

June 26, 2015

**HONDA MOTOR CO., LTD. REPORTS
CONSOLIDATED FINANCIAL RESULTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2015**

Tokyo, June 26, 2015--- Honda Motor Co., Ltd. (the “Company”) voluntarily adopted International Financial Reporting Standards (“IFRS”) for the consolidated financial statements incorporated in Form 20-F for the fiscal year ended March 31, 2015. This report is a voluntary disclosure that provides selected financial data which was included in Form 20-F which the Company disclosed on June 26, 2015. Please refer to Form 20-F for comprehensive financial data and related information which are not included in this press release.

[1] Consolidated Statements of Financial Position

April 1, 2013 and March 31, 2014 and 2015

| | Yen (millions) | | |
|---|----------------|--------------|--------------|
| | 2013 | 2014 | 2015 |
| Assets | | | |
| Current assets: | | | |
| Cash and cash equivalents | ¥ 1,270,612 | ¥ 1,193,584 | ¥ 1,471,730 |
| Trade receivables | 675,310 | 736,871 | 820,681 |
| Receivables from financial services | 1,684,909 | 1,935,142 | 2,098,951 |
| Other financial assets | 83,623 | 102,020 | 92,708 |
| Inventories | 1,214,749 | 1,334,775 | 1,498,312 |
| Other current assets | 207,647 | 246,766 | 313,758 |
| Total current assets | 5,136,850 | 5,549,158 | 6,296,140 |
| Non-current assets: | | | |
| Investments accounted for using the equity method | 483,453 | 552,081 | 614,975 |
| Receivables from financial services | 2,874,476 | 3,416,080 | 3,584,654 |
| Other financial assets | 259,579 | 297,798 | 350,579 |
| Equipment on operating leases | 2,003,353 | 2,427,407 | 3,335,367 |
| Property, plant and equipment | 2,438,107 | 2,821,542 | 3,189,511 |
| Intangible assets | 607,137 | 669,783 | 759,535 |
| Deferred tax assets | 235,298 | 173,000 | 138,069 |
| Other non-current assets | 119,220 | 141,589 | 157,007 |
| Total non-current assets | 9,020,623 | 10,499,280 | 12,129,697 |
| Total assets | ¥ 14,157,473 | ¥ 16,048,438 | ¥ 18,425,837 |
| Liabilities and Equity | | | |
| Current liabilities: | | | |
| Trade payables | ¥ 976,065 | ¥ 1,079,318 | ¥ 1,157,738 |
| Financing liabilities | 2,186,448 | 2,622,436 | 2,833,563 |
| Accrued expenses | 384,230 | 356,466 | 377,372 |
| Other financial liabilities | 130,138 | 78,495 | 109,715 |
| Income taxes payable | 80,604 | 42,702 | 53,654 |
| Provisions | 136,427 | 185,375 | 294,281 |
| Other current liabilities | 293,211 | 387,008 | 474,731 |
| Total current liabilities | 4,187,123 | 4,751,800 | 5,301,054 |
| Non-current liabilities: | | | |
| Financing liabilities | 2,710,801 | 3,224,512 | 3,926,276 |
| Other financial liabilities | 46,513 | 72,993 | 61,147 |
| Retirement benefit liabilities | 642,300 | 463,163 | 592,724 |
| Provisions | 124,838 | 140,103 | 182,661 |
| Deferred tax liabilities | 543,846 | 640,150 | 744,410 |
| Other non-current liabilities | 173,747 | 196,789 | 234,744 |
| Total non-current liabilities | 4,242,045 | 4,737,710 | 5,741,962 |
| Total liabilities | 8,429,168 | 9,489,510 | 11,043,016 |
| Equity: | | | |
| Common stock | 86,067 | 86,067 | 86,067 |
| Capital surplus | 171,117 | 171,117 | 171,118 |
| Treasury stock | (26,124) | (26,149) | (26,165) |
| Retained earnings | 5,260,157 | 5,831,140 | 6,083,573 |
| Other components of equity | 42,017 | 273,359 | 794,034 |
| Equity attributable to owners of the parent | 5,533,234 | 6,335,534 | 7,108,627 |
| Non-controlling interests | 195,071 | 223,394 | 274,194 |
| Total equity | 5,728,305 | 6,558,928 | 7,382,821 |
| Total liabilities and equity | ¥ 14,157,473 | ¥ 16,048,438 | ¥ 18,425,837 |

[2] Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income

Years ended March 31, 2014 and 2015

| | Yen (millions) | |
|---|----------------|--------------|
| | 2014 | 2015 |
| Sales revenue | ¥ 12,506,091 | ¥ 13,328,099 |
| Operating costs and expenses: | | |
| Cost of sales | (9,590,557) | (10,330,784) |
| Selling, general and administrative | (1,493,298) | (1,720,550) |
| Research and development | (598,372) | (606,162) |
| Total operating costs and expenses..... | (11,682,227) | (12,657,496) |
| Operating profit | 823,864 | 670,603 |
| Share of profit of investments accounted for using the equity method..... | 130,916 | 96,097 |
| Finance income and finance costs: | | |
| Interest income | 24,072 | 27,037 |
| Interest expense | (12,803) | (18,194) |
| Other, net..... | (32,146) | 30,694 |
| Total finance income and finance costs | (20,877) | 39,537 |
| Profit before income taxes | 933,903 | 806,237 |
| Income tax expense..... | (267,992) | (245,139) |
| Profit for the year..... | ¥ 665,911 | ¥ 561,098 |
| Profit for the year attributable to: | | |
| Owners of the parent | 624,703 | 509,435 |
| Non-controlling interests..... | 41,208 | 51,663 |
| | | |
| | Yen | |
| | 2014 | 2015 |
| Earnings per share attributable to owners of the parent | | |
| Basic and diluted | ¥ 346.62 | ¥ 282.66 |

