

[This is an English translation prepared for the convenience of non-resident shareholders. Should there be any inconsistency between the translation and the official Japanese text, the latter shall prevail.]

**Consolidated Financial Results**  
**for the Three Months Ended June 30, 2015**  
**<under IFRS>**

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 DENSO CORPORATION  
 CODE: 6902  
 Listed on the Tokyo and  
 Nagoya Stock Exchanges

(Millions of yen, except per share figures)

**1. Consolidated financial results for the three months ended June 30, 2015 (from April 1, 2015 to June 30, 2015)**

**(1) Consolidated operating results**

(Percentages indicate the change of the same period of the previous year)

	Revenue		Operating profit		Profit before income taxes		Profit for the period	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended								
June 30, 2015	1,106,025	7.6	86,658	5.5	107,032	13.5	77,610	16.3
June 30, 2014	1,028,245	—	82,108	—	94,282	—	66,712	—

	Profit attributable to owners of the parent company		Comprehensive income for the period		Basic earnings per share	Diluted earnings per share
	Millions of yen	%	Millions of yen	%	Yen	Yen
Three months ended						
June 30, 2015	73,867	17.2	111,305	35.1	92.59	92.59
June 30, 2014	63,017	—	82,421	—	79.04	79.01

**(2) Consolidated financial position**

	Total assets	Total equity	Equity attributable to owners of the parent company	Ratio of equity attributable to owners of the parent company to total assets
As of	Millions of yen	Millions of yen	Millions of yen	%
June 30, 2015	5,400,358	3,531,301	3,385,879	62.7
March 31, 2015	5,283,257	3,474,211	3,327,938	63.0

**2. Cash dividends**

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2015	—	47.00	—	63.00	110.00
Year ending March 31, 2016	—				
Year ending March 31, 2016 (Forecast)		60.00	—	60.00	120.00

**3. Consolidated earnings forecasts for the three months ending March 31, 2016 (from April 1, 2015 to March 31, 2016)**

(Percentages indicate the change of the same period of the previous year)

	Revenue		Operating profit		Profit before income taxes		Profit attributable to owners of the parent company		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	
First half	2,240,000	—	170,000	—	192,000	—	130,000	—	Yen 162.95
Full year	4,470,000	3.7	380,000	14.7	414,000	11.3	280,000	8.4	350.97

## Consolidated Statement of Financial Position

(Unit: Millions of yen)

	As of Mar. 31, 2015	As of Jun. 30, 2015
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	792,414	507,681
Trade and other receivables	807,669	795,567
Inventories	479,527	491,213
Other financial assets	183,580	575,342
Other current assets	69,019	59,841
<b>Total current assets</b>	<b>2,332,209</b>	<b>2,429,644</b>
<b>Non-current assets</b>		
Property, plant and equipment	1,395,706	1,420,651
Intangible assets	19,637	21,167
Other financial assets	1,302,739	1,297,139
Investments accounted for using the equity method	71,819	73,211
Retirement benefit assets	92,676	92,769
Deferred tax assets	44,457	42,500
Other non-current assets	24,014	23,277
<b>Total non-current assets</b>	<b>2,951,048</b>	<b>2,970,714</b>
<b>Total assets</b>	<b>5,283,257</b>	<b>5,400,358</b>

(Unit: Millions of yen)

	As of Mar. 31, 2015	As of Jun. 30, 2015
Liabilities and equity		
Current liabilities		
Bonds and borrowings	98,959	254,795
Trade and other payables	804,816	816,652
Other financial liabilities	11,695	12,398
Income tax payables	14,182	14,778
Provisions	51,737	46,292
Other current liabilities	47,299	56,368
Total current liabilities	1,028,688	1,201,283
Non-current liabilities		
Bonds and borrowings	348,241	228,186
Other financial liabilities	12,204	12,208
Retirement benefit liabilities	219,173	220,933
Provisions	1,066	660
Deferred tax liabilities	181,304	187,902
Other non-current liabilities	18,370	17,885
Total non-current liabilities	780,358	667,774
Total liabilities	1,809,046	1,869,057
Equity		
Capital stock	187,457	187,457
Capital surplus	268,611	268,518
Treasury stock	(218,942)	(218,701)
Other components of equity	699,938	735,756
Retained earnings	2,390,874	2,412,849
Equity attributable to owners of the parent company	3,327,938	3,385,879
Non-controlling interests	146,273	145,422
Total equity	3,474,211	3,531,301
Total liabilities and equity	5,283,257	5,400,358

## Consolidated Statement of Income

(Unit: Millions of yen)

	Three months ended Jun. 30, 2014	Three months ended Jun. 30, 2015
Revenue	1,028,245	1,106,025
Cost of revenue	(852,238)	(918,326)
Gross profit	176,007	187,699
Selling, general and administrative expenses	(93,314)	(100,545)
Other income	1,838	2,052
Other expenses	(2,423)	(2,548)
Operating profit	82,108	86,658
Finance income	12,960	17,365
Finance costs	(2,762)	(2,399)
Foreign exchange gains	599	3,472
Share of the profit of associates accounted for using the equity method	1,377	1,936
Profit before income taxes	94,282	107,032
Income tax expenses	(27,570)	(29,422)
Profit for the period	66,712	77,610
Attributable to:		
Owners of the parent company	63,017	73,867
Non-controlling interests	3,695	3,743

