

Translation

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**Summary of Consolidated Financial Results
for the Year Ended of March 31, 2020
(Based on IFRS)**

April 30, 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 Ryuji Terasawa TEL (0566)26-0313
 Division
 Scheduled date of ordinary general meeting of shareholders June 17, 2020
 Scheduled date to file Securities Report: June 29, 2020
 Scheduled date to commence dividend payments: June 18, 2020
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes (for analysts and institutional investors)

(Amounts less than one million yen are omitted.)

1. Consolidated financial results for the year ended March 31, 2020 (from April 1, 2019 to March 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	%
Year ended March 31, 2020	1,372,616	(3.2)	47,785	(22.0)	48,074	(21.8)	31,628	(7.3)	24,786	(9.7)	16,462	(45.6)
Year ended March 31, 2019	1,417,376	0.7	61,257	(17.7)	61,489	(18.9)	34,136	(35.1)	27,457	(38.7)	30,273	(42.7)

	Basic earnings per share	Diluted earnings per share	Ratio of profit to equity attributable to owners of the parent	Ratio of profit before income taxes to total assets	Ratio of operating profit to revenue
	Yen	Yen	%	%	%
Year ended March 31, 2020	132.88	—	8.5	6.1	3.5
Year ended March 31, 2019	147.85	—	9.6	7.8	4.3

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of the parent	Ratio of equity attributable to owners of the parent	Equity attributable to owners of the parent per share
	Millions of yen	Millions of yen	Millions of yen	%	Yen
As of March 31, 2020	780,714	321,701	291,051	37.3	1,557.93
As of March 31, 2019	793,599	329,329	292,199	36.8	1,573.44

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2020	79,673	(54,175)	(13,964)	163,377
Year ended March 31, 2019	60,720	(58,915)	(19,526)	158,192

2. Cash dividends

	Annual dividends per share					Total cash dividends (total)	Dividend payout ratio	Ratio of dividends to equity attributable to owners of the parent
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2019	—	28.00	—	28.00	56.00	10,399	37.9	3.6
Year ending March 31, 2020	—	28.00	—	26.00	54.00	10,088	40.6	3.4
Year ending March 31, 2021 (Forecast)	—	—	—	—	—		—	

(Note) Forecasts for Cash dividends are to be determined.

We will make an announcement regarding Cash dividends forecasts promptly as soon as we are able to do so.

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

As it is difficult to make reasonable calculations at present, forecasts of Consolidated financial results are to be determined.

We will make an announcement regarding forecasts promptly as soon as we are able to do so.

4. Notes

(1) Changes in significant subsidiaries during the year ended March 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: Yes

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 March 31, 2020	187,665,738 shares	As of March 31, 2019	187,665,738 shares
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Number of treasury shares at the end of the period

As of March 31, 2020	845,736 shares	As of March 31, 2019	1,958,513 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Year ended March 31, 2020	186,540,338 shares	Year ended March 31, 2019	185,707,271 shares
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Consolidated financial statements
Consolidated Statement of Financial Position

(Millions of yen)

	As of March 31, 2019	As of March 31, 2020
Assets		
Current assets		
Cash and cash equivalents	158,192	163,377
Trade and other receivables	241,562	197,081
Inventories	65,282	68,166
Other financial assets	16,843	15,120
Income taxes receivable	4,637	4,827
Other current assets	7,103	8,976
Total current assets	493,621	457,548
Non-current assets		
Property, plant and equipment	233,978	256,661
Goodwill	4,876	4,871
Intangible assets	10,106	10,873
Investments accounted for using equity method	11,891	15,011
Other financial assets	20,587	18,561
Deferred tax assets	14,144	15,572
Other non-current assets	4,393	1,614
Total non-current assets	299,978	323,166
Total assets	793,599	780,714

(Millions of yen)

	As of March 31, 2019	As of March 31, 2020
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	207,166	179,103
Bonds and borrowings	22,923	50,231
Other financial liabilities	2,316	3,410
Income taxes payable	6,241	6,302
Provisions	2,793	3,921
Other current liabilities	67,195	70,358
Total current liabilities	308,637	313,327
Non-current liabilities		
Bonds and borrowings	91,838	74,301
Other financial liabilities	1,254	7,758
Retirement benefit liability	57,676	58,982
Provisions	255	255
Deferred tax liabilities	2,699	2,776
Other non-current liabilities	1,909	1,611
Total non-current liabilities	155,632	145,685
Total liabilities	464,269	459,013
Equity		
Share capital	8,400	8,400
Capital surplus	7,570	3,044
Retained earnings	275,160	289,880
Treasury shares	(3,875)	(1,674)
Other components of equity	4,943	(8,599)
Total equity attributable to owners of the parent	292,199	291,051
Non-controlling interests	37,130	30,649
Total equity	329,329	321,701
Total liabilities and equity	793,599	780,714