Consolidated Statements of Comprehensive Income

Years ended March 31, 2014 and 2015

| | Yen (millions) | |
|--|----------------|-------------|
| | 2014 | 2015 |
| Profit for the year..... | ¥ 665,911 | ¥ 561,098 |
| Other comprehensive income, net of tax: | | |
| Items that will not be reclassified to profit or loss | | |
| Remeasurements of defined benefit plans..... | 83,292 | (101,286) |
| Net changes in revaluation of financial assets measured at fair value through other comprehensive income..... | 13,581 | 24,007 |
| Share of other comprehensive income of investments accounted for using the equity method..... | 6,855 | (714) |
| Items that may be reclassified subsequently to profit or loss | | |
| Exchange differences on translating foreign operations | 193,509 | 465,776 |
| Share of other comprehensive income of investments accounted for using the equity method..... | 27,059 | 57,356 |
| Total other comprehensive income, net of tax..... | 324,296 | 445,139 |
| Comprehensive income for the year | ¥ 990,207 | ¥ 1,006,237 |
| Comprehensive income for the year attributable to: | | |
| Owners of the parent | 944,706 | 931,709 |
| Non-controlling interests..... | 45,501 | 74,528 |

[3] Consolidated Statements of Changes in Equity

Years ended March 31, 2014 and 2015

| | Yen (millions) | | | | | | | |
|--|---|-----------------|----------------|-------------------|----------------------------|-------------|---------------------------|--------------|
| | Equity attributable to owners of the parent | | | | | Total | Non-controlling interests | Total equity |
| | Common stock | Capital surplus | Treasury stock | Retained earnings | Other components of equity | | | |
| Balance as of April 1, 2013 | ¥ 86,067 | ¥ 171,117 | ¥ (26,124) | ¥ 5,260,157 | ¥ 42,017 | ¥ 5,533,234 | ¥ 195,071 | ¥ 5,728,305 |
| Comprehensive income for the year | | | | | | | | |
| Profit for the year | | | | 624,703 | | 624,703 | 41,208 | 665,911 |
| Other comprehensive income, net of tax | | | | | 320,003 | 320,003 | 4,293 | 324,296 |
| Total comprehensive income for the year | | | | 624,703 | 320,003 | 944,706 | 45,501 | 990,207 |
| Reclassification to retained earnings | | | | 88,661 | (88,661) | — | | — |
| Transactions with owners and other | | | | | | | | |
| Dividends paid | | | | (142,381) | | (142,381) | (11,629) | (154,010) |
| Purchases of treasury stock | | | (26) | | | (26) | | (26) |
| Disposal of treasury stock | | | 1 | | | 1 | | 1 |
| Equity transactions and others | | | | | | | (5,549) | (5,549) |
| Total transactions with owners and other | | | (25) | (142,381) | | (142,406) | (17,178) | (159,584) |
| Balance as of March 31, 2014 . | ¥ 86,067 | ¥ 171,117 | ¥ (26,149) | ¥ 5,831,140 | ¥ 273,359 | ¥ 6,335,534 | ¥ 223,394 | ¥ 6,558,928 |
| Comprehensive income for the year | | | | | | | | |
| Profit for the year | | | | 509,435 | | 509,435 | 51,663 | 561,098 |
| Other comprehensive income, net of tax | | | | | 422,274 | 422,274 | 22,865 | 445,139 |
| Total comprehensive income for the year | | | | 509,435 | 422,274 | 931,709 | 74,528 | 1,006,237 |
| Reclassification to retained earnings | | | | (98,401) | 98,401 | — | | — |
| Transactions with owners and other | | | | | | | | |
| Dividends paid | | | | (158,601) | | (158,601) | (21,566) | (180,167) |
| Purchases of treasury stock | | | (17) | | | (17) | | (17) |
| Disposal of treasury stock | | | 1 | | | 1 | | 1 |
| Equity transactions and others | | 1 | | | | 1 | (2,162) | (2,161) |
| Total transactions with owners and other | | 1 | (16) | (158,601) | | (158,616) | (23,728) | (182,344) |
| Balance as of March 31, 2015 . | ¥ 86,067 | ¥ 171,118 | ¥ (26,165) | ¥ 6,083,573 | ¥ 794,034 | ¥ 7,108,627 | ¥ 274,194 | ¥ 7,382,821 |

