

[This is an English translation of summarized consolidated financial results prepared for the convenience of non-resident shareholders. Should there be any inconsistency between the translation and the official Japanese text, the latter shall prevail.]



July 28, 2011

## Consolidated Financial Results for the Three Months Ended June 30, 2011 <under Japanese GAAP>

Name of the Listed Company: **JAPAN TOBACCO INC.** (Stock Code: 2914)  
 Listed Stock Exchanges: Tokyo, Osaka, Nagoya, Sapporo and Fukuoka Stock Exchanges  
 URL: <http://www.jti.co.jp/>  
 Representative: Hiroshi Kimura, President,  
 Chief Executive Officer and Representative Director  
 Contact: Yasuyuki Tanaka, Senior Vice President and Chief Communications Officer  
 Telephone: +81-3-3582-3111  
 Scheduled date to file Quarterly Securities Report: August 12, 2011  
 Scheduled starting date of the dividend payments: –  
 Drawing up supplementary documents on quarterly financial results: Yes  
 Holding quarterly investors' meeting: Yes (for analysts and institutional investors)

(Millions of yen with fractional amounts discarded, unless otherwise noted.)

### 1. Consolidated financial results for the three months of the fiscal year ending March 31, 2012 (from April 1, 2011 to June 30, 2011)

#### (1) Consolidated operating results (cumulative) (Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended								
June 30, 2011	588,176	(0.1)	71,976	(9.5)	68,061	(4.1)	22,706	2.4
June 30, 2010	588,553	–	79,545	–	70,938	–	22,184	–

Note: Comprehensive income:

Three months ended June 30, 2011: ¥134,132 million (—%);

Three months ended June 30, 2010: ¥(19,182) million (—%)

	Net income per share	Diluted net income per share
Three months ended	Yen	Yen
June 30, 2011	2,384.80	2,384.03
June 30, 2010	2,315.70	2,315.19

\* Effective April 1, 2011, JT made a partial revision to its accounting policy. Also, in accordance with the “Accounting Standard for Accounting Changes and Error Corrections” (ASBJ Statement No. 24), the financial figures for the corresponding period in the previous fiscal year are shown with the retrospective application of the partially revised accounting policy.

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of				
June 30, 2011	3,665,374	1,667,848	43.4	166,890.71
March 31, 2011	3,544,107	1,571,750	42.2	156,996.72

Reference: Equity:

As of June 30, 2011: ¥1,589,045 million; As of March 31, 2011: ¥1,494,840 million

## 2. Cash dividends

	Annual dividends				
	First quarter	Second quarter	Third quarter	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2011	-	2,800.00	-	4,000.00	6,800.00
Year ending March 31, 2012	-				
Year ending March 31, 2012 (Forecast)		4,000.00	-	4,000.00	8,000.00

Note: Revisions to the cash dividends forecasts most recently announced: None

## 3. Consolidated earnings forecasts for the fiscal year ending March 31, 2012 (from April 1, 2011 to March 31, 2012)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2011	-	-	-	-	-	-	-	-	-
Year ending March 31, 2012	2,446,000	0.5	336,000	0.8	324,000	3.5	161,000	10.8	16,909.15

Note: Revisions to the consolidated earnings forecasts most recently announced: Yes

\* Consolidated earnings forecasts for the six months ending September 30, 2011 are not computed, thus there are no applicable figures.

## 4. Others

- (1) Changes in significant subsidiaries during the current period (changes in specified subsidiaries resulting in change in scope of consolidation): None
- (2) Application of special accounting for preparing the quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements after error corrections
  - a. Changes in accounting policies due to revisions to accounting standards and other regulations: None
  - b. Changes in accounting policies due to other reasons: Yes
  - c. Changes in accounting estimates: None
  - d. Restatement of prior period financial statements after error corrections: None

### (4) Number of shares issued (common stock)

- a. Total number of shares issued at the end of the period (including treasury shares)

As of June 30, 2011	10,000,000 shares
As of March 31, 2011	10,000,000 shares

- b. Number of treasury shares at the end of the period

As of June 30, 2011	478,526 shares
As of March 31, 2011	478,526 shares

- c. Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2011	9,521,474 shares
Three months ended June 30, 2010	9,580,097 shares

\* Indication regarding execution of quarterly review procedures

At the time of disclosure of this quarterly financial results report, the review procedures for quarterly financial statements in accordance with the Financial Instruments and Exchange Act are in progress.

