

Consolidated Financial Results
for the Three Months Ended March 31, 2020
[IFRS]



May 15, 2020

Company name: NIPPON PAINT HOLDINGS CO., LTD.

Stock exchange listing: Tokyo Stock Exchange

Code number: 4612

URL: <https://www.nipponpaint-holdings.com/>

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Scheduled date of filing the quarterly securities report: May 15, 2020

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of consolidated financial results briefing session: Yes

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Three Months Ended March 31, 2020 (January 1, 2020 to March 31, 2020)

(1) Consolidated Operating Results

(% indicates changes from the previous corresponding period.)

	Revenue		Operating profit		Profit before tax		Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended								
March 31, 2020	162,916	10.6	15,234	(24.3)	13,993	(31.3)	10,226	(32.2)
March 31, 2019	147,359	(1.2)	20,129	(8.2)	20,378	(6.8)	15,079	(6.3)

	Profit attributable to owners of parent		Comprehensive income	
	Million yen	%	Million yen	%
Three months ended				
March 31, 2020	7,470	(29.9)	(50,566)	—
March 31, 2019	10,648	(8.8)	21,101	—

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended				
March 31, 2020	23.29		23.28	
March 31, 2019	33.20		33.20	

(2) Consolidated Financial Position

	Total assets		Total equity		Equity attributable to owners of parent		Equity attributable to owners of parent to total assets	
	Million yen		Million yen		Million yen		%	
As of March 31, 2020	1,366,697		628,216		496,803		36.4	
As of December 31, 2019	1,478,646		687,979		552,922		37.4	

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended December 31, 2019	—	22.00	—	23.00	45.00
Fiscal year ending December 31, 2020	—				
Fiscal year ending December 31, 2020 (Forecast)		—	—	—	—

Note: Revision to the dividends forecast announced most recently: No

The dividends forecast for the fiscal year ending December 31, 2020 is yet to be determined. The Company will disclose the dividends forecast as soon as it becomes available in consideration of the future earnings trends based on our dividend policy.

3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2020 (January 1, 2020 to December 31, 2020) (% indicates changes from the previous corresponding period.)

	Revenue		Operating profit		Profit before tax		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	720,000	4.0	63,000	(19.3)	60,000	(24.5)	25,000	(31.9)	77.93

Note: Revision to the financial results forecast announced recently: Yes

*** Notes:**

- (1) Changes in significant subsidiaries during the period under review: No
(Changes in specified subsidiaries resulting in changes in the scope of consolidation)

Newly consolidated	-	Excluded	-
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- (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) above: No
 - 3) Changes in accounting estimates: Yes
- (3) Total number of issued shares (common shares)
- 1) Total number of issued shares at the end of the period (including treasury shares):
March 31, 2020: 325,402,443 shares
December 31, 2019: 325,402,443 shares
 - 2) Total number of treasury shares at the end of the period:
March 31, 2020: 4,615,378 shares
December 31, 2019: 4,635,484 shares
 - 3) Average number of shares during the period:
Three months ended March 31, 2020: 320,777,008 shares
Three months ended March 31, 2019: 320,712,604 shares

*These consolidated financial results are outside the scope of audit by Certified Public Accountants or auditing corporations.

*Explanation of the proper use of financial results and other notes

(Caution concerning forward-looking statements)

The earnings forecasts and other forward-looking statements herein are based on information currently available to the Company and contain risks and uncertainties. Actual results, etc. may differ greatly from the forecast figures depending on various factors.

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1. Qualitative Information on Quarterly Financial Results for the Period under Review

(1) Explanation of Operating Results

During the three months ended March 31, 2020, consolidated revenue of the Company and its group companies (collectively, the “Group”) increased by 10.6% from the corresponding period of the previous year (the “previous year”) to ¥162,916 million due to the acquisition of ownership of Australian Paint Manufacturer DuluxGroup Limited* and Turkish Paint Manufacturer Betek Boya ve Kimya Sanayi Anonim Sirketi. Consolidated operating profit decreased by 24.3% from the previous year to ¥15,234 million due to the absence of insurance income recorded for the Japan segment in the previous year and the impact of the novel coronavirus outbreak on each business of the Group. Consolidated profit before tax decreased by 31.3% from the previous year to ¥13,993 million, and profit attributable to owners of parent decreased by 29.9% from the previous year to ¥7,470 million.

