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## Consolidated Financial Results for the First Three Months of the Fiscal Year Ending March 31, 2023 (under IFRS)

July 29, 2022

Company name: Toyoda Gosei Co., Ltd.  
 Listing: Tokyo Stock Exchange and Nagoya Stock Exchange  
 Securities code: 7282  
 URL: <https://www.toyoda-gosei.co.jp>  
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Scheduled date to file quarterly securities report: August 5, 2022

Scheduled date to commence dividend payments: -

Preparation of supplementary material on quarterly financial results: Yes

Holding of quarterly financial results presentation meeting: Yes (for institutional investors and analysts)

(Yen amounts are rounded down to the nearest million, unless otherwise noted)

### 1. Consolidated financial results for the first three months of the fiscal year ending March 31, 2023 (from April 1, 2022 to June 30, 2022)

(1) Consolidated operating results (cumulative) (Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Profit before tax		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended								
June 30, 2022	209,498	3.1	3,142	(72.1)	4,568	(62.5)	3,246	(67.0)
June 30, 2021	203,119	82.6	11,261	-	12,191	-	9,832	-

	Profit attributable to owners of parent		Total comprehensive income		Basic earnings per share	Diluted earnings per share
	Millions of yen	%	Millions of yen	%	Yen	Yen
Three months ended						
June 30, 2022	2,616	(71.0)	21,540	40.4	20.21	20.21
June 30, 2021	9,029	-	15,341	-	69.75	69.75

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent
	Millions of yen	Millions of yen	Millions of yen	%
As of				
June 30, 2022	888,015	479,861	444,343	50.0
March 31, 2022	859,302	462,794	428,804	49.9

### 2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	-	35.00	-	25.00	60.00
Fiscal year ending March 31, 2023	-				
Fiscal year ending March 31, 2023 (Forecast)		30.00	-	30.00	60.00

Note: Revisions to the forecast of cash dividends most recently announced: None

**3. Consolidated earnings forecasts for the fiscal year ending March 31, 2023  
(from April 1, 2022 to March 31, 2023)**

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Profit before tax		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2022	410,000	5.8	15,000	15.5	15,000	12.5	9,000	(0.3)	69.52
Fiscal year ending March 31, 2023	860,000	3.6	43,000	25.8	44,000	16.7	27,500	17.8	212.41

Note: Revisions to the earnings forecasts most recently announced: None

**\* Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Changes in accounting policies and changes in accounting estimates
  - a. Changes in accounting policies required by IFRS: None
  - b. Changes in accounting policies due to other reasons: None
  - c. Changes in accounting estimates: None

(3) Number of issued shares (ordinary shares)

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

As of June 30, 2022	130,048,006 shares
As of March 31, 2022	130,048,006 shares

- b. Number of treasury shares at the end of the period

As of June 30, 2022	583,725 shares
As of March 31, 2022	583,665 shares

- c. Average number of shares during the period (cumulative from the beginning of the fiscal year)

For the three months ended June 30, 2022	129,462,232 shares
For the three months ended June 30, 2021	129,445,325 shares

\* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

\* Proper use of earnings forecasts, and other special matters

The above forward-looking statements are prepared based on judgment and assumption from information currently available to the Company. These statements do not purport that the Company pledges to realize such statements. Actual business results may differ from the forecast figures due to various factors such as uncertainties of the information, future economic conditions, stock prices and exchange rates trends.

## 1. Qualitative Information on Financial Results for the Three Months Ended June 30, 2022

### (1) Explanation of Business Results

Revenue for the three months ended June 30, 2022 increased to ¥209.4 billion (up 3.1% compared to the same quarter of the previous year) due to the foreign exchange effects of the weaker yen, despite significant production cutbacks by major customers mainly caused by semiconductor shortages in Japan.

As for profits, despite reductions in expenses and labor costs to cope with the sudden decrease in production, operating profit decreased to ¥3.1 billion (down 72.1% compared to the same quarter of the previous year) and profit attributable to owners of parent came to ¥2.6 billion (down 71.0% compared to the same quarter of the previous year) due to the impact of reduced sales and soaring raw material prices, etc.

Results by segment are as follows.

#### (i) Japan

Revenue decreased to ¥86.5 billion (down 14.8% compared to the same quarter of the previous fiscal year), mainly due to significant production cutbacks by major customers caused by semiconductor shortages and other factors. As for profits, segment loss came to ¥1.3 billion (compared with segment profit of ¥5.0 billion for the same quarter of the previous fiscal year) due to the impact of decreased sales, despite reductions in expenses and labor costs.