\* Proper use of earnings forecasts, and other special matters

- (1) The forward-looking statements, including forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Actual business and other results may differ substantially due to various factors. Please refer to “Caution concerning forward-looking statements” on page 4 and the supplementary document “Overview of Consolidated Financial Results for Q1 FY 3/2012 and Full-term Forecasts for FY 3/2012” for the suppositions that form the assumptions for earnings forecasts and cautions concerning the use of earnings forecasts.
- (2) Please refer to JT’s website (<http://www.jti.co.jp/>) for materials for investors’ meeting.

(Caution concerning forward-looking statements)

This material contains forward-looking statements about our industry, business, plans and objectives, financial conditions and results of operations based on current expectations, assumptions, estimates and projections. These statements reflect future expectations, identify strategies, discuss market trends, contain projections of operational results and financial conditions, and state other forward-looking information.

These forward-looking statements are subject to various known and unknown risks, uncertainties and other factors that could cause our actual results to differ from those suggested by any forward-looking statement. We assume no duty or obligation to update any forward-looking statement or to advise of any change in the assumptions and factors on which they are based. Risks, uncertainties or other factors that could cause actual results to differ materially from those expressed in any forward looking statement include, without limitation:

- (1) health concerns related to the use of tobacco products;
- (2) legal or regulatory developments and changes; including, without limitation on sales, marketing and use of tobacco products, governmental investigations and privately imposed smoking restrictions;
- (3) litigation in Japan and elsewhere;
- (4) our ability to further diversify our business beyond the tobacco industry;
- (5) our ability to successfully expand internationally and make investments outside Japan;
- (6) competition and changing consumer preferences;
- (7) the impact of any acquisitions or similar transactions;
- (8) local and global economic conditions; and
- (9) fluctuations in foreign exchange rates and the costs of raw materials.

## Quarterly consolidated financial statements

### (1) Consolidated balance sheets

(Millions of yen)

	As of March 31, 2011	As of June 30, 2011
<b>Assets</b>		
Current assets		
Cash and deposits	117,458	135,490
Notes and accounts receivable-trade	301,829	322,920
Short-term investment securities	159,097	25,621
Merchandise and finished goods	108,215	148,487
Semi-finished goods	103,475	85,909
Work in process	3,738	6,372
Raw materials and supplies	276,989	279,869
Other	172,920	243,270
Allowance for doubtful accounts	(2,781)	(2,458)
Total current assets	1,240,943	1,245,483
Noncurrent assets		
Property, plant and equipment	663,550	675,454
Intangible assets		
Goodwill	1,094,366	1,160,963
Right of trademark	286,435	298,787
Other	27,234	27,185
Total intangible assets	1,408,037	1,486,935
Investments and other assets		
Investment securities	58,582	61,868
Other	196,533	219,115
Allowance for doubtful accounts	(23,540)	(23,484)
Total investments and other assets	231,576	257,500
Total noncurrent assets	2,303,163	2,419,890
Total assets	3,544,107	3,665,374
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable-trade	170,820	185,555
Short-term loans payable	70,059	53,222
Current portion of bonds	126,486	134,213
Current portion of long-term loans payable	21,490	21,340
National tobacco excise tax payable	202,234	264,479
National tobacco special excise tax payable	8,150	7,102
Local tobacco excise tax payable	102,168	105,268
Income taxes payable	65,651	37,573
Provision	38,777	23,116
Other	252,052	181,551
Total current liabilities	1,057,892	1,013,423

(Millions of yen)