*DuluxGroup Limited is an Australian company that owns the Dulux® trade mark in Australia, New Zealand, Papua New Guinea, Samoa and Fiji only. DuluxGroup Limited is not associated with, and has no connection to, the owners of the Dulux® trade mark in any other countries, nor does it sell Dulux® products in any other countries.

Results by business segment are as follows.

Japan

In this region, revenue for automotive coatings was lower than the previous year due to a lower number of automobiles manufactured than the previous year. As for industrial coatings, revenue was lower than the previous year due to factors such as lower new housing starts than the previous year and delays in recovery from production cuts following the natural disasters that occurred in the previous fiscal year. As for decorative paints, revenue was lower than the previous year due to factors such as the consumption tax hike and the impact of the novel coronavirus outbreak.

As a result, consolidated revenue decreased by 8.6% from the previous year to ¥40,081 million. Consolidated operating profit decreased by 48.0% from the previous year to ¥5,004 million yen. ¥1,899 million of dividend income from overseas group companies (¥1,558 million in the previous year) is included in the consolidated operating profit. All of this dividend income is eliminated under intersegment eliminations and other adjustments as it is an internal transaction.

Asia

In this region, revenue for automotive coatings was lower than the previous year due to weak market conditions such as a decrease in the number of automobiles manufactured in China and Thailand. As for decorative paints, a mainstay business in Asia, revenue was lower than the previous year as a result of deterioration in the market conditions in China, Malaysia, Singapore and other Asian countries due to the impact of the novel coronavirus outbreak.

As a result, consolidated revenue segment decreased by 24.4% from the previous year to ¥62,361 million. Consolidated operating profit decreased by 39.2% from the previous year to ¥6,993 million.

Oceania

In this region, the profit or loss of DuluxGroup Limited since September 2019 has been reflected in the Group’s consolidated financial results. DuluxGroup delivered a positive result led by strong consumer DIY demand across all of its Australian retail facing businesses during the coronavirus stay at home measures. This offset the adverse effects of Australia’s extreme bushfires and floods during January and February along with ongoing softness in the new housing market.

As a result, consolidated revenue was ¥31,826 million, and consolidated operating profit was ¥3,502 million.

Americas

In this region, revenue for automotive coatings decreased from the previous year due to factors such as the sluggish production of automobiles in the United States, a core region, due to the impact of the novel coronavirus outbreak. In the decorative paints business, revenue increased from the previous year due to factors such as strong housing demand and favorable weather.

As a result, consolidated revenue increased by 0.7% from the previous year to ¥17,645 million. Consolidated operating profit increased by 30.6% from the previous year to ¥821 million.

Other

In this region, the profit or loss of Betek Boya ve Kimya Sanayi Anonim Sirketi since July 2019 has been reflected in the Group's consolidated financial results. Revenue for automotive coatings decreased from the previous year due to a sharp decrease in the number of automobiles manufactured in this region as a result of the impact of the novel coronavirus outbreak. Revenue for decorative paints remained solid due to strong market demand.

As a result, consolidated revenue increased by 212.8% from the previous year to ¥11,001 million, and consolidated operating profit was ¥806 million, compared to an operating loss of ¥92 million in the previous year.

(2) Explanation of Financial Position

Total assets at the end of the first quarter of the fiscal year under review decreased by ¥111,948 million from the end of the previous fiscal year to ¥1,366,697 million. Current assets decreased by ¥49,130 million from the end of the previous fiscal year mainly due to factors such as a decrease in cash and cash equivalents as a result of payment of trade and other payables and repayment of borrowings. Non-current assets decreased by ¥62,817 million from the end of the previous fiscal year. The decrease was primarily attributable to factors such as a decrease in goodwill and other intangible assets resulting from unfavorable exchange rate changes.

Liabilities decreased by ¥52,186 million yen from the end of the previous fiscal year to ¥738,481 million mainly due to factors such as a decrease in trade and other receivables and bonds and borrowings.

Equity decreased by ¥59,762 million from the end of the previous fiscal year to ¥628,216 million. This was mainly attributable to factors such as a decrease in foreign currency translation adjustment.

As a result, equity attributable to owners of parent to total assets fell from 37.4% at the end of the previous fiscal year to 36.4%.

