

**ANA HOLDINGS reports Consolidated Financial Results
for the First Six Months of FY2014**

1. Consolidated financial highlights for the first six months ended September 30, 2014

(1) Consolidated financial and operating results

	Yen (Millions)			
	FY2014 first six months Apr.1-Sep.30	Year-on-Year (%)	FY2013 first six months Apr.1-Sep.30	Year-on-Year (%)
Operating revenues	854,822	9.1	783,198	-
Operating income	57,941	33.8	43,311	(42.5)
Recurring profit	48,079	50.8	31,886	(49.7)
Net income	35,774	78.2	20,070	(45.7)
Net income per share	10.25yen	-	5.74yen	-
Comprehensive income	57,731	205.8	18,877	(13.0)

* Operating revenues for the first six months of FY2013 has been changed due to the change in accounting policy. For more details, please refer to P.10 Changes to the recording methods.

(2) Consolidated financial positions

	Yen (Millions)	
	FY2014 as of Sep. 30	FY2013 as of Mar.31
Total assets	2,276,314	2,173,607
Total net assets	805,260	751,291
Ratio of shareholder's equity to total assets	35.1%	34.3%
Net assets per share	228.71yen	213.82yen
Shareholder's equity	798,715	746,070

2. Consolidated operating results forecast for the fiscal year ending March 31, 2015

	Yen (Millions)	
	FY2014	Year-on-Year (%)
Operating revenues	1,700,000	6.2
Operating income	85,000	28.8
Recurring profit	55,000	28.1
Net income	35,000	85.3
Net income per share	10.02yen	-

3. Other

(1) Changes of significant subsidiaries during the period (changes of specific subsidiaries in accordance with changes in the scope of consolidation): No

	Consolidated	Equity method
Newly added	-	-
Excluded	-	-

(2) Changes in accounting principles, procedures, and the method of presentation

- (i) Changes caused by revision of accounting standards: Yes
- (ii) Changes other than (i): Yes
- (iii) Changes in accounting estimates: No
- (iv) Restatement: No

(3) Number of outstanding shares (Common stock)

		Number of Shares (Thousands)		
		FY2014		FY2013
Number of shares outstanding (including treasury stock)	As of Sep. 30	3,516,425	As of Mar.31	3,516,425
Number of treasury stock	As of Sep. 30	24,128	As of Mar.31	27,132
Average number of shares during the period	Six months ended Sep. 30	3,491,126	Six months ended Sep. 30	3,499,453

* Treasury stock includes 18,002 thousand shares owned by the trust account of the Employee Stock Ownership Group as of September 30, 2014.

* All financial results are prepared on the basis of accounting principles generally accepted in Japan.

* All financial results statement is not audited and provided for reference only.

APPENDIX

Overview of consolidated financial results for the first six months of FY 2014

Qualitative Information / Financial Statements, etc.

1. Explanation of Consolidated Operating Results

unit: Yen (Billions)			
Consolidated Operating Results	FY2013 first six months Apr.1-Sep.30	FY2014 first six months Apr.1-Sep.30	Year-on-Year (%)
Operating Revenues	783.1	854.8	9.1
Air Transportation	682.0	742.2	8.8
Airline Related	93.0	108.9	17.1
Travel Services	90.7	89.0	(1.9)
Trade and Retail	53.8	61.3	13.9
Other	14.2	15.5	8.9
Intersegment Transactions	(150.7)	(162.2)	—
Operating Income	43.3	57.9	33.8
Air Transportation	39.2	51.8	32.3
Airline Related	3.7	5.2	40.4
Travel Services	2.7	2.7	(0.5)
Trade and Retail	1.8	1.8	(2.3)
Other	0.4	0.7	70.7
Intersegment Transactions	(4.7)	(4.5)	—
Recurring Profit	31.8	48.0	50.8
Net Income	20.0	35.7	78.2

See Notes 1, 2, 3, & 16 below.