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

(Millions of yen)

	Fiscal year ended March 31, 2019	Fiscal year ended March 31, 2020
Revenue	1,417,376	1,372,616
Cost of sales	1,269,857	1,238,561
Gross profit	147,518	134,054
Selling, general and administrative expenses	85,375	84,323
Other income	5,206	5,847
Other expenses	6,092	7,792
Operating profit	61,257	47,785
Finance income	2,562	2,245
Finance expenses	3,293	2,865
Share of profit of investments accounted for using equity method	962	908
Profit before income taxes	61,489	48,074
Income tax expense	27,352	16,446
Profit for the period	34,136	31,628
Profit attributable to		
Owners of the parent	27,457	24,786
Non-controlling interests	6,678	6,841
Profit attributable to owners of the parent per share		
Basic earnings per share (Yen)	147.85	132.88
Diluted earnings per share (Yen)	—	—

Consolidated Statement of Comprehensive Income

(Millions of yen)

	Fiscal year ended March 31, 2019	Fiscal year ended March 31, 2020
Profit for the period	34,136	31,628
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Remeasurements of defined benefit plans	(2,844)	257
Net change in fair value of equity instruments measured at fair value through other comprehensive income	(758)	(1,904)
Share of other comprehensive income of investments accounted for using equity method	—	100
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	(60)	(13,317)
Net change in fair value of debt instruments measured at fair value through other comprehensive income	(11)	(0)
Share of other comprehensive income of investments accounted for using equity method	(187)	(302)
Total other comprehensive income	(3,863)	(15,165)
Comprehensive income	30,273	16,462
Comprehensive income attributable to		
Owners of the parent	24,003	11,636
Non-controlling interests	6,269	4,825

Consolidated Statement of Changes in Equity

Fiscal year ended March 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, 2018	8,400	8,441	261,187	(3,874)	—
Profit for the period			27,457		
Other comprehensive income					(2,854)
Comprehensive income	—	—	27,457	—	(2,854)
Purchase of treasury shares				(0)	
Disposal of treasury shares			(10,585)		
Dividends		(871)			
Changes in ownership interest in subsidiaries					
Capital increase of consolidated subsidiaries					
Transfer to retained earnings			(2,843)		2,854
Other			(55)		
Total transactions with owners	—	(871)	(13,484)	(0)	2,854
Balance at March 31, 2019	8,400	7,570	275,160	(3,875)	—

	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, 2018	6,805	(87)	(1,165)	279,707	46,314	326,022
Profit for the period				27,457	6,678	34,136
Other comprehensive income	(758)	(11)	170	(3,453)	(409)	(3,863)
Comprehensive income	(758)	(11)	170	24,003	6,269	30,273
Purchase of treasury shares				(0)		(0)
Dividends				(10,585)	(8,032)	(18,617)
Changes in ownership interest in subsidiaries				(871)	(6,997)	(7,868)
Changes in scope of consolidation				—	(850)	(850)
Capital increase of consolidated subsidiaries				—	426	426
Transfer to retained earnings	(10)			—		—
Other				(55)		(55)
Total transactions with owners	(10)	—	—	(11,512)	(15,453)	(26,965)
Balance at March 31, 2019	6,036	(98)	(994)	292,199	37,130	329,329