(3) Explanation of Consolidated Financial Results Forecast and Other Forward-Looking Information

In response to the novel coronavirus outbreak, the Group has flexibly implemented response measures based on the business continuity plan (BCP) and in accordance with the guidelines established by the governments and authorities concerned of various countries, with the highest priority placed on the safety of its employees. The Group is committed to fulfilling its social responsibility of continuously supplying Nippon Paint products that serve a critical role in supporting the maintenance of social infrastructure and industries.

As for the financial results forecast for the fiscal year ending December 31, 2020, as the impact of the novel coronavirus outbreak varies from region to region, industry to industry, it is difficult to rationally estimate the timing of the end of the outbreak and recovery of final demand at this time. Under these circumstances, we have prepared the consolidated financial results forecast for the fiscal year ending December 31, 2020 based on certain assumptions* judged to be rational at this time. The consolidated financial results forecast may be changed depending on the future development of the global economic impact of the novel coronavirus outbreak.

*Japan/Asia: Revenue decrease of 5%-20% YoY; Americas: Revenue decrease of 15%-25% YoY

2. Condensed Quarterly Consolidated Financial Statements and Primary Notes

(1) Condensed Quarterly Consolidated Statements of Profit or Loss and Comprehensive Income

Condensed Quarterly Consolidated Statement of Profit or Loss

Three Months Ended March 31

(Million yen)

	For the three months ended March 31, 2019	For the three months ended March 31, 2020
Revenue	147,359	162,916
Cost of sales	(89,460)	(94,869)
Gross profit	57,898	68,046
Selling, general and administrative expenses	(40,007)	(52,774)
Other income	2,588	589
Other expenses	(350)	(626)
Operating profit	20,129	15,234
Finance income	946	964
Finance costs	(976)	(2,594)
Share of profit of investments accounted for using equity method	278	389
Profit before tax	20,378	13,993
Income taxes	(5,298)	(3,767)
Profit	15,079	10,226
Profit attributable to		
Owners of parent	10,648	7,470
Non-controlling interests	4,430	2,756
Profit	15,079	10,226
Earnings per share		
Basic earnings per share (yen)	33.20	23.29
Diluted earnings per share (yen)	33.20	23.28

Condensed Quarterly Consolidated Statement of Comprehensive Income
Three Months Ended March 31

(Million yen)

	For the three months ended March 31, 2019	For the three months ended March 31, 2020
Profit	15,079	10,226
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	491	(5,824)
Premeasurements of defined benefit plans	3	(33)
Total of items that will not be reclassified to profit or loss	495	(5,857)
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	5,516	(54,378)
Cash flow hedges	—	88
Share of other comprehensive income of investments accounted for using equity method	9	(645)
Total of items that may be reclassified to profit or loss	5,526	(54,935)
Total other comprehensive income	6,022	(60,793)
Comprehensive income	21,101	(50,566)
Comprehensive income attributable to		
Owners of parent	14,507	(48,829)
Non-controlling interests	6,594	(1,737)
Comprehensive income	21,101	(50,566)

(2) Condensed Quarterly Consolidated Statement of Financial Position

(Million yen)

	As of December 31, 2019	As of March 31, 2020
Assets		
Current assets		
Cash and cash equivalents	123,300	88,906
Inventories	92,860	91,641
Trade and other receivables	212,844	209,875
Other financial assets	65,158	53,895
Other current assets	12,623	13,385
Subtotal	506,787	457,705
Assets held for sale	428	380
Total current assets	507,216	458,085
Non-current assets		
Property, plant and equipment	240,319	232,160
Goodwill	427,091	400,188
Other intangible assets	230,986	209,852
Investments accounted for using equity method	12,680	11,647
Other financial assets	54,381	48,305
Other non-current assets	2,818	2,453
Deferred tax assets	3,151	4,005
Total non-current assets	971,430	908,612
Total assets	1,478,646	1,366,697

