

**DENSO CORPORATION and Consolidated Subsidiaries**  
**Consolidated Financial Results for the First Quarter Ended June 30, 2014**

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DATE: July 31, 2014  
 DENSO CORPORATION  
 CODE: 6902  
 Listed on the Tokyo and  
 Nagoya stock exchanges

**Results for the first quarter ended June 30, 2014 (From April 1, 2014 to June 30, 2014)**

**(1) Operating Results**

(Millions of yen, except per share figures)

	3 months ended Jun. 30, 2014	3 months ended Jun. 30, 2013	Year ended Mar. 31, 2014
Net sales.....	1,029,101	997,574	4,095,925
% change from the previous corresponding period.....	3.2%	13.1%	14.4%
Operating income.....	85,051	102,150	377,696
% change from the previous corresponding period.....	( 16.7%)	30.7%	44.0%
Income before income taxes and minority interests.....	97,637	116,698	418,637
% change from the previous corresponding period.....	( 16.3%)	37.1%	48.5%
Net Income.....	68,790	86,043	287,388
% change from the previous corresponding period.....	( 20.1%)	75.2%	58.2%
Basic net income per share.....	86.28 yen	108.11 yen	360.85 yen
Diluted net income per share .....	86.25 yen	108.03 yen	360.60 yen

Note: Basic net income per share is based upon the average number of shares outstanding.

**(2) Financial Position**

(Millions of yen, except per share figures)

	As of Jun. 30, 2014	As of Mar. 31, 2014	As of Jun. 30, 2013
Total assets.....	4,388,054	4,442,507	4,189,506
Total equity.....	2,859,699	2,823,346	2,575,354
Equity ratio.....	62.2 %	60.6 %	58.5 %
Equity per share.....	3,424.63 yen	3,376.06 yen	3,079.54 yen

Note: "Equity per share" is based upon the number of shares outstanding as of the respective balance sheet dates.

**(3) Consolidation Scope**

Number of consolidated subsidiaries : 187  
 Number of unconsolidated subsidiary : 1  
 Number of affiliates : 34 ( Affiliates accounted for by the equity method : 33 )

**(4) Changes in Consolidation Scope and Application of the Equity Method**

Consolidated subsidiaries  
 Added : 2  
 Excluded : 0  
 Companies accounted for by the equity method  
 Added : 0  
 Excluded : 1

