

**FY2020 2nd Quarter Consolidated Financial Results [IFRS]
(April 1, 2019 through September 30, 2019)**

October 31, 2019

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Company Name	AISIN SEIKI Co., Ltd.	Listed on	The Tokyo and Nagoya Stock Exchanges
Code Number	7259	URL	https://www.aisin.com/
Representative	Kiyotaka Ise, President		
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Scheduled filing date for quarterly reporting on EDINET	November 13, 2019	The expected date of dividends payment	November 26, 2019
Additional documents to supplement quarterly financial results	Yes (Japanese only)		
Quarterly IR presentation	Yes (For analysts and professional investors)		

(Amounts less than million yen are rounded down)

1. Consolidated Results for the 2nd Quarter of FY2020 (Apr. 1, 2019 through Sep. 30, 2019)

(1) Consolidated Financial Results

(Percent indications show the percentage of changes against previous Fiscal Year)

	Revenue		Operating profit		Profit before income taxes		Profit for the period	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
FY2020 2nd quarter	1,913,765	-4.0	53,473	-56.6	54,462	-58.8	38,825	-59.6
FY2019 2nd quarter	1,994,469	7.5	123,281	14.1	132,228	13.8	96,046	17.2

	Profit for the period attributable to owners of the parent		Comprehensive income for the period		Basic earnings per share	Diluted earnings per share
	Million Yen	%	Million Yen	%	Yen	Yen
FY2020 2nd quarter	30,382	-52.9	35,586	-68.9	112.74	112.74
FY2019 2nd quarter	64,551	15.3	114,516	-12.2	239.53	239.53

(2) Consolidated Financial Position

	Total Assets	Total equity	Equity attributable to owners of the parent	Ratio of equity attributable to owners of the parent
	Million Yen	Million Yen	Million Yen	%
FY2020 2nd quarter	3,739,109	1,878,176	1,356,329	36.3
FY2019	3,751,880	1,873,627	1,346,902	35.9

2. Cash Dividends

	Annual cash dividends per share				
	1st quarter	2nd quarter	3rd quarter	Year end	Total
	Yen	Yen	Yen	Yen	Yen
FY2019	-	60.00	-	90.00	150.00
FY2020	-	60.00	-	-	-
FY2020(Forecast)	-	-	-	60.00	120.00

(Note) Changes in dividends forecast for FY2020: Yes

Please refer to the "Notice Concerning Distribution of Dividends from Surplus and Revision of Dividend Forecast" disclosed on October 31, 2019.

3. Consolidated Financial forecast for FY2020 (Apr. 1, 2019 through Mar. 31, 2020)

(Percent shows changes against corresponding figures for the previous period)

	Revenue		Operating profit		Profit before income taxes		Profit attributable to owners of parent		Earnings per share
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Yen
Full year	3,840,000	-5.0	75,000	-63.5	78,000	-64.1	40,000	-63.7	148.42

(Note) Consolidated Financial forecast corrections for FY2020: Yes

Please refer to the "Notice of the Revised Forecast of Consolidated Financials for the Fiscal Year Ending March 31, 2020" disclosed on October 31, 2019.

4.Others

(1) Changes in significant subsidiaries: Yes

Consolidation scope

Consolidated (New): AISIN REINSURANCE AMERICA, INC.

Eliminated : AISIN AI Co., Ltd.

AISIN AI Co., Ltd. is excluded from the scope of consolidation due to its extinguishment following the execution of management integration in which AISIN AW Co., Ltd. was the surviving company.

(2) Changes in accounting policies and accounting estimation

① Changes in accounting policies required by IFRS: Yes

② Other changes : None

③ Changes in accounting estimation : None

(Note) For more information, please refer to (Changes in accounting policies) on page 7.

(3) Number of outstanding shares(common stocks)

① Number of shares issued including treasury stock as of the respective balance sheet date	FY2020 2nd quarter	294,674,634 shares	FY2019	294,674,634 shares
② Number of treasury stock as of the respective balance sheet date	FY2020 2nd quarter	25,169,639 shares	FY2019	25,185,828 shares
③ Average number of common stocks (quarterly total)	FY2020 2nd quarter	269,496,844 shares	FY2019 2nd quarter	269,489,875 shares

※ This Quarterly Financial Result is not subject to review procedure.

※ Explanation regarding the appropriate use of forecasts, and other additional information

1. The forecasts included in this document are based on information that the Company has obtained at the time of this disclosure and certain assumptions that the Company considers reasonable. The Company does not guarantee the predicted outcome of the forecasts.

Actual results may differ significantly from the forecast due to a variety of factors, such as exchange rates and conditions of the global market.