	As of December 31, 2019	As of March 31, 2020
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	153,277	129,271
Bonds and borrowings	384,049	52,382
Other financial liabilities	12,470	14,544
Income taxes payable	6,739	5,076
Provisions	2,197	2,643
Other current liabilities	39,413	38,228
Total current liabilities	598,147	242,146
Non-current liabilities		
Bonds and borrowings	58,147	371,941
Other financial liabilities	44,681	43,246
Retirement benefit liability	24,382	23,278
Provisions	900	843
Other non-current liabilities	1,847	1,814
Deferred tax liabilities	62,560	55,210
Total non-current liabilities	192,519	496,335
Total liabilities	790,667	738,481
Equity		
Share capital	78,862	78,862
Capital surplus	62,927	62,989
Treasury shares	(6,378)	(6,350)
Retained earnings	411,941	411,990
Other components of equity	5,568	(50,688)
Total equity attributable to owners of parent	552,922	496,803
Non-controlling interests	135,056	131,413
Total equity	687,979	628,216
Total Liabilities and equity	1,478,646	1,366,697

(3) Condensed Quarterly Consolidated Statement of Changes in Equity

For the Three Months Ended March 31, 2019 (From January 1, 2019 to March 31, 2019)

(Million yen)

	Equity attributable to owners of parent						Non-controlling interests	Total equity
	Share capital	Capital surplus	Treasury shares	Retained earnings	Other components of equity	Total		
Balance as of January 1, 2019	78,862	63,247	(6,444)	390,287	(5,905)	520,047	127,570	647,618
Profit	—	—	—	10,648	—	10,648	4,430	15,079
Other comprehensive income	—	—	—	—	3,858	3,858	2,164	6,022
Comprehensive income	—	—	—	10,648	3,858	14,507	6,594	21,101
Purchase of treasury shares	—	—	(1)	—	—	(1)	—	(1)
Disposal of treasury shares	—	—	—	—	—	—	—	—
Dividends	—	—	—	(7,376)	—	(7,376)	(661)	(8,038)
Share-based payment transactions	—	—	—	—	8	8	—	8
Transfer from other components of equity to retained earnings	—	—	—	1	(1)	—	—	—
Capital increase of subsidiaries	—	—	—	—	—	—	1,600	1,600
Other	—	—	—	—	—	—	9	9
Total transactions with owners	—	—	(1)	(7,374)	6	(7,369)	947	(6,422)
Balance as of March 31, 2019	78,862	63,247	(6,446)	393,562	(2,040)	527,185	135,112	662,297

For the Three Months Ended March 31, 2020 (From January 1, 2020 to March 31, 2020)

(Million yen)

	Equity attributable to owners of parent						Non-controlling interests	Total equity
	Share capital	Capital surplus	Treasury shares	Retained earnings	Other components of equity	Total		
Balance as of January 1, 2020	78,862	62,927	(6,378)	411,941	5,568	552,922	135,056	687,979
Profit	—	—	—	7,470	—	7,470	2,756	10,226
Other comprehensive income	—	—	—	—	(56,299)	(56,299)	(4,493)	(60,793)
Comprehensive income	—	—	—	7,470	(56,299)	(48,829)	(1,737)	(50,566)
Purchase of treasury shares	—	—	(0)	—	—	(0)	—	(0)
Disposal of treasury shares	—	61	27	—	—	89	—	89
Dividends	—	—	—	(7,378)	—	(7,378)	(1,897)	(9,275)
Share-based payment transactions	—	—	—	—	—	—	—	—
Transfer from other components of equity to retained earnings	—	—	—	(43)	43	—	—	—
Capital increase of subsidiaries	—	—	—	—	—	—	—	—
Other	—	—	—	—	—	—	(8)	(8)
Total transactions with owners	—	61	27	(7,421)	43	(7,289)	(1,905)	(9,195)
Balance as of March 31, 2020	78,862	62,989	(6,350)	411,990	(50,688)	496,803	131,413	628,216

(4) Condensed Quarterly Consolidated Statement of Cash Flows

(Million yen)