## Consolidated Balance Sheets

Assets	As of Jun. 30, 2014	As of Mar. 31, 2014	Millions of yen Increase (Decrease)
<b>Current Assets:</b>			
Cash and cash equivalents	597,129	641,694	
Short-term investments	353,010	392,414	
Notes and accounts receivable, less allowance for doubtful accounts	667,693	688,147	
Inventories	421,468	422,425	
Deferred tax assets	59,046	68,688	
Other current assets	126,183	128,279	
<b>Total current assets</b>	<b>2,224,529</b>	<b>2,341,647</b>	<b>(117,118)</b>
<b>Property, Plant and Equipment:</b>			
Land	175,227	175,244	
Buildings and structures	827,176	811,575	
Machinery and equipment	3,008,011	2,987,757	
Construction in progress	129,583	126,089	
	4,139,997	4,100,665	
Less: Accumulated depreciation	(3,072,536)	(3,056,989)	
<b>Net property, plant and equipment</b>	<b>1,067,461</b>	<b>1,043,676</b>	<b>23,785</b>
<b>Investments and Other Assets</b>	<b>1,096,064</b>	<b>1,057,184</b>	<b>38,880</b>
<b>Total</b>	<b>4,388,054</b>	<b>4,442,507</b>	<b>(54,453)</b>
<b>Liabilities and Equity</b>			
	As of	As of	Increase
	Jun. 30, 2014	Mar. 31, 2014	(Decrease)
<b>Current Liabilities:</b>			
Short-term borrowings	23,547	22,774	
Current portion of long-term debt	22,692	104,391	
Notes and accounts payable	488,526	493,933	
Income taxes payable	14,018	73,855	
Accrued expenses	258,054	233,676	
Other current liabilities	119,894	102,387	
<b>Total current liabilities</b>	<b>926,731</b>	<b>1,031,016</b>	<b>(104,285)</b>
<b>Long-term Liabilities:</b>			
Long-term debt	307,464	308,578	
Liabilities for retirement benefits to employees, directors, corporate auditors and managing officers	202,343	201,940	
Deferred tax liabilities	72,022	58,272	
Other long-term liabilities	19,795	19,355	
<b>Total long-term liabilities</b>	<b>601,624</b>	<b>588,145</b>	<b>13,479</b>
<b>Shareholders' Equity:</b>			
Common stock	187,457	187,457	
Capital surplus	269,662	269,497	
Retained earnings	2,206,788	2,184,238	
Treasury stock - at cost	(219,797)	(220,120)	
<b>Total shareholders' equity</b>	<b>2,444,110</b>	<b>2,421,072</b>	<b>23,038</b>
<b>Variance of the Estimate/Conversion:</b>			
Unrealized gain on available-for-sale securities	335,673	307,687	
Deferred gain (loss) on derivatives under hedge accounting	76	(113)	
Foreign currency translation adjustments	(39,466)	(27,380)	
Remeasurements of defined benefit plans	(9,748)	(9,775)	
<b>Total variance of the estimate/conversion</b>	<b>286,535</b>	<b>270,419</b>	<b>16,116</b>
<b>Stock Acquisition Rights</b>	<b>432</b>	<b>488</b>	<b>(56)</b>
<b>Minority Interests</b>	<b>128,622</b>	<b>131,367</b>	<b>(2,745)</b>
<b>Total equity</b>	<b>2,859,699</b>	<b>2,823,346</b>	<b>36,353</b>
<b>Total</b>	<b>4,388,054</b>	<b>4,442,507</b>	<b>(54,453)</b>

## Consolidated Statements of Income

	3 months ended Jun. 30, 2014	3 months ended Jun. 30, 2013	Millions of yen Increase (Decrease)
<b>Net Sales</b>	1,029,101	997,574	31,527
Cost of Sales	851,295	810,930	40,365
<b>Gross Profit</b>	177,806	186,644	(8,838)
Selling, General and Administrative Expenses	92,755	84,494	
<b>Operating Income</b>	85,051	102,150	(17,099)
Other Income (Expenses):			
Interest and dividend income	12,952	8,210	
Interest expense	(1,999)	(1,701)	
Equity in earnings of affiliates	1,295	1,778	
Gain on sales of property, plant and equipment	479	346	
Loss on sales or disposal of property, plant and equipment	(430)	(741)	
Impairment loss on investment securities	(27)	(55)	
Loss on sales of investment securities	(1)	-	
Foreign exchange gain	309	5,892	
Other, net	8	819	
<b>Income before income taxes and minority interests</b>	97,637	116,698	(19,061)
Income Taxes:			
Current	17,137	25,068	
Deferred	7,908	(421)	
Minority Interests in Net Income	3,802	6,008	
<b>Net Income</b>	68,790	86,043	(17,253)

## Segment Information

<b>Geographical Segments (by company location)</b>		Millions of yen		
		3 months ended Jun. 30, 2014	3 months ended Jun. 30, 2013	Increase (Decrease)
Sales	Japan	634,327	653,629	(19,302)
	North America	224,543	207,305	17,238
	Europe	138,072	117,931	20,141
	Asia & Oceania	244,848	231,513	13,335
	Total	1,241,790	1,210,378	31,412
	Others	18,375	21,152	(2,777)
Grand Total		1,260,165	1,231,530	28,635
Operating (Loss) Income	Japan	55,225	75,272	(20,047)
	North America	7,486	6,251	1,235
	Europe	3,979	1,726	2,253
	Asia & Oceania	17,210	21,358	(4,148)
	Total	83,900	104,607	(20,707)
	Others	(205)	960	(1,165)
Grand Total		83,695	105,567	(21,872)