In the first six months of fiscal year 2014 (April 1, 2014 - September 30, 2014, hereinafter the “first six months”), the Japanese economy continued its modest recovery. Nevertheless, at present there are some signs of weakness. Despite an evident trend in improving capital investment, the upward movement has been weak, and the recovery in consumer spending has come to a halt. Although some weakness remains for now concerning the outlook, and there are concerns about the risk of the economy being held down such as a downturn in overseas economies, various government measures are expected to have the effect of bringing about a moderate recovery.

Under such economic conditions, due to expansion of the business mainly on Air Transportation, the income increase and operating revenues were ¥854.8 billion, while operating income was ¥57.9 billion and recurring profit was ¥48.0 billion, both increasing year-on-year despite operating expenses such as fuel costs and aircraft leasing expenses rising in accordance with the scale of the business. Net income was ¥35.7 billion as a result of extraordinary gains being posted due to factors such as the partial transition from a defined benefit plan to a defined contribution plan at All Nippon Airways Co., Ltd. (hereinafter ANA)

An overview of the first six months by segment follows:

Overview by Segment

◎ Air Transportation

Operating revenues: ¥742.2 billion, up 8.8% year-on-year

Operating income: ¥51.8 billion, up 32.3% year-on-year

Operating revenues increased 8.8% year-on-year and operating income increased 32.3% year-on-year, due to the growth in revenue stemming from business expansion in international passenger services, among other things.

<Domestic Passenger Services>

Category		FY2013 first six months Apr.1-Sep.30	FY2014 first six months Apr.1-Sep.30	Year-on-Year (%)
Passenger Revenues	(Billion yen)	344.3	345.8	0.4
Number of Passengers	(Passengers)	21,370,296	21,675,761	1.4
Available Seat-km	(Thousand km)	31,141,131	30,647,207	(1.6)
Revenue Passenger-km	(Thousand km)	18,950,710	19,293,687	1.8
Passenger Load Factor	(%)	60.9	63.0	2.1

*See Notes 3, 4, 6, 9, 10 & 14 below.

In domestic passenger services, both the number of passengers and revenues increased year-on-year as a result of steadily capturing demand by revising normal fares in July and flexibly setting various discount fares.

We made efforts to improve the route network by starting services between the Itami/Sapporo-Aomori route, and adding flights serving the Haneda-Saga route, in addition to increasing the number of flights on Okinawa routes to meet demand for a limited time. In addition, ANA made efforts to match capacity with demand, such as flexibly changing the aircraft used.

On the marketing front, we made efforts to stimulate demand included fine-tuning various *Tabiware* fares and running a campaign using Pokemon characters popular among children.

Regarding services, the *Tastes of JAPAN by ANA* providing information on the appeal of various regions in Japan within and outside Japan continued to serve regional specialties in-flight and on the ground in an effort to become more competitive.

< International Passenger Services >

Category		FY2013 first six months Apr.1-Sep.30	FY2014 first six months Apr.1-Sep.30	Year-on-Year (%)
Passenger Revenues	(Billion yen)	196.5	235.7	20.0
Number of Passengers	(Passengers)	3,170,208	3,591,327	13.3
Available seat-km	(Thousand km)	20,178,511	24,718,281	22.5
Revenue Passenger-km	(Thousand km)	15,089,338	18,025,581	19.5
Passenger Load Factor	(%)	74.8	72.9	(1.9)

*See Notes 3, 5, 6, 9, 10 & 14, below.

International passenger services surpassed year-earlier levels in both the number of passengers and revenues, due to business expansion, coupled with robust demand on long-haul flights.

