

Company Name Toyota Boshoku Corporation
 Representative Masayoshi Shirayanagi, President
 (Securities Code 3116 TSE, Prime, NSE, Premier)
 Inquiry Masataka Asano
 General Manager,
 Accounting & Finance Division
 (TEL +81-566-26-0313)

Notice Regarding Recognition of Impairment Losses, Differences Between Full-Year Consolidated Financial Forecasts and Actual Results, and Differences Between Non-Consolidated Financial Results and Previous Fiscal Year Results

Toyota Boshoku Corporation (the “Company”) hereby announces that it recognized impairment losses during the fourth quarter of the fiscal year ended March 2025, as detailed below. Additionally, the Company reports the differences between the consolidated financial forecasts for the fiscal year ended March 31, 2025 (April 1, 2024 - March 31, 2025), which were announced on January 31, 2025, and the actual results, as well as the differences between non-consolidated financial results for the current fiscal year and the previous fiscal year’s results, as outlined below.

1. Recognition of Impairment Losses

In the fourth quarter of the fiscal year ended March 31, 2025, the Company and its consolidated subsidiaries recognized impairment losses on fixed assets amounting to 31,377 million yen. The breakdown of the impairment losses is as follows:

(1) Impairment of Fixed Assets in Japan

In the Company's unit components business, due to recent changes in the business environment and the results of a recoverability assessment, impairment losses of 3,035 million yen were recognized.

(2) Impairment of Fixed Assets in the North, Central and South America Region

In the consolidated subsidiaries located in the United States, Canada, and Mexico, based on recent changes in the business environment and an assessment of future recoverability, impairment losses of 28,342 million yen were recognized.

2. Differences Between Full-Year Consolidated Financial Forecasts and Actual Results (April 1, 2024 - March 31, 2025)

(Millions of yen)

	Revenue	Operating Profit	Profit before Income Taxes	Profit Attributable to Owners of the Parent	Earnings per Share Attributable to Owners of the Parent - Basic
Previous Forecast (A)	1,870,000	68,000	69,000	43,000	240.86 yen
Actual Results (B)	1,954,218	42,399	47,096	16,719	93.65 yen
Difference (B - A)	84,218	(25,601)	(21,904)	(26,281)	
Percentage Change (%)	4.5	(37.6)	(31.7)	(61.1)	

Reason for Differences: Revenue increased due to the effects of increased production in the China region and the North, Central and South America region, as well as favorable exchange rate impacts. However, profits decreased due to the recognition of impairment losses on fixed assets as mentioned in section 1.

3. Differences Between Non-Consolidated Financial Results and Previous Fiscal Year Results (April 1, 2024 - March 31, 2025)

(Millions of yen)

	Revenue	Operating Profit	Ordinary Profit	Net Income	Basic Earnings per Share
Previous Fiscal Year Results (A)	878,337	1,988	36,713	32,403	174.51 yen
Current Fiscal Year Results (B)	900,450	(7,730)	26,618	30,485	170.76 yen
Difference (B - A)	22,113	(9,718)	(10,095)	(1,918)	
Percentage Change (%)	2.5	-	(27.5)	(5.9)	

Reason for Differences: Revenue increased due to the effects of new products and changes in the model mix. However, profits decreased compared to the previous fiscal year due to increased expenses for future initiatives.