 1,132,055                                   | 36.5%   | 5,585.35  |

On October 1, 2018, Fujitsu conducted share consolidation for common stock at a rate of one share for every ten shares. Equity per Share Attributable to Owners of the Parent have been calculated on the basis that share consolidation had been conducted at the beginning of the previous consolidated fiscal year.

### (3) Consolidated Cash Flows

(Millions of yen)

|                             | Cash Flows from Operating Activities | Cash Flows from Investing Activities | Cash Flows from Financing Activities | Cash and Cash Equivalents at End of Year |
|-----------------------------|--------------------------------------|--------------------------------------|--------------------------------------|--|
| FY 2019<br>(4/1/19-3/31/20) | 347,263                              | -114,206                             | -193,164                             | 453,036                                  |
| FY 2018<br>(4/1/18-3/31/19) | 99,416                               | 4,142                                | -136,622                             | 416,742                                  |

### 2. Dividends per Share (Ordinary Shares)

|        | Dividends per share(Yen) |       |    |          |           | Total Amount of Dividends (Millions of yen) | Dividend Payout Ratio (%) | Ratio of Dividends to Net Assets (%) |
|--------|--------------------------|-------|----|----------|-----------|---|---------------------------|--------------------------------------|
|        | 1Q                       | 2Q    | 3Q | Year-end | Full year |   |                           |                                      |
| FY2018 | -                        | 7.00  | -  | 80.00    | -         | 30,522                                      | 29.3                      | 2.8                                  |
| FY2019 | -                        | 80.00 | -  | 100.00   | 180.00    | 36,240                                      | 22.8                      | 3.1                                  |

Dividends forecast for FY2020 at the end of the second quarter and at the end the year are not yet determined.

On October 1, 2018, Fujitsu conducted share consolidation for common stock at a rate of one share for every ten shares. Dividends prior to the second quarter of fiscal 2018 are recorded at their actual dividend values before this reverse stock split. In addition, with regard to the total annual dividend, because it is not possible to calculate it straightforwardly, the amount is left blank, shown as a “-“. Annual dividend per share values converted to a post-reverse stock split basis is 150 yen per share for fiscal 2018.

### 3. Consolidated Earnings Forecast for FY2020

The forecast of consolidated results for FY2020 has not been released because it is difficult to reasonably estimate the results at this time due to the new coronavirus infection(COVID-19). In the future, We will disclose the forecast as soon as it becomes possible.

### 4. Other Information

#### (1) Significant changes to subsidiaries in the current fiscal year

(Changes to specified subsidiaries resulting from changes in scope of consolidation): Yes

Exclusion; 1 (Name)Fujitsu Semiconductor Limited

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

1. Changes in accounting policies required by IFRS: Yes

2. Changes arising from factors other than 1: None

3. Changes in accounting estimates: None

For further details, please refer to “5 Notes to Financial Statements” on page 5.

#### (3) Number of issued shares (ordinary shares)

|   |                      |             |
|---|----------------------|-------------|
| 1. Number of issued shares at end of period | As of March 31, 2020 | 207,001,821 |
|   | As of March 31, 2019 | 207,001,821 |
| 2. Treasury stock held at end of period     | As of March 31, 2020 | 6,754,157   |
|   | As of March 31, 2019 | 4,317,954   |
| 3. Average number of shares during period   | Full-Year FY 2019    | 202,277,589 |
|   | Full-Year FY 2018    | 204,024,528 |

(Note) The numbers of shares given above were calculated on the basis that share consolidation had been conducted at the beginning of the previous consolidated fiscal year.

## (Reference Information) Summary of FY2019 Full-Year Separate Financial Results

(Monetary amounts less than one million yen are rounded down.)