	As of March 31, 2011	As of June 30, 2011
<b>Noncurrent liabilities</b>		
Bonds payable	325,738	332,390
Long-term loans payable	152,414	178,701
Provision for retirement benefits	224,214	228,046
Other provision	375	374
Other	211,720	244,589
<b>Total noncurrent liabilities</b>	<b>914,464</b>	<b>984,102</b>
<b>Total liabilities</b>	<b>1,972,356</b>	<b>1,997,525</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Capital stock	100,000	100,000
Capital surplus	736,409	736,409
Retained earnings	1,395,932	1,380,553
Treasury stock	(94,573)	(94,573)
<b>Total shareholders' equity</b>	<b>2,137,768</b>	<b>2,122,389</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	5,753	6,994
Pension liability adjustment of foreign consolidated subsidiaries	(34)	(35)
Foreign currency translation adjustment	(648,647)	(540,302)
<b>Total accumulated other comprehensive income</b>	<b>(642,928)</b>	<b>(533,343)</b>
Subscription rights to shares	763	812
Minority interests	76,146	77,990
<b>Total net assets</b>	<b>1,571,750</b>	<b>1,667,848</b>
<b>Total liabilities and net assets</b>	<b>3,544,107</b>	<b>3,665,374</b>

**(2) Consolidated statements of income and consolidated statements of comprehensive income**  
**Consolidated statements of income (cumulative)**

(Millions of yen)

	Three months ended June 30, 2010	Three months ended June 30, 2011
Net sales	588,553	588,176
Cost of sales	318,629	337,419
Gross profit	269,924	250,756
Selling, general and administrative expenses	190,378	178,779
Operating income	79,545	71,976
Non-operating income		
Interest income	277	510
Dividends income	433	995
Foreign exchange gains	-	749
Other	1,668	2,077
Total non-operating income	2,379	4,333
Non-operating expenses		
Interest expenses	4,817	4,512
Foreign exchange losses	2,652	-
Financial support for domestic leaf tobacco growers	154	1,545
Other	3,362	2,190
Total non-operating expenses	10,986	8,248
Ordinary income	70,938	68,061
Extraordinary income		
Gain on sales of noncurrent assets	361	231
Other	2,059	25
Total extraordinary income	2,421	256
Extraordinary loss		
Loss on sales of noncurrent assets	27	31
Loss on retirement of noncurrent assets	732	1,250
Impairment loss	788	286
Business restructuring costs	166	8,818
Regulatory fine in Canada	13,267	-
Loss on the Great East Japan Earthquake	-	9,723
Other	5,109	747
Total extraordinary losses	20,092	20,857
Income before income taxes and minority interests	53,266	47,459
Income taxes	29,562	23,170
Income before minority interests	23,704	24,289
Minority interests in income	1,520	1,582
Net income	22,184	22,706

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Three months ended June 30, 2010	Three months ended June 30, 2011
Income before minority interests	23,704	24,289
Other comprehensive income		
Valuation difference on available-for-sale securities	(3,980)	1,232
Pension liability adjustment of foreign consolidated subsidiaries	(7)	(0)
Foreign currency translation adjustment	(38,899)	108,610
Total other comprehensive income	(42,887)	109,842
Comprehensive income	(19,182)	134,132
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	(20,716)	132,291
Comprehensive income attributable to minority interests	1,534	1,841

**(3) Consolidated statements of cash flows**

(Millions of yen)

	Three months ended June 30, 2010	Three months ended June 30, 2011
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	53,266	47,459
Depreciation and amortization	30,071	29,696
Impairment loss	788	286
Amortization of goodwill	23,446	20,877
Increase (decrease) in provision for retirement benefits	(873)	3,074
Interest and dividends income	(710)	(1,506)
Interest expenses	4,817	4,512
Loss (gain) on sales and retirement of noncurrent assets	134	721
Regulatory fine in Canada	13,267	-
Decrease (increase) in notes and accounts receivable-trade	(11,763)	(11,768)
Decrease (increase) in inventories	(33,571)	(51,526)
Increase (decrease) in notes and accounts payable-trade	(6,624)	12,282
Increase (decrease) in accounts payable-other	(9,463)	(22,029)
Increase (decrease) in tobacco excise taxes payable	32,499	54,984
Other, net	(630)	(76,923)
Subtotal	94,654	10,142
Interest and dividends income received	1,257	3,652
Interest expenses paid	(3,530)	(4,121)
Payment for regulatory fine in Canada	(13,267)	-
Income taxes paid	(51,620)	(49,080)
Net cash provided by (used in) operating activities	27,493	(39,407)

