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Consolidated Financial Results for the First Three Months of the Fiscal Year Ending March 31, 2025 (under IFRS)

July 31, 2024

Company name: Toyoda Gosei Co., Ltd.
 Listing: Tokyo Stock Exchange and Nagoya Stock Exchange
 Securities code: 7282
 URL: <https://www.toyoda-gosei.co.jp>
 Representative: Katsumi Saito, President
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 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, 2025 (from April 1, 2024 to June 30, 2024)

(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, 2024	264,335	1.9	17,222	5.1	18,360	10.6	13,437	3.3
June 30, 2023	259,326	23.8	16,386	421.4	16,599	263.3	13,009	300.7

	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, 2024	11,839	1.9	33,505	(2.6)	93.20	93.20
June 30, 2023	11,616	344.0	34,382	59.6	89.71	89.71

(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, 2024	967,930	590,484	544,626	56.3
March 31, 2024	933,347	566,734	522,337	56.0

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, 2024	-	38.00	-	57.00	95.00
Fiscal year ending March 31, 2025	-				
Fiscal year ending March 31, 2025 (Forecast)		50.00	-	55.00	105.00

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

**3. Consolidated earnings forecasts for the fiscal year ending March 31, 2025
(from April 1, 2024 to March 31, 2025)**

(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
Fiscal year ending March 31, 2025	1,050,000	(2.0)	53,000	(21.7)	55,000	(23.4)	37,000	(28.1)	291.27

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

*** Notes**

(1) Significant changes in scope of consolidation during the period: 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, 2024	127,614,147 shares
As of March 31, 2024	127,614,147 shares

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

As of June 30, 2024	585,871 shares
As of March 31, 2024	585,871 shares

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

For the three months ended June 30, 2024	127,026,439 shares
For the three months ended June 30, 2023	129,483,744 shares

* Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit corporation : None

* 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. Overview of Business Results, etc.

(1) Overview of Business Results for the Three Months Ended June 30, 2024

Revenue for the three months ended June 30, 2024 increased to ¥264.3 billion (up 1.9% compared to the same period of the previous fiscal year) mainly due to the foreign exchange effects of the yen depreciation, despite a decrease in production by customers.

As for profits, operating profit came to ¥17.2 billion (up 5.1% compared to the same period of the previous fiscal year) and profit attributable to owners of parent came to ¥11.8 billion (up 1.9% compared to the same period of the previous fiscal year) mainly due to the rationalization efforts and the foreign exchange effects.

Results by segment are as follows.

Reportable segment classification was changed from the three months ended June 30, 2024.

For details, please refer to “Note on Quarterly Consolidated Financial Statements (Segment Information)” on page 12 .

(i) Japan

Revenue decreased to ¥102.9 billion (down 3.8% compared to the same period of the previous fiscal year) due to factors such as a decrease in production by customers.

As for profits, segment profit came to ¥3.0 billion (down 22.9% compared to the same period of the previous fiscal year) mainly due to the impact of decreased sales and an increase in fixed costs.

(ii) Americas

Revenue increased to ¥109.7 billion (up 14.4% compared to the same period of the previous fiscal year) due to factors such as an increase in production by customers and the foreign exchange effects of yen depreciation.

As for profits, segment profit came to ¥9.6 billion (up 25.5% compared to the same period of the previous fiscal year) mainly due to the effect of increased sales, rationalization efforts, and the foreign exchange effects.

(iii) Europe and Africa

Revenue increased to ¥8.8 billion (up 3.8% compared to the same period of the previous fiscal year) due to factors such as the foreign exchange effects of the yen depreciation, despite a decrease in production by customers.

As for profits, segment profit came to ¥0.7 billion (compared with a segment loss of ¥0.3 billion for the same period of the previous fiscal year) mainly due to the rationalization efforts and onetime factors.

(iv) China

Revenue decreased to ¥23.8 billion (down 21.4% compared to the same period of the previous fiscal year) due to factors such as a decrease in production by customers.