#### (ii) Americas

Revenue increased to ¥73.6 billion (up 22.3% from the same quarter of the previous fiscal year), due to the foreign exchange effects of yen depreciation. As for profits, despite the effect of increased sales, segment profit decreased to ¥2.0 billion (down 36.3% from the same quarter of the previous fiscal year) due to soaring raw material prices, increased labor costs, and the absence of government subsidies in the previous fiscal year.

#### (iii) Asia

Revenue increased to ¥59.2 billion (up 20.2% compared to the same quarter of the previous fiscal year) due to factors such as increased production by major customers in Thailand and India and the foreign exchange effects of yen depreciation. As for profits, segment profit came to ¥3.3 billion (up 14.3% compared to the same quarter of the previous fiscal year), mainly due to the effect of increased sales in Thailand and India, despite the soaring prices of raw materials.

#### (iv) Europe and Africa

Revenue decreased to ¥6.6 billion (down 12.7% compared to the same quarter of the previous fiscal year), mainly due to reduced production by major customers as a result of the impact of the semiconductor shortage, flooding in South Africa, etc. As for profits, segment loss came to ¥0.6 billion (compared with segment profit of ¥0.1 billion for the same quarter of the previous fiscal year) due to the impact of decreased sales and soaring raw material prices.

### (2) Explanation of Financial Position

Assets increased by ¥28.7 billion to ¥888.0 billion as of June 30, 2022, primarily as a result of increases in property, plant and equipment.

Liabilities increased by ¥11.6 billion to ¥408.1 billion, mainly due to a rise in borrowings.

Additionally, equity increased by ¥17.0 billion to ¥479.8 billion, mainly as a result of an increase in other components of equity.

(3) Explanation Regarding Forecast of Consolidated Financial Results and Other Forward-looking Information

For the six months ending September 30, 2022, we forecast revenue of ¥410.0 billion, operating profit of ¥15.0 billion, profit before tax of ¥15.0 billion, and profit attributable to owners of parent of ¥9.0 billion. For the entire fiscal year, we forecast revenue of ¥860.0 billion, operating profit of ¥43.0 billion, profit before tax of ¥44.0 billion, and profit attributable to owners of parent of ¥27.5 billion. The above forecasts are unchanged from those announced on April 28, 2022.

## 2. Condensed Quarterly Consolidated Financial Statements

### (1) Condensed Quarterly Consolidated Statement of Financial Position

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
Assets		
Current assets		
Cash and cash equivalents	109,145	116,071
Trade and other receivables	182,595	174,962
Other financial assets	17,421	13,996
Inventories	94,862	106,489
Other current assets	21,140	24,378
Total current assets	425,165	435,899
Non-current assets		
Property, plant and equipment	316,901	332,079
Intangible assets	5,154	5,191
Other financial assets	50,650	51,064
Investments accounted for using equity method	15,642	15,806
Retirement benefit asset	5,741	5,701
Deferred tax assets	18,706	19,668
Other non-current assets	21,340	22,604
Total non-current assets	434,137	452,115
Total assets	859,302	888,015

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	147,942	144,044
Borrowings	43,924	66,259
Other financial liabilities	4,158	4,882
Income taxes payable	3,730	2,298
Provisions	2,648	2,396
Other current liabilities	6,993	9,404
Total current liabilities	209,396	229,286
Non-current liabilities		
Bonds and borrowings	129,772	120,046
Other financial liabilities	13,645	13,451
Retirement benefit liability	32,420	32,988
Provisions	3,233	3,350
Deferred tax liabilities	5,304	5,918
Other non-current liabilities	2,734	3,113
Total non-current liabilities	187,111	178,868
Total liabilities	396,508	408,154
Equity		
Share capital	28,069	28,075
Capital surplus	24,465	24,842
Treasury shares	(1,233)	(1,233)
Other components of equity	42,433	58,301
Retained earnings	335,069	334,357
Total equity attributable to owners of parent	428,804	444,343
Non-controlling interests	33,989	35,518
Total equity	462,794	479,861
Total liabilities and equity	859,302	888,015

(2) Condensed Quarterly Consolidated Statement of Profit or Loss and Condensed Quarterly Consolidated Statement of Comprehensive Income  
(Condensed Quarterly Consolidated Statement of Profit or Loss)

