

Summary Report of Consolidated Business Performance
for the First Quarter of Fiscal Year 2025
(January 1, 2025 – December 31, 2025)

HYOGO, JAPAN – May 13, 2025 - Toyo Tire Corporation (“the Company”; President & CEO: Takashi Shimizu) announces its consolidated business performance for the first quarter of fiscal year 2025 (January 1, 2025 through December 31, 2025) as follows:

Quantitative information concerning the quarterly financial results

(1) Business Results

●Net Sales:	135,510 million yen (an increase of 7,953 million yen, or 6.2% from the same period in FY2024)
●Operating Income:	22,419 million yen (a decrease of 3,556 million yen, or 13.7% from the same period in FY2024)
●Ordinary Income:	18,256 million yen (a decrease of 13,623 million yen, or 42.7% from the same period in FY2024)
●Profit Attributable to Owners of Parent:	13,505 million yen (a decrease of 9,553 million yen, or 41.4% from the same period in FY2024)

(2) Results by Business Unit

The Tire Business Unit posted net sales of 123,764 million yen (an increase of 7,198 million yen, or 6.2% from the same period in FY2024) and an operating income of 21,901 million yen (a decrease of 3,753 million yen, or 14.6% from the same period in FY2024).

The Automotive Parts Business Unit posted net sales of 11,746 million yen (an increase of 754 million yen, or 6.9% from the same period in FY2024) and an operating income of 509 million yen (an increase of 195 million yen, or 62.0% from the same period in FY2024).

(3) Explanation of financial situation

Total assets at the end of the first quarter of FY2025 of the consolidated accounting period were 679,392 million yen, a decrease of 43,274 million yen compared to the end of the previous consolidated accounting period.

Liabilities were 216,328 million yen, a decrease of 33,784 million yen compared to the end of the previous consolidated accounting period.

Interest-bearing liabilities were 101,681 million yen, a decrease of 6,768 million yen compared to the end of the previous consolidated accounting period.

Net assets as of the end of the first quarter of FY2025 of the consolidated accounting period were 463,063 million yen, a decrease of 9,489 million yen compared to the end of the previous consolidated accounting period.

As a result, the capital ratio increased by 2.8 points compared to the end of the previous consolidated accounting period to 68.2 %.

Consolidated Balance Sheets

(Millions of yen)

	As of December 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	86,636	84,084
Notes and accounts receivable - trade	130,369	108,873
Merchandise and finished goods	86,700	89,551
Work in process	5,011	4,996
Raw materials and supplies	31,133	29,275
Other	35,027	27,699
Allowance for doubtful accounts	(1,096)	(1,039)
Total current assets	373,782	343,440
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	87,559	84,024
Machinery, equipment and vehicles, net	135,122	127,741
Other, net	64,471	62,121
Total property, plant and equipment	287,153	273,886
Intangible assets	22,119	22,387
Investments and other assets		
Investment securities	6,710	7,749
Other	33,011	32,037
Allowance for doubtful accounts	(111)	(110)
Total investments and other assets	39,610	39,676
Total non-current assets	348,884	335,951
Total assets	722,666	679,392

Consolidated Balance Sheets

(Millions of yen)

	As of December 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	37,725	31,467
Current portion of bonds payable	—	5,000
Short-term borrowings	20,447	16,261
Accounts payable - other	34,260	19,409
Income taxes payable	12,192	6,276
Provision for product compensation	383	434
Provision for loss on liquidation of subsidiaries and associates	4,221	2,705
Other	41,660	43,463
Total current liabilities	150,892	125,017
Non-current liabilities		
Bonds payable	25,000	20,000
Long-term borrowings	41,139	40,730
Retirement benefit liability	3,465	3,344
Provision for product compensation	699	577
Other provisions	93	93
Other	28,824	26,564
Total non-current liabilities	99,221	91,311
Total liabilities	250,113	216,328
Net assets		
Shareholders' equity		
Share capital	55,935	55,935
Capital surplus	54,214	54,214
Retained earnings	275,986	278,713
Treasury shares	(118)	(119)
Total shareholders' equity	386,017	388,743
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,924	2,681
Deferred gains or losses on hedges	(116)	18
Foreign currency translation adjustment	69,232	56,440
Remeasurements of defined benefit plans	15,495	15,178
Total accumulated other comprehensive income	86,535	74,319
Total net assets	472,552	463,063
Total liabilities and net assets	722,666	679,392

Consolidated Statements of Income

(Millions of yen)

	Three months ended March 31, 2024	Three months ended March 31, 2025
Net sales	127,557	135,510
Cost of sales	69,786	80,331
Gross profit	57,770	55,179
Selling, general and administrative expenses	31,795	32,759
Operating profit	25,975	22,419
Non-operating income		
Interest income	259	348
Dividend income	202	1
Foreign exchange gains	5,528	—
Share of profit of entities accounted for using equity method	—	61
Other	559	729
Total non-operating income	6,550	1,140
Non-operating expenses		
Interest expenses	257	294
Foreign exchange losses	—	4,339
Share of loss of entities accounted for using equity method	6	—
Other	381	668
Total non-operating expenses	645	5,303
Ordinary profit	31,880	18,256
Extraordinary income		
Gain on sale of non-current assets	555	345
Gain on sale of investment securities	148	145
Total extraordinary income	703	490
Extraordinary losses		
Loss on retirement of non-current assets	79	137
Impairment losses	74	34
Total extraordinary losses	153	171
Profit before income taxes	32,430	18,575
Income taxes	9,371	5,070
Profit	23,058	13,505
Profit attributable to owners of parent	23,058	13,505

Consolidated Statements of comprehensive income

(Millions of yen)

	Three months ended March 31, 2024	Three months ended March 31, 2025
Profit	23,058	13,505
Other comprehensive income		
Valuation difference on available-for-sale securities	1,113	757
Deferred gains or losses on hedges	(174)	135
Foreign currency translation adjustment	12,493	(12,655)
Remeasurements of defined benefit plans, net of tax	(231)	(316)
Share of other comprehensive income of entities accounted for using equity method	83	(136)
Total other comprehensive income	13,285	(12,216)
Comprehensive income	36,343	1,289
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	36,343	1,289