As regards the network, accompanying an increase in arrival/departure slots at Haneda Airport, beginning with the summer timetable, new routes were added linking Haneda with London, Paris, Munich, Hanoi, Jakarta, Manila and Vancouver. In addition, flights were added to Haneda-Frankfurt/ Singapore/ Bangkok routes. ANA secured transit demand from throughout Japan and also business demand, taking advantage of convenient access from Tokyo Metropolitan area. ANA also enhanced its network by adding a new Narita-Dusseldorf route starting from the summer timetable. Furthermore, ANA implemented efforts to match capacity with demand, such as flexibly changing the aircraft used according to trends in demand.

On the marketing front, various discount fares such as *Biz-wari Summer Special* and *Eco-wari Summer Special* were introduced for all flights departing from Japan in an effort to stimulate demand.

In services, world-famous chefs created in-flight meals to enable passengers to enjoy gourmet meals, in an effort to make ANA more competitive.

< Cargo Services >

Category	FY2013 first six months Apr.1-Sep.30	FY2014 first six months Apr.1-Sep.30	Year-on-Year(%)
Domestic Routes Cargo Revenues (Billion yen)	15.2	16.1	5.7
Available Cargo Capacity (Thousand ton-km)	1,006,245	963,755	(4.2)
Cargo volume (Tons)	223,322	236,361	5.8
Cargo Traffic Volume (Thousand ton-km)	220,953	236,862	7.2
Mail Revenues (Billion yen)	1.7	1.7	3.6
Mail Volume (Tons)	15,859	15,689	(1.1)
Mail Traffic Volume (Thousand ton-km)	15,911	15,446	(2.9)
Cargo and Mail Load Factor (%)	23.5	26.2	2.6
International Routes Cargo Revenues (Billion yen)	49.1	59.7	21.7
Available Cargo Capacity (Thousand ton-km)	2,169,637	2,742,592	26.4
Cargo Volume (Tons)	334,075	428,283	28.2
Cargo Traffic Volume (Thousand ton-km)	1,366,646	1,801,780	31.8
Mail Revenues (Billion yen)	2.4	2.6	7.9
Mail Volume (Tons)	16,345	17,251	5.5
Mail Traffic Volume (Thousand ton-km)	71,822	76,484	6.5
Cargo and Mail Load Factor (%)	66.3	68.5	2.2

*See Notes 3, 6, 7, 8, 11, 12, 13 & 15 below.

In domestic cargo services, unit prices fell in the wake of intensifying competition, but steady demand for home delivery parcel services, in addition to strong demand for the transportation of fresh vegetable produce, particularly from Hokkaido and Kyushu led to cargo volumes and revenues both increasing year-on-year.

In international cargo services, cargo from Japan to North America and Asia performed well especially for automotive parts, and the expanded passenger and cargo network was utilized to capture burgeoning demand for cargo from Asia and Europe to Japan, and third country cargo from China destined for Europe and North America. Furthermore, using Okinawa as a cargo hub, ANA also captured third country cargo transported within Asia and express cargo. In the cargo network, ANA added one freighter and introduced new Okinawa-Singapore-Narita and Narita-Jakarta routes in May. As a result, cargo volume and revenues both exceeded the same period of the previous year.

< Others in Air Transportation >

Other revenue in Air Transportation rose by 10.5% from ¥72.5 billion in the same period of the previous year to ¥80.1 billion. The category Others in Air Transportation includes revenues from mileage, maintenance contracts, in-flight sales, and Vanilla Air Inc., etc.

Vanilla Air Inc. established a new Narita-Amami Oshima route in July. They made efforts to improve convenience, such as enabling airline bookings from smartphones, and allowing the exchange of ANA miles for Vanilla Air flight awards. Furthermore, in addition to becoming the first Japanese airline to sell domestic travel insurance combining personal injury insurance with coverage for flight delays, joint campaigns with businesses in other industries were continued to raise consumer awareness. In the first six months, the number of passengers carried was 570 thousand, there were 1,098,126 thousand available seat-kilometers and 820,181 thousand revenue passenger-kilometers, with a passenger load factor of 74.7%.