## Separate Results for the Full-Year Ended March 31, 2020

## (1) Separate Financial Results

(Millions of yen)

|                             | Net Sales |            | Operating Income |            | Ordinary income |            | Net Income(Loss) |            |
|-----------------------------|-----------|------------|------------------|------------|-----------------|------------|------------------|------------|
|                             |           | Change (%) |                  | Change (%) |                 | Change (%) |                  | Change (%) |
| FY 2019<br>(4/1/19-3/31/20) | 2,092,098 | 8.3        | 112,189          | 531.6      | 181,342         | -          | 182,198          | 292.9      |
| FY 2018<br>(4/1/18-3/31/19) | 1,931,892 | 5.5        | 17,764           | -          | 6,102           | -          | 46,371           | -61.7      |

(Yen)

|                             | Net Income (Loss) per<br>Common Share-Basic |
|-----------------------------|---|
| FY 2019<br>(4/1/19-3/31/20) | 900.73                                      |
| FY 2018<br>(4/1/18-3/31/19) | 227.28                                      |

On October 1, 2018, Fujitsu conducted share consolidation for common stock at a rate of one share for every ten shares. Accordingly Net Income (Loss) per Common Share-Basic has been calculated on the basis that share consolidation had been conducted at the beginning of the previous fiscal year.

## (2) Separate Financial Position

(Millions of yen, except per share data)

|                | Total assets | Net Assets | Owners' Equity<br>Ratio (%) | Net Assets per<br>Share |
|----------------|--------------|------------|-----------------------------|-------------------------|
| March 31, 2020 | 1,941,581    | 903,662    | 46.5                        | 4,512.72                |
| March 31, 2019 | 1,966,461    | 795,373    | 40.4                        | 3,924.22                |

[Reference] Owners' Equity: March 31, 2020; 903,662 million yen March 31, 2019; 795,373 million yen

On October 1, 2018, Fujitsu conducted share consolidation for common stock at a rate of one share for every ten shares. Net Assets per Share has been calculated on the basis that share consolidation had been conducted at the beginning of the previous fiscal year.

## Notes

1. This financial report is not subject to audits by certified public accountants or auditing corporations.

# Financial Tables

## 1. Consolidated Statement of Financial Position

(Millions of yen)

|  | Notes | FY2018<br>(As of March 31, 2019) | FY2019<br>(As of March 31, 2020) |
|--|-------|----------------------------------|----------------------------------|
| <b>Assets</b>  |       |                                  |                                  |
| Current assets   |       |                                  |                                  |
| Cash and cash equivalents  |       | 416,684                          | 451,857                          |
| Trade receivables  |       | 906,120                          | 879,454                          |
| Other receivables  |       | 119,446                          | 93,428                           |
| Inventories  |       | 226,045                          | 238,070                          |
| Others   |       | 217,673                          | 214,130                          |
| Subtotal   |       | 1,885,968                        | 1,876,939                        |
| Assets held for sale   |       | 73,381                           | 14,182                           |
| Total current assets   |       | 1,959,349                        | 1,891,121                        |
| Non-current assets   |       |                                  |                                  |
| Property, plant and equipment, net of accumulated depreciation                 | 5-2   | 439,078                          | 570,170                          |
| Goodwill   |       | 38,348                           | 36,709                           |
| Intangible assets  |       | 116,905                          | 107,213                          |
| Investments accounted for using the equity method                              |       | 147,788                          | 150,719                          |
| Other investments  |       | 149,799                          | 131,765                          |
| Deferred tax assets  |       | 105,663                          | 106,636                          |
| Others   |       | 147,912                          | 193,112                          |
| Total non-current assets   |       | 1,145,493                        | 1,296,324                        |
| <b>Total assets</b>  |       | <b>3,104,842</b>                 | <b>3,187,445</b>                 |
| <b>Liabilities and equity</b>  |       |                                  |                                  |
| <b>Liabilities</b>   |       |                                  |                                  |
| Current liabilities  |       |                                  |                                  |
| Trade payables   |       | 528,744                          | 478,970                          |
| Other payables   |       | 426,344                          | 390,917                          |
| Short-term borrowings, current portion of long-term debt and lease obligations | 5-2   | 130,875                          | 199,450                          |
| Accrued income taxes   |       | 13,517                           | 50,652                           |
| Provisions   |       | 56,489                           | 51,769                           |
| Others   |       | 201,333                          | 192,767                          |
| Subtotal   |       | 1,357,302                        | 1,364,525                        |
| Liabilities directly associated with assets held for sale                      |       | 7,605                            | 1,083                            |
| Total current liabilities  |       | 1,364,907                        | 1,365,608                        |
| Non-current liabilities  |       |                                  |                                  |
| Long-term debt and lease obligations   | 5-2   | 185,336                          | 206,119                          |
| Retirement benefit liabilities   |       | 181,246                          | 190,353                          |
| Provisions   |       | 55,388                           | 30,652                           |
| Deferred tax liabilities   |       | 2,820                            | 10,370                           |
| Others   |       | 61,515                           | 35,908                           |
| Total non-current liabilities  |       | 486,305                          | 473,402                          |
| <b>Total liabilities</b>   |       | <b>1,851,212</b>                 | <b>1,839,010</b>                 |
| <b>Equity</b>  |       |                                  |                                  |
| Share capital  |       | 324,625                          | 324,625                          |
| Capital surplus  |       | 235,455                          | 237,654                          |
| Treasury stock, at cost  |       | -29,556                          | -59,614                          |
| Retained earnings  |       | 576,857                          | 735,920                          |
| Other components of equity   |       | 24,674                           | 2,371                            |
| Total equity attributable to owners of the parent                              |       | 1,132,055                        | 1,240,956                        |
| Non-controlling interests  |       | 121,575                          | 107,479                          |
| <b>Total equity</b>  |       | <b>1,253,630</b>                 | <b>1,348,435</b>                 |
| <b>Total liabilities and equity</b>  |       | <b>3,104,842</b>                 | <b>3,187,445</b>                 |

