

Translation

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**Summary of Consolidated Financial Results
for the Nine Months Ended of December 31, 2020
(Based on IFRS)**

February 2, 2021

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 +81-566-26-0313
 Scheduled date to file Quarterly Securities Report: February 12, 2021
 Scheduled date to commence dividend payments: –
 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 nine months ended December 31, 2020 (from April 1, 2020 to December 31, 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	%
Nine months ended December 31, 2020	923,655	(12.7)	33,880	(15.2)	33,368	(18.6)	17,271	(26.2)	12,467	(29.1)	23,965	23.6
Nine months ended December 31, 2019	1,058,135	0.7	39,963	(12.7)	40,978	(12.2)	23,402	(12.7)	17,573	(19.9)	19,393	(16.5)

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2020	66.73	–
Nine months ended December 31, 2019	94.25	–

(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 December 31, 2020	818,529	334,179	302,548	37.0
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: No

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	1,280,000	(6.7)	47,000	(1.6)	46,000	(4.3)	21,000	(15.3)	112.40

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

4. Notes

(1) Changes in significant subsidiaries during the nine months ended December 31, 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 December 31, 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 December 31, 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)

Nine months ended December 31, 2020	186,836,721 shares	Nine months ended December 31, 2019	186,447,795 shares
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Consolidated financial statements
Consolidated Statement of Financial Position

(Millions of yen)

	As of March 31, 2020	As of December 31, 2020
Assets		
Current assets		
Cash and cash equivalents	163,377	190,064
Trade and other receivables	197,081	214,787
Inventories	68,166	63,964
Other financial assets	15,120	11,200
Income taxes receivable	4,827	3,760
Other current assets	8,976	9,828
Total current assets	457,548	493,605
Non-current assets		
Property, plant and equipment	256,661	255,375
Goodwill	4,871	4,879
Intangible assets	10,873	10,802
Investments accounted for using equity method	15,011	13,495
Other financial assets	18,561	24,360
Deferred tax assets	15,572	14,102
Other non-current assets	1,614	1,908
Total non-current assets	323,166	324,924
Total assets	780,714	818,529

(Millions of yen)

	As of March 31, 2020	As of December 31, 2020
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	179,103	169,480
Bonds and borrowings	50,231	40,060
Other financial liabilities	3,410	6,252
Income taxes payable	6,302	6,695
Provisions	3,921	3,981
Other current liabilities	70,358	70,831
Total current liabilities	313,327	297,301
Non-current liabilities		
Bonds and borrowings	74,301	113,374
Other financial liabilities	7,758	7,692
Retirement benefit liability	58,982	60,202
Provisions	255	257
Deferred tax liabilities	2,776	3,579
Other non-current liabilities	1,611	1,941
Total non-current liabilities	145,685	187,048
Total liabilities	459,013	484,350
Equity		
Share capital	8,400	8,400
Capital surplus	3,044	3,098
Retained earnings	289,880	295,601
Treasury shares	(1,674)	(1,620)
Other components of equity	(8,599)	(2,931)
Total equity attributable to owners of the parent	291,051	302,548
Non-controlling interests	30,649	31,631
Total equity	321,701	334,179
Total liabilities and equity	780,714	818,529

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

(Millions of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Revenue	1,058,135	923,655
Cost of sales	953,304	832,450
Gross profit	104,830	91,204
Selling, general and administrative expenses	62,744	58,371
Other income	3,834	4,473
Other expenses	5,957	3,426
Operating profit	39,963	33,880
Finance income	1,563	1,428
Finance expenses	1,623	1,810
Share of profit (loss) of investments accounted for using equity method	1,075	(130)
Profit before income taxes	40,978	33,368
Income tax expense	17,576	16,097
Profit for the period	23,402	17,271
Profit attributable to		
Owners of the parent	17,573	12,467
Non-controlling interests	5,829	4,803
Profit attributable to owners of the parent per share		
Basic earnings per share (Yen)	94.25	66.73
Diluted earnings per share (Yen)	—	—