	(Millions of yen)	
	Three months ended June 30, 2021	Three months ended June 30, 2022
Revenue	203,119	209,498
Cost of revenue	(176,797)	(189,277)
Gross profit	26,321	20,221
Selling, general and administrative expenses	(15,398)	(17,482)
Other income	834	848
Other expenses	(495)	(445)
Operating profit	11,261	3,142
Finance income	1,477	2,587
Finance costs	(709)	(869)
Share of profit (loss) of investments accounted for using equity method	161	(291)
Profit before tax	12,191	4,568
Income tax expense	(2,358)	(1,322)
Profit	9,832	3,246
Profit attributable to		
Owners of parent	9,029	2,616
Non-controlling interests	803	630
Profit	9,832	3,246
Earnings per share		
Basic earnings per share (yen)	69.75	20.21
Diluted earnings per share (yen)	69.75	20.21

## (Condensed Quarterly Consolidated Statement of Comprehensive Income)

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Profit	9,832	3,246
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Equity financial assets measured at fair value through other comprehensive income	4,027	(121)
Remeasurements of defined benefit plans	(38)	(3)
Share of other comprehensive income of investments accounted for using equity method	0	0
Total	<u>3,988</u>	<u>(124)</u>
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	1,164	17,915
Share of other comprehensive income of investments accounted for using equity method	354	502
Total	<u>1,519</u>	<u>18,418</u>
Total other comprehensive income	<u>5,508</u>	<u>18,294</u>
Total comprehensive income	<u><u>15,341</u></u>	<u><u>21,540</u></u>
Comprehensive income attributable to		
Owners of parent	14,519	18,475
Non-controlling interests	821	3,065
Total comprehensive income	<u><u>15,341</u></u>	<u><u>21,540</u></u>



## (3) Condensed Quarterly Consolidated Statement of Changes in Equity

Three months ended June 30, 2021

(Millions of yen)

	Equity attributable to owners of parent				Other components of equity		
	Share capital	Capital surplus	Treasury shares	Exchange differences on translation of foreign operations	Equity financial assets measured at fair value through other comprehensive income	Remeasurements of defined benefit plans	Total components of equity
Balance at April 1, 2021	28,046	25,626	(1,232)	(1,356)	19,116	-	17,759
Profit	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	1,499	4,027	(36)	5,490
Total comprehensive income	-	-	-	1,499	4,027	(36)	5,490
Issuance of new shares	6	6	-	-	-	-	-
Purchase of treasury shares	-	-	(0)	-	-	-	-
Dividends	-	-	-	-	-	-	-
Change in increase of capital	-	-	-	-	-	-	-
Transfer from other components of equity to retained earnings	-	-	-	-	-	36	36
Total transactions with owners	6	6	(0)	-	-	36	36
Balance at June 30, 2021	28,052	25,632	(1,232)	142	23,143	-	23,286

	Equity attributable to owners of parent		Non-controlling interests	Total equity
	Retained earnings	Total		
Balance at April 1, 2021	320,883	391,083	29,372	420,455
Profit	9,029	9,029	803	9,832
Other comprehensive income	-	5,490	17	5,508
Total comprehensive income	9,029	14,519	821	15,341
Issuance of new shares	-	12	-	12
Purchase of treasury shares	-	(0)	-	(0)
Dividends	(4,531)	(4,531)	(1,470)	(6,002)
Change in increase of capital	-	-	176	176
Transfer from other components of equity to retained earnings	(36)	-	-	-
Total transactions with owners	(4,567)	(4,519)	(1,293)	(5,813)
Balance at June 30, 2021	325,344	401,083	28,899	429,983

Three months ended June 30, 2022

(Millions of yen)

	Equity attributable to owners of parent				Other components of equity		
	Share capital	Capital surplus	Treasury shares	Exchange differences on translation of foreign operations	Equity financial assets measured at fair value through other comprehensive income	Remeasurements of defined benefit plans	Total components of equity
Balance at April 1, 2022	28,069	24,465	(1,233)	18,407	24,026	-	42,433
Profit	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	15,988	(120)	(8)	15,858
Total comprehensive income	-	-	-	15,988	(120)	(8)	15,858
Issuance of new shares	5	5	-	-	-	-	-
Purchase of treasury shares	-	-	(0)	-	-	-	-
Dividends	-	-	-	-	-	-	-
Changes in ownership interest in subsidiaries	-	288	-	-	-	-	-
Change in scope of consolidation	-	82	-	-	-	-	-
Transfer from other components of equity to retained earnings	-	-	-	-	-	8	8
Total transactions with owners	5	377	(0)	-	-	8	8
Balance at June 30, 2022	28,075	24,842	(1,233)	34,396	23,905	-	58,301