Fiscal year ended March 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, 2019	8,400	7,570	275,160	(3,875)	—
Profit for the period			24,786		
Other comprehensive income					326
Comprehensive income	—	—	24,786	—	326
Purchase of treasury shares				(0)	
Disposal of treasury shares				2,201	
Dividends			(10,430)		
Changes in ownership interest in subsidiaries		(4,525)			
Capital increase of consolidated subsidiaries					
Transfer to retained earnings			393		(326)
Other			(28)		
Total transactions with owners	—	(4,525)	(10,066)	2,201	(326)
Balance at March 31, 2020	8,400	3,044	289,880	(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				24,786	6,841	31,628
Other comprehensive income	(1,803)	(0)	(11,673)	(13,150)	(2,015)	(15,165)
Comprehensive income	(1,803)	(0)	(11,673)	11,636	4,825	16,462
Purchase of treasury shares				(0)		(0)
Disposal of treasury shares				2,201		2,201
Dividends				(10,430)	(4,620)	(15,050)
Changes in ownership interest in subsidiaries				(4,525)	(6,686)	(11,211)
Capital increase of consolidated subsidiaries				—		—
Transfer to retained earnings	(66)			—		—
Other				(28)		(28)
Total transactions with owners	(66)	—	—	(12,784)	(11,306)	(24,090)
Balance at March 31, 2020	4,167	(98)	(12,668)	291,051	30,649	321,701

Consolidated Statement of Cash Flows

(Millions of yen)

	Fiscal year ended March 31, 2019	Fiscal year ended March 31, 2020
Cash flows from operating activities		
Profit before income taxes	61,489	48,074
Depreciation and amortization	35,153	40,223
Interest and dividend income	(1,647)	(1,920)
Decrease (increase) in trade receivables	(5,795)	37,983
Decrease (increase) in inventories	(17,566)	(4,387)
Increase (decrease) in trade payables	9,557	(29,601)
Increase (decrease) in retirement benefit liability	1,089	1,659
Other	3,811	3,646
Subtotal	86,092	95,678
Interest received	1,463	1,725
Dividends received	694	1,046
Interest paid	(1,502)	(1,435)
Income taxes paid	(26,028)	(17,342)
Net cash provided by (used in) operating activities	60,720	79,673

(Millions of yen)

	Fiscal year ended March 31, 2019	Fiscal year ended March 31, 2020
Cash flows from investing activities		
Purchase of property, plant and equipment	(55,735)	(49,848)
Proceeds from sales of property, plant and equipment	2,243	1,799
Purchase of intangible assets	(4,436)	(3,235)
Purchase of equity instruments	(417)	(3,864)
Payments into time deposits	(4,466)	(8,118)
Proceeds from withdrawal of time deposits	3,311	10,041
Other	585	(949)
Net cash provided by (used in) investing activities	(58,915)	(54,175)
Cash flows from financing activities		
Proceeds from short-term borrowings	14,771	14,219
Repayments of short-term borrowings	(529)	(534)
Proceeds from long-term borrowings	23,000	—
Repayments of long-term borrowings	(20,054)	(3,674)
Redemption of bonds	(10,000)	—
Dividends paid	(10,582)	(10,423)
Dividends paid to non-controlling interests	(8,504)	(4,660)
Payments for acquisition of interests in subsidiaries from non-controlling interests	(7,868)	(6,883)
Repayments of lease liabilities	(193)	(2,007)
Other	434	(0)
Net cash provided by (used in) financing activities	(19,526)	(13,964)
Effect of exchange rate changes on cash and cash equivalents	(2,458)	(6,348)
Net increase (decrease) in cash and cash equivalents	(20,179)	5,184
Cash and cash equivalents at beginning of period	178,372	158,192
Cash and cash equivalents at end of period	158,192	163,377

Segment Information

Fiscal year ended March 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	727,928	262,086	329,469	97,891	1,417,376	—	1,417,376	
Inter-segment revenue and transfers	71,974	4,809	23,394	1,387	101,565	(101,565)	—	
Total	799,903	266,896	352,863	99,278	1,518,941	(101,565)	1,417,376	
Segment profit (loss)	6,592	20,869	26,200	7,613	61,275	(17)	61,257	
Segment assets	520,339	112,988	195,432	49,208	877,969	(84,369)	793,599	
Finance income								2,562
Finance expenses								3,293
Share of profit of investments accounted for using equity method								962
Profit before income taxes								61,489

Fiscal year ended March 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	708,218	268,736	308,686	86,974	1,372,616	—	1,372,616	
Inter-segment revenue and transfers	60,136	4,185	25,143	1,413	90,879	(90,879)	—	
Total	768,354	272,921	333,830	88,387	1,463,495	(90,879)	1,372,616	
Segment profit (loss)	10,253	846	33,649	3,009	47,759	26	47,785	
Segment assets	522,419	123,847	185,352	48,665	880,285	(99,571)	780,714	
Finance income								2,245
Finance expenses								2,865
Share of profit of investments accounted for using equity method								908
Profit before income taxes								48,074