## 2. Consolidated Statement of Profit or Loss and Consolidated Statement of Comprehensive Income

| <b>【Full-Year Consolidated Statement of Profit or Loss】</b>        |       | (Millions of yen, except per share data)                 |  |
|--|-------|--|--|
|  | Notes | FY2018<br>(For the full-year<br>ended March 31,<br>2019) | FY2019<br>(For the full-year<br>ended March 31,<br>2020) |
| <b>Revenue</b>   |       | <b>3,952,437</b>   | <b>3,857,797</b>   |
| Cost of sales  |       | -2,879,884   | -2,748,479   |
| Gross profit   |       | 1,072,553  | 1,109,318  |
| Selling, general and administrative expenses                       |       | -933,366   | -864,685   |
| Other income   |       | 133,590  | 19,258   |
| Other expenses   |       | -142,550   | -52,408  |
| <b>Operating profit</b>  |       | <b>130,227</b>   | <b>211,483</b>   |
| Financial income   |       | 14,154   | 7,381  |
| Financial expenses   |       | -5,226   | -5,094   |
| Income from investments accounted for using the equity method, net |       | 22,630   | 14,794   |
| <b>Profit for the year before income taxes</b>                     |       | <b>161,785</b>   | <b>228,564</b>   |
| Income tax expenses  |       | -51,067  | -68,238  |
| <b>Profit for the year</b>   |       | <b>110,718</b>   | <b>160,326</b>   |
| Profit for the year attributable to:                               |       |  |  |
| Owners of the parent   |       | 104,562  | 160,042  |
| Non-controlling interests  |       | 6,156  | 284  |
| Total  |       | 110,718  | 160,326  |
| Earning per share  | 5-4   |  |  |
| Basic earnings per share (Yen)                                     |       | 512.50   | 791.20   |
| Diluted earnings per share (Yen)                                   |       | 512.33   | 790.76   |