(Unit: Yen)

Earnings per share		
Basic	79.04	92.59
Diluted	79.01	92.59

## Consolidated Statement of Other Comprehensive Income

(Unit: Millions of yen)

	Three months ended Jun. 30, 2014	Three months ended Jun. 30, 2015
Profit for the period	66,712	77,610
Other comprehensive income		
Items that will not be reclassified subsequently to profit or loss		
Net fair value gain on equity instruments designated as FVTOCI	29,343	15,926
Remeasurements of defined benefit pension plans	—	—
Total	29,343	15,926
Items that may be reclassified subsequently to profit or loss		
Exchange differences on translating foreign operations	(13,638)	17,742
Cash flow hedges	4	27
Total	(13,634)	17,769
Total other comprehensive income	15,709	33,695
Comprehensive income for the period	82,421	111,305
Attributable to:		
Owners of the parent company	80,311	108,129
Non-controlling interests	2,110	3,176

# Consolidated Statement of Changes in Equity

(Unit: Millions of yen)

	Equity attributable to owners of the parent company					
	Capital stock	Capital surplus	Treasury stock	Other components of equity		
				Stock acquisition rights	Net fair value gain on equity instruments designated as FVTOCI	Remeasurements of defined benefit pension plans
<b>As of April 1, 2014</b>	187,457	263,607	(220,120)	488	324,866	—
Profit for the period	—	—	—	—	—	—
Other comprehensive income	—	—	—	—	29,322	—
Comprehensive income for the period	—	—	—	—	29,322	—
Acquisition of treasury stock	—	—	(4)	—	—	—
Disposal of treasury stock (includes exercising stock options)	—	165	327	(53)	—	—
Dividends	—	—	—	—	—	—
Changes in the ownership interest in subsidiaries without loss of control	—	342	—	—	—	—
Transfer to retained earnings	—	—	—	—	—	—
Other increase (decrease)	—	—	—	(3)	—	—
Total transactions with the owners	—	507	323	(56)	—	—
<b>As of June 30, 2014</b>	187,457	264,114	(219,797)	432	354,188	—
<b>As of April 1, 2015</b>	187,457	268,611	(218,942)	148	552,324	—
Profit for the period	—	—	—	—	—	—
Other comprehensive income	—	—	—	—	15,935	—
Comprehensive income for the period	—	—	—	—	15,935	—
Acquisition of treasury stock	—	—	(6)	—	—	—
Disposal of treasury stock (includes exercising stock options)	—	115	247	(77)	—	—
Dividends	—	—	—	—	—	—
Changes in the ownership interest in subsidiaries without loss of control	—	(208)	—	—	—	—
Transfer to retained earnings	—	—	—	—	1,635	—
Other increase (decrease)	—	—	—	(2)	—	—
Total transactions with the owners	—	(93)	241	(79)	1,635	—
<b>As of June 30, 2015</b>	187,457	268,518	(218,701)	69	569,894	—

(Unit: Millions of yen)

	Equity attributable to owners of the parent company					Non-controlling interests	Total equity
	Other components of equity			Retained earnings	Total		
	Exchange differences on translating foreign operations	Cash flow hedges	Total				
<b>As of April 1, 2014</b>	61,576	(147)	386,783	2,182,188	2,799,915	132,586	2,932,501
Profit for the period	—	—	—	63,017	63,017	3,695	66,712
Other comprehensive income	(12,032)	4	17,294	—	17,294	(1,585)	15,709
Comprehensive income (loss) for the period	(12,032)	4	17,294	63,017	80,311	2,110	82,421
Acquisition of treasury stock	—	—	—	—	(4)	—	(4)
Disposal of treasury stock (includes exercising stock options)	—	—	(53)	—	439	—	439
Dividends	—	—	—	(46,241)	(46,241)	(7,052)	(53,293)
Changes in the ownership interest in a subsidiary without a loss of control	—	—	—	—	342	2,067	2,409
Transfer to retained earnings	—	—	—	—	—	—	—
Other increase (decrease)	—	—	(3)	—	(3)	(16)	(19)
Total transactions with the owners	—	—	(56)	(46,241)	(45,467)	(5,001)	(50,468)
<b>As of June 30, 2014</b>	49,544	(143)	404,021	2,198,964	2,834,759	129,695	2,964,454

