

## Highlights of Consolidated Financial Results for FY2004 Semi-Annual (April 1, 2003 through September 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 Semi-Annual (Apr. 2002 through Sep. 2002)	FY2004 Semi-Annual (Apr. 2003 through Sep. 2003)	% of change from FY2003 Semi-Annual	FY2004 Forecast (Apr. 2003 through Mar. 2004)
Vehicle sales (Thousand units)	2,951	3,170	7.4%	6,570
Net revenues	7,613.4	8,224.2	8.0%	
Operating income <Income ratio>	685.0 <9.0%>	767.7 <9.3%>	12.1%	
Income before income taxes, minority interest and equity in earnings of affiliated companies <Income ratio>	714.4 <9.4%>	812.0 <9.9%>	13.7%	
Net income <Income ratio>	425.8 <5.6%>	524.4 <6.4%>	23.2%	
Factors contributing to increases and decreases in operating income		<p style="text-align: center;">Operating income increased by 82.7 billion yen</p> <p>(Increase)</p> <p>Cost reduction efforts           110.0</p> <p>Marketing efforts                 10.0</p> <p>(Decrease)</p> <p>Increases in R&amp;D expenses and labor costs, etc.           - 37.3</p>		
Capital investment (excluding leased vehicles)	469.7	421.4		950.0
Depreciation expenses	344.8	376.7		770.0
R&D expenses	292.4	304.6		690.0
Performance evaluation		<p style="text-align: center;">Increases in revenues and operating income</p> <p style="text-align: center;">(Increases in revenues, operating income, income before income taxes, minority interest and equity in earnings of affiliated companies and net income all reached historic highs for semi-annual consolidated financial results)</p>		
Number of employees	223,138	265,532		

Note: Effective from FY2004, 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 semi-annual results have also been 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.