

Consolidated Result Overview for 6 Months Ended September 30, 2022

HIGH-LIGHT

- Sales increased globally with market recovery from COVID-19 and favorable yen currency rate.
- Negative impact with cost inflation of materials, logistics, and energy, however, business profit increased with sales increase, favorable exchange rate, and cost reduction activities.
- Net profit is significantly increased by improvement of business profit and financial profit.
- With demand changes for the automotive industry and current favorable currency rate, we have updated our sales forecast to 1,700 billion Yen, increased from our forecast at the beginning of this fiscal year.
However, with negative impacts from inflation, we are maintaining the same forecast from the beginning of this fiscal year for business profit, net profit, and dividend payment for this fiscal year.

1. 6 Months Result

(100 Millions of Yen)

	FY2021 2Q (Apr.2021-Sep.2021)		FY2022 2Q (Apr.2022-Sep.2022)		Increase/ Decrease	% Change	Full Year Forecast (Apr.2022-Mar.2023)	
Revenue	100.0%	6,641	100.0%	8,045	1,404	21.1%	100.0%	17,000
Cost of Revenue	85.3%	5,663	86.1%	6,924	1,260	22.3%		
SG&A Expenses	12.4%	822	11.7%	940	117	14.3%		
Business Profit	2.3%	155	2.2%	180	25	16.4%	3.5%	600
Operating Profit	2.3%	152	2.3%	188	36	23.7%	3.1%	530
Profit Before Income Taxes	2.7%	177	3.3%	264	86	48.6%	3.5%	595
Profit attributable to owners of the parent company	1.0%	67	1.5%	122	54	80.7%	1.5%	250
Basic Earnings per Share	19.74 Yen		35.67 Yen				72.89 Yen	
Cash dividend per Share	8 Yen		11 Yen				22 Yen	
Dividend Payout Ratio	40.5%		30.8%				30.2%	
Exchange Rate (US\$)	110 Yen		134 Yen				(From 3Q 135 Yen)	134 Yen
Exchange Rate (EUR)	131 Yen		139 Yen				(From 3Q 135 Yen)	137 Yen
Capital Expenditure	208		226		18	8.7%	650	
Depreciation and Amortization	327		349		22	6.8%	650	
R&D Costs	250		242		(7)	(3.1%)	520	
Consolidated Subsidiaries	148		128					
Consolidated Equity Method Companies	16		16					

* %: Per Revenue Ratio

2.Revenue by Business Segment

(100 Millions of Yen)

	FY2021 2Q (Apr.2021-Sep.2021)		FY2022 2Q (Apr.2022-Sep.2022)		Increase/ Decrease	% Change
Steering Systems	48.0%	3,187	47.6%	3,829	642	20.1%
Driveline Systems	18.7%	1,244	20.0%	1,610	365	29.4%
Automotive	66.7%	4,432	67.6%	5,440	1,007	22.7%
Industrial & Bearings	22.8%	1,514	21.6%	1,737	223	14.7%
Machine Tools	10.5%	694	10.7%	867	173	24.9%
Total	100.0%	6,641	100.0%	8,045	1,404	21.1%

* ():Distribution Ratio(%)

Toyota Sales Share	17.1%	16.2%
Toyota Group Sales Share	34.4%	35.4%

3.Business Profit Analysis

(100 Millions of Yen)

Increase		Decrease	
Sales Increase	149	Sales Price Level Down	30
Cost Improvement	48	Material Price Level Up, etc.	177
Exchange Rate	84	Others	49
Total	281	Total	256
(Net)	Business Profit Increase		25

4. Appendix

(Appendix 1) Consolidated Statement of Financial Position

(100 Millions of Yen)

Assets	FY2021	FY2022 2Q	Increase/ Decrease	Liabilities and Net Assets	FY2021	FY2022 2Q	Increase/ Decrease
Current Assets	6,854	7,140	285	Current Liabilities	4,347	4,317	(30)
Cash and cash equivalents	1,242	1,166	(75)	Non-Current Liabilities	2,912	3,012	100
Trade and other receivables	3,190	3,292	101	Total Liabilities	7,260	7,329	69
Inventories	2,290	2,558	268	Equity attributable to owner of the parent company	6,240	6,566	326
Others	130	121	(9)	Capital/Capital surplus	1,532	1,534	2
Non-Current Assets	7,009	7,115	105	Retaining Earnings/Treasury Stock	4,435	4,504	69
Property, Plant and Equipment	4,600	4,723	122	Other components of equity	272	527	255
Goodwill and Intangible assets	345	337	(8)	Non-controlling interests	364	359	(4)
Others	2,063	2,054	(8)	Total equity	6,604	6,925	321
Total	13,864	14,255	390	Total	13,864	14,255	390

(Appendix 2) Transition of Financial Indicator