| <b>【Full-Year Consolidated Statement of Comprehensive Income】</b>                        |       | (Millions of yen)  |  |
|--|-------|--|--|
|  | Notes | FY2018<br>(For the full-year<br>ended March 31,<br>2019) | FY2019<br>(For the full-year<br>ended March 31,<br>2020) |
| <b>Profit for the year</b>   |       | <b>110,718</b>   | <b>160,326</b>   |
| <b>Other comprehensive income</b>  |       |  |  |
| Items that will not be reclassified to profit or loss                                    |       |  |  |
| Financial assets measured at fair value through other comprehensive income               |       | -6,812   | -5,737   |
| Remeasurement of defined benefit plans   |       | -3,749   | 31,246   |
| Share of other comprehensive income of investments accounted for using the equity method |       | -194   | -160   |
|  |       | -10,755  | 25,349   |
| Items that may be reclassified subsequently to profit or loss                            |       |  |  |
| Foreign currency translation adjustments   |       | -3,877   | -13,455  |
| Cash flow hedges   |       | -104   | 20   |
| Share of other comprehensive income of investments accounted for using the equity method |       | -471   | -1,934   |
|  |       | -4,452   | -15,369  |
| <b>Total other comprehensive income for the year, net of taxes</b>                       |       | <b>-15,207</b>   | <b>9,980</b>   |
| <b>Total comprehensive income for the year</b>   |       | <b>95,511</b>  | <b>170,306</b>   |
| Total comprehensive income attributable to:  |       |  |  |
| Owners of the parent   |       | 89,311   | 171,361  |
| Non-controlling interests  |       | 6,200  | -1,055   |
| Total  |       | 95,511   | 170,306  |

### 3. Consolidated Statement of Changes in Equity

(Millions of yen)

| Notes   | Equity attributable to owners of the parent |                 |                         |                   |                            |                  | Non-controlling interests | Total equity     |
|---|---|-----------------|-------------------------|-------------------|----------------------------|------------------|---------------------------|------------------|
|   | Share capital                               | Capital surplus | Treasury stock, at cost | Retained earnings | Other components of equity | Total            |                           |                  |
| <b>Balance at April 1, 2018</b>   | <b>324,625</b>                              | <b>233,941</b>  | <b>-7,237</b>           | <b>479,776</b>    | <b>56,692</b>              | <b>1,087,797</b> | <b>117,105</b>            | <b>1,204,902</b> |
| Cumulative effects of changes in accounting policies                              |   |                 |                         | 20,200            | -20,467                    | -267             |                           | -267             |
| Balance as of the beginning of the year reflecting Changes in Accounting Policies | 324,625                                     | 233,941         | -7,237                  | 499,976           | 36,225                     | 1,087,530        | 117,105                   | 1,204,635        |
| Profit for the year   |   |                 |                         | 104,562           |                            | 104,562          | 6,156                     | 110,718          |
| Other comprehensive income  |   |                 |                         |                   | -15,251                    | -15,251          | 44                        | -15,207          |
| Total comprehensive income for the year   | —   | —               | —                       | 104,562           | -15,251                    | 89,311           | 6,200                     | 95,511           |
| Purchase of treasury stock  |   | -6              | -22,327                 |                   |                            | -22,333          |                           | -22,333          |
| Disposal of treasury stock  |   |                 | 8                       |                   |                            | 8                |                           | 8                |
| Share-based payment transactions  |   | 261             |                         |                   |                            | 261              |                           | 261              |
| Dividends paid  |   |                 |                         | -26,660           |                            | -26,660          | -3,035                    | -29,695          |
| Transfer to retained earnings   |   |                 |                         | -1,400            | 1,400                      | —                |                           | —                |
| Acquisition (disposal) of non-controlling interests                               |   | 3,824           |                         |                   |                            | 3,824            | 3,101                     | 6,925            |
| Changes in ownership interests in subsidiaries                                    |   | -2,606          |                         | 379               | 2,212                      | -15              | -1,796                    | -1,811           |
| Others  |   | 41              |                         |                   | 88                         | 129              |                           | 129              |
| <b>Balance at March 31, 2019</b>  | <b>324,625</b>                              | <b>235,455</b>  | <b>-29,556</b>          | <b>576,857</b>    | <b>24,674</b>              | <b>1,132,055</b> | <b>121,575</b>            | <b>1,253,630</b> |
| Profit for the year   |   |                 |                         | 160,042           |                            | 160,042          | 284                       | 160,326          |
| Other comprehensive income  |   |                 |                         |                   | 11,319                     | 11,319           | -1,339                    | 9,980            |
| Total comprehensive income for the year   | —   | —               | —                       | 160,042           | 11,319                     | 171,361          | -1,055                    | 170,306          |
| Purchase of treasury stock  |   | -12             | -30,101                 |                   |                            | -30,113          |                           | -30,113          |
| Disposal of treasury stock  |   |                 | 43                      |                   |                            | 43               |                           | 43               |
| Share-based payment transactions  |   | 529             |                         |                   |                            | 529              |                           | 529              |
| Dividends paid  |   |                 |                         | -32,429           |                            | -32,429          | -2,900                    | -35,329          |
| Transfer to retained earnings   |   |                 |                         | 33,586            | -33,586                    | —                |                           | —                |
| Acquisition (disposal) of non-controlling interests                               |   | -502            |                         |                   |                            | -502             | 323                       | -179             |
| Changes in ownership interests in subsidiaries                                    |   | -187            |                         | 222               | -35                        | —                | -10,650                   | -10,650          |
| Others  |   | 2,371           |                         | -2,358            | -1                         | 12               | 186                       | 198              |
| <b>Balance at March 31, 2020</b>  | <b>324,625</b>                              | <b>237,654</b>  | <b>-59,614</b>          | <b>735,920</b>    | <b>2,371</b>               | <b>1,240,956</b> | <b>107,479</b>            | <b>1,348,435</b> |

