

TMC Announces First Quarter Financial Results

(All consolidated financial information has been prepared in accordance with U.S. generally accepted accounting principles)

Toyota City, Japan, August 4, 2016—Toyota Motor Corporation (TMC) today announces its financial results for the first quarter ended June 30, 2016.

Consolidated vehicle sales for the first quarter totaled 2,172,659 units, an increase of 58,659 units compared to the same period last fiscal year. On a consolidated basis, net revenues for the period totaled 6.58 trillion yen, a decrease of 5.7 percent. Operating income decreased from 756.0 billion yen to 642.2 billion yen, while income before income taxes¹ was 677.0 billion yen. Net income² decreased from 646.3 billion yen to 552.4 billion yen.

Operating income decreased by 113.7 billion yen. Major factors contributing to the decrease included currency fluctuations of 235.0 billion yen offset by an increase of 90.0 billion yen due to cost reduction efforts.

Commenting on the results, TMC Managing Officer Tetsuya Otake said: “Despite the positive factors such as cost reduction efforts and marketing efforts, operating income was down 113.7 billion yen compared to the first quarter of the last fiscal year, due to the significant impact of Yen appreciation.”

In Japan, vehicle sales totaled 511,170 units, an increase of 41,199 units. Operating income, excluding the impact of valuation gains/losses from interest rate swaps, decreased by 186.9 billion yen to 290.1 billion yen.

In North America, vehicle sales totaled 715,384 units, a decrease of 13,429 units. Operating income, excluding the impact of valuation gains/losses from interest rate swaps, increased by 14.2 billion yen to 165.4 billion yen.

In Europe, vehicle sales totaled 222,708 units, an increase of 16,334 units, while operating income, excluding the impact of valuation gains/losses from interest rate swaps, decreased by 1.6 billion yen to 8.5 billion yen.

In Asia, vehicle sales totaled 384,171 units, an increase of 55,569 units, while operating income, excluding the impact of valuation gains/losses from interest rate swaps, increased by 22.4 billion yen to 124.6 billion yen.

In other regions (including Central and South America, Oceania, Africa and the Middle East), vehicle sales totaled 339,226 units, a decrease of 41,014 units, while operating income, excluding the impact of valuation gains/losses from interest rate swaps, decreased by 6.3 billion yen to 28.1 billion yen.

Financial services operating income increased by 20.0 billion yen to 90.2 billion yen, including a gain of 8.6 billion yen in valuation gains/losses from interest rate swaps. Excluding valuation gains/losses, operating income decreased by 15.2 billion yen to 81.6 billion yen.

For the fiscal year ending March 31, 2017, TMC has not revised its consolidated vehicle sales forecast from 8.9 million units, in consideration of the latest sales trends worldwide.

TMC revised its consolidated financial forecasts for the fiscal year. Based on an exchange rate assumption of 102 yen to the U.S. dollar and 113 yen to the euro, TMC now forecasts consolidated net revenue of 26.0 trillion yen, operating income of 1.6 trillion yen, income before income taxes of 1.78 trillion yen and net income of 1.45 trillion yen.

¹Income before income taxes and equity in earnings of affiliated companies

²Net income attributable to Toyota Motor Corporation

(Please see attached information for details on financial results. Further information is also available at www.toyota-global.com)

Cautionary Statement with Respect to Forward-Looking Statements

This release contains forward-looking statements that reflect Toyota's plans and expectations. These forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties and other factors that may cause Toyota's actual results, performance, achievements or financial position to be materially different from any future results, performance, achievements or financial position expressed or implied by these forward-looking statements. These factors include, but are not limited to: (i) changes in economic conditions, market demand, and the competitive environment affecting the automotive markets in Japan, North America, Europe, Asia and other markets in which Toyota operates; (ii) fluctuations in currency exchange rates, particularly with respect to the value of the Japanese yen, the U.S. dollar, the euro, the Australian dollar, the Russian ruble, the Canadian dollar and the British pound, and interest rates fluctuations; (iii) changes in funding environment in financial markets and increased competition in the financial services industry; (iv) Toyota's ability to market and distribute effectively; (v) Toyota's ability to realize production efficiencies and to implement capital expenditures at the levels and times planned by management; (vi) changes in the laws, regulations and government policies in the markets in which Toyota operates that affect Toyota's automotive operations, particularly laws, regulations and government policies relating to vehicle safety including remedial measures such as recalls, trade, environmental protection, vehicle emissions and vehicle fuel economy, as well as changes in laws, regulations and government policies that affect Toyota's other operations, including the outcome of current and future litigation and other legal proceedings, government proceedings and investigations; (vii) political and economic instability in the markets in which Toyota operates; (viii) Toyota's ability to timely develop and achieve market acceptance of new products that meet customer demand; (ix) any damage to Toyota's brand image; (x) Toyota's reliance on various suppliers for the provision of supplies; (xi) increases in prices of raw materials; (xii) Toyota's reliance on various digital and information technologies; (xiii) fuel shortages or interruptions in electricity, transportation systems, labor strikes, work stoppages or other interruptions to, or difficulties in, the employment of labor in the major markets where Toyota purchases materials, components and supplies for the production of its products or where its products are produced, distributed or sold; and (xiv) the impact of natural calamities including the negative effect on Toyota's vehicle production and sales.

A discussion of these and other factors which may affect Toyota's actual results, performance, achievements or financial position is contained in Toyota's annual report on Form 20-F, which is on file with the United States Securities and Exchange Commission.