As for profits, segment profit came to ¥0.1 billion (down 89.7% compared to the same period of the previous fiscal year) mainly due to the impact of decreased sales.

(v) Asia

Revenue increased to ¥31.7 billion (up 1.9% compared to the same period of the previous fiscal year) due to factors such as the foreign exchange effects of the yen depreciation, despite a decrease in production by customers.

As for profits, segment profit came to ¥2.4 billion (down 9.0% compared to the same period of the previous fiscal year) mainly due to the impact of decreased sales.

(vi) India

Revenue increased to ¥10.3 billion (up 42.9% compared to the same period of the previous fiscal year) due to factors such as an increase in production by customers.

As for profits, segment profit came to ¥0.8 billion (up 114.2% compared to the same period of the previous fiscal year) mainly due to the effect of increased sales.

(2) Overview of Financial Position as of June 30, 2024

Assets increased by ¥34.5 billion from the end of the previous fiscal year to ¥967.9 billion as of June 30, 2024, primarily as a result of an increase in cash and cash equivalents.

Liabilities increased by ¥10.8 billion from the end of the previous fiscal year to ¥377.4 billion, mainly due to an increase in trade and other payables.

Equity increased by ¥23.7 billion from the end of the previous fiscal year to ¥590.4 billion, mainly due to an increase in other components of equity.

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

For the fiscal year ending March 31, 2025, we forecast revenue of ¥1,050.0 billion, operating profit of ¥53.0 billion, profit before tax of ¥55.0 billion, and profit attributable to owners of parent of ¥37.0 billion. The above forecasts are unchanged from those announced on April 26, 2024.

2. Condensed Quarterly Consolidated Financial Statements

(1) Condensed Quarterly Consolidated Statement of Financial Position

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and cash equivalents	146,000	160,759
Trade and other receivables	183,871	180,690
Other financial assets	8,963	14,129
Inventories	87,493	88,409
Other current assets	28,858	30,180
Total current assets	455,187	474,169
Non-current assets		
Property, plant and equipment	341,789	350,977
Intangible assets	6,190	6,430
Other financial assets	60,500	66,330
Investments accounted for using equity method	25,434	25,763
Retirement benefit asset	2,418	2,451
Deferred tax assets	17,371	16,650
Other non-current assets	24,454	25,155
Total non-current assets	478,160	493,760
Total assets	933,347	967,930

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	149,795	159,755
Bonds and borrowings	38,937	38,703
Other financial liabilities	5,912	9,581
Income taxes payable	6,773	5,918
Provisions	4,987	5,086
Other current liabilities	10,499	9,049
Total current liabilities	216,906	228,094
Non-current liabilities		
Bonds and borrowings	99,441	98,793
Other financial liabilities	11,764	11,612
Retirement benefit liability	31,271	31,873
Provisions	4,068	4,142
Deferred tax liabilities	1,699	1,299
Other non-current liabilities	1,461	1,630
Total non-current liabilities	149,706	149,351
Total liabilities	366,612	377,445
Equity		
Share capital	28,114	28,119
Capital surplus	24,722	24,727
Treasury shares	(1,736)	(1,736)
Other components of equity	82,601	100,380
Retained earnings	388,635	393,136
Total equity attributable to owners of parent	522,337	544,626
Non-controlling interests	44,396	45,857
Total equity	566,734	590,484
Total liabilities and equity	933,347	967,930

(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, 2023	Three months ended June 30, 2024
Revenue	259,326	264,335
Cost of revenue	(223,424)	(225,134)
Gross profit	35,902	39,201
Selling, general and administrative expenses	(19,963)	(22,597)
Other income	810	1,294
Other expenses	(363)	(676)
Operating profit	16,386	17,222
Finance income	1,459	1,728
Finance costs	(1,445)	(959)
Share of profit (loss) of investments accounted for using equity method	199	368
Profit before tax	16,599	18,360
Income tax expense	(3,589)	(4,922)
Profit	13,009	13,437
Profit attributable to		
Owners of parent	11,616	11,839
Non-controlling interests	1,393	1,598
Profit	13,009	13,437
Earnings per share		
Basic earnings per share (yen)	89.71	93.20
Diluted earnings per share (yen)	89.71	93.20