## 4. Consolidated Statements of Cash Flows

|   |       | (Millions of yen)                           |   |
|---|-------|---|---|
|   |       | FY2018                                      | FY2019                                      |
|   | Notes | (For the full-year ended<br>March 31, 2019) | (For the full-year ended<br>March 31, 2020) |
| <b><i>Cash flows from operating activities</i></b>                  |       |   |   |
| Profit for the year before income taxes                             |       | 161,785                                     | 228,564                                     |
| Depreciation, amortization and impairment loss                      | 5-2   | 158,106                                     | 214,037                                     |
| Increase (decrease) in provisions                                   |       | 38,206                                      | -25,241                                     |
| Increase (decrease) in net defined benefit liability                |       | -109,168                                    | -33,173                                     |
| Interest and dividend income  |       | -6,681                                      | -5,304                                      |
| Interest charges  |       | 3,231                                       | 4,185                                       |
| Income from investments accounted for using the equity method, net  |       | -22,630                                     | -14,794                                     |
| (Gain) loss on sales of subsidiaries' stock                         |       | -22,046                                     | -6,350                                      |
| (Increase) decrease in trade receivables                            |       | -79,082                                     | 10,867                                      |
| (Increase) decrease in inventories                                  |       | -20,481                                     | -19,076                                     |
| Increase (decrease) in trade payables                               |       | -10,424                                     | -41,348                                     |
| Other, net  |       | 79,110                                      | 46,720                                      |
| Cash generated from operations                                      |       | 169,926                                     | 359,087                                     |
| Interest received   |       | 3,152                                       | 2,300                                       |
| Dividends received  |       | 5,430                                       | 5,024                                       |
| Interest paid   |       | -3,668                                      | -4,222                                      |
| Income taxes paid   |       | -75,424                                     | -14,926                                     |
| <b>Net cash provided by operating activities</b>                    |       | <b>99,416</b>                               | <b>347,263</b>                              |
| <b><i>Cash flows from investing activities</i></b>                  |       |   |   |
| Purchases of property, plant, equipment, and intangible assets      |       | -120,637                                    | -132,970                                    |
| Proceeds from sales of investment securities                        |       | 77,941                                      | 19,133                                      |
| Net proceeds from sale of subsidiaries and business                 |       | 17,130                                      | 40,522                                      |
| Collection of loans receivable                                      |       | 26,592                                      | 1,863                                       |
| Decrease (increase) in short-term investment                        |       | -6,093                                      | -33,758                                     |
| Other, net  |       | 9,209                                       | -8,996                                      |
| <b>Net cash provided by (used in) investing activities</b>          |       | <b>4,142</b>                                | <b>-114,206</b>                             |
| <b><i>Cash flows from financing activities</i></b>                  |       |   |   |
| Increase (decrease) in short-term borrowings                        |       | 7,792                                       | 18,589                                      |
| Proceeds from long-term debt and issuance of bonds                  |       | 116   | 3   |
| Repayment of long-term debt and bonds                               |       | -87,743                                     | -80,249                                     |
| Payment of lease obligation   | 5-2   | -13,107                                     | -69,673                                     |
| Purchase of treasury stock  |       | -22,327                                     | -30,101                                     |
| Dividends paid to owners of the parent                              |       | -26,660                                     | -32,429                                     |
| Other, net  |       | 5,307                                       | 696   |
| <b>Net cash used in financing activities</b>                        |       | <b>-136,622</b>                             | <b>-193,164</b>                             |
| <b>Net increase (decrease) in cash and cash equivalents</b>         |       | <b>-33,064</b>                              | <b>39,893</b>                               |
| <b>Cash and cash equivalents at beginning of year</b>               |       | <b>452,671</b>                              | <b>416,742</b>                              |
| <b>Effect of exchange rate changes on cash and cash equivalents</b> |       | <b>-2,865</b>                               | <b>-3,599</b>                               |
| <b>Cash and cash equivalents at end of year</b>                     |       | <b>416,742</b>                              | <b>453,036</b>                              |