Consolidated Statement of Comprehensive Income

(Millions of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Profit for the period	23,402	17,271
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Remeasurements of defined benefit plans	(21)	(11)
Net change in fair value of equity instruments measured at fair value through other comprehensive income	177	3,461
Share of other comprehensive income of investments accounted for using equity method	118	5
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	(4,070)	3,230
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	(211)	8
Total other comprehensive income	(4,008)	6,694
Comprehensive income	19,393	23,965
Comprehensive income attributable to		
Owners of the parent	14,050	18,115
Non-controlling interests	5,342	5,850

Consolidated Statement of Changes in Equity

Nine months ended December 31, 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 for the period			17,573		
Other comprehensive income					(3)
Comprehensive income	—	—	17,573	—	(3)
Purchase of treasury shares				(0)	
Disposal of treasury shares				2,201	
Dividends			(10,430)		
Changes in ownership interest in subsidiaries		(4,525)			
Change in increase of capital					
Change in scope of consolidation					
Transfer to retained earnings			93		3
Total transactions with owners	—	(4,525)	(10,336)	2,201	3
Balance at December 31, 2019	8,400	3,044	282,396	(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 for the period				17,573	5,829	23,402
Other comprehensive income	294	(0)	(3,812)	(3,522)	(486)	(4,008)
Comprehensive income	294	(0)	(3,812)	14,050	5,342	19,393
Purchase of treasury shares				(0)		(0)
Disposal of treasury shares				2,201		2,201
Dividends				(10,430)	(4,493)	(14,923)
Changes in ownership interest in subsidiaries				(4,525)	(6,686)	(11,212)
Change in increase of capital				—		—
Change in scope of consolidation				—		—
Transfer to retained earnings	(97)			—		—
Total transactions with owners	(97)	—	—	(12,755)	(11,179)	(23,934)
Balance at December 31, 2019	6,233	(98)	(4,807)	293,494	31,294	324,788

Nine months ended December 31, 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 for the period			12,467		
Other comprehensive income					(20)
Comprehensive income	—	—	12,467	—	(20)
Purchase of treasury shares				(0)	
Disposal of treasury shares		(13)		54	
Dividends			(6,725)		
Changes in ownership interest in subsidiaries		67			
Change in increase of capital					
Change in scope of consolidation					
Transfer to retained earnings			(21)		20
Total transactions with owners	—	53	(6,746)	54	20
Balance at December 31, 2020	8,400	3,098	295,601	(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 for the period				12,467	4,803	17,271
Other comprehensive income	3,467	0	2,200	5,647	1,046	6,694
Comprehensive income	3,467	0	2,200	18,115	5,850	23,965
Purchase of treasury shares				(0)		(0)
Disposal of treasury shares				40		40
Dividends				(6,725)	(4,955)	(11,681)
Changes in ownership interest in subsidiaries				67	(105)	(37)
Change in increase of capital				—	151	151
Change in scope of consolidation				—	39	39
Transfer to retained earnings	0			—		—
Total transactions with owners	0	—	—	(6,618)	(4,869)	(11,487)
Balance at December 31, 2020	7,635	(98)	(10,467)	302,548	31,631	334,179

Segment Information

Nine months ended December 31, 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	535,740	207,298	250,016	65,079	1,058,135	—	1,058,135
Inter-segment revenue and transfers	46,949	3,126	19,538	1,068	70,683	(70,683)	—
Total	582,690	210,424	269,555	66,148	1,128,819	(70,683)	1,058,135
Segment profit (loss)	12,224	(460)	28,124	75	39,965	(1)	39,963
Finance income							1,563
Finance expenses							1,623
Share of profit of investments accounted for using equity method							1,075
Profit before income taxes							40,978

Nine months ended December 31, 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	473,581	171,915	222,045	56,112	923,655	—	923,655
Inter-segment revenue and transfers	37,801	2,300	16,683	958	57,743	(57,743)	—
Total	511,383	174,215	238,728	57,071	981,398	(57,743)	923,655
Segment profit (loss)	4,297	(284)	27,141	2,737	33,890	(10)	33,880
Finance income							1,428
Finance expenses							1,810
Share of loss of investments accounted for using equity method							(130)
Profit before income taxes							33,368