

Translation

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**Summary of Consolidated Financial Results
for the Six Months Ended of September 30, 2020
(Based on IFRS)**

October 29, 2020

Company name: Toyota Boshoku Corporation
 Stock exchange listing: Tokyo, Nagoya
 Stock code: 3116 URL <https://www.toyota-boshoku.com>
 Representative: President Takeshi Numa
 Inquiries: General Manager, Accounting & Finance Division Takeshi Ogiso TEL (0566)26-0313
 Scheduled date to file Quarterly Securities Report: November 13, 2020
 Scheduled date to commence dividend payments: November 26, 2020
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: Yes (for analysts and institutional investors)

(Amounts less than one million yen are omitted.)

1. Consolidated financial results for the six months ended September 30, 2020 (from April 1, 2020 to September 30, 2020)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Revenue		Operating profit		Profit before income taxes		Profit for the period		Profit attributable to owners of the parent		Comprehensive income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2020	545,425	(23.7)	3,614	(86.4)	3,163	(88.3)	(5,330)	—	(7,667)	—	(3,265)	—
Six months ended September 30, 2019	714,791	3.6	26,508	(7.4)	27,109	(11.0)	16,153	(0.1)	12,638	(6.7)	5,573	(70.4)

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2020	(41.04)	—
Six months ended September 30, 2019	67.85	—

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of the parent	Ratio of equity attributable to owners of the parent
	Millions of yen	Millions of yen	Millions of yen	%
As of September 30, 2020	791,540	308,776	280,323	35.4
As of March 31, 2020	780,714	321,701	291,051	37.3

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2020	—	28.00	—	26.00	54.00
Year ending March 31, 2021	—	10.00	—	—	—
Year ending March 31, 2021 (Forecast)	—	—	—	28.00	38.00

(Note) Changes in the forecasted cash dividends in this quarter: Yes

3. Forecast of consolidated financial results for the year ending March 31, 2021 (from April 1, 2020 to March 31, 2021)

Percentages indicate year-on-year changes

	Revenue		Operating profit		Profit before income taxes		Profit attributable to owners of the parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	1,240,000	(9.7)	36,000	(24.7)	35,000	(27.2)	14,000	(43.5)	74.93

(Note) Changes in the forecast of consolidated financial results in this quarter : Yes

4. Notes

(1) Changes in significant subsidiaries during the six months ended September 30, 2020
(changes in specified subsidiaries resulting in the change in scope of consolidation): Yes

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies required by IFRS: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

(3) Number of issued shares (common shares)

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

As of September 30, 2020	187,665,738 shares	As of March 31, 2020	187,665,738 shares
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Number of treasury shares at the end of the period

As of September 30, 2020	818,363 shares	As of March 31, 2020	845,736 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2020	186,831,364 shares	Six months ended September 30, 2019	186,266,725 shares
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Consolidated financial statements
Consolidated Statement of Financial Position

(Millions of yen)

	As of March 31, 2020	As of September 30, 2020
Assets		
Current assets		
Cash and cash equivalents	163,377	165,861
Trade and other receivables	197,081	214,392
Inventories	68,166	62,488
Other financial assets	15,120	9,867
Income taxes receivable	4,827	5,111
Other current assets	8,976	9,629
Total current assets	457,548	467,351
Non-current assets		
Property, plant and equipment	256,661	256,810
Goodwill	4,871	4,876
Intangible assets	10,873	11,020
Investments accounted for using equity method	15,011	13,765
Other financial assets	18,561	21,386
Deferred tax assets	15,572	14,487
Other non-current assets	1,614	1,842
Total non-current assets	323,166	324,188
Total assets	780,714	791,540

(Millions of yen)