(Condensed Quarterly Consolidated Statement of Comprehensive Income)

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Profit	13,009	13,437
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Equity financial assets measured at fair value through other comprehensive income	4,025	3,541
Remeasurements of defined benefit plans	369	(53)
Share of other comprehensive income of investments accounted for using equity method	(46)	(44)
Total	<u>4,348</u>	<u>3,444</u>
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	16,558	16,008
Share of other comprehensive income of investments accounted for using equity method	465	614
Total	<u>17,023</u>	<u>16,623</u>
Total other comprehensive income	<u>21,372</u>	<u>20,067</u>
Total comprehensive income	<u><u>34,382</u></u>	<u><u>33,505</u></u>
Comprehensive income attributable to		
Owners of parent	30,618	29,521
Non-controlling interests	3,764	3,983
Total comprehensive income	<u><u>34,382</u></u>	<u><u>33,505</u></u>

(3) Condensed Quarterly Consolidated Statement of Changes in Equity

Three months ended June 30, 2023

(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, 2023	28,093	24,860	(1,235)	29,570	22,849	-	52,420
Profit	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	14,659	4,024	317	19,001
Total comprehensive income	-	-	-	14,659	4,024	317	19,001
Issuance of new shares	6	6	-	-	-	-	-
Purchase of treasury shares	-	-	(0)	-	-	-	-
Dividends	-	-	-	-	-	-	-
Transfer from other components of equity to retained earnings	-	-	-	-	-	(317)	(317)
Total transactions with owners	6	6	(0)	-	-	(317)	(317)
Balance at June 30, 2023	28,099	24,866	(1,235)	44,229	26,874	-	71,104

	Equity attributable to owners of parent		Non-controlling interests	Total equity
	Retained earnings	Total		
Balance at April 1, 2023	344,275	448,413	37,953	486,367
Profit	11,616	11,616	1,393	13,009
Other comprehensive income	-	19,001	2,370	21,372
Total comprehensive income	11,616	30,618	3,764	34,382
Issuance of new shares	-	12	-	12
Purchase of treasury shares	-	(0)	-	(0)
Dividends	(3,885)	(3,885)	(2,777)	(6,662)
Transfer from other components of equity to retained earnings	317	-	-	-
Total transactions with owners	(3,567)	(3,873)	(2,777)	(6,650)
Balance at June 30, 2023	352,323	475,158	38,940	514,099

Three months ended June 30, 2024

(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, 2024	28,114	24,722	(1,736)	52,576	30,024	-	82,601
Profit	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	14,247	3,530	(96)	17,682
Total comprehensive income	-	-	-	14,247	3,530	(96)	17,682
Issuance of new shares	4	4	-	-	-	-	-
Purchase of treasury shares	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-
Transfer from other components of equity to retained earnings	-	-	-	-	-	96	96
Total transactions with owners	4	4	-	-	-	96	96
Balance at June 30, 2024	28,119	24,727	(1,736)	66,824	33,555	-	100,380

	Equity attributable to owners of parent		Non-controlling interests	Total equity
	Retained earnings	Total		
Balance at April 1, 2024	388,635	522,337	44,396	566,734
Profit	11,839	11,839	1,598	13,437
Other comprehensive income	-	17,682	2,384	20,067
Total comprehensive income	11,839	29,521	3,983	33,505
Issuance of new shares	-	9	-	9
Purchase of treasury shares	-	-	-	-
Dividends	(7,242)	(7,242)	(2,522)	(9,764)
Transfer from other components of equity to retained earnings	(96)	-	-	-
Total transactions with owners	(7,338)	(7,232)	(2,522)	(9,754)
Balance at June 30, 2024	393,136	544,626	45,857	590,484

