

Correction of Annual Securities Report
for the Fiscal Year Ended March 31, 2019

English translation disclosed in the Correction of Annual Securities Report for the fiscal year ended March 31, 2019, which were filed with the Director-General of the Kanto Local Finance Bureau of the Ministry of Finance of Japan on August 9, 2019.

【Corrected items】

1. Overview of Mitsui and Its Subsidiaries

- 3. Business Overview
- 4. Affiliated Companies

2. Operating and Financial Review and Prospects

- 2. Risk Factors

3. Equipment and Facilities

- 2. Major Equipment and Facilities

5. Financial Information

- 1. Consolidated Financial Statements
 - 8. RECEIVABLES AND RELATED ALLOWANCES
 - 22. REVENUES

Please refer to the underlined items of attached documents for the details of the correction.

1. Overview of Mitsui and Its Subsidiaries

3. Business Overview

<Before Corrections>

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We have 491 affiliated companies for consolidation, which consist of 208 overseas subsidiaries, 70 domestic subsidiaries, 168 overseas equity accounted investees and 45 domestic equity accounted investees.

Segment	Products or Services	Major Subsidiaries	Major Equity Accounted Investees
snip			
Energy	Oil, Natural gas, LNG, Petroleum products, Uranium, Environmental and next-generation energy, and others	Mitsui Oil Exploration Co., Ltd., Mitsui E&P Middle East B.V., Mitsui E&P Australia Pty Limited, Mitsui E&P UK Limited, Mitsui E&P USA LLC, MEP Texas Holdings LLC, Mitsui E&P Italia A S.r.l., Mitsui & Co. LNG Investment USA LLC, Mitsui & Co. Energy Trading Singapore Pte. Ltd., Mitsui Sakhalin Holdings B.V., <u>Mitsui E&P Mozambique Area 1 Limited</u> , AWE	ENEOS GLOBE Corporation, Japan Australia LNG (MIMI) Pty. Ltd.
snip			

<After Corrections>

snip

We have 491 affiliated companies for consolidation, which consist of 207 overseas subsidiaries, 70 domestic subsidiaries, 169 overseas equity accounted investees and 45 domestic equity accounted investees.

Segment	Products or Services	Major Subsidiaries	Major Equity Accounted Investees
snip			
Energy	Oil, Natural gas, LNG, Petroleum products, Uranium, Environmental and next-generation energy, and others	Mitsui Oil Exploration Co., Ltd., Mitsui E&P Middle East B.V., Mitsui E&P Australia Pty Limited, Mitsui E&P UK Limited, Mitsui E&P USA LLC, MEP Texas Holdings LLC, Mitsui E&P Italia A S.r.l., Mitsui & Co. LNG Investment USA LLC, Mitsui & Co. Energy Trading Singapore Pte. Ltd., Mitsui Sakhalin Holdings B.V., AWE	ENEOS GLOBE Corporation, Japan Australia LNG (MIMI) Pty. Ltd., <u>Mitsui E&P Mozambique Area 1 Limited</u>
snip			

4. Affiliated Companies

<Before Corrections>

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(2) Major Subsidiaries

Operating Segment	Registered Name	Principal Lines of Business	Jurisdiction of Incorporation	Ownership of Voting Shares (%)
snip				
Energy	Mitsui Oil Exploration Co., Ltd.	Exploration, development and production of oil and natural gas	Japan	74.3
	Mitsui E&P Middle East B.V.	Exploration, development and production of oil and natural gas	Netherlands	100.0
	Mitsui E&P Australia Pty Limited	Exploration, development and production of oil and natural gas	Australia	100.0
	Mitsui E&P UK Limited	Exploration, development and production of oil and natural gas in Europe & Africa	United Kingdom	100.0
	Mitsui E&P USA LLC	Exploration, development and production of oil and gas	U.S.A.	100.0
	MEP Texas Holdings LLC	Investment in Oil and Gas Business	U.S.A.	100.0
	Mitsui E&P Italia A S.r.l.	Exploration, development and production of oil and natural gas based in Italy	Italy	100.0
	Mitsui & Co. LNG Investment USA LLC	Investment in natural gas liquefaction business in the U.S.A. and sales of LNG	U.S.A.	100.0
	Mitsui & Co. Energy Trading Singapore Pte. Ltd.	International trading of petroleum products and crude oil	Singapore	100.0
	Mitsui Sakhalin Holdings B.V.	Investments in Sakhalin Energy Investment Company Ltd.	Netherlands	100.0
	<u>Mitsui E&P Mozambique Area 1 Limited</u>	<u>Exploration, development and production of oil and natural gas in Mozambique</u>	<u>United Kingdom</u>	<u>50.0</u>
AWE	Exploration, development and production of oil and natural gas in Oceania	Australia	100.0	
snip				

