

Environmental Report 2018 —Toward the Toyota Environmental Challenge 2050—

Editorial Policy

Toyota Motor Corporation considers environmental issues to be one of its management priorities. Since 1998, we have published an annual Environmental Report to explain our environmental initiatives. From FY2017, the content of the report is presented in conformance with the six challenges defined under our long-term initiative, the Toyota Environmental Challenge 2050.

The Environmental Report is a specialized publication excerpted from the Sustainability Data Book. It covers only our environmental initiatives. For information on Toyota's CSR management and initiatives, please refer to our Sustainability Data Book 2018.

We have also published the Annual Report, in which Toyota shares with our stakeholders the ways in which Toyota's business is contributing to the sustainable development of society and the Earth on a comprehensive basis from a medium- to long-term perspective.

Period Covered by Report

The data featured in this report covers the fiscal year 2018, from April 2017 to March 2018. For major ongoing initiatives, data from April 2018 onward is also included.

Scope of Report

The report covers Toyota Motor Corporation (TMC) initiatives as well as the activities of consolidated subsidiaries and affiliates in Japan and overseas.

Reference Guidelines

- Ministry of the Environment of Japan "Environmental Reporting Guidelines" 2012 version
- A GRI Sustainability Reporting Guidelines comparison chart is available on the website

[Web https://www.toyota-global.com/sustainability/csr/gri](https://www.toyota-global.com/sustainability/csr/gri)

About the Icons

[Third-Party Assurance](#) Denotes data confirmed through Independent Practitioner's Assurance



Annual Report https://www.toyota-global.com/investors/ir_library/annual/

Securities Reports (Japanese text only)
<https://www.toyota.co.jp/jpn/investors/library/negotiable/>

U.S. SEC Filings
https://www.toyota-global.com/investors/ir_library/sec/

Financial Results
https://www.toyota-global.com/investors/financial_result/

Corporate Governance Reports
https://www.toyota-global.com/investors/ir_library/cg/

Sustainability Data Book 2018
<https://www.toyota-global.com/sustainability/report/sr/>

Environmental Report 2018
—Toward the Toyota Environmental Challenge 2050—
<https://www.toyota-global.com/sustainability/report/er/>

- The Toyota website also provides information on corporate initiatives not included in the above reports.

Sustainability	https://www.toyota-global.com/sustainability/
Environment	https://www.toyota-global.com/sustainability/environment/
Social Contribution Activities	https://www.toyota-global.com/sustainability/social_contribution/

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Overview of Toyota Motor Corporation

Company Profile

Company Name	Toyota Motor Corporation
President and Representative Director	Akio Toyoda
Company Address	Head Office 1 Toyota-cho, Toyota City, Aichi Prefecture, Japan Tokyo Head Office 1-4-18 Koraku, Bunkyo-ku, Tokyo, Japan Nagoya Office 4-7-1 Meieki, Nakamura-ku, Nagoya City, Aichi Prefecture, Japan
Date Founded	August 28, 1937
Capital	635.4 billion yen (as of end of March, 2018)
Main Business Activities	Motor Vehicle Production and Sales
No. of Employees (consolidated)	369,124 (as of end of March, 2018)
No. of Consolidated Subsidiaries	606 (as of end of March, 2018)
No. of Affil. Accounted for under the Equity Method	57 (as of end of March, 2018)

Non-automotive Business



Financial Services

Provides financial services for vehicle loans and leasing in more than 30 countries and regions worldwide.



Housing

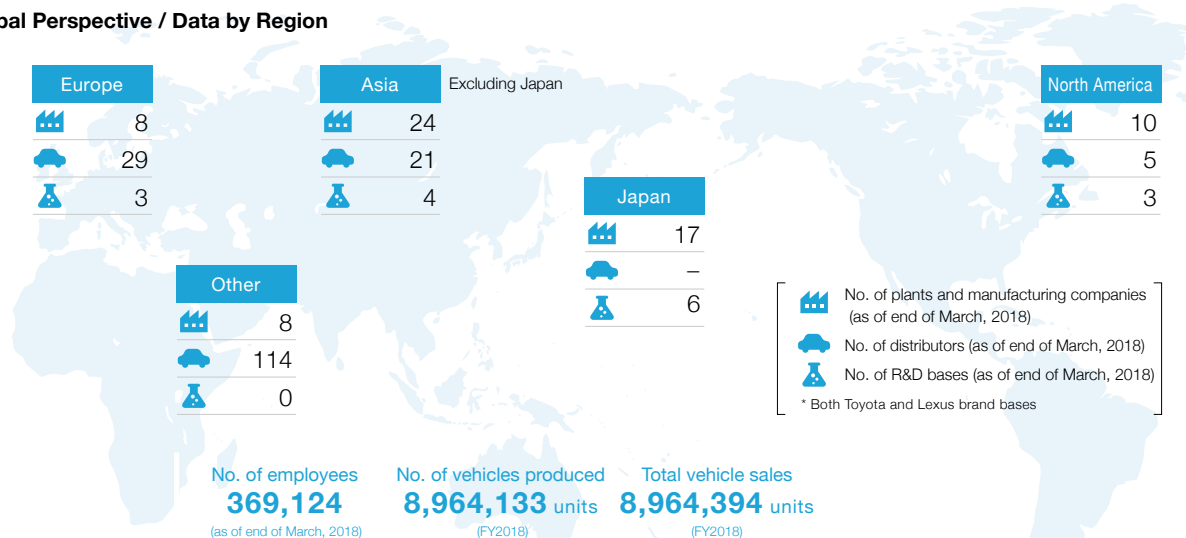
Consolidating the Toyota Group's knowledge to offer a wide variety of housing services to meet different customer needs.