(Millions of yen)

	Three months ended June 30, 2010	Three months ended June 30, 2011
Net cash provided by (used in) investing activities		
Purchase of short-term investment securities	(8,799)	(998)
Proceeds from sales and redemption of securities	3,926	3,005
Purchase of property, plant and equipment	(28,329)	(19,805)
Purchase of intangible assets	(1,921)	(2,548)
Payments into time deposits	(3,043)	(11,354)
Proceeds from withdrawal of time deposits	4,522	10,018
Purchase of investments in subsidiaries	(0)	(393)
Payments for sales of investments in subsidiaries resulting in change in scope of consolidation	(646)	-
Other, net	4,897	1,437
Net cash provided by (used in) investing activities	(29,393)	(20,639)
Net cash provided by (used in) financing activities		
Increase (decrease) in short-term bank loans and commercial papers	(34,615)	6,259
Proceeds from long-term loans payable	30,000	-
Repayment of long-term loans payable	(616)	(7,788)
Redemption of bonds	(50)	(50)
Cash dividends paid	(28,416)	(37,662)
Proceeds from stock issuance to minority shareholders	219	209
Cash dividends paid to minority shareholders	(303)	(413)
Repayments of finance lease obligations	(1,476)	(1,321)
Net cash provided by (used in) financing activities	(35,258)	(40,767)
Effect of exchange rate change on cash and cash equivalents	368	2,791
Net increase (decrease) in cash and cash equivalents	(36,789)	(98,022)
Cash and cash equivalents at beginning of period	154,368	244,240
Increase in cash and cash equivalents from newly consolidated subsidiary	194	-
Cash and cash equivalents at end of period	117,773	146,217

#### (4) Segment information

##### I. Three months ended June 30, 2010 (From April 1, 2010 to June 30, 2010)

##### 1. Information regarding net sales and profit or loss by reportable segment

(Millions of yen)

	Japanese Domestic Tobacco	International Tobacco (Note 3)	Pharmaceutical	Food	Total
Net sales					
(1) Sales (Note 1)	242,399	233,251	11,828	96,215	583,693
(2) Intersegment sales or transfers	7,228	11,879	-	36	19,144
Total	249,627	245,130	11,828	96,251	602,837
Segment profit (loss) (Note 2)	58,390	74,216	(2,092)	4,059	134,573

Notes: 1. Net sales of the Japanese Domestic Tobacco Business consist of net sales of tobacco products of JT and net sales relating to the wholesale of tobacco products of other companies (imported tobacco products), duty-free shops in Japan, the China Division, among others. In the Japanese Domestic Tobacco Business, adjusted net sales, which exclude net sales other than those of tobacco products of JT, came to ¥146,140 million. Similarly, net sales of the International Tobacco Business also include net sales relating to the distribution business that includes the wholesale of tobacco products of other companies, leaf tobacco sales, contract manufacturing, among others. In the International Tobacco Business, adjusted net sales, which exclude such net sales, came to ¥212,529 million. In order to provide the adequate information about the results of the Japanese Domestic Tobacco Business and International Tobacco Business, we believe that net sales excluding the net sales of the tobacco products of other companies, including the wholesale, are useful, which are disclosed as adjusted net sales for this reporting purpose.

2. Segment profit or loss is based on operating income before depreciation and amortization (property, plant and equipment, intangible assets, and long-term prepaid expenses) and amortization of goodwill (EBITDA). Depreciation and amortization and amortization of goodwill included in operating expenses by reportable segment are as follows.