snip

(3) Major Equity Accounted Investees

Operating Segment	Registered Name	Principal Lines of Business	Jurisdiction of Incorporation	Ownership of Voting Shares (%)
snip				
Energy	*ENEOS GLOBE Corporation	LPG imports and marketing, fuel cell and photovoltaic systems marketing	Japan	30.0
	*Japan Australia LNG (MIMI) Pty. Ltd.	Exploration, development and sales of crude oil and natural gas	Australia	50.0
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<After Corrections>

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(2) Major Subsidiaries

Operating Segment	Registered Name	Principal Lines of Business	Jurisdiction of Incorporation	Ownership of Voting Shares (%)
snip				
Energy	Mitsui Oil Exploration Co., Ltd.	Exploration, development and production of oil and natural gas	Japan	74.3
	Mitsui E&P Middle East B.V.	Exploration, development and production of oil and natural gas	Netherlands	100.0
	Mitsui E&P Australia Pty Limited	Exploration, development and production of oil and natural gas	Australia	100.0
	Mitsui E&P UK Limited	Exploration, development and production of oil and natural gas in Europe & Africa	United Kingdom	100.0
	Mitsui E&P USA LLC	Exploration, development and production of oil and gas	U.S.A.	100.0
	MEP Texas Holdings LLC	Investment in Oil and Gas Business	U.S.A.	100.0
	Mitsui E&P Italia A S.r.l.	Exploration, development and production of oil and natural gas based in Italy	Italy	100.0
	Mitsui & Co. LNG Investment USA LLC	Investment in natural gas liquefaction business in the U.S.A. and sales of LNG	U.S.A.	100.0
	Mitsui & Co. Energy Trading Singapore Pte. Ltd.	International trading of petroleum products and crude oil	Singapore	100.0
	Mitsui Sakhalin Holdings B.V.	Investments in Sakhalin Energy Investment Company Ltd.	Netherlands	100.0
	AWE	Exploration, development and production of oil and natural gas in Oceania	Australia	100.0
snip				

snip

(3) Major Equity Accounted Investees

Operating Segment	Registered Name	Principal Lines of Business	Jurisdiction of Incorporation	Ownership of Voting Shares (%)
snip				
Energy	*ENEOS GLOBE Corporation	LPG imports and marketing, fuel cell and photovoltaic systems marketing	Japan	30.0
	*Japan Australia LNG (MIMI) Pty. Ltd.	Exploration, development and sales of crude oil and natural gas	Australia	50.0
	* <u>Mitsui E&P Mozambique Area 1 Limited</u>	<u>Exploration, development and production of oil and natural gas in Mozambique</u>	<u>United Kingdom</u>	<u>50.0</u>
snip				

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2. Operating and Financial Review and Prospects

2. Risk Factors

<Before Corrections>

snip

(8) Business Investment Risk

As of March 31, 2019, we had 278 consolidated subsidiaries and 213 equity accounted investees. We have been continuously restructuring underperforming businesses of our consolidated subsidiaries and associated companies using a process we have introduced to assess their profitability. If we fail to successfully restructure or eliminate our underperforming subsidiaries and associated companies in a timely manner, or if these efforts fail to improve our business operations as contemplated, our business operations may become less efficient and our operating results and financial condition may be adversely affected.

Furthermore, we participate in various businesses directly or indirectly through joint ventures or by making strategic investments in other companies and business enterprises. The outcome of these joint ventures and strategic investments is unpredictable because:

- operational success is critically dependent on factors that are beyond our control such as the financial condition and performance of the partner companies or the strategic investees; or
- with respect to certain associated companies, we may be unable to exercise adequate control over the management, operations and assets of the companies in which we invested or may be unable to make major decisions without the consent of other shareholders or participants due to lack of common business goals and strategic objectives with our alliance partners.

Any occurrence of these events could have an adverse effect on our operating results and financial condition.

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<After Corrections>

snip

(8) Business Investment Risk

As of March 31, 2019, we had 277 consolidated subsidiaries and 214 equity accounted investees. We have been continuously restructuring underperforming businesses of our consolidated subsidiaries and associated companies using a process we have introduced to assess their profitability. If we fail to successfully restructure or eliminate our underperforming subsidiaries and associated companies in a timely manner, or if these efforts fail to improve our business operations as contemplated, our business operations may become less efficient and our operating results and financial condition may be adversely affected.