◎ Airline Related

Operating revenues: ¥108.9 billion, up 17.1% year-on-year

Operating income: ¥5.2 billion, up 40.4% year-on-year

Increased contracts for ground handling services including passenger check-in, baggage handling in Haneda Airport and Naha airport, as well as the launch of ANA Cargo Inc. in April, resulted in a 17.1% increase in operating revenues year-on-year.

◎ Travel Services

Operating revenues: ¥89.0 billion, down 1.9% year-on-year

Operating income: ¥2.7 billion, down 0.5% year-on-year

Although there was solid demand for overseas travel, operating revenues decreased by 1.9% year-on-year due to factors such as sluggish demand for domestic travel.

In domestic travel services, demand for the mainstay *ANA Sky Holiday* product was sluggish in the Kanto area following strong sales there last year, and the transferring of some of the *Tabisaku* dynamic packages for which demand is strong was started at ANA Jalan Pack Co., Ltd., which established business in July. As a result, operating revenues from domestic travel services was below last year's level.

In international travel services, ANA offered a broader product lineup for North American and European destinations for the mainstay product *ANA Hallo Tour* accompanying the expansion of services to and from Haneda Airport, and captured demand for passengers from all parts of Japan. This, coupled with the strong performance of *Tabisaku*, resulted in a year-on-year increase in operating revenues from overseas travel services.

Travelers to Japan shows that demand from Taiwan and Hong Kong, which account for significant turnover, was strong, and as ANA was also able to capture burgeoning demand from China, trading volume of travelers to Japan surpassed the year-earlier level.

◎ Trade and Retail

Operating revenues: ¥61.3 billion, up 13.9% year-on-year

Operating income: ¥1.8 billion, down 2.3% year-on-year

Operating revenues increased 13.9% year-on-year, due to healthy sales in the retail business, and the Aerospace & Electronics business, but operating income decreased year-on-year due to factors such as increased purchasing costs in the Food business and Aerospace & Electronics business as a result of the depreciation of the Japanese yen.

In the retail business, the expansion of services to and from Haneda Airport brought an increase in the number of passengers, prompting strong sales at ANA DUTY FREE SHOP, leading to year-on-year growth in operating revenues. In the Aerospace & Electronics business, helped by strong semiconductor-related orders, operating revenues were higher than in the previous year.

◎ Other

Operating revenues: ¥15.5 billion, up 8.9% year-on-year

Operating income: ¥0.7 billion, up 70.7% year-on-year

Helped by a strong performance in the real estate business, operating revenues increased 8.9% year-on-year.

Notes:

1. The breakdowns within segments are the categories used for internal management.
2. The revenues for each segment include internal inter-segment revenues; operating income is the income for the segment.
3. The above figures do not include consumption tax, etc.
4. The results for passenger travel on domestic routes include results from code share flights with IBEX Airlines Co., Ltd., AIRDO Co., Ltd., Skynet Asia Airways Co., Ltd., and StarFlyer Inc.
5. The results for passenger travel on international routes include results from code share flights with Virgin Atlantic Airways Ltd., from March 30, 2014.
6. Irregular flights have been excluded from both domestic and international routes.
7. Domestic cargo and mail results include code share flights with AIRDO Co., Ltd., Skynet Asia Airways Co., Ltd., and ORIENTAL AIR BRIDGE CO., LTD.
8. The results for international cargo and mail include the results for code share flights, results for airline charter, flights, flights with block space agreements, and land transport results.
9. Available seat-kilometers represent the total figure calculated by multiplying the available number of seats on each segment of each route (seats) by the distance for each segment (km).
10. Revenue passenger-kilometers represent the total figure calculated by multiplying the number of passengers (people) on each segment of each route by the distance for each segment (km).
11. Available cargo capacity is the total calculated by multiplying the available cargo space (tons) on each segment of each route by the distance for each segment (km). Please note that for passenger aircraft, the available cargo space in the hold (belly) of the aircraft is multiplied by the distance traveled for each segment. Moreover, the available cargo space in the belly includes the available space for checked luggage of passengers on the flight in addition to cargo, mail, etc.
12. Cargo traffic volume and mail traffic volume is the total calculated by multiplying the volume of cargo transported on each segment of each route (tons) by the distance for each segment (km).
13. The cargo and mail load factor is the figure arrived at by dividing the sum of the cargo traffic volume and the mail traffic volume by the available cargo capacity.
14. The results for Vanilla Air Inc. is not included.
15. Vanilla Air Inc. does not handle cargo or mail.
16. Due to the change in accounting policy, the operating revenues in “the Consolidated Financial Results FY2013” has been changed. For more details please refer to P.10 Changes to the recording methods