(Millions of yen)

Three months ended June 30, 2010	Japanese Domestic Tobacco	International Tobacco	Pharmaceutical	Food	Total
Depreciation and amortization	10,890	13,001	972	4,018	28,882
Amortization of goodwill	272	20,781	-	2,397	23,451

3. With respect to the International Tobacco Business segment, as the closing date of the accounting period of foreign consolidated subsidiaries including JT International S.A., the core company of this segment, is set on December 31, operating results from January 1, 2010 to March 31, 2010 have been included in the three months ended June 30, 2010.

2. Differences between total amounts for reportable segments and amounts in the quarterly consolidated statements of income and main details of these differences (matters relating to difference adjustments)

Three months ended June 30, 2010 (From April 1, 2010 to June 30, 2010)

(Millions of yen)

Net sales	Amount
Reportable segments total	602,837
Other net sales (Note 1)	7,432
Elimination of intersegment transactions	(21,716)
Net sales recorded in quarterly consolidated statements of income	588,553

(Millions of yen)

Profit	Amount
Reportable segments total	134,573
Other profits (Note 1)	3,319
Head office expenses (Note 2)	(4,621)
Elimination of intersegment transactions	(295)
Other adjustments (Note 3)	91
Subtotal (Note 4)	133,067
Depreciation and amortization	(30,071)
Amortization of goodwill	(23,451)
Operating income recorded in quarterly consolidated statements of income	79,545

- Notes: 1. Other net sales and other profits include business activities relating to rent of real estate.
2. Head office expenses are mainly general and administrative expenses not attributable to any reportable segment and mainly advertising expenses and operating expenses for the head office corporate division are included.
3. Other adjustments include recognized actuarial net gains or losses on retirement benefit pension plans with regard to the International Tobacco Business, which are amended in accordance with the "Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements" (ASBJ PITF No. 18).
4. The subtotal is based on company-wide operating income before depreciation and amortization (property, plant and equipment, intangible assets, and long-term prepaid expenses) and amortization of goodwill (EBITDA).

II. Three months ended June 30, 2011 (From April 1, 2011 to June 30, 2011)

1. Information regarding net sales and profit or loss by reportable segment

(Millions of yen)

	Japanese Domestic Tobacco	International Tobacco (Note 3)	Pharmaceutical	Food	Total
Net sales					
(1) Sales (Note 1)	263,353	216,906	11,954	91,837	584,052
(2) Intersegment sales or transfers	7,219	5,877	-	13	13,110
Total	270,572	222,784	11,954	91,851	597,163
Segment profit (loss) (Note 2)	46,199	74,328	(3,576)	6,143	123,095

Notes: 1. Net sales of the Japanese Domestic Tobacco Business consist of net sales of tobacco products of JT and net sales relating to the wholesale of tobacco products of other companies (imported tobacco products), duty-free shops in Japan, the China Division, among others. In the Japanese Domestic Tobacco Business, adjusted net sales, which exclude net sales other than those of tobacco products of JT, came to ¥100,311 million. Similarly, net sales of the International Tobacco Business also include net sales relating to the distribution business that includes the wholesale of tobacco products of other companies, leaf tobacco sales, contract manufacturing, among others. In the International Tobacco Business, adjusted net sales, which exclude such net sales, came to ¥201,423 million. In order to provide the adequate information about the results of the Japanese Domestic Tobacco Business and International Tobacco Business, we believe that net sales excluding the net sales of the tobacco products of other companies, including the wholesale, are useful, which are disclosed as adjusted net sales for this reporting purpose.

2. Segment profit or loss is based on operating income before depreciation and amortization (property, plant and equipment, intangible assets, and long-term prepaid expenses) and amortization of goodwill (EBITDA). Depreciation and amortization and amortization of goodwill included in operating expenses by reportable segment are as follows.

(Millions of yen)

Three months ended June 30, 2011	Japanese Domestic Tobacco	International Tobacco	Pharmaceutical	Food	Total
Depreciation and amortization	9,380	13,001	920	4,583	27,895
Amortization of goodwill	272	18,262	-	2,347	20,882

3. With respect to the International Tobacco Business segment, as the closing date of the accounting period of foreign consolidated subsidiaries including JT International S.A., the core company of this segment, is set on December 31, operating results from January 1, 2011 to March 31, 2011 have been included in the three months ended June 30, 2011.