<b>As of April 1, 2015</b>	147,704	(238)	699,938	2,390,874	3,327,938	146,273	3,474,211
Profit for the period	—	—	—	73,867	73,867	3,743	77,610
Other comprehensive income	18,300	27	34,262	—	34,262	(567)	33,695
Comprehensive income (loss) for the period	18,300	27	34,262	73,867	108,129	3,176	111,305
Acquisition of treasury stock	—	—	—	—	(6)	—	(6)
Disposal of treasury stock (includes exercising stock options)	—	—	(77)	—	285	—	285
Dividends	—	—	—	(50,257)	(50,257)	(3,930)	(54,187)
Changes in the ownership interest in a subsidiary without a loss of control	—	—	—	—	(208)	(83)	(291)
Transfer to retained earnings	—	—	1,635	(1,635)	—	—	—
Other increase (decrease)	—	—	(2)	—	(2)	(14)	(16)
Total transactions with the owners	—	—	1,556	(51,892)	(50,188)	(4,027)	(54,215)
<b>As of June 30, 2015</b>	166,004	(211)	735,756	2,412,849	3,385,879	145,422	3,531,301



# Consolidated Statement of Cash Flows

(Unit: Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015
<b>Cash flows from operating activities</b>		
Profit before income taxes	94,282	107,032
Depreciation	51,013	58,426
Increase (Decrease) in retirement benefit liabilities	1,231	1,245
Decrease in retirement benefit assets	(1,688)	(93)
Interest and dividend income	(12,952)	(17,237)
Interest expenses	1,999	1,856
Foreign exchange losses	1,399	(720)
Share of the profit of associates accounted for using the equity method	(1,377)	(1,936)
Losses on sales or disposal of property, plant and equipment	539	1,229
Increase in trade receivables	14,279	23,696
Increase in inventories	(3,324)	(4,527)
Increase (Decrease) in trade payables	332	(24,534)
Other	41,176	33,019
Subtotal	186,909	177,456
Interest received	2,226	3,290
Dividends received	11,876	16,183
Interest paid	(1,961)	(1,727)
Income taxes paid	(75,860)	(21,305)
Net cash provided by operating activities	123,190	173,897
<b>Cash flows from investing activities</b>		
Decrease in time deposits	(146)	(191,534)
Purchases of property, plant and equipment	(77,434)	(80,321)
Proceeds from sales of property, plant and equipment	1,144	1,970
Purchases of intangible assets	(1,837)	(2,349)
Purchases of investments in equity instruments	(674)	(463)
Purchases of investments in debt instruments	(125,473)	(195,329)
Proceeds from sales and redemption of investments in debt instruments	171,658	22,601
Other	(1,244)	2,188
Net cash used in investing activities	(34,006)	(443,237)
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term borrowings	4,015	(1,328)
Proceeds from borrowings	787	41,357
Repayments of long-term borrowings	(42,202)	(742)
Repayments of finance lease obligations	(2,359)	(2,435)
Redemption of bonds	(40,000)	—
Dividends paid	(46,241)	(50,257)
Dividends paid to non-controlling interests	(7,052)	(3,930)
Purchase of subsidiary's treasury stock	—	(38)
Other	293	176
Net cash used in financing activities	(132,759)	(17,197)
Foreign currency translation adjustments on cash and cash equivalents	(1,842)	1,698
Net (decrease) increase in cash and cash equivalents	(45,417)	(284,839)
Cash and cash equivalents at beginning of period	641,694	792,414
Cash and cash equivalents of a newly consolidated subsidiary	852	106
Cash and cash equivalents at end of period	597,129	507,681

## Segment information

For the Three months ended June 30, 2014

(Unit: Millions of yen)

	Reportable segment					Others (Note)	Eliminations	Consolidated	
	Japan	North America	Europe	Asia	Total				
Revenue									
Customers	439,015	219,468	130,464	220,966	1,009,913	18,332	—	1,028,245	
Intersegment	194,456	5,075	7,608	23,882	231,021	43	(231,064)	—	
Total	633,471	224,543	138,072	244,848	1,240,934	18,375	(231,064)	1,028,245	
Segment profit	50,738	7,827	3,676	17,789	80,030	(183)	2,261	82,108	
Finance income									12,960
Finance expense									(2,762)
Foreign exchange gains									599
Share of the profit of associates accounted for using the equity method									1,377
Profit before income taxes									94,282

(Note) "Others" is a business segment that is not included in reportable segments. It includes business activities of subsidiaries in South America, etc.

For the Three months ended June 30, 2015

(Unit: Millions of yen)

	Reportable segment					Others (Note)	Eliminations	Consolidated	
	Japan	North America	Europe	Asia	Total				
Revenue									
Customers	418,096	276,185	145,831	250,022	1,090,134	15,891	—	1,106,025	
Intersegment	205,909	7,456	6,701	35,104	255,170	94	(255,264)	—	
Total	624,005	283,641	152,532	285,126	1,345,304	15,985	(255,264)	1,106,025	
Segment profit	43,284	14,738	4,241	21,262	83,525	(868)	4,001	86,658	
Finance income									17,365
Finance expense									(2,399)
Foreign exchange gains									3,472
Share of the profit of associates accounted for using the equity method									1,936
Profit before income taxes									107,032

(Note) "Others" is a business segment that is not included in reportable segments. It includes business activities of subsidiaries in South America, etc.