2. Qualitative information regarding consolidated financial situation

(1) Financial situation

Assets: Due to new funding and investment in aircraft, total assets increased by ¥102.7 billion against the end of FY2013 to ¥2,276.3 billion.

Liabilities: Issuance of bonds, new funding, and an increase of the amount of advance payments received for the air transportation resulted in total liabilities increasing ¥48.7 billion against the end of FY2013 to ¥1,471.0 billion. Interest-bearing debt increased by ¥34.5 billion against the end of FY2013 to ¥869.3 billion.

Net assets: Despite payment of dividends, recording net income, revision of accounting standard for retirement benefit, and increase of deferred gain on hedging instruments resulted in net assets increasing ¥53.9 billion against the end of FY2013 to ¥805.2 billion. As a result, the equity ratio was 35.1%.

(2) Cash Flows

Operating activities: Net income before tax adjustments was ¥58.3 billion. After adjustment for depreciation and amortization, other non-cash items, and changes in operating receivables and payables, net cash provided by operating activities was positive ¥122.2 billion.

Investment activities: Due to purchase of aircraft and parts, prepayment for aircraft purchase, and deposit with a maturity of over three months, net cash used in investing activities was negative ¥156.2 billion. As a result, free cash flow was negative ¥33.9 billion.

Financial activities: Despite repayment of debt, and payment of dividends, net cash provided by financing activities was positive ¥22.1 billion due to new funding.

As a result of the above, cash and cash equivalents at the end of the reporting quarter decreased by ¥10.1 billion from the end of FY2013, with a balance of ¥230.7 billion.

(3) Consolidated operating results for the financial year ending March 31, 2014

Currently, no revision has been made to the consolidated operating forecast.

3. Others

(1) Significant changes in subsidiaries during the period under review (changes of specific subsidiaries by changes in the consolidation scope)

None

(2) Use of specific quarterly accounting methods

None

(3) Changes in accounting policies and changes or restatement of accounting estimates

(Application of Accounting Standard for Retirement Benefits)

ANA HOLDINGS INC. has applied the Accounting Standard for Retirement Benefits (Accounting Standards Board of Japan (ASBJ) Statement No.26 of May 17, 2012) and Guidance on Accounting Standard for Retirement Benefits (ASBJ Guidance No.25 of May 17, 2012) to the main clause stipulated in Article 35 of the Accounting Standard for Retirement Benefits and Article 67 of the Guidance on Accounting Standard for Retirement Benefits from April 1, 2014.

Under the new standard, calculation of liabilities for retirement benefits and service costs has been revised and the method of attributing expected benefits to periods has been changed from straight-line basis to benefit formula basis. The method of determination of the discount rate also revised to a single weighted average discount rate reflecting the estimated timing and amount of benefit payment.

In accordance with transitional accounting as stipulated in article 37 of the Accounting Standard for Retirement Benefits, the effect of changes in accounting policies arising from initial application is recognized as an adjustment to retained earnings at the beginning of the fiscal year.

As a result, net defined benefit liabilities decreased by ¥5,719 million and retained earnings increased by

¥3,715 million as of April 1, 2014 and the effects of these changes on operating income, recurring profit, and income before income taxes and minority interests in the consolidated financial statements accumulated through the cumulative second quarter of the fiscal year were not material.