	As of March 31, 2020	As of September 30, 2020
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	179,103	167,566
Bonds and borrowings	50,231	40,485
Other financial liabilities	3,410	4,410
Income taxes payable	6,302	5,406
Provisions	3,921	4,015
Other current liabilities	70,358	74,533
Total current liabilities	313,327	296,417
Non-current liabilities		
Bonds and borrowings	74,301	113,613
Other financial liabilities	7,758	7,523
Retirement benefit liability	58,982	59,758
Provisions	255	256
Deferred tax liabilities	2,776	3,372
Other non-current liabilities	1,611	1,822
Total non-current liabilities	145,685	186,346
Total liabilities	459,013	482,763
Equity		
Share capital	8,400	8,400
Capital surplus	3,044	3,118
Retained earnings	289,880	277,390
Treasury shares	(1,674)	(1,620)
Other components of equity	(8,599)	(6,964)
Total equity attributable to owners of the parent	291,051	280,323
Non-controlling interests	30,649	28,452
Total equity	321,701	308,776
Total liabilities and equity	780,714	791,540

Consolidated statement of income and consolidated statement of comprehensive income
Consolidated Statement of Profit or Loss

(Millions of yen)

	Six months ended September 30, 2019	Six months ended September 30, 2020
Revenue	714,791	545,425
Cost of sales	643,734	502,405
Gross profit	71,056	43,019
Selling, general and administrative expenses	41,746	38,895
Other income	2,481	1,946
Other expenses	5,283	2,456
Operating profit	26,508	3,614
Finance income	1,085	869
Finance expenses	1,401	1,326
Share of profit of investments accounted for using equity method	916	6
Profit before income taxes	27,109	3,163
Income tax expense	10,956	8,494
Profit (loss) for the period	16,153	(5,330)
Profit (loss) attributable to		
Owners of the parent	12,638	(7,667)
Non-controlling interests	3,514	2,336
Profit (loss) attributable to owners of the parent per share		
Basic earnings per share (Yen)	67.85	(41.04)
Diluted earnings per share (Yen)	—	—

Consolidated Statement of Comprehensive Income

(Millions of yen)

	Six months ended September 30, 2019	Six months ended September 30, 2020
Profit (loss) for the period	16,153	(5,330)
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Remeasurements of defined benefit plans	(13)	50
Net change in fair value of equity instruments measured at fair value through other comprehensive income	(154)	1,708
Share of other comprehensive income of investments accounted for using equity method	113	6
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	(10,317)	472
Net change in fair value of debt instruments measured at fair value through other comprehensive income	(0)	0
Share of other comprehensive income of investments accounted for using equity method	(207)	(171)
Total other comprehensive income	(10,579)	2,065
Comprehensive income	5,573	(3,265)
Comprehensive income attributable to		
Owners of the parent	3,532	(5,998)
Non-controlling interests	2,041	2,733

Consolidated Statement of Changes in Equity
Six months ended September 30, 2019

(Millions of yen)

	Equity attributable to owners of parent				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity
					Remeasurements of defined benefit plans
Balance at April 1, 2019	8,400	7,570	275,160	(3,875)	—
Profit (loss) for the period			12,638		
Other comprehensive income					(4)
Comprehensive income	—	—	12,638	—	(4)
Purchase of treasury shares				(0)	
Disposal of treasury shares				2,201	
Dividends			(5,199)		
Changes in ownership interest in subsidiaries		156			
Change in scope of consolidation					
Transfer to retained earnings			93		4
Total transactions with owners	—	156	(5,106)	2,201	4
Balance at September 30, 2019	8,400	7,726	282,692	(1,674)	—

