



Environmental Accounting

We aggregate environmental cost from “environmental investing” and “maintenance costs.” We are progressing in building an environmental accounting system for understanding expenses (environmental cost) and also the effect (economic effects) of those expenses as the aim in reducing burdens on the environment from business activities. This report aggregates the environmental effects and environmental costs following Environmental Accounting Guidelines announced by the Ministry of Environment.

* Please refer to the pages for efforts concerning “Energy and Global Warming,” “Resource Recycling,” and “Substances of Concern(SOCs)” for improved effects (material volume effects) on environmental burden.

Activity Status

Environmental Cost

FY2007 results for aggregate accounting for Toyota Auto Body as indicated below was a total of 5.65 billion yen for environmental costs(only Toyota Auto Body). These costs mainly involve countermeasures for odor control and investment for energy conservation.

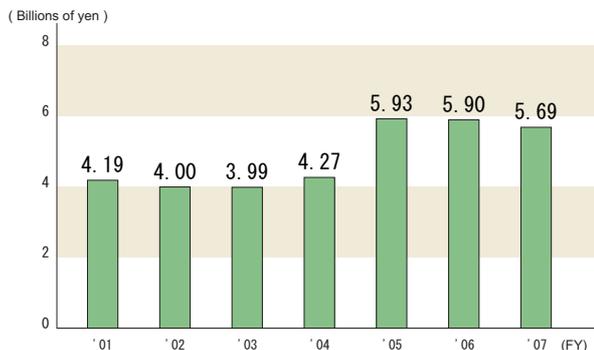
In FY2007, environmental costs at consolidated management group companies was aggregated for seven domestic and overseas consolidated subsidiary companies involved in production.

■ Aggregate Environmental Cost Results (billions of yen)				
Cost	Unconsolidated base(FY2007)		Consolidated subsidiary totals(FY2007)	
	Invested	Costs	Invested	Costs
In-area operation costs	3.41	0.63	0.41	0.15
Up and downstream costs	—	—	—	—
Activity management costs	0.1	0.57	—	0.06
R&D Costs	—	0.93	—	—
Social activity costs	—	0.01	—	—
Environmental damage costs	—	—	—	—
Total	3.51	2.14	0.41	0.21
	5.65		0.62	

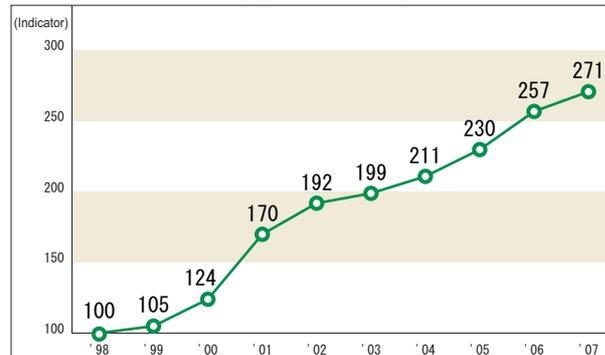
*Companies covered Domestic: Tokai Utility Motor Co., Ltd., Toyota Body Seiko Co., Ltd., Ace Industry Co., Ltd., Tokai Parts Industry Co., Ltd., Gifu Auto Body Co., Ltd. Overseas: P.T. Sugity Creatives Co., Ltd., Chun Shyang Shin Yeh Industry Co., Ltd.

*From FY2007, Gifu Auto Body Co., Ltd. was added as a consolidated subsidiary

■ Environmental Cost Shifts (Unconsolidated)



■ Environmental Efficiency (Unconsolidated)···CO₂ emission volume



* Environmental efficiency = Sales / environmental burden

* FY1998 indicated index is 100 for CO₂ emissions volume for production

Environmental Results (Economic effects)

Economic effects from energy conservation through “energy cost reductions” and recycled material purchasing” were reductions of 4.28 billion yen for Toyota Auto Body above and 2.29 billion yen for our consolidated subsidiary companies.

Please note:

Calculations limited to those items of a sound basis, excluding economic effects based on imaginative accounting such as “contributions toward product added value ” or “environmental risk recovery.”

Item	Amount of Reduction	
	Unconsolidated	Consolidated subsidiary
Energy cost reductions	0.14 billion yen	0.03 billion yen
Recycled material purchasing price	4.14 billion yen	2.26 billion yen
Total	4.28 billion yen	2.29 billion yen