(Application of Practical Solution on transactions of Delivering the Company's Own Stock to Employees etc. through Trust)

ANA HOLDINGS INC. applied the transitional accounting as stipulated in the Practical Solution on transactions of Delivering the Company's Own Stock to Employees etc. through Trust (PITF No.30, December 25, 2013), and accounting procedures the same way as previously.

(Changes to the recording methods)

Previously, ANA that is a subsidiary of ANA HOLDINGS INC. recorded the gross figures for sales of aircraft fuel to the airline which ANA had strong business relationship with and their costs of sales in the accounts. However, ANA changed in recording to netting off sales and costs and recording the net figures due to increasing quantitative significance.

The consolidated statement of income from the previous fiscal year has been reflected this change in presentation.

As a result, operating revenues and operating expenses for the previous interim period decreased by ¥14,428 million. Operating income, recurring profit, and income before income taxes and minority interests were unaffected.

4. Financial statements & Operating results

(1) Consolidated Balance Sheet

	Yen (Millions)	
Assets	FY2014 as of Sep.30	FY2013 as of Mar.31
Current assets:	734,117	696,266
Cash on hand and in banks	36,067	28,972
Note and accounts receivable	144,194	142,148
Marketable securities	359,912	344,162
Inventories (Merchandise)	8,633	7,064
Inventories (Supplies)	60,389	56,855
Deferred income taxes - current	10,288	17,331
Other	115,202	99,970
Allowance for doubtful accounts	(568)	(236)
Fixed assets	1,541,145	1,476,059
Tangible fixed assets:	1,266,320	1,223,114
Building and structure	114,377	101,504
Flight equipment	895,426	863,800
Machinery, equipment and vehicles	25,410	24,608
Tools and fixtures	8,132	8,478
Land	52,072	50,999
Leased assets	15,392	17,165
Construction in progress and advance payment on aircraft purchase contracts	155,511	156,560
Intangible fixed assets	76,050	72,618
Investments and others:	198,775	180,327
Investments in securities	95,027	82,927
Long term receivables	4,043	4,462
Net defined benefit asset	47	45
Deferred income taxes – non-current	52,315	66,714
Other	47,986	27,253
Allowance for doubtful accounts	(643)	(1,074)
Deferred assets	1,052	1,282
Total assets	2,276,314	2,173,607

	Yen (Millions)	
Liabilities and Net assets	FY2014 as of Sep.30	FY2013 as of Mar.31
Liabilities		
Current liabilities:	615,898	573,947
Accounts and notes payable	190,568	179,848
Short-term loans	718	153
Current portion of long - term debt	147,774	169,003
Current portion of bonds	45,000	10,000
Finance lease obligations	7,524	9,592
Accrued income taxes	15,790	10,390
Deferred tax liabilities- current	75	-
Accrued bonuses to employees	20,892	24,391
Provision for potential loss on antitrust proceedings	116	116
Asset retirement obligations	234	763
Other	187,207	169,691
Long - term liabilities:	855,156	848,369
Bonds	105,000	125,000
Long - term debt	542,656	499,022
Finance lease obligations	20,652	21,998
Deferred income taxes –non-current	1,784	2,322
Accrued bonuses to employees	-	2,172
Retirement benefit for directors	496	433
Net defined benefit liabilities	163,614	181,101
Asset retirement obligations	788	729
Other	20,166	15,592
Total liabilities	1,471,054	1,422,316
Net assets		
Shareholders' equity	781,019	750,234
Common stock	318,789	318,789
Capital surplus	282,042	281,955
Retained earnings	185,888	155,820
Less treasury common stock, at cost	(5,700)	(6,330)
Accumulated other comprehensive income	17,696	(4,164)
Net unrealized holding gain on securities	16,894	10,201
Deferred gain on hedging instruments	28,364	15,350
Foreign currency translation adjustments	899	453
Remeasurements of defined benefit plans	(28,461)	(30,168)
Minority interests	6,545	5,221
Total net assets	805,260	751,291
Total liabilities and net assets	2,276,314	2,173,607