	Equity attributable to owners of parent				Non-controlling interests	Total
	Other components of equity			Total		
	Net change in fair value of equity instruments measured at fair value through other comprehensive income	Net change in fair value of debt instruments measured at fair value through other comprehensive income	Exchange differences on translation of foreign operations			
Balance at April 1, 2019	6,036	(98)	(994)	292,199	37,130	329,329
Profit (loss) for the period				12,638	3,514	16,153
Other comprehensive income	(41)	(0)	(9,059)	(9,106)	(1,473)	(10,579)
Comprehensive income	(41)	(0)	(9,059)	3,532	2,041	5,573
Purchase of treasury shares				(0)		(0)
Disposal of treasury shares				2,201		2,201
Dividends				(5,199)	(4,519)	(9,719)
Changes in ownership interest in subsidiaries				156	(2,370)	(2,214)
Change in scope of consolidation				—		—
Transfer to retained earnings	(97)			—		—
Total transactions with owners	(97)	—	—	(2,842)	(6,890)	(9,732)
Balance at September 30, 2019	5,897	(98)	(10,054)	292,889	32,281	325,171

Six months ended September 30, 2020

(Millions of yen)

	Equity attributable to owners of parent				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity
					Remeasurements of defined benefit plans
Balance at April 1, 2020	8,400	3,044	289,880	(1,674)	—
Profit (loss) for the period			(7,667)		
Other comprehensive income					34
Comprehensive income	—	—	(7,667)	—	34
Purchase of treasury shares				(0)	
Disposal of treasury shares		(13)		54	
Dividends			(4,857)		
Changes in ownership interest in subsidiaries		87			
Change in scope of consolidation					
Transfer to retained earnings			34		(34)
Total transactions with owners	—	73	(4,823)	54	(34)
Balance at September 30, 2020	8,400	3,118	277,390	(1,620)	—

	Equity attributable to owners of parent				Non-controlling interests	Total
	Other components of equity			Total		
	Net change in fair value of equity instruments measured at fair value through other comprehensive income	Net change in fair value of debt instruments measured at fair value through other comprehensive income	Exchange differences on translation of foreign operations			
Balance at April 1, 2020	4,167	(98)	(12,668)	291,051	30,649	321,701
Profit (loss) for the period				(7,667)	2,336	(5,330)
Other comprehensive income	1,714	0	(79)	1,669	396	2,065
Comprehensive income	1,714	0	(79)	(5,998)	2,733	(3,265)
Purchase of treasury shares				(0)		(0)
Disposal of treasury shares				40		40
Dividends				(4,857)	(4,882)	(9,739)
Changes in ownership interest in subsidiaries				87	(87)	—
Change in scope of consolidation				—	39	39
Transfer to retained earnings				—		—
Total transactions with owners	—	—	—	(4,729)	(4,930)	(9,660)
Balance at September 30, 2020	5,881	(98)	(12,747)	280,323	28,452	308,776

Segment Information

Six months ended September 30, 2019

(Millions of yen)

	Reportable Segment					Eliminations	Consolidated
	Japan	North, Central and South America	Asia and Oceania	Europe and Africa	Total		
Revenue							
Revenue to external customers	367,140	142,944	162,807	41,898	714,791	—	714,791
Inter-segment revenue and transfers	30,927	2,138	13,851	718	47,635	(47,635)	—
Total	398,067	145,083	176,658	42,617	762,426	(47,635)	714,791
Segment profit (loss)	10,174	1,079	16,745	(1,486)	26,512	(4)	26,508
Finance income							1,085
Finance expenses							1,401
Share of profit of investments accounted for using equity method							916
Profit before income taxes							27,109

Six months ended September 30, 2020

(Millions of yen)

	Reportable Segment					Eliminations	Consolidated
	Japan	North, Central and South America	Asia and Oceania	Europe and Africa	Total		
Revenue							
Revenue to external customers	282,020	97,299	134,793	31,311	545,425	—	545,425
Inter-segment revenue and transfers	22,264	1,673	10,111	602	34,651	(34,651)	—
Total	304,284	98,973	144,904	31,914	580,077	(34,651)	545,425
Segment profit (loss)	(6,898)	(2,873)	13,883	(541)	3,570	43	3,614
Finance income							869
Finance expenses							1,326
Share of profit of investments accounted for using equity method							6
Profit before income taxes							3,163