	Equity attributable to owners of parent		Non-controlling interests	Total equity
	Retained earnings	Total		
Balance at April 1, 2022	335,069	428,804	33,989	462,794
Profit	2,616	2,616	630	3,246
Other comprehensive income	-	15,858	2,435	18,294
Total comprehensive income	2,616	18,475	3,065	21,540
Issuance of new shares	-	11	-	11
Purchase of treasury shares	-	(0)	-	(0)
Dividends	(3,237)	(3,237)	(1,576)	(4,813)
Changes in ownership interest in subsidiaries	-	288	40	328
Change in scope of consolidation	(82)	-	-	-
Transfer from other components of equity to retained earnings	(8)	-	-	-
Total transactions with owners	(3,328)	(2,937)	(1,536)	(4,473)
Balance at June 30, 2022	334,357	444,343	35,518	479,861

## (4) Condensed Quarterly Consolidated Statement of Cash Flows

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Cash flows from operating activities		
Profit before tax	12,191	4,568
Depreciation and amortization	10,021	11,795
Increase (decrease) in provisions	(830)	(184)
Increase (decrease) in retirement benefit liability	235	298
Decrease (increase) in retirement benefit asset	72	40
Finance income	(994)	(2,339)
Finance costs	707	839
Share of loss (profit) of investments accounted for using equity method	(161)	291
Loss (gain) on sale of fixed assets	176	81
Decrease (increase) in inventories	(2,897)	(5,682)
Decrease (increase) in trade and other receivables	(627)	14,819
Increase (decrease) in trade and other payables	8,264	(8,243)
Other	(1,060)	(1,481)
Subtotal	25,096	14,803
Interest received	398	464
Dividends received	699	539
Interest paid	(700)	(824)
Income taxes paid	(5,054)	(3,704)
Net cash provided by (used in) operating activities	20,440	11,279
Cash flows from investing activities		
Payments into time deposits	(3,212)	(1,953)
Proceeds from withdrawal of time deposits	4,854	5,812
Purchase of property, plant and equipment, and intangible assets	(8,259)	(12,713)
Proceeds from sale of property, plant and equipment, and intangible assets	266	196
Purchase of investments	(886)	(130)
Other	(356)	(46)
Net cash provided by (used in) investing activities	(7,593)	(8,834)
Cash flows from financing activities		
Proceeds from short-term borrowings	5,961	24,677
Repayments of short-term borrowings	(5,970)	(17,315)
Proceeds from long-term borrowings	20,572	226
Repayments of long-term borrowings	(20,670)	(798)
Repayments of lease liabilities	(767)	(1,038)
Dividends paid	(4,528)	(3,227)
Dividends paid to non-controlling interests	(1,470)	(1,576)
Other	176	328
Net cash provided by (used in) financing activities	(6,697)	1,276
Net increase (decrease) in cash and cash equivalents	6,148	3,720
Cash and cash equivalents at beginning of period	134,003	109,145
Effect of exchange rate changes on cash and cash equivalents	405	3,205
Cash and cash equivalents at end of period	140,557	116,071

## Note on Quarterly Consolidated Financial Statements

(Note on premise of going concern)

None

(Segment Information)

FY2021 (April 1, 2021 – June 30, 2021)

(Millions of yen)

	Reportable Segment				Total	Eliminations	Consolidated	
	Japan	Americas	Asia	Europe & Africa				
Revenue								
Revenues from external customers	94,354	59,260	42,090	7,413	203,119	-	203,119	
Transactions with other segments	7,210	976	7,231	240	15,658	(15,658)	-	
Total	101,564	60,237	49,322	7,653	218,777	(15,658)	203,119	
Segment profit	5,037	3,159	2,889	183	11,270	(8)	11,261	
Finance income								1,477
Finance costs								(709)
Share of the profit of investments accounted for using equity method								161
Profit before tax								12,191

FY2022(April 1, 2022 – June 30, 2022)

(Millions of yen)

	Reportable Segment				Total	Eliminations	Consolidated	
	Japan	Americas	Asia	Europe & Africa				
Revenue								
Revenues from external customers	77,959	72,565	52,568	6,404	209,498	-	209,498	
Transactions with other segments	8,557	1,125	6,696	277	16,657	(16,657)	-	
Total	86,517	73,691	59,265	6,681	226,155	(16,657)	209,498	
Segment profit (loss)	(1,352)	2,010	3,301	(624)	3,335	(192)	3,142	
Finance income								2,587
Finance costs								(869)
Share of the profit (loss) of investments accounted for using equity method								(291)
Profit before tax								4,568