Furthermore, we participate in various businesses directly or indirectly through joint ventures or by making strategic investments in other companies and business enterprises. The outcome of these joint ventures and strategic investments is unpredictable because:

- operational success is critically dependent on factors that are beyond our control such as the financial condition and performance of the partner companies or the strategic investees; or
- with respect to certain associated companies, we may be unable to exercise adequate control over the management, operations and assets of the companies in which we invested or may be unable to make major decisions without the consent of other shareholders or participants due to lack of common business goals and strategic objectives with our alliance partners.

Any occurrence of these events could have an adverse effect on our operating results and financial condition.

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3. Equipment and Facilities

2. Major Equipment and Facilities

<Before Corrections>

snip

(3) Overseas Subsidiaries

Operating Segment	Company Name	Office Name and Type of Equipment and Facilities	Location	Number of Employees (Persons)	Land, Land Improvements and Timberlands		Buildings	Equipment and Fixtures	Other (Millions of Yen)	Use of Property
					Acreage (m ²)	Carrying Amount (Millions of Yen)	Carrying Amount (Millions of Yen)	Carrying Amount (Millions of Yen)		
snip										
Energy	Mitsui E&P Australia Pty Limited	Crude oil / gas manufacturing facility and others	Indian Ocean, Australia and others	18	-	-	-	22,306	113,969	Including mineral rights
	Mitsui E&P Middle East B.V.	Crude oil / gas manufacturing facility and others	Oman and others	19	-	-	16	23,583	2,355	Including mineral rights
	Mitsui E&P USA LLC	Gas manufacturing plant and others	Pennsylvania, U.S.A.	31	-	-	-	78,374	9,667	Including mineral rights
	MEP Texas Holdings LLC	Crude oil / gas manufacturing facility and others	Texas, U.S.A.	-	-	-	-	44,586	1,480	Including mineral rights
	Mitsui E&P Mozambique Area 1 Limited	Crude oil / gas exploration facility and others	Northern offshore, Mozambique	1	-	-	-	-	38,488	
	Mitsui E&P Italia A S.r.l.	Crude oil / gas manufacturing facility and others	Basilicata, Italy	8	-	112	-	5	179,804	Including mineral rights
	AWE Pty Ltd.	Crude oil / gas manufacturing facility and others	Perth, Western Australia, Australia	23	46,690,500	779	-	5,180	44,786	Including mineral rights
snip										

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<After Corrections>

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(3) Overseas Subsidiaries

Operating Segment	Company Name	Office Name and Type of Equipment and Facilities	Location	Number of Employees (Persons)	Land, Land Improvements and Timberlands		Buildings	Equipment and Fixtures	Other (Millions of Yen)	Use of Property
					Acreage (㎡)	Carrying Amount (Millions of Yen)	Carrying Amount (Millions of Yen)	Carrying Amount (Millions of Yen)		
snip										
Energy	Mitsui E&P Australia Pty Limited	Crude oil / gas manufacturing facility and others	Indian Ocean, Australia and others	18	-	-	-	22,306	113,969	Including mineral rights
	Mitsui E&P Middle East B.V.	Crude oil / gas manufacturing facility and others	Oman and others	19	-	-	16	23,583	2,355	Including mineral rights
	Mitsui E&P USA LLC	Gas manufacturing plant and others	Pennsylvania, U.S.A.	31	-	-	-	78,374	9,667	Including mineral rights
	MEP Texas Holdings LLC	Crude oil / gas manufacturing facility and others	Texas, U.S.A.	-	-	-	-	44,586	1,480	Including mineral rights
	Mitsui E&P Italia A S.r.l.	Crude oil / gas manufacturing facility and others	Basilicata, Italy	8	-	112	-	5	179,804	Including mineral rights
	AWE Pty Ltd.	Crude oil / gas manufacturing facility and others	Perth, Western Australia, Australia	23	46,690,500	779	-	5,180	44,786	Including mineral rights
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5. Financial Information

1. Consolidated Financial Statements

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8. RECEIVABLES AND RELATED ALLOWANCES

<Before Corrections>

snip

Financial assets for which loss allowance is recognized

The carrying amount (before deducting loss allowance for expected credit losses) of the financial assets for which loss allowance is recognized is followings.