(2) Consolidated Statement of Income

	Yen (Millions)	
	FY2014 first six months Apr.1 – Sep.30	FY2013 first six months Apr.1 – Sep.30
Operating revenues	854,822	783,198
Operating expenses	657,904	612,342
Gross profit	196,918	170,856
Sales, general and administrative expenses	138,977	127,545
Operating income	57,941	43,311
Non-operating income:	6,073	5,374
Interest and dividend income	937	864
Equity in earnings of non-consolidated subsidiaries and affiliates	1,079	1,320
Gain on sale of property and equipment	1,514	1,377
Other	2,543	1,813
Non-operating expenses:	15,935	16,799
Interest expenses	7,065	8,212
Foreign exchange loss, net	1,510	233
Loss on sale of property and equipment	504	722
Loss on disposal of property and equipment	1,985	1,494
Depreciation of idle assets	-	2,051
Provision for accrued employees' retirement benefits	3,074	3,184
Other	1,797	903
Recurring profit	48,079	31,886
Extraordinary income	10,528	2,649
Gain on sale of property and equipment	390	-
Gain on liquidation of subsidiaries and affiliates	-	653
Settlement package	-	1,744
Gain on revision of retirement benefit plan	9,945	-
Other	193	252
Extraordinary loss	252	1,216
Loss on sale of property and equipment	-	1,087
Valuation loss on investments in securities	222	-
Special retirement benefit expenses	30	70
Other	-	59
Income before income taxes and minority interests	58,355	33,319
Income taxes	22,154	14,421
Minority interests	427	(1,172)
Net income	35,774	20,070

(3) Consolidated Statement of Comprehensive Income

	Yen (Millions)	
	FY2014 first six months Apr.1 – Sep.30	FY2013 first six months Apr.1 – Sep.30
Income before minority interests	36,201	18,898
Other comprehensive income:		
Net unrealized holding gain on securities	6,608	4,346
Deferred gain (loss) on hedging instruments	12,989	(4,670)
Foreign currency translation adjustments	78	223
Remeasurements of defined benefit plans	1,733	-
Share of other comprehensive income of affiliates accounted for by the equity-method	122	80
Total other comprehensive income	21,530	(21)
Comprehensive income	57,731	18,877
(Total comprehensive income attributable to)		
Owners of ANA HOLDINGS INC.	57,331	20,051
Minority interests	400	(1,174)

(4) Consolidated Statement of Cash Flows

	Yen (Millions)	
	FY2014 first six months Apr.1 – Sep.30	FY2013 first six months Apr.1 – Sep.30
I. Cash flows from operating activities		
Income before income taxes and minority interests	58,355	33,319
Depreciation and amortization	64,846	67,674
Loss on disposal and sale of property and equipment	585	1,982
Loss (gain) on valuation and sale of securities	106	(11)
(Gain) on liquidation of subsidiaries and affiliates	-	(653)
Settlement package	-	(1,744)
(Decrease) increase in allowance for doubtful accounts	(99)	38
Increase in accrued employees' retirement benefits	-	1,872
Increase in net defined benefit liabilities	2,103	-
Interest and dividend income	(937)	(864)
Interest expenses	7,065	8,212
Foreign exchange (gain) loss	(332)	1,520
Special retirement benefit expenses	30	70
(Gain) on revision of retirement benefit plan	(9,945)	-
(Increase) in accounts receivable	(320)	(2,999)
(Increase) in other current assets	(4,002)	(2,880)
Increase in accounts and notes payable-trade	9,906	12,136
Other, net	10,977	27,516
Cash generated from operations	138,338	145,188
Interest and dividends received	1,267	2,032
Interest paid	(7,282)	(8,331)
Settlement package received	-	1,769
Payments for special retirement	(1,507)	(70)
Income taxes paid	(8,563)	(6,814)
Net cash provided by operating activities	122,253	133,774
II. Cash flows from investing activities		
Payment for purchase of marketable securities	(201,600)	(221,640)
Proceeds from redemption of marketable securities	168,410	280,570
Payment for purchase of property and equipment	(130,610)	(96,545)
Proceeds from sale of property and equipment	26,190	18,774
Payment for purchase of intangible assets	(18,479)	(8,690)
Payment for purchase of investments in securities	(909)	(1,361)
Proceeds from sale of investments in securities	0	40
Payment for purchase of subsidiaries' shares resulting in changes in scope of consolidation	-	(13,908)
Payment for purchase of subsidiaries' shares	-	(2,450)
Payment for advances	(68)	(200)
Proceeds from collection of advances	99	136
Other, net	750	(78)
Net cash used in investing activities	(156,217)	(45,352)