(4) Condensed Quarterly Consolidated Statement of Cash Flows

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Cash flows from operating activities		
Profit before tax	16,599	18,360
Depreciation and amortization	12,650	13,271
Increase (decrease) in provisions	(103)	476
Increase (decrease) in retirement benefit liability	225	272
Decrease (increase) in retirement benefit asset	7	(33)
Finance income	(1,382)	(3,275)
Finance costs	1,988	644
Share of loss (profit) of investments accounted for using equity method	(199)	(368)
Loss (gain) on sale of fixed assets	26	198
Decrease (increase) in inventories	9,816	2,833
Decrease (increase) in trade and other receivables	2,285	8,126
Increase (decrease) in trade and other payables	6,547	3,084
Other	(1,299)	(2,692)
Subtotal	47,162	40,898
Interest received	552	1,192
Dividends received	794	957
Interest paid	(773)	(320)
Income taxes paid	(3,636)	(6,276)
Net cash provided by (used in) operating activities	44,099	36,450
Cash flows from investing activities		
Payments into time deposits	(5,396)	(11,479)
Proceeds from withdrawal of time deposits	3,059	7,824
Purchase of property, plant and equipment, and intangible assets	(9,682)	(10,879)
Proceeds from sale of property, plant and equipment, and intangible assets	589	204
Purchase of investments	(78)	(1,402)
Proceeds from sale of investments	-	151
Other	(827)	(269)
Net cash provided by (used in) investing activities	(12,336)	(15,849)
Cash flows from financing activities		
Proceeds from short-term borrowings	261	35
Repayments of short-term borrowings	(4,348)	(188)
Proceeds from long-term borrowings	290	-
Repayments of long-term borrowings	(2,281)	(1,410)
Repayments of lease liabilities	(959)	(602)
Dividends paid	(3,872)	(7,219)
Dividends paid to non-controlling interests	(2,623)	(2,351)
Other	(0)	-
Net cash provided by (used in) financing activities	(13,534)	(11,737)
Net increase (decrease) in cash and cash equivalents	18,229	8,864
Cash and cash equivalents at beginning of period	105,268	146,000
Effect of exchange rate changes on cash and cash equivalents	5,081	5,894
Cash and cash equivalents at end of period	128,579	160,759

Note on Quarterly Consolidated Financial Statements

(Note on premise of going concern)

None

(Segment Information)

FY2023 (April 1, 2023 – June 30, 2023)

(Millions of yen)

	Reportable Segment						Total	Eliminations	Consolidated
	Japan	Americas	Europe & Africa	China	Asia	India			
Revenue									
Revenues from external customers	97,783	95,156	8,117	29,165	21,942	7,159	259,326	-	259,326
Transactions with other segments	9,253	814	415	1,218	9,247	61	21,011	(21,011)	-
Total	107,037	95,971	8,533	30,383	31,190	7,221	280,338	(21,011)	259,326
Segment profit (loss)	4,019	7,727	(392)	1,834	2,724	413	16,326	59	16,386
Finance income									1,459
Finance costs									(1,445)
Share of the profit (loss) of investments accounted for using equity method									199
Profit before tax									16,599

FY2024(April 1, 2024 – June 30, 2024)

(Millions of yen)

	Reportable Segment						Total	Eliminations	Consolidated
	Japan	Americas	Europe & Africa	China	Asia	India			
Revenue									
Revenues from external customers	92,451	108,818	8,595	22,987	21,230	10,253	264,335	-	264,335
Transactions with other segments	10,489	932	263	883	10,541	67	23,177	(23,177)	-
Total	102,941	109,751	8,858	23,871	31,771	10,320	287,513	(23,177)	264,335
Segment profit (loss)	3,098	9,697	715	188	2,479	884	17,064	158	17,222
Finance income									1,728
Finance costs									(959)
Share of the profit (loss) of investments accounted for using equity method									368
Profit before tax									18,360

(Note) Toyoda Gosei has changed from four segments of "Japan", "Americas", "Asia" and "Europe & Africa" to six segments of "Japan", "Americas", "Europe & Africa", "China", "Asia" and "India" due to the review of performance management classification.

The segment information for the three months ended June 30, 2023 has been restated based on the new reportable segments.