2. The Company is scheduled to hold the earnings briefing for analysts and professional investors on October 31, 2019. The presentation materials for the earnings briefing will be posted on its website promptly following the presentation.

5. Consolidated quarterly financial statements

(1) Consolidated quarterly statements of financial position

(Million Yen)

	FY2019 (As of Mar. 31. 2019)	FY2020 2nd quarter (As of Sep. 30, 2019)
Assets		
Current assets		
Cash and cash equivalents	357,195	341,415
Trade and other receivables	620,630	563,589
Other financial assets	137,433	111,506
Inventories	341,506	365,859
Other current assets	66,722	52,039
Total current assets	1,523,488	1,434,410
Non-current assets		
Property, plant and equipment	1,479,621	1,480,020
Intangible assets	40,702	39,973
Right-of-use asset	-	52,415
Investments accounted for using the equity method	107,854	109,521
Other financial assets	449,982	475,989
Deferred tax assets	120,525	125,250
Other non-current assets	29,707	21,526
Total non-current assets	2,228,392	2,304,698
Total assets	3,751,880	3,739,109
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	850,616	755,023
Bonds and loans payable	86,148	79,167
Other financial liabilities	38,416	47,418
Provisions	23,703	22,047
Income tax payables	23,198	15,014
Other current liabilities	29,664	31,485
Total current liabilities	1,051,748	950,156
Non-current liabilities		
Bonds and loans payable	524,193	568,284
Other financial liabilities	9,212	38,681
Retirement benefit liabilities	215,946	222,090
Provisions	5,446	5,191
Deferred tax liabilities	62,222	67,054
Other non-current liabilities	9,482	9,473
Total non-current liabilities	826,504	910,776
Total liabilities	1,878,252	1,860,932
Equity		
Capital stock	45,049	45,049
Capital surplus	70,043	67,118
Treasury stock	-115,844	-115,769
Other components of equity	121,429	126,846
Retained earnings	1,226,224	1,233,083
Equity attributable to owners of the parent company	1,346,902	1,356,329
Non-controlling interests	526,725	521,846
Total equity	1,873,627	1,878,176
Total liabilities and equity	3,751,880	3,739,109

(2) Consolidated quarterly statements of income / Consolidated quarterly statements of comprehensive income

(Consolidated quarterly statements of income)

(Million Yen)

	FY2019 2nd quarter (Apr. 1, 2018 through Sep. 30, 2018)	FY2020 2nd quarter (Apr. 1, 2019 through Sep. 30, 2019)
Revenue	1,994,469	1,913,765
Cost of revenue	-1,742,926	-1,712,654
Gross profit	251,542	201,110
Selling, general and administrative expenses	-141,342	-154,291
Other income	20,073	11,850
Other expenses	-6,991	-5,196
Operating profit	123,281	53,473
Finance income	7,661	8,316
Finance expenses	-4,058	-11,932
Equity in earnings of affiliates	5,344	4,605
Profit before income taxes	132,228	54,462
Income tax expenses	-36,182	-15,636
Profit for the period	96,046	38,825
Profit for the period attributable to:		
Owners of the parent	64,551	30,382
Non-controlling interests	31,494	8,442
Total	96,046	38,825
Earnings per share		
Basic earnings per share (Yen)	239.53	112.74
Diluted earnings per share (Yen)	239.53	112.74

(Consolidated quarterly statements of comprehensive income)

(Million Yen)

	FY2019 2nd quarter (Apr. 1, 2018 through Sep. 30, 2018)	FY2020 2nd quarter (Apr. 1, 2019 through Sep. 30, 2019)
Profit for the period	96,046	38,825
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Remeasurements of defined benefit plans	5	-147
Net changes in revaluation of financial assets measured at fair value through other comprehensive income	13,892	21,933
Share of other comprehensive income of associates accounted for using the equity method	-8	-15
Total	13,889	21,770
Items that may be reclassified subsequently to profit or loss		
Net changes in revaluation of financial assets measured at fair value through other comprehensive income	-67	291
Cash flow hedges	316	72
Exchange differences on translating foreign operations	3,406	-25,709
Share of other comprehensive income of associates accounted for using the equity method	925	335
Total	4,581	-25,010
Other comprehensive income total	18,470	-3,239
Comprehensive income for the period	114,516	35,586
Comprehensive income for the period attributable to:		
Owners of the parent	81,807	35,373
Non-controlling interests	32,709	212
Total	114,516	35,586

(3) Consolidated statements of changes in equity

FY2019 2nd quarter(Apr. 1, 2018 through Sep. 30, 2018)

(Million Yen)