2. Differences between total amounts for reportable segments and amounts in the quarterly consolidated statements of income and main details of these differences (matters relating to difference adjustments)

Three months ended June 30, 2011 (From April 1, 2011 to June 30, 2011)

(Millions of yen)

Net sales	Amount
Reportable segments total	597,163
Other net sales (Note 1)	6,458
Elimination of intersegment transactions	(15,445)
Net sales recorded in quarterly consolidated statements of income	588,176

(Millions of yen)

Profit	Amount
Reportable segments total	123,095
Other profits (Note 1)	2,884
Head office expenses (Note 2)	(4,278)
Elimination of intersegment transactions	(660)
Other adjustments (Note 3)	789
Subtotal (Note 4)	121,831
Depreciation and amortization	(28,973)
Amortization of goodwill	(20,882)
Operating income recorded in quarterly consolidated statements of income	71,976

Notes: 1. Other net sales and other profits include business activities relating to rent of real estate.

2. Head office expenses are mainly general and administrative expenses not attributable to any reportable segment and mainly advertising expenses and operating expenses for the head office corporate division are included.

3. Other adjustments include recognized actuarial net gains or losses on retirement benefit pension plans with regard to the International Tobacco Business, which are amended in accordance with the "Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements" (ASBJ PITF No. 18).

4. The subtotal is based on company-wide operating income before depreciation and amortization (property, plant and equipment, intangible assets, and long-term prepaid expenses) and amortization of goodwill (EBITDA).

3. Revision to measurement method for net sales and profit (loss) by reportable segment

Effective January 1, 2011, consolidated subsidiaries in the International Tobacco Business which is mainly operated by JT International S.A. applied International Financial Reporting Standards (IFRSs). JT manages the International Tobacco Business based on financial statements prepared in accordance with IFRSs. Consequently, the measurement for profit for the International Tobacco Business segment in "Segment information" is based on IFRSs.

The figures stated for the three months ended June 30, 2010 have been restated based on the measurement method for business segment profit for the current fiscal year.

**(5) Notes on premise of going concern**

No items to report.

**(6) Notes on significant changes in the amount of shareholders' equity**

No items to report.

**(7) Important subsequent events**

On July 28, 2011, the JT Group has concluded an agreement with Haggar Holding Company Ltd. and two individual shareholders to acquire all outstanding shares of Haggar Cigarette & Tobacco Factory Ltd. (North Sudan) (hereinafter "North HCTF") and Haggar Cigarette & Tobacco Factory Ltd. (South Sudan) (hereinafter "South HCTF"), which operate manufacturing and sales of tobacco products in the Republics of Sudan and South Sudan. Through this acquisition, the JT Group aims to develop a business base in the Sudanese market for the International Tobacco Business.

1. Outline of the acquired companies

a. Name

Haggar Cigarette & Tobacco Factory Ltd. (North Sudan)

Haggar Cigarette & Tobacco Factory Ltd. (South Sudan)

b. Business description

Manufacturing and sales of tobacco products

c. Registered share capital

North HCTF 1,000,000 Sudanese Pound (Approximately 30 million yen)

South HCTF 1,000,000 Sudanese Pound (Approximately 30 million yen)

2. Time of the acquisition of shares

Expected in November 2011

3. Number of shares to acquire, acquisition costs and shareholding ratio after the acquisition

a. Number of shares to acquire

North HCTF 10,000,000 shares

South HCTF 10,000,000 shares

b. Acquisition costs

Approximately 450 million US dollars

(Approximately 36.1 billion Yen) (Aggregation for two companies)

c. Shareholding ratio after the acquisition

North HCTF 100%

South HCTF 100%

4. Measure to pay consideration and raise funds

a. Measure to pay consideration Payment by cash

b. Measure to raise funds Retained cash and borrowing through existing loan facilities

5. Other significant special arrangements

None