[4] Consolidated Statements of Cash Flows

Years ended March 31, 2014 and 2015

| | Yen (millions) | |
|---|----------------|-------------|
| | 2014 | 2015 |
| Cash flows from operating activities: | | |
| Profit before income taxes..... | ¥ 933,903 | ¥ 806,237 |
| Depreciation, amortization and impairment losses excluding equipment on operating leases..... | 588,132 | 625,229 |
| Share of profit of investments accounted for using the equity method | (130,916) | (96,097) |
| Finance income and finance costs, net | (27,945) | (41,941) |
| Interest income and interest costs from financial services, net..... | (167,397) | (172,275) |
| Changes in assets and liabilities | | |
| Trade receivables | (47,084) | (45,839) |
| Inventories | (66,991) | (56,285) |
| Trade payables | 84,520 | 22,246 |
| Accrued expenses | 2,527 | 8,865 |
| Provisions and retirement benefit liabilities..... | (24,228) | 107,324 |
| Receivables from financial services..... | (423,106) | 316,962 |
| Equipment on operating leases | (248,604) | (535,165) |
| Other assets and liabilities | (14,135) | 45,255 |
| Other, net..... | (4,211) | (12,931) |
| Dividends received..... | 107,629 | 114,501 |
| Interest received | 224,232 | 236,344 |
| Interest paid..... | (88,582) | (89,804) |
| Income taxes paid..... | (248,636) | (212,222) |
| Net cash provided by operating activities..... | 449,108 | 1,020,404 |
| Cash flows from investing activities: | | |
| Payments for additions to property, plant and equipment | (718,431) | (648,205) |
| Payments for additions to and internally developed intangible assets..... | (208,752) | (234,915) |
| Proceeds from sales of property, plant and equipment and intangible assets..... | 19,586 | 33,243 |
| Proceeds from sales of subsidiaries, net of cash and cash equivalents disposed of..... | 9,129 | — |
| Payments for acquisitions of investments accounted for using the equity method | — | (1,971) |
| Proceeds from sales of investments accounted for using the equity method..... | 3,812 | — |
| Payments for acquisitions of other financial assets | (108,510) | (108,873) |
| Proceeds from sales and redemptions of other financial assets | 75,429 | 119,897 |
| Other, net..... | 6,714 | 328 |
| Net cash used in investing activities..... | (921,023) | (840,496) |
| Cash flows from financing activities: | | |
| Proceeds from short-term financing liabilities | 8,561,912 | 8,731,773 |
| Repayments of short-term financing liabilities | (8,568,859) | (8,602,054) |
| Proceeds from long-term financing liabilities | 1,597,530 | 1,505,732 |
| Repayments of long-term financing liabilities | (1,059,235) | (1,389,121) |
| Dividends paid to owners of the parent | (142,381) | (158,601) |
| Dividends paid to non-controlling interests..... | (11,296) | (21,513) |
| Purchases and sales of treasury stock, net..... | (25) | (16) |
| Other, net..... | (22,188) | (53,712) |
| Net cash provided by financing activities..... | 355,458 | 12,488 |
| Effect of exchange rate changes on cash and cash equivalents..... | 39,429 | 85,750 |
| Net change in cash and cash equivalents | (77,028) | 278,146 |
| Cash and cash equivalents at beginning of year | 1,270,612 | 1,193,584 |
| Cash and cash equivalents at end of year..... | ¥ 1,193,584 | ¥ 1,471,730 |

[5] Segment Information

1. Segment Information

As of and for the year ended March 31, 2014

| | Yen (millions) | | | | | | |
|-------------------------------------|---------------------|---------------------|-----------------------------|------------------------------------|---------------|-------------------|--------------|
| | Motorcycle Business | Automobile Business | Financial Services Business | Power Product and Other Businesses | Segment Total | Reconciling Items | Consolidated |
| Sales revenue: | | | | | | | |
| External customers..... | ¥ 1,689,228 | ¥ 9,178,773 | ¥ 1,326,026 | ¥ 312,064 | ¥ 12,506,091 | ¥ — | ¥ 12,506,091 |
| Intersegment..... | — | 70,591 | 11,696 | 25,811 | 108,098 | (108,098) | — |
| Total..... | 1,689,228 | 9,249,364 | 1,337,722 | 337,875 | 12,614,189 | (108,098) | 12,506,091 |
| Segment profit (loss) | ¥ 176,898 | ¥ 461,156 | ¥ 182,708 | ¥ 3,102 | ¥ 823,864 | ¥ — | ¥ 823,864 |
| Segment assets | 1,316,079 | 6,795,373 | 7,995,429 | 341,678 | 16,448,559 | (400,121) | 16,048,438 |
| Depreciation and amortization | 67,540 | 492,661 | 384,145 | 11,653 | 955,999 | — | 955,999 |
| Capital expenditures | 79,995 | 854,658 | 1,214,618 | 19,052 | 2,168,323 | — | 2,168,323 |

As of and for the year ended March 31, 2015

| | Yen (millions) | | | | | | |
|------------------------------------|---------------------|---------------------|-----------------------------|------------------------------------|---------------|-------------------|--------------|
| | Motorcycle Business | Automobile Business | Financial Services Business | Power Product and Other Businesses | Segment Total | Reconciling Items | Consolidated |
| Sales revenue: | | | | | | | |
| External customers..... | ¥ 1,846,666 | ¥ 9,603,335 | ¥ 1,555,550 | ¥ 322,548 | ¥ 13,328,099 | ¥ — | ¥ 13,328,099 |
| Intersegment..... | — | 154,536 | 12,363 | 24,362 | 191,261 | (191,261) | — |
| Total..... | 1,846,666 | 9,757,871 | 1,567,913 | 346,910 | 13,519,360 | (191,261) | 13,328,099 |
| Segment profit (loss)..... | ¥ 192,154 | ¥ 279,756 | ¥ 202,574 | ¥ (3,881) | ¥ 670,603 | ¥ — | ¥ 670,603 |
| Segment assets | 1,489,703 | 7,653,645 | 9,318,545 | 334,858 | 18,796,751 | (370,914) | 18,425,837 |
| Depreciation and amortization..... | 70,881 | 525,522 | 484,526 | 12,061 | 1,092,990 | — | 1,092,990 |
| Capital expenditures | 87,762 | 791,626 | 1,685,245 | 14,588 | 2,579,221 | — | 2,579,221 |

Explanatory notes:

1. Intersegment sales revenues are generally made at values that approximate arm's-length prices.
2. Reconciling items include elimination of intersegment transactions and balances as well as unallocated corporate assets. Unallocated corporate assets, included in reconciling items as of March 31, 2014 and 2015 amounted to JPY 299,742 million and JPY 345,266 million, respectively, which consist primarily of the Company's cash and cash equivalents and financial assets measured at fair value through other comprehensive income.