Other Business

Toyota is also involved in marine business, as well as biotechnology and afforestation business.

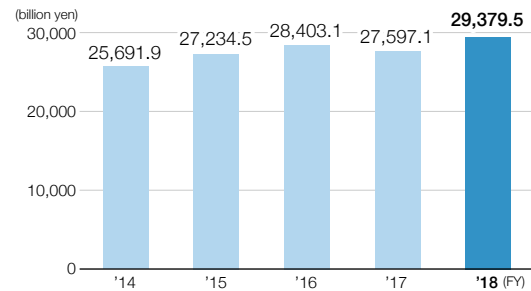
Global Perspective / Data by Region



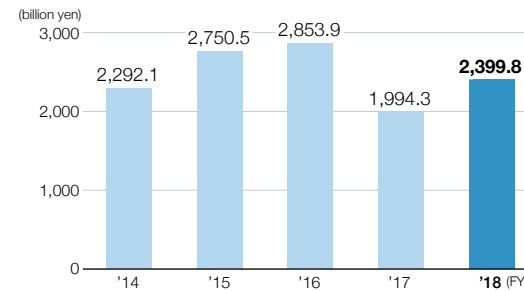
No. of plants and manufacturing companies (as of end of March, 2018)
 No. of distributors (as of end of March, 2018)
 No. of R&D bases (as of end of March, 2018)
 * Both Toyota and Lexus brand bases

Consolidated Financial Highlights Based on U.S. GAAP—Generally Accepted Accounting Principles (Financial years ended March 31)

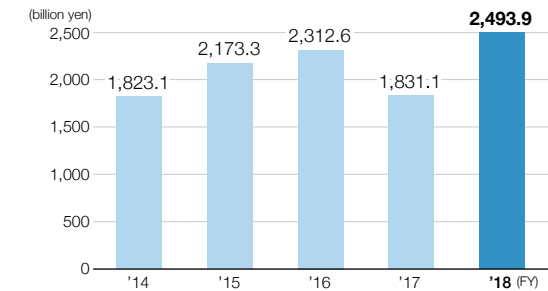
Net Revenues



Operating Income

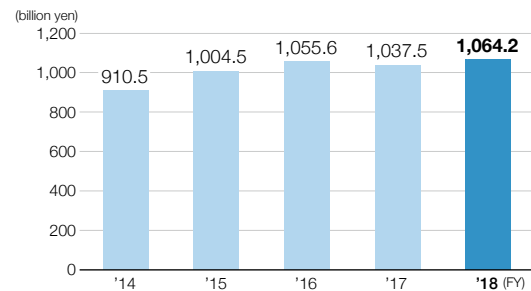


Net Income

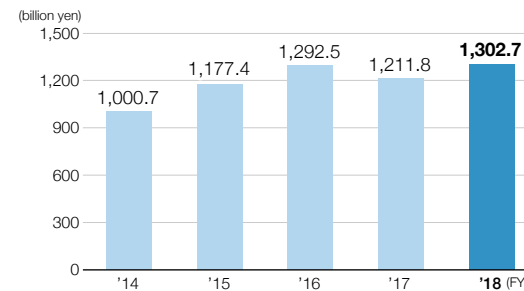


• Shows the net income attributable to the shareholders of Toyota Motor Corporation

R&D Expenses



Capital Expenditures



• Capital expenditure excludes vehicles for leasing

Highlights

“A List” top ranking on CDP corporate climate change and water management survey

In the 2017 report, which summarizes the CDP's* survey of corporate responses to climate change, water management, and other topics, Toyota was selected for the “A List,” the highest score, in two consecutive years for climate change and in three consecutive years for water management.



* CDP: A UK-based nonprofit organization which acts on behalf of the world's institutional investors to request information disclosures from leading companies on climate change, water and forestry resources. CDP analyzes and assesses survey results, sharing the information with institutional investors.

Marks 20th anniversary of Prius Launch

Since the 1997 launch of the Prius as the world's first mass-produced hybrid passenger vehicle, Toyota has endeavored to create a new era and in 2017 celebrated 20 years of the Prius.



The Environmental Report 2017 wins an Excellence Prize in the Environmental Report category of the 21st Environmental Communication Awards presented by Ministry of the Environment of Japan and other organizations

Toyota has been widely acclaimed for setting highly-motivated environmental goals known as the Toyota Environmental Challenge 2050, and explaining clearly its specific initiatives and progress in achieving the goals, along with quantitative data.

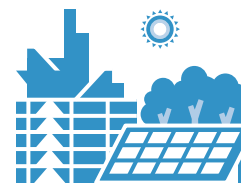


Environment Communication Awards Excellence Prize Environmental Report Category

Toyota has been widely acclaimed for setting highly-motivated environmental goals known as the Toyota Environmental Challenge 2050, and explaining clearly its specific initiatives and progress in achieving the goals, along with quantitative data.

Wins the 2017 Environment Minister's Award for Global Warming Prevention Activity (countermeasures practice and expansion category)

Toyota was recognized for the notable success in preventing global warming of its global warming prevention countermeasures in waste treatment and measures relating to the establishment of the Plant in Harmony with Nature project.



The plug-in system of the new Prius PHV wins the 2017 Minister of Economy, Trade and Industry Award in the energy-saving category

The award recognizes multiple new technologies, the overall improvement in environmental performance including the improved electric power consumption and fuel efficiency when operating in BEV mode, and the new field of PHEV.



Cumulative global sales of hybrid electric vehicles (HEVs): Approx. 12 million units