	Equity attributable to owners of the parent							
	Other components of equity							Total
	Capital stock	Capital surplus	Treasury stock	Remeasurements of defined benefit plans	Net changes in revaluation of financial assets measured at fair value through other comprehensive income	Cash flow hedges	Exchange differences on translation of foreign operations	
Balance as of April 1, 2018	45,049	71,826	-115,835	-	193,212	-1,429	-43,908	147,874
Profit for the period	-	-	-	-	-	-	-	-
Other comprehensive income (loss)	-	-	-	-4	13,741	313	3,206	17,255
Comprehensive income for the period	-	-	-	-4	13,741	313	3,206	17,255
Acquisition of treasury stock	-	-	-7	-	-	-	-	-
Disposal of treasury stock	-	0	0	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-
Changes in scope of consolidation	-	-	-	-	-	-	-	-
Changes in the ownership interest in subsidiaries	-	-1,979	-	-	-	-	-	-
Transfer from other components of equity to retained earnings	-	-	-	4	0	-	-	4
Total transactions with owners	-	-1,979	-6	4	0	-	-	4
Balance as of Sep. 30, 2018	45,049	69,846	-115,841	-	206,953	-1,115	-40,702	165,135

	Equity attributable to owners of the parent			Non-controlling interests	Total equity
	Retained earnings	Total			
Balance as of April 1, 2018	1,161,260	1,310,176		492,952	1,803,129
Profit for the period	64,551	64,551		31,494	96,046
Other comprehensive income (loss)	-	17,255		1,214	18,470
Comprehensive income for the period	64,551	81,807		32,709	114,516
Acquisition of treasury stock	-	-7		-	-7
Disposal of treasury stock	-	0		0	0
Dividends	-24,254	-24,254		-12,730	-36,984
Changes in scope of consolidation	-	-		3,413	3,413
Changes in the ownership interest in subsidiaries	-	-1,979		684	-1,294
Transfer from other components of equity to retained earnings	-4	-		-	-
Total transactions with owners	-24,258	-26,240		-8,632	-34,872
Balance as of Sep. 30, 2018	1,201,553	1,365,743		517,029	1,882,773

	Equity attributable to owners of the parent							
	Capital stock	Capital surplus	Treasury stock	Remeasurements of defined benefit plans	Other components of equity			Total
					Net changes in revaluation of financial assets measured at fair value through other comprehensive income	Cash flow hedges	Exchange differences on translation of foreign operations	
Balance as of April 1, 2019	45,049	70,043	-115,844	-	167,551	-1,249	-44,872	121,429
Profit for the period	-	-	-	-	-	-	-	-
Other comprehensive income (loss)	-	-	-	500	21,959	72	-17,541	4,990
Comprehensive income for the period	-	-	-	500	21,959	72	-17,541	4,990
Acquisition of treasury stock	-	-	-2	-	-	-	-	-
Disposal of treasury stock	-	-19	77	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-
Changes in the ownership interest in subsidiaries	-	-2,905	-	-	-	-	1,157	1,157
Transfer from other components of equity to retained earnings	-	-	-	-500	-230	-	-	-730
Total transactions with owners	-	-2,924	75	-500	-230	-	1,157	426
Balance as of Sep. 30, 2019	45,049	67,118	-115,769	-	189,280	-1,176	-61,257	126,846

	Equity attributable to owners of the parent		Non-controlling interests	Total equity
	Retained earnings	Total		
Balance as of April 1, 2019	1,226,224	1,346,902	526,725	1,873,627
Profit for the period	30,382	30,382	8,442	38,825
Other comprehensive income (loss)	-	4,990	-8,230	-3,239
Comprehensive income for the period	30,382	35,373	212	35,586
Acquisition of treasury stock	-	-2	-	-2
Disposal of treasury stock	-	58	2	61
Dividends	-24,253	-24,253	-8,710	-32,964
Changes in the ownership interest in subsidiaries	-	-1,748	3,616	1,867
Transfer from other components of equity to retained earnings	730	-	-	-
Total transactions with owners	-23,523	-25,946	-5,091	-31,037
Balance as of Sep. 30, 2019	1,233,083	1,356,329	521,846	1,878,176

(4) Notes to the Consolidated Financial Statements

(Going concern assumption)

None

(Changes in accounting policies)

Beginning from the fiscal year 2020, the company has adopted IFRS16 "Lease" (issued in January 2016; hereinafter "IFRS16").

Due to the transition to IFRS16, the company recognized an additional 39,957 million yen in "Right-of-use assets" and 39,958 million yen in Lease liabilities, presented as "Other financial liabilities", respectively. In addition, 1,666 million yen which had been classified as Finance Lease under IAS17 "Lease" was reclassified from "Property, plant and equipment" to "Right-of-use assets". Moreover, 7,779 million yen was reclassified from "Other non-current assets" to "Right-of-use assets".

(Material subsequent events)

None