2. Geographical Information

As of and for the year ended March 31, 2014

| | Yen (millions) | | | | | | | |
|------------------------------|----------------|---------------|------------|-------------|---------------|--------------|-------------------|--------------|
| | Japan | North America | Europe | Asia | Other Regions | Total | Reconciling Items | Consolidated |
| Sales revenue: | | | | | | | | |
| External customers..... | ¥ 2,236,303 | ¥ 6,189,386 | ¥ 683,680 | ¥ 2,395,533 | ¥ 1,001,189 | ¥ 12,506,091 | ¥ — | ¥ 12,506,091 |
| Inter-geographic areas .. | 1,977,455 | 373,003 | 97,877 | 494,885 | 11,275 | 2,954,495 | (2,954,495) | — |
| Total..... | 4,213,758 | 6,562,389 | 781,557 | 2,890,418 | 1,012,464 | 15,460,586 | (2,954,495) | 12,506,091 |
| Operating profit (loss)..... | ¥ 245,828 | ¥ 335,682 | ¥ (33,890) | ¥ 232,023 | ¥ 38,087 | ¥ 817,730 | ¥ 6,134 | ¥ 823,864 |
| Assets | ¥ 3,914,471 | ¥ 8,768,285 | ¥ 708,540 | ¥ 2,000,923 | ¥ 775,069 | ¥ 16,167,288 | ¥ (118,850) | ¥ 16,048,438 |

As of and for the year ended March 31, 2015

| | Yen (millions) | | | | | | | |
|-------------------------------|----------------|---------------|------------|-------------|---------------|--------------|-------------------|--------------|
| | Japan | North America | Europe | Asia | Other Regions | Total | Reconciling Items | Consolidated |
| Sales revenue: | | | | | | | | |
| External customers | ¥ 2,137,844 | ¥ 6,870,388 | ¥ 656,195 | ¥ 2,716,529 | ¥ 947,143 | ¥ 13,328,099 | ¥ — | ¥ 13,328,099 |
| Inter-geographic areas | 1,793,123 | 330,475 | 67,729 | 612,015 | 3,199 | 2,806,541 | (2,806,541) | — |
| Total | 3,930,967 | 7,200,863 | 723,924 | 3,328,544 | 950,342 | 16,134,640 | (2,806,541) | 13,328,099 |
| Operating profit (loss) | ¥ 210,171 | ¥ 181,525 | ¥ (22,615) | ¥ 278,855 | ¥ 40,167 | ¥ 688,103 | ¥ (17,500) | ¥ 670,603 |
| Assets | ¥ 4,231,472 | ¥ 10,454,542 | ¥ 667,945 | ¥ 2,526,914 | ¥ 677,831 | ¥ 18,558,704 | ¥ (132,867) | ¥ 18,425,837 |

Explanatory notes:

1. Major countries or regions in each geographic area:

| | |
|---------------|--|
| North America | United States, Canada, Mexico |
| Europe | United Kingdom, Germany, France, Belgium, Russia |
| Asia | Thailand, Indonesia, China, India, Vietnam |
| Other Regions | Brazil, Australia |

2. Sales revenues between geographic areas are generally made at values that approximate arm's-length prices.

3. Reconciling items include elimination of inter-geographic transactions and balances as well as unallocated corporate assets. Unallocated corporate assets, included in reconciling items as of March 31, 2014 and 2015 amounted to JPY 299,742 million and JPY 345,266 million, respectively, which consist primarily of the Company's cash and cash equivalents and financial assets measured at fair value through other comprehensive income.

[5] Information about per common share

Equity per share attributable to owners of the parent as of March 31, 2014 and 2015 are calculated based on the following information.

| | 2014 | 2015 |
|---|---------------|---------------|
| Equity attributable to owners of the parent (millions of yen) | ¥ 6,335,534 | ¥ 7,108,627 |
| The number of shares outstanding at the end of the period (excluding treasury stock) (shares)..... | 1,802,291,196 | 1,802,286,926 |
| Equity per share attributable to owners of the parent (yen) | ¥ 3,515.27 | ¥ 3,944.23 |

Earnings per share attributable to owners of the parent for the years ended March 31, 2014 and 2015 are calculated based on the following information. There were no potentially dilutive common shares outstanding for the years ended March 31, 2014 and 2015.

| | 2014 | 2015 |
|--|---------------|---------------|
| Profit for the year attributable to owners of the parent (millions of yen) | ¥ 624,703 | ¥ 509,435 |
| Weighted average number of common shares outstanding, basic (shares)..... | 1,802,294,383 | 1,802,289,321 |
| Basic earnings per share attributable to owners of the parent (yen) | ¥ 346.62 | ¥ 282.66 |

[6] Disclosures of Transition to IFRS

The Company voluntarily adopted IFRS in place of U.S. generally accepted accounting principles (“U.S. GAAP”) for the Company’s consolidated financial statements for the year ended March 31, 2015 included in the Form 20-F for that fiscal year. The date of transition to IFRS was April 1, 2013. The effects of the transition from U.S. GAAP to IFRS on the Company’s consolidated financial position, results of operations and cash flows are as follows.

Details of the reconciliation regarding the transition to IFRS are provided in note “(31) Explanation of Transition to IFRS” to the consolidated financial statements in Form 20-F.

Reconciliation of equity as of the date of transition (April 1, 2013) Consolidated Statements of Financial Position

