Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2016 (Based on Japanese GAAP)

July 29, 2016

Company name: Toyoda Gosei Co., Ltd.
Stock exchange listing: Tokyo, Nagoya
Stock code: 7282 URL http://www.toyoda-gosei.co.jp
Representative: President Naoki Miyazaki
Inquiries: Corporate Officer Masaki Oka TEL 052-400-5131
Scheduled date to file Quarterly Securities Report: August 10, 2016
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 rounded down)

1. Consolidated financial results for the three months ended June 30, 2016 (from April 1, 2016 to June 30, 2016)

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

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2016	178,002	(5.1)	8,554	15.9	7,352	(5.4)	4,422	20.8
Three months ended June 30, 2015	187,660	12.1	7,381	(10.5)	7,771	(15.8)	3,660	(42.3)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2016	34.16	–
Three months ended June 30, 2015	28.28	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2016	570,280	312,762	51.1	2,249.83
As of March 31, 2016	587,373	327,843	51.7	2,348.24

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, 2016	–	28.00	–	28.00	56.00
Year ending March 31, 2017	–				
Year ending March 31, 2017 (Forecast)		25.00	–	25.00	50.00

3. Forecast of consolidated financial results for the year ending March 31, 2017 (from April 1, 2016 to March 31, 2017)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2016	345,000	(10.8)	16,000	(20.7)	16,000	(16.8)	8,000	(23.6)	61.81
Full year	710,000	(9.2)	36,000	(15.9)	36,000	(13.2)	20,000	(1.3)	154.52

4. Notes

(1) Changes in significant subsidiaries during the three months ended June 30, 2016 (changes in specified subsidiaries resulting in the change in scope of consolidation): No

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations:	Yes
Changes in accounting policies due to other reasons:	No
Changes in accounting estimates:	No
Restatement of prior period financial statements:	No

(4) Number of issued shares (common shares)

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

As of June 30, 2016	130,010,011 shares	As of March 31, 2016	130,010,011 shares

Number of treasury shares at the end of the period

As of June 30, 2016	573,306 shares	As of March 31, 2016	573,237 shares

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

Three months ended June 30, 2016	129,436,763 shares	Three months ended June 30, 2015	129,437,430 shares

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2016	As of June 30, 2016
Assets		
Current assets		
Cash and deposits	78,388	94,456
Notes and accounts receivable - trade	125,070	111,074
Merchandise and finished goods	16,483	15,105
Work in process	10,412	10,519
Raw materials and supplies	25,376	25,126
Deferred tax assets	4,668	5,832
Other	20,986	17,548
Allowance for doubtful accounts	(174)	(154)
Total current assets	281,212	279,509
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	78,359	76,396
Machinery, equipment and vehicles, net	89,123	81,758
Tools, furniture and fixtures, net	27,390	26,603
Land	25,155	24,693
Construction in progress	21,380	19,423
Total property, plant and equipment	241,408	228,875
Intangible assets	2,401	2,377
Investments and other assets		
Investment securities	45,564	42,093
Net defined benefit asset	4,940	5,697
Deferred tax assets	7,956	8,042
Other	3,965	3,752
Allowance for doubtful accounts	(75)	(68)
Total investments and other assets	62,350	59,518
Total non-current assets	306,160	290,770
Total assets	587,373	570,280

(Millions of yen)

	As of March 31, 2016	As of June 30, 2016
Liabilities		
Current liabilities		
Notes and accounts payable - trade	81,208	72,009
Short-term loans payable	18,478	10,770
Current portion of long-term loans payable	2,594	2,997
Accrued expenses	34,413	36,977
Income taxes payable	1,726	1,484
Provision for directors' bonuses	190	59
Provision for product warranties	1,122	1,107
Deposits received from employees	4,598	4,417
Other	18,259	16,804
Total current liabilities	162,592	146,628
Non-current liabilities		
Long-term loans payable	44,691	62,403
Deferred tax liabilities	5,720	5,310
Net defined benefit liability	33,055	32,868
Other	13,469	10,306
Total non-current liabilities	96,937	110,889
Total liabilities	259,530	257,518
Net assets		
Shareholders' equity		
Capital stock	28,027	28,027
Capital surplus	29,314	29,314
Retained earnings	245,629	246,426
Treasury shares	(1,215)	(1,215)
Total shareholders' equity	301,756	302,553
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	9,846	8,171
Foreign currency translation adjustment	2,061	(10,638)
Remeasurements of defined benefit plans	(9,715)	(8,876)
Total accumulated other comprehensive income	2,192	(11,343)
Non-controlling interests	23,894	21,551
Total net assets	327,843	312,762
Total liabilities and net assets	587,373	570,280

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2015	Three months ended June 30, 2016
Net sales	187,660	178,002
Cost of sales	166,008	155,692
Gross profit	21,651	22,310
Selling, general and administrative expenses	14,270	13,755
Operating income	7,381	8,554
Non-operating income		
Interest income	179	146
Dividend income	409	338
Share of profit of entities accounted for using equity method	89	155
Foreign exchange gains	528	–
Other	469	364
Total non-operating income	1,675	1,004
Non-operating expenses		
Interest expenses	443	361
Loss on sales and retirement of non-current assets	115	96
Foreign exchange losses	–	1,342
Other	726	406
Total non-operating expenses	1,285	2,206
Ordinary income	7,771	7,352
Profit before income taxes	7,771	7,352
Income taxes - current	3,500	3,388
Income taxes - deferred	(131)	(1,078)
Total income taxes	3,368	2,309
Profit	4,402	5,043
Profit attributable to non-controlling interests	742	621
Profit attributable to owners of parent	3,660	4,422

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2015	Three months ended June 30, 2016
Profit	4,402	5,043
Other comprehensive income		
Valuation difference on available-for-sale securities	543	(1,685)
Foreign currency translation adjustment	1,971	(13,720)
Remeasurements of defined benefit plans, net of tax	1,035	887
Share of other comprehensive income of entities accounted for using equity method	5	(390)
Total other comprehensive income	3,555	(14,909)
Comprehensive income	7,958	(9,865)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	7,207	(9,141)
Comprehensive income attributable to non-controlling interests	750	(724)

Note on Quarterly Consolidated Financial Statements

（Note on premise of going concern）

None

（Note on Significant Changes in Shareholders' Equity）

During the first quarter of FY2016, Toyoda Gosei paid dividends of 3,624 million yen from retained earnings.

（Segment Information）

FY2015 First Quarter (April 1, 2015 – June 30, 2015)

(Million yen)

	Reportable Segment		Total	Eliminations	Consolidated
	Automotive Parts Business	Optoelectronic Business			
Net sales					
Revenues from external customers	179,166	8,493	187,660	—	187,660
Transactions with other segments	—	0	0	(0)	—
Total	179,168	8,483	187,660	(0)	187,660
Segment profit (loss)	6,839	541	7,381	—	7,381

FY2016 First Quarter (April 1, 2016 – June 30, 2016)

(Million yen)

	Reportable Segment		Total	Eliminations	Consolidated
	Automotive Parts Business	Optoelectronic Business			
Net sales					
Revenues from external customers	173,545	4,456	178,002	—	178,002
Transactions with other segments	—	0	0	(0)	—
Total	173,545	4,457	178,002	(0)	178,002
Segment profit (loss)	9,708	(1,153)	8,554	—	8,554