	For the three months ended March 31, 2019	For the three months ended March 31, 2020
Cash flows from operating activities		
Profit before tax	20,378	13,993
Depreciation and amortization	5,644	7,135
Interest and dividend income	(643)	(675)
Interest expenses	837	1,658
Share of loss (profit) of investments accounted for using equity method	(278)	(389)
Loss (gain) on sale and retirement of property, plant and equipment, and intangible assets	49	33
Decrease (increase) in inventories	(137)	(3,414)
Decrease (increase) in trade and other receivables	(11,813)	(4,639)
Increase (decrease) in trade and other payables	(1,732)	(18,722)
Increase (decrease) in retirement benefit liability	(226)	(292)
Increase (decrease) in provisions	83	658
Other	5,169	3,434
Subtotal	17,329	(1,221)
Interest received	619	787
Dividends received	84	869
Interest paid	(601)	(2,092)
Income taxes paid	(4,025)	(6,803)
Net cash provided by (used in) operating activities	13,406	(8,460)
Cash flows from investing activities		
Net decrease (increase) in time deposits	(511)	(2,610)
Net decrease (increase) in marketable securities	(569)	12,538
Purchase of property, plant and equipment	(5,258)	(6,518)
Proceeds from sale of property, plant and equipment	67	193
Purchase of intangible assets	(426)	(504)
Payments for acquisition of subsidiaries	(1,328)	(1,453)
Payments for sale of shares of subsidiaries	(57)	—
Payments for loans receivable	(5,779)	(20)
Proceeds from collection of loans receivable	—	134
Other	(223)	325
Net cash provided (used in) investment activities	(14,086)	2,083
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	9,536	(322,163)
Proceeds from long-term borrowings	—	321,762
Repayments of long-term borrowings	(11,471)	(13,067)
Repayments of lease obligations	(1,350)	(2,398)
Proceeds from issuance of common shares	1,600	—
Dividends paid	(7,376)	(7,378)
Dividends paid to non-controlling interests	(448)	(153)
Other	(0)	284
Net cash provided by (used in) financing activities	(9,511)	(23,114)
Effect of exchange rate changes on cash and cash equivalents	778	(4,901)
Net increase (decrease) in cash and cash equivalents	(9,413)	(34,393)
Cash and cash equivalents at beginning of period	129,633	123,300
Cash and cash equivalents at end of period	120,220	88,906

(5) Notes to Condensed Quarterly Consolidated Financial Statements

(Notes on going concern assumption)

There is no relevant information.

(Changes in accounting estimates)

Trademark rights (other intangible assets) of NIPPON PAINT (H.K.) COMPANY LIMITED, etc., recognized accompanying their conversion into consolidated subsidiaries of the Company in December 2014, were previously amortized over 20 years. However, we have reexamined the amortization period of the trademark rights taking into consideration that those trademark rights have maintained high brand recognition and other factors. Accordingly, the Company has changed the estimated useful life of the trademark rights to an indefinite useful life from the beginning of the three months ended March 31, 2020.

As a result of this change, amortization of trademark rights (selling, general and administrative expenses) decreased ¥574 million yen in the condensed quarterly consolidated statements of profit or loss for the three months ended March 31, 2020.

The change has affected the results for the Asia segment.

(Segment information)

(1) Summary of reportable segments

The reportable segments of the Group categorize the business composition of the Group for which separate financial information is available and are subject to periodical evaluation by the Board of Directors, which is the highest decision-making body, in order to make decisions regarding management resource allocation and performance assessment. The Group's primary businesses are the paint and coating business which manufactures and sells automotive coatings, decorative paints, industrial coatings, fine chemicals, and other paints, and the paint peripheral business which manufactures and sells paint-related products such as adhesives. The Company and separate local companies are responsible for domestic activities, and overseas, separate local companies are responsible for the Asia, Oceania, Americas, and other regions. Each company is an individual management unit, and concerning which items to carry, comprehensive strategic proposals are made for each region to foster business growth.

As a result, the Group consists of segments divided by region with manufacture and sales structure as a base, and the four reportable segments are "Japan," "Asia," "Oceania," and "Americas."

"Other" contains business activities by overseas subsidiaries in Europe, etc. Those business activities are managed individually, but are not material enough to be disclosed separately as an independent segment of the Group.

(Changes in reportable segments)

"Oceania" has been added to the reportable segments as a result of the acquisition of all shares in DuluxGroup Limited and the inclusion of the company and its 42 subsidiaries in the scope of consolidation in the third quarter of the previous fiscal year.

Segment information for the three months ended March 31, 2019 is presented based on the changed reportable segment categories.

