

Highlights of Consolidated Financial Results for FY2004 First Quarter (Three months ended June 30, 2003)

(All financial information has been prepared in accordance with accounting principles generally accepted in the United States of America)

(Billions of yen unless otherwise specified)

	FY2003 First Quarter (Apr. 2002 through Jun. 2002)	FY2004 First Quarter (Apr. 2003 through Jun. 2003)	% of change from FY2003 First Quarter	FY2004 Forecast (Apr. 2003 through Mar. 2004)
Vehicle sales (Thousand units)	1,473	1,594	8.2%	6,410
Net revenues	3,877.6	4,092.9	5.6%	
Operating income <Income ratio>	392.5 <10.1%>	340.7 <8.3%>	- 13.2%	
Income before income taxes, minority interest and equity in earnings of affiliated companies <Income ratio>	422.2 <10.9%>	371.2 <9.1%>	- 12.1%	
Net income <Income ratio>	246.3 <6.4%>	222.5 <5.4%>	- 9.7%	
Factors contributing to increases and decreases in operating income		<p style="text-align: center;">Operating income decreased by 51.8 billion yen</p> <p>(Decrease)</p> <p>Marketing activities - 40.0</p> <p>Effects of changes in exchange rates - 30.0</p> <p>Increases in other expenses, etc. - 41.8</p> <p>(Increase)</p> <p>Cost reduction efforts 60.0</p>		
Exchange rates	¥127/US\$ ¥117/Euro	¥119/US\$ ¥135/Euro		
Capital investment (excluding leased vehicles)	188.6	180.9		920.0
Depreciation expenses	165.3	180.1		770.0
Performance evaluation		Increase in revenues and decrease in income before income taxes, minority interest and equity in earnings of affiliated companies		

Note: Effective from FY2004 first quarter, Toyota prepares its consolidated financial statements in accordance with accounting principles generally accepted in the United States of America. The consolidated financial statements for FY2003 first quarter and FY2003 are also prepared in accordance with accounting principles generally accepted in the United States of America.

Cautionary Statement with Respect to Forward-Looking Statements

This report 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: (i) changes in economic conditions affecting, and the competitive environment in, the automotive markets in Japan, North America, Europe 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 and the British pound; (iii) Toyota's ability to realize production efficiencies and to implement capital expenditures at the levels and times planned by management; (iv) changes in the laws, regulations and government policies affecting Toyota's automotive operations, particularly laws, regulations and policies relating to environmental protection, vehicle emissions, vehicle fuel economy and vehicle safety, as well as changes in laws, regulations and government policies affecting Toyota's other operations, including the outcome of future litigation and other legal proceedings; (v) political instability in the markets in which Toyota operates; (vi) Toyota's ability to timely develop and achieve market acceptance of new products; and (vii) fuel shortages or interruptions in 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.

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