| Yen (millions) | | | | | |
|---|--------------|------------------|---|--------------|---|
| Presentation under U.S. GAAP | U.S. GAAP | Reclassification | Recognition and measurement differences | IFRS | Presentation under IFRS |
| Assets | | | | | Assets |
| Current assets: | | | | | |
| Cash and cash equivalents | ¥ 1,206,128 | | ¥ 64,484 | ¥ 1,270,612 | Cash and cash equivalents |
| Trade accounts and notes receivable, net of allowance for doubtful accounts | 1,005,981 | ¥ (380,439) | 49,768 | 675,310 | Trade receivables |
| Finance subsidiaries-receivables, net.. | 1,243,002 | 461,450 | (19,543) | 1,684,909 | Receivables from financial services |
| | | 81,543 | 2,080 | 83,623 | Other financial assets |
| Inventories | 1,215,421 | 8,999 | (9,671) | 1,214,749 | Inventories |
| Deferred income taxes | 234,075 | (234,075) | | | |
| Other current assets | 418,446 | (210,563) | (236) | 207,647 | Other current assets |
| Total current assets | 5,323,053 | (273,085) | 86,882 | 5,136,850 | Total current assets |
| Non-current assets: | | | | | |
| Investments and advances: | | | | | |
| Investments in and advances to affiliates | 459,110 | (1,734) | 26,077 | 483,453 | Investments accounted for using the equity method |
| Other, including marketable equity securities | 209,680 | (209,680) | | | |
| Total investments and advances .. | 668,790 | | | | |
| Finance subsidiaries-receivables, net | 2,788,135 | 211,743 | (125,402) | 2,874,476 | Receivables from financial services |
| | | 248,972 | 10,607 | 259,579 | Other financial assets |
| Property on operating leases: | | | | | |
| Vehicles | 2,243,424 | | | | |
| Less accumulated depreciation | (400,292) | | | | |
| Net property on operating leases .. | 1,843,132 | | 160,221 | 2,003,353 | Equipment on operating leases |
| Property, plant and equipment, at cost: | | | | | |
| Land | 515,661 | | | | |
| Buildings | 1,686,638 | | | | |
| Machinery and equipment | 3,832,090 | | | | |
| Construction in progress | 288,073 | | | | |
| Less accumulated depreciation and amortization | (3,922,932) | | | | |
| Net property, plant and equipment | 2,399,530 | | 38,577 | 2,438,107 | Property, plant and equipment |
| | | 108,156 | 498,981 | 607,137 | Intangible assets |
| | | 240,143 | (4,845) | 235,298 | Deferred tax assets |
| Other assets, net of allowance for doubtful accounts | 612,717 | (485,415) | (8,082) | 119,220 | Other non-current assets |
| | | | | 9,020,623 | Total non-current assets |
| Total assets | ¥ 13,635,357 | ¥ (160,900) | ¥ 683,016 | ¥ 14,157,473 | Total assets |

| Yen (millions) | | | | | |
|------------------------------|-----------|------------------|---|-----------|-------------------------|
| Presentation under U.S. GAAP | U.S. GAAP | Reclassification | Recognition and measurement differences | IFRS | Presentation under IFRS |
| Liabilities | | | | | Liabilities |
| Current liabilities: | | | | | |
| | | ¥ 957,709 | ¥ 18,356 | ¥ 976,065 | Current liabilities: |
| | | 2,183,343 | 3,105 | 2,186,448 | Trade payables |
| | | | | | Financing liabilities |

Yen (millions)

| Presentation under U.S. GAAP | U.S. GAAP | Reclassification | Recognition and measurement differences | IFRS | Presentation under IFRS |
|--|--------------|------------------|---|--------------|---|
| Liabilities | | | | | |
| Short-term debt | ¥ 1,238,297 | (1,238,297) | | | Liabilities |
| Current portion of long-term debt..... | 945,046 | (945,046) | | | |
| Trade payables: | | | | | |
| Notes | 31,354 | (31,354) | | | |
| Accounts | 956,660 | (956,660) | | | |
| Accrued expenses..... | 593,570 | (218,352) | 9,012 | 384,230 | Accrued expenses |
| | | 126,008 | 4,130 | 130,138 | Other financial liabilities |
| Income taxes payable..... | 48,454 | 31,317 | 833 | 80,604 | Income taxes payable |
| | | 123,313 | 13,114 | 136,427 | Provisions |
| Other current liabilities | 275,623 | 14,673 | 2,915 | 293,211 | Other current liabilities |
| Total current liabilities | 4,089,004 | 46,654 | 51,465 | 4,187,123 | Total current liabilities |
| Non-current liabilities: | | | | | |
| Long-term debt, excluding current portion | 2,710,845 | (2,710,845) | | | Financing liabilities |
| | | 2,710,845 | (44) | 2,710,801 | Other financial liabilities |
| | | 51,342 | (4,829) | 46,513 | Retirement benefit liabilities |
| | | 651,094 | (8,794) | 642,300 | Provisions |
| | | 124,710 | 128 | 124,838 | Deferred tax liabilities |
| | | 439,642 | 104,204 | 543,846 | Other non-current liabilities |
| Other liabilities | 1,630,085 | (1,474,342) | 18,004 | 173,747 | Total non-current liabilities |
| Total liabilities..... | 8,429,934 | (160,900) | 160,134 | 8,429,168 | Total liabilities |
| Equity | | | | | |
| Honda Motor Co., Ltd. shareholders' equity: | | | | | |
| Common stock | 86,067 | | | 86,067 | Common stock |
| Capital surplus..... | 171,117 | | | 171,117 | Capital surplus |
| Treasury stock | (26,124) | | | (26,124) | Treasury stock |
| Legal reserves | 47,583 | (47,583) | | | Retained earnings |
| Retained earnings..... | 6,001,649 | 47,583 | (789,075) | 5,260,157 | Other components of equity |
| Accumulated other comprehensive income (loss), net | (1,236,792) | | 1,278,809 | 42,017 | |
| Total Honda Motor Co., Ltd. shareholders' equity..... | 5,043,500 | — | 489,734 | 5,533,234 | Equity attributable to owners of the parent |
| Noncontrolling interests | 161,923 | — | 33,148 | 195,071 | Non-controlling interests |
| Total equity..... | 5,205,423 | — | 522,882 | 5,728,305 | Total equity |
| Total liabilities and equity | ¥ 13,635,357 | ¥ (160,900) | ¥ 683,016 | ¥ 14,157,473 | Total liabilities and equity |