(2) Performance by reportable segment

For the Three Months Ended March 31, 2019 (From January 1, 2019 to March 31, 2019)

	Reportable segment					Other	Total	Adjustment (Note)	(Million yen)
	Japan	Asia	Oceania	Americas	Subtotal				Condensed quarterly consolidated financial statements
Revenue									
Revenue from external customers	43,843	82,484	—	17,514	143,842	3,517	147,359	—	147,359
Intersegment revenue	6,218	859	—	45	7,123	207	7,330	(7,330)	—
Total	50,061	83,343	—	17,560	150,965	3,725	154,690	(7,330)	147,359
Segment profit (loss)	9,623	11,494	—	629	21,747	(92)	21,654	(1,524)	20,129
Financial income									946
Financial costs									(976)
Share of profit of investments accounted for using equity method									278
Profit before tax									20,378

Note: Adjustments to “intersegment revenue” and “segment profit (loss)” are primarily due to intersegment eliminations.

For the Three Months Ended March 31, 2020 (From January 1, 2020 to March 31, 2020)

	Reportable segment					Other	Total	Adjustment (Note)	(Million yen)
	Japan	Asia	Oceania	Americas	Subtotal				Condensed quarterly consolidated financial statements
Revenue									
Revenue from external customers	40,081	62,361	31,826	17,645	151,915	11,001	162,916	—	162,916
Intersegment revenue	6,637	1,009	1	25	7,674	177	7,851	(7,851)	—
Total	46,719	63,370	31,827	17,671	159,589	11,178	170,768	(7,851)	162,916
Segment profit	5,004	6,993	3,502	821	16,322	806	17,128	(1,894)	15,234
Financial income									964
Financial costs									(2,594)
Share of profit of investments accounted for using equity method									389
Profit before tax									13,993

Note: Adjustments to “intersegment revenue” and “segment profit” are primarily due to intersegment eliminations.

(3) Information on products and services

Sales categories by business have been changed to the “paint and coating business” and the “paint peripheral business” since the third quarter ended September 30, 2019.

Revenue for the three months ended March 31, 2019 is presented based on the changed sales categories by business.

For the Three Months Ended March 31, 2019 (From January 1, 2019 to March 31, 2019)

	(Million yen)					
	Japan	Asia	Oceania	Americas	Other	Total
Paint and coating business	43,843	82,484	—	17,514	3,517	147,359
Automotive coatings	11,933	16,490	—	6,741	3,249	38,414
Decorative paints	10,966	54,286	—	9,942	—	75,195
Industrial coatings	9,990	6,509	—	—	101	16,601
Fine chemicals	2,163	1,465	—	793	162	4,585
Other paints	8,788	3,733	—	36	4	12,563
Paint peripheral business	—	—	—	—	—	—
Total	43,843	82,484	—	17,514	3,517	147,359

For the Three Months Ended March 31, 2020 (From January 1, 2020 to March 31, 2020)

	(Million yen)					
	Japan	Asia	Oceania	Americas	Other	Total
Paint and coating business	40,081	62,361	18,321	17,645	9,025	147,435
Automotive coatings	10,253	12,358	—	6,011	2,615	31,239
Decorative paints	10,259	40,514	17,048	10,879	5,182	83,884
Industrial coatings	9,092	5,053	1,272	—	841	16,259
Fine chemicals	2,006	1,214	—	720	345	4,286
Other paints	8,469	3,221	—	34	40	11,765
Paint peripheral business	—	—	13,505	—	1,975	15,480
Total	40,081	62,361	31,826	17,645	11,001	162,916

(Significant subsequent events)

In order to ensure liquidity on hand, the Company has entered into the following agreements regarding the commitment lines and borrowing of funds.

(1) Contents of the commitment line agreements

(1) Lender	Sumitomo Mitsui Banking Corporation, MUFG Bank, Ltd.
(2) Maximum borrowing	¥180 billion
(3) Contract date	April 10, 2020
(4) Contract period	1 year
(5) With or without collateral/guarantee	None

(2) Details of borrowings

(1) Lender	Sumitomo Mitsui Banking Corporation, MUFG Bank, Development Bank of Japan Inc.
(2) Total borrowing limit	¥50 billion
(3) Scheduled implementation date	Debt April 15 and April 28, 2020
(4) Interest rate	Base rate + spread
(5) Borrowing period	1 year to 2 years
(6) Classification of fluctuation and fixation	Fixed
(7) Method of repayment	Lump sum repayment
(8) With or without collateral/guarantee	None