

Translation

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**Summary of Consolidated Financial Results
for the Nine Months Ended of December 31, 2021
(Based on IFRS)**

February 2, 2022

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 10, 2022
 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, 2021 (from April 1, 2021 to December 31, 2021)

(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, 2021	1,034,946	12.0	42,466	25.3	44,836	34.4	29,252	69.4	24,498	96.5	40,160	67.6
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

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2021	131.10	–
Nine months ended December 31, 2020	66.73	–

(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, 2021	886,422	390,657	356,703	40.2
As of March 31, 2021	845,778	369,650	334,935	39.6

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, 2021	–	10.00	–	35.00	45.00
Year ending March 31, 2022	–	32.00	–	–	–
Year ending March 31, 2022 (Forecast)	–	–	–	32.00	64.00

(Note) Changes in the forecasted cash dividends in this quarter: No

3. Forecast of consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

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	1,380,000	8.5	60,000	5.1	61,000	6.4	37,000	18.6	198.01

(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, 2021
(changes in specified subsidiaries resulting in the change in scope of consolidation): No

(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, 2021	187,665,738 shares	As of March 31, 2021	187,665,738 shares
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Number of treasury shares at the end of the period

As of December 31, 2021	799,899 shares	As of March 31, 2021	818,460 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, 2021	186,859,132 shares	Nine months ended December 31, 2020	186,836,721 shares
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Consolidated financial statements
Consolidated Statement of Financial Position

(Millions of yen)

	As of March 31, 2021	As of December 31, 2021
Assets		
Current assets		
Cash and cash equivalents	195,180	213,968
Trade and other receivables	222,827	236,184
Inventories	61,848	71,630
Other financial assets	14,416	11,703
Income taxes receivable	3,710	5,739
Other current assets	8,868	10,080
Total current assets	506,851	549,306
Non-current assets		
Property, plant and equipment	263,841	259,115
Goodwill	4,881	4,882
Intangible assets	13,177	12,479
Investments accounted for using equity method	13,447	13,361
Other financial assets	26,219	29,106
Deferred tax assets	15,725	16,551
Other non-current assets	1,632	1,618
Total non-current assets	338,926	337,115
Total assets	845,778	886,422

(Millions of yen)

	As of March 31, 2021	As of December 31, 2021
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	175,133	186,537
Bonds and borrowings	22,151	30,387
Other financial liabilities	4,076	5,783
Income taxes payable	7,498	8,236
Provisions	5,937	6,405
Other current liabilities	71,213	74,428
Total current liabilities	286,010	311,779
Non-current liabilities		
Bonds and borrowings	119,623	110,253
Other financial liabilities	6,490	7,910
Retirement benefit liability	55,376	56,465
Provisions	224	263
Deferred tax liabilities	6,552	7,244
Other non-current liabilities	1,848	1,848
Total non-current liabilities	190,116	183,986
Total liabilities	476,127	495,765
Equity		
Share capital	8,400	8,400
Capital surplus	3,092	3,097
Retained earnings	316,931	329,777
Treasury shares	(1,620)	(1,583)
Other components of equity	8,131	17,011
Total equity attributable to owners of the parent	334,935	356,703
Non-controlling interests	34,715	33,953
Total equity	369,650	390,657
Total liabilities and equity	845,778	886,422

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

(Millions of yen)

	Nine months ended December 31, 2020	Nine months ended December 31, 2021
Revenue	923,655	1,034,946
Cost of sales	832,450	925,600
Gross profit	91,204	109,346
Selling, general and administrative expenses	58,371	66,841
Other income	4,473	3,226
Other expenses	3,426	3,264
Operating profit	33,880	42,466
Finance income	1,428	2,837
Finance expenses	1,810	713
Share of profit (loss) of investments accounted for using equity method	(130)	245
Profit before income taxes	33,368	44,836
Income tax expense	16,097	15,583
Profit for the period	17,271	29,252
Profit attributable to		
Owners of the parent	12,467	24,498
Non-controlling interests	4,803	4,754
Profit attributable to owners of the parent per share		
Basic earnings per share (Yen)	66.73	131.10
Diluted earnings per share (Yen)	—	—