## 5. Notes to Financial Statements

### 1. Cautionary Note Regarding Assumptions of a Going Concern

None.

### 2. Changes in accounting policies

Excluding the changes stated below, the major accounting policies that were applied to consolidated financial statements are the same policies that were applied to the previous fiscal year.

Starting from this first quarter, the Fujitsu Group has adopted IFRS 16 Leases. The accounting policies that were applied and the cumulative effect recognized at the beginning of the fiscal year are reflected in the first quarter report [Notes to Financial Statements] 1. Changes in accounting policies.

The effect on assets, liabilities, equity, operating profit, and profit for this fiscal year was immaterial. With the adoption of IFRS 16, because payments of lease liabilities are included in Cash Flows from Financing Activities, adjustments related to depreciation of right-of-use assets and others are included in Cash Flows from Operating Activities. As a result, in this fiscal year Net Cash Provided by Operating Activities increased by 57,825 million yen, and Net Cash Used in Financing Activities decreased by 57,825 million yen, compared with what would have been achieved under the previous standard, IAS 17.

### 3. Segment Information

Please refer to the supplemental explanation materials (Presentation Material).

### 4. Earnings per Share

Calculation basis for basic earnings per share and diluted earnings per share

#### Basic Earnings per Share

|  |                    | FY2018<br>(For full-year ended<br>March 31, 2019) | FY2019<br>(For full-year ended<br>March 31, 2020) |
|--|--------------------|---|---|
| Profit for the year, attributable to ordinary equity holders of the parent | Millions of yen    | 104,562   | 160,042   |
| Weighted average number of ordinary shares - basic                         | Thousands of share | 204,024   | 202,277   |
| Earnings per shares  | yen                | 512.50  | 791.20  |

#### Diluted Earnings per Share

|   |                    | FY2018<br>(For full-year ended<br>March 31, 2019) | FY2019<br>(For full-year ended<br>March 31, 2020) |
|---|--------------------|---|---|
| Profit for the year, attributable to ordinary equity holders of the parent      | Millions of yen    | 104,562   | 160,042   |
| Adjustment related to dilutive securities issued by subsidiaries and affiliates | Millions of yen    | -16   | —   |
| Profit used to calculate diluted earnings per share                             | Millions of yen    | 104,546   | 160,042   |
| Weighted average number of ordinary shares - basic                              | Thousands of share | 204,024   | 202,277   |
| Contingently issuable shares  | Thousands of share | 37  | 114   |
| Weighted average number of ordinary shares - diluted                            | Thousands of share | 204,061   | 202,391   |
| Diluted earnings per share  | yen                | 512.33  | 790.76  |

On October 1, 2018, Fujitsu conducted share consolidation for common stock at a rate of one share for every ten shares. In accordance with IAS33 Earnings per Share, Basic Earnings per Share and Diluted Earnings per Share have been calculated on the basis that share consolidation had been conducted at the beginning of the previous consolidated fiscal year.

### 5. Major Subsequent Events

None.

## Basic Approach to the Selection of Accounting Standards

As of fiscal 2014 Fujitsu has adopted International Financial Reporting Standards (IFRS) for the preparation of consolidated financial statements, for the purpose of having a single, uniform accounting standard for Group companies and improving comparability of the company's financial information in the world's capital markets.