Millions of Yen

Year ended March 31,2019:	Financial assets for which the related loss allowance are measured at an amount equal to 12-month expected credit losses	Financial assets for which the related loss allowances are always measured at an amount equal to lifetime expected credit losses	Financial assets for which the related credit risk has increased significantly since initial recognition	Credit-impaired financial assets	Total
Trade and other receivables	<u>447,903</u>	<u>1,308,943</u>	<u>7,594</u>	39,552	<u>1,803,992</u>
Other financial assets	<u>629,095</u>	-	<u>57,677</u>	29,590	<u>716,362</u>
Total	<u>1,076,998</u>	<u>1,308,943</u>	<u>65,271</u>	69,142	2,520,354

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<After Corrections>

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Financial assets for which loss allowance is recognized

The carrying amount (before deducting loss allowance for expected credit losses) of the financial assets for which loss allowance is recognized is followings.

Millions of Yen

Year ended March 31,2019:	Financial assets for which the related loss allowance are measured at an amount equal to 12-month expected credit losses	Financial assets for which the related loss allowances are always measured at an amount equal to lifetime expected credit losses	Financial assets for which the related credit risk has increased significantly since initial recognition	Credit-impaired financial assets	Total
Trade and other receivables	<u>354,884</u>	<u>1,496,532</u>	<u>6,820</u>	39,552	<u>1,897,788</u>
Other financial assets	<u>535,299</u>	-	<u>57,677</u>	29,590	<u>622,566</u>
Total	<u>890,183</u>	<u>1,496,532</u>	<u>64,497</u>	69,142	2,520,354

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22. REVENUES

<Before Corrections>

(1) Among “Revenue”, the disaggregation of revenue recognized from contracts with customers by product segment is as follows. The following categories are same as in Note 7 “SEGMENT INFORMATION”. Revenue other than revenue recognized from contracts with customers includes revenue related to lease and financial instruments, etc.

Year ended March 31, 2019:	Millions of Yen								
	Iron & Steel Products	Mineral & Metal Resources	Machinery & Infrastructure	Chemicals	Energy	Lifestyle	Innovation & Corporate Development	All Others	Total
Revenue recognized from contracts with customers	¥ 247,368	¥ 472,956	¥ 842,958	¥ 1,728,922	¥ 260,806	¥ 1,604,918	¥ 125,084	¥ 4,526	¥ 5,287,538

(2) Contract balances

The balances of receivables from contracts with customers and contract liabilities are as follows.

	Millions of Yen	
	Balance at March 31, 2019	Balance at April 1, 2018
Receivables from contracts with customers.....	¥ 1,442,960	1,408,629
Contract liabilities.....	201,973	289,151
	snip	

(3) Transaction price allocated to the remaining performance obligations

snip

	Millions of Yen	
	2019	
Within 1 year.....	¥ 835,222	
More than 1 year and Within 2 year.....	652,214	
More than 2 year and Within 3 year.....	424,592	
More than 3 year.....	3,435,881	
Total.....	¥ 5,347,909	
	snip	

<After Corrections>

(1) Among “Revenue”, the disaggregation of revenue recognized from contracts with customers by product segment is as follows. The following categories are same as in Note 7 “SEGMENT INFORMATION”. Revenue other than revenue recognized from contracts with customers includes revenue related to lease and financial instruments, etc.

Year ended March 31, 2019:	Millions of Yen									Total
	Iron & Steel Products	Mineral & Metal Resources	Machinery & Infrastructure	Chemicals	Energy	Lifestyle	Innovation & Corporate Development	All Others		
Revenue recognized from contracts with customers	¥ 241,723	¥ 833,398	¥ 842,958	¥ 1,728,922	¥ 528,879	¥ 1,629,219	¥ 125,084	¥ 4,526	¥ 5,934,709	

(2) Contract balances

The balances of receivables from contracts with customers and contract liabilities are as follows.

	Millions of Yen	
	Balance at March 31, 2019	Balance at April 1, 2018
Receivables from contracts with customers.....	¥ 1,538,004	1,505,470
Contract liabilities.....	201,973	289,151
	snip	

(3) Transaction price allocated to the remaining performance obligations

snip

	Millions of Yen	
	2019	
Within 1 year.....	¥ 954,786	
More than 1 year and Within 2 year.....	770,591	
More than 2 year and Within 3 year.....	447,692	
More than 3 year.....	3,437,785	
Total.....	¥ 5,610,854	
	snip	