	Yen (Millions)	
	FY2014	FY2013
	first six months	first six months
	Apr.1 – Sep.30	Apr.1 – Sep.30
III. Cash flows from financing activities		
Increase (decrease) in short-term loans, net	65	(195)
Proceeds from long-term debt	149,998	29,601
Repayment of long-term debt	(127,592)	(56,978)
Proceeds from issuance of bonds	14,921	-
Payment of bonds	-	(10,000)
Repayment of finance lease obligations	(5,261)	(5,959)
Decrease (increase) of treasury stock	717	(5,042)
Payment for dividends	(10,467)	(14,041)
Other, net	(263)	(139)
Net cash provided by (used in) financing activities	22,118	(62,753)
IV. Effect of exchange rate changes on cash and cash equivalents	83	137
V. Net (decrease) increase in cash and cash equivalents	(11,763)	25,806
VI. Cash and cash equivalents at the beginning of the period	240,935	191,297
VII. Net increase resulting from changes in scope of consolidation	1,593	54
VIII. Cash and cash equivalents at the end of the period	230,765	217,157

(5) Segment information

<FY2014 first six months Apr.1 - Sep.30>								Yen (Millions)	
	Reportable Segment					Other	Total	Adjustments	Consolidated
	Air Transportation	Airline Related	Travel Services	Trade and Retail	Subtotal				
Operating revenues	690,283	24,282	84,503	51,033	850,101	4,721	854,822	-	854,822
Intra-group sales and transfers	51,942	84,666	4,546	10,285	151,439	10,831	162,270	(162,270)	-
Total	742,225	108,948	89,049	61,318	1,001,540	15,552	1,017,092	(162,270)	854,822
Segment profit	51,862	5,268	2,783	1,827	61,740	741	62,481	(4,540)	57,941

*1. "Other" includes the facilities maintenance and the business support etc.

*2. "Adjustments" of "Segment profit" includes intersegment elimination and general corporate costs.

*3. "Segment profit" has been adjusted with the operating income in the consolidated statement of income for the period.

<FY2013 first six months Apr.1 - Sep.30>								Yen (Millions)	
	Reportable Segment					Other	Total	Adjustments	Consolidated
	Air Transportation	Airline Related	Travel Services	Trade and Retail	Subtotal				
Operating revenues	630,733	19,223	85,857	43,377	779,190	4,008	783,198	-	783,198
Intra-group sales and transfers	51,324	73,846	4,897	10,436	140,503	10,275	150,778	(150,778)	-
Total	682,057	93,069	90,754	53,813	919,693	14,283	933,976	(150,778)	783,198
Segment profit	39,201	3,753	2,796	1,870	47,620	434	48,054	(4,743)	43,311

*1. "Other" includes the facilities maintenance and the business support etc.

*2. "Adjustments" of "Segment profit" includes intersegment elimination and general corporate costs.

*3. "Segment profit" has been adjusted with the operating income in the consolidated statement of income for the period.