Consolidated Statement of Comprehensive Income

(Millions of yen)

	Nine months ended December 31, 2020	Nine months ended December 31, 2021
Profit for the period	17,271	29,252
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Remeasurements of defined benefit plans	(11)	898
Net change in fair value of equity instruments measured at fair value through other comprehensive income	3,461	1,428
Share of other comprehensive income of investments accounted for using equity method	5	52
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	3,230	8,360
Net change in fair value of debt instruments measured at fair value through other comprehensive income	0	(18)
Share of other comprehensive income of investments accounted for using equity method	8	187
Total other comprehensive income	6,694	10,908
Comprehensive income	23,965	40,160
Comprehensive income attributable to		
Owners of the parent	18,115	34,246
Non-controlling interests	5,850	5,914

Consolidated Statement of Changes in Equity

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

Nine months ended December 31, 2021

(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, 2021	8,400	3,092	316,931	(1,620)	—
Profit for the period			24,498		
Other comprehensive income					867
Comprehensive income	—	—	24,498	—	867
Purchase of treasury shares				(0)	
Disposal of treasury shares		4		37	
Dividends			(12,519)		
Changes in ownership interest in subsidiaries		0			
Transfer to retained earnings			867		(867)
Total transactions with owners	—	5	(11,651)	36	(867)
Balance at December 31, 2021	8,400	3,097	329,777	(1,583)	—

	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, 2021	8,849	(98)	(619)	334,935	34,715	369,650
Profit for the period				24,498	4,754	29,252
Other comprehensive income	1,479	(18)	7,420	9,748	1,159	10,908
Comprehensive income	1,479	(18)	7,420	34,246	5,914	40,160
Purchase of treasury shares				(0)		(0)
Disposal of treasury shares				42		42
Dividends				(12,519)	(6,676)	(19,195)
Changes in ownership interest in subsidiaries				0	(0)	—
Transfer to retained earnings	—			—		—
Total transactions with owners	—	—	—	(12,477)	(6,676)	(19,153)
Balance at December 31, 2021	10,328	(117)	6,800	356,703	33,953	390,657

Segment Information

Nine months ended December 31, 2020

(Millions of yen)

	Reportable Segment						Eliminations	Consolidated	
	Japan	North, Central and South America	China	Asia and Oceania	Europe and Africa	Total			
Revenue									
Revenue to external customers	473,581	171,915	130,989	91,055	56,112	923,655	—	923,655	
Inter-segment revenue and transfers	37,801	2,300	8,289	8,922	958	58,272	(58,272)	—	
Total	511,383	174,215	139,278	99,978	57,071	981,927	(58,272)	923,655	
Segment profit (loss)	4,297	(284)	16,514	10,624	2,737	33,888	(8)	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

Nine months ended December 31, 2021

(Millions of yen)

	Reportable Segment						Eliminations	Consolidated	
	Japan	North, Central and South America	China	Asia and Oceania	Europe and Africa	Total			
Revenue									
Revenue to external customers	471,869	228,810	144,388	125,235	64,642	1,034,946	—	1,034,946	
Inter-segment revenue and transfers	47,275	2,588	7,712	9,527	1,012	68,116	(68,116)	—	
Total	519,145	231,398	152,101	134,763	65,655	1,103,063	(68,116)	1,034,946	
Segment profit	8,037	1,187	11,512	19,433	2,374	42,545	(78)	42,466	
Finance income									2,837
Finance expenses									713
Share of profit of investments accounted for using equity method									245
Profit before income taxes									44,836

(Note) Toyota Boshoku has changed the previous four reportable segments: Japan; North, Central and South America; Asia and Oceania; and Europe and Africa into the five segments: Japan; North, Central and South America; China; Asia and Oceania; and Europe and Africa.

Segment information for the nine months ended December 31, 2020 has been modified according to the new classification.