Reconciliation of equity as of March 31, 2014

Consolidated Statements of Financial Position

| Yen (millions) | | | | | |
|---|---------------------|--------------------|---|---------------------|---|
| Presentation under U.S. GAAP | U.S. GAAP | Reclassification | Recognition and measurement differences | IFRS | Presentation under IFRS |
| Assets | | | | | |
| Current assets: | | | | | |
| Cash and cash equivalents | ¥ 1,168,914 | | ¥ 24,670 | ¥ 1,193,584 | Cash and cash equivalents |
| Trade accounts and notes receivable, net of allowance for doubtful accounts | 1,158,671 | ¥ (416,668) | (5,132) | 736,871 | Trade receivables |
| Finance subsidiaries-receivables, net..... | 1,464,215 | 497,752 | (26,825) | 1,935,142 | Receivables from financial services |
| | | 93,844 | 8,176 | 102,020 | Other financial assets |
| Inventories..... | 1,302,895 | 10,385 | 21,495 | 1,334,775 | Inventories |
| Deferred income taxes | 202,123 | (202,123) | | | |
| Other current assets..... | 474,448 | (231,832) | 4,150 | 246,766 | Other current assets |
| Total current assets..... | <u>5,771,266</u> | <u>(248,642)</u> | <u>26,534</u> | <u>5,549,158</u> | Total current assets |
| Investments and advances: | | | | | |
| Investments in and advances to affiliates | 564,266 | (1,602) | (10,583) | 552,081 | Investments accounted for using the equity method |
| Other, including marketable equity securities | <u>253,661</u> | (253,661) | | | |
| Total investments and advances .. | <u>817,927</u> | | | | |
| Finance subsidiaries-receivables, net | 3,317,553 | 253,999 | (155,472) | 3,416,080 | Receivables from financial services |
| | | 286,558 | 11,240 | 297,798 | Other financial assets |
| Property on operating leases: | | | | | |
| Vehicles..... | 2,718,131 | | | | |
| Less accumulated depreciation | <u>(481,410)</u> | | | | |
| Net property on operating leases..... | <u>2,236,721</u> | | 190,686 | 2,427,407 | Equipment on operating leases |
| Property, plant and equipment, at cost: | | | | | |
| Land | 521,806 | | | | |
| Buildings | 1,895,140 | | | | |
| Machinery and equipment..... | 4,384,255 | | | | |
| Construction in progress | 339,093 | | | | |
| Less accumulated depreciation and amortization..... | <u>(4,321,862)</u> | | | | |
| Net property, plant and equipment..... | <u>2,818,432</u> | | 3,110 | 2,821,542 | Property, plant and equipment |
| | | 142,915 | 526,868 | 669,783 | Intangible assets |
| | | 165,646 | 7,354 | 173,000 | Deferred tax assets |
| Other assets, net of allowance for doubtful accounts..... | 660,132 | (497,781) | (20,762) | 141,589 | Other non-current assets |
| | | | | <u>10,499,280</u> | Total non-current assets |
| Total assets..... | <u>¥ 15,622,031</u> | <u>¥ (152,568)</u> | <u>¥ 578,975</u> | <u>¥ 16,048,438</u> | Total assets |

| Yen (millions) | | | | | | | | | |
|---|-----------|------------------|---|-----------|-------------------------|---------|-----------|---|------------------------------|
| Presentation under U.S. GAAP | U.S. GAAP | Reclassification | Recognition and measurement differences | IFRS | Presentation under IFRS | | | | |
| Liabilities | | | | | | | | | |
| Current liabilities: | | | | | | | | | |
| | | ¥ | 1,068,916 | ¥ | 10,402 | ¥ | 1,079,318 | | |
| | | | 2,622,809 | | (373) | | 2,622,436 | | |
| Short-term debt | ¥ | 1,319,344 | (1,319,344) | | | | | Trade payables | |
| Current portion of long-term debt | | 1,303,464 | (1,303,464) | | | | | Financing liabilities | |
| Trade payables:..... | | | | | | | | | |
| Notes | | 28,501 | (28,501) | | | | | | |
| Accounts | | 1,071,179 | (1,071,179) | | | | | | |
| Accrued expenses | | 626,503 | (277,380) | | 7,343 | | 356,466 | Accrued expenses | |
| | | | 76,691 | | 1,804 | | 78,495 | Other financial liabilities | |
| Income taxes payable..... | | 43,085 | | | (383) | | 42,702 | Income taxes payable | |
| | | | 176,430 | | 8,945 | | 185,375 | Provisions | |
| Other current liabilities..... | | 319,253 | 62,664 | | 5,091 | | 387,008 | Other current liabilities | |
| Total current liabilities | | 4,711,329 | 7,642 | | 32,829 | | 4,751,800 | Total current liabilities | |
| | | | | | | | | Non-current liabilities: | |
| Long-term debt, excluding current portion .. | | 3,234,066 | (3,234,066) | | (9,554) | | 3,224,512 | Financing liabilities | |
| | | | 3,234,066 | | (4,283) | | 72,993 | Other financial liabilities | |
| | | | 77,276 | | (5,484) | | 463,163 | Retirement benefit liabilities | |
| | | | 468,647 | | (5,484) | | 463,163 | Provisions | |
| | | | 137,724 | | 2,379 | | 140,103 | Deferred tax liabilities | |
| | | | 546,453 | | 93,697 | | 640,150 | Other non-current liabilities | |
| Other liabilities | | 1,563,238 | (1,390,310) | | 23,861 | | 196,789 | Total non-current liabilities | |
| Total liabilities | | 9,508,633 | (152,568) | | 133,445 | | 9,489,510 | Total liabilities | |
| Equity | | | | | | | | | |
| Honda Motor Co., Ltd. shareholders' equity: | | | | | | | | | |
| Common stock | | 86,067 | | | | | 86,067 | Common stock | |
| Capital surplus | | 171,117 | | | | | 171,117 | Capital surplus | |
| Treasury stock..... | | (26,149) | | | | | (26,149) | Treasury stock | |
| Legal reserves | | 49,276 | (49,276) | | | | | | |
| Retained earnings..... | | 6,431,682 | 49,276 | | (649,818) | | 5,831,140 | Retained earnings | |
| Accumulated other comprehensive income (loss), net..... | | (793,014) | | | 1,066,373 | | 273,359 | Other components of equity | |
| Total Honda Motor Co., Ltd. shareholders' equity | | 5,918,979 | — | | 416,555 | | 6,335,534 | Equity attributable to owners of the parent | |
| Noncontrolling interests | | 194,419 | — | | 28,975 | | 223,394 | Non-controlling interests | |
| Total equity | | 6,113,398 | — | | 445,530 | | 6,558,928 | Total equity | |
| Total liabilities and equity..... | ¥ | 15,622,031 | ¥ | (152,568) | ¥ | 578,975 | ¥ | 16,048,438 | Total liabilities and equity |

Reconciliation of comprehensive income for the Year Ended March 31, 2014

Consolidated Statements of Income

| Yen (millions) | | | | | |
|--|------------------|-------------------------|--|--------------|--|
| <u>Presentation under U.S. GAAP</u> | <u>U.S. GAAP</u> | <u>Reclassification</u> | <u>Recognition and measurement differences</u> | <u>IFRS</u> | <u>Presentation under IFRS</u> |
| Net sales and other operating revenue..... | ¥ 11,842,451 | ¥ 601,602 | ¥ 62,038 | ¥ 12,506,091 | Sales revenue |
| Operating costs and expenses: | | | | | Operating costs and expenses: |
| Cost of sales | (8,761,083) | (823,516) | (5,958) | (9,590,557) | Cost of sales |
| Selling, general and administrative..... | (1,696,957) | 221,914 | (18,255) | (1,493,298) | Selling, general and administrative |
| Research and development | (634,130) | | 35,758 | (598,372) | Research and development |
| | (11,092,170) | (601,602) | 11,545 | (11,682,227) | Total operating costs and expenses |
| Operating income | 750,281 | — | 73,583 | 823,864 | Operating profit |
| | | 132,471 | (1,555) | 130,916 | Share of profit of investments accounted for using the equity method |
| Other income (expenses): | | | | | Finance income and finance costs: |
| Interest income | 24,026 | | 46 | 24,072 | Interest income |
| Interest expense..... | (12,703) | | (100) | (12,803) | Interest expense |
| Other, net..... | (32,664) | | 518 | (32,146) | Other, net |
| | (21,341) | — | 464 | (20,877) | Total finance income and finance costs |
| Income before income taxes and equity in income of affiliates..... | 728,940 | 132,471 | 72,492 | 933,903 | Profit before income taxes |
| Income tax expense: | | | | | |
| Current..... | (207,236) | | | | |
| Deferred..... | (45,426) | | | | |
| | (252,662) | | (15,330) | (267,992) | Income tax expense |
| Income before equity in income of affiliates | 476,278 | | | | |
| Equity in income of affiliates | 132,471 | (132,471) | | | |
| Net income | ¥ 608,749 | — | ¥ 57,162 | ¥ 665,911 | Profit for the year |
| | | | | | Profit for the year attributable to: |
| Net income attributable to Honda Motor Co., Ltd..... | 574,107 | — | 50,596 | 624,703 | Owners of the parent |
| Net income attributable to noncontrolling interests..... | 34,642 | — | 6,566 | 41,208 | Non-controlling interests |

Consolidated Statements of Comprehensive Income

| Yen (millions) | | | | | |
|--|-------------|------------------|---|-----------|--|
| Presentation under U.S. GAAP | U.S. GAAP | Reclassification | Recognition and measurement differences | IFRS | Presentation under IFRS |
| Net income | ¥ 608,749 | | ¥ 57,162 | ¥ 665,911 | Profit for the year |
| Other comprehensive income (loss), net of tax: | | | | | Other comprehensive income, net of tax: |
| | | | | | Items that will not be reclassified to profit or loss |
| Pension and other postretirement benefits adjustments | 107,718 | ¥ 98 | (24,524) | 83,292 | Remeasurements of defined benefit plans |
| | | | | | Net changes in revaluation of financial assets measured at fair value through other comprehensive income |
| | | 13,309 | 272 | 13,581 | |
| Unrealized gains (losses) on available-for-sale securities, net..... | 15,252 | (15,252) | | | |
| | | | | | Share of other comprehensive income of investments accounted for using the equity method |
| | | 1,845 | 5,010 | 6,855 | Items that may be reclassified subsequently to profit or loss |
| Adjustments from foreign currency translation | 333,659 | (66,350) | (73,800) | 193,509 | Exchange differences on translating foreign operations |
| Unrealized gains (losses) on derivative instruments, net | 237 | | (237) | | |
| | | | | | Share of other comprehensive income of investments accounted for using the equity method |
| | | 66,350 | (39,291) | 27,059 | |
| Other comprehensive income (loss), net of tax..... | 456,866 | — | (132,570) | 324,296 | Total other comprehensive income, net of tax |
| Comprehensive income (loss) | ¥ 1,065,615 | — | ¥ (75,408) | ¥ 990,207 | Comprehensive income for the year |
| | | | | | Comprehensive income for the year attributable to: |
| Comprehensive income (loss) attributable to Honda Motor Co., Ltd. | 1,017,885 | — | (73,179) | 944,706 | Owners of the parent |
| Comprehensive income attributable to noncontrolling interests..... | 47,730 | — | (2,229) | 45,501 | Non-controlling interests |

Significant Adjustment Items of Consolidated Statements of Cash Flows for the Year Ended March 31, 2014

In the consolidated statements of cash flows prepared in accordance with IFRS, cash inflows from operating activities decreased by JPY 780,083 million and cash outflows from investing activities decreased by JPY 787,721 million compared with the statements prepared in accordance with U.S. GAAP.

CONSOLIDATED FINANCIAL SUMMARY 1 FOR THE FISCAL YEAR ENDED MARCH 31, 2015

Unaudited Consolidated Statements of Financial Position Divided into Non-financial Services Businesses and Finance Subsidiaries

| | Yen (millions) | |
|--|-------------------|-------------------|
| | Mar. 31, 2014 | Mar. 31, 2015 |
| Assets | | |
| < Non-financial Services Businesses > | | |
| Current assets: | 4,042,234 | 4,483,938 |
| Cash and cash equivalents | 1,171,991 | 1,378,534 |
| Trade receivables | 739,185 | 833,910 |
| Inventories | 1,325,299 | 1,486,140 |
| Other current assets | 805,759 | 785,354 |
| Non-current assets: | 4,970,709 | 5,624,166 |
| Investments accounted for using the equity method | 552,081 | 614,975 |
| Property, plant and equipment | 2,809,769 | 3,179,323 |
| Intangible assets | 662,603 | 750,893 |
| Other non-current assets | 946,256 | 1,078,975 |
| Total assets | 9,012,943 | 10,108,104 |
| < Finance Subsidiaries > | | |
| Cash and cash equivalents | 21,593 | 93,196 |
| Receivables from financial services, current | 1,936,086 | 2,099,944 |
| Receivables from financial services, non-current | 3,417,888 | 3,586,272 |
| Equipment on operating leases | 2,427,407 | 3,335,367 |
| Other assets | 192,455 | 203,766 |
| Total assets | 7,995,429 | 9,318,545 |
| Reconciling items | (959,934) | (1,000,812) |
| Total assets | 16,048,438 | 18,425,837 |
| Liabilities and Equity | | |
| < Non-financial Services Businesses > | | |
| Current liabilities: | 2,364,018 | 2,745,267 |
| Trade payables | 1,086,638 | 1,165,664 |
| Financing liabilities | 367,997 | 443,216 |
| Other current liabilities | 909,383 | 1,136,387 |
| Non-current liabilities: | 1,028,443 | 1,168,262 |
| Financing liabilities | 190,580 | 149,404 |
| Retirement benefit liabilities | 457,694 | 585,757 |
| Other non-current liabilities | 380,169 | 433,101 |
| Total liabilities | 3,392,461 | 3,913,529 |
| < Finance Subsidiaries > | | |
| Financing liabilities, current | 2,780,992 | 2,854,243 |
| Financing liabilities, non-current | 3,064,270 | 3,795,584 |
| Other liabilities | 931,984 | 1,176,496 |
| Total liabilities | 6,777,246 | 7,826,323 |
| Reconciling items | (680,197) | (696,836) |
| Total liabilities | 9,489,510 | 11,043,016 |
| Equity attributable to owners of the parent | 6,335,534 | 7,108,627 |
| Non-controlling interests | 223,394 | 274,194 |
| Total equity | 6,558,928 | 7,382,821 |
| Total liabilities and equity | 16,048,438 | 18,425,837 |

CONSOLIDATED FINANCIAL SUMMARY 2 FOR THE FISCAL YEAR ENDED MARCH 31, 2015

Unaudited Consolidated Statements of Cash Flows Divided into Non-financial Services Businesses and Finance Subsidiaries

| | Yen (millions) | | | | | | | |
|--|--|----------------------|-------------------|--------------|--|----------------------|-------------------|--------------|
| | For the fiscal year ended March 31, 2014 | | | | For the fiscal year ended March 31, 2015 | | | |
| | Non-financial Services Businesses | Finance Subsidiaries | Reconciling Items | Consolidated | Non-financial Services Businesses | Finance Subsidiaries | Reconciling Items | Consolidated |
| Cash flows from operating activities: | | | | | | | | |
| Profit before income taxes | 752,581 | 181,322 | — | 933,903 | 592,086 | 214,151 | — | 806,237 |
| Depreciation, amortization and impairment losses excluding equipment on operating leases | 585,826 | 2,306 | — | 588,132 | 622,238 | 2,991 | — | 625,229 |
| Share of profit of investments accounted for using the equity method | (130,916) | — | — | (130,916) | (96,097) | — | — | (96,097) |
| Decrease (increase) in trade receivables | (51,301) | (5,581) | 9,798 | (47,084) | (55,694) | 1,383 | 8,472 | (45,839) |
| Decrease (increase) in inventories | (66,233) | (758) | — | (66,991) | (55,882) | (403) | — | (56,285) |
| Increase (decrease) in trade payables | 91,845 | (269) | (7,056) | 84,520 | 20,132 | 352 | 1,762 | 22,246 |
| Decrease (increase) in receivables from financial services | — | (424,838) | 1,732 | (423,106) | — | 317,033 | (71) | 316,962 |
| Decrease (increase) in equipment on operating leases | — | (248,604) | — | (248,604) | — | (535,165) | — | (535,165) |
| Dividends received | 107,627 | 2 | — | 107,629 | 114,499 | 2 | — | 114,501 |
| Other, net | (266,521) | (79,408) | (2,446) | (348,375) | (72,899) | (48,238) | (10,248) | (131,385) |
| Net cash provided by (used in) operating activities | 1,022,908 | (575,828) | 2,028 | 449,108 | 1,068,383 | (47,894) | (85) | 1,020,404 |
| Cash flows from investing activities: | | | | | | | | |
| Payments for additions to property, plant and equipment | (717,958) | (473) | — | (718,431) | (647,773) | (432) | — | (648,205) |
| Payments for additions to and internally developed intangible assets | (205,286) | (3,466) | — | (208,752) | (231,280) | (3,635) | — | (234,915) |
| * Decrease (increase) in other financial assets | (32,541) | (4,867) | 4,327 | (33,081) | 145,452 | (948) | (133,480) | 11,024 |
| Other, net | 35,654 | 3,587 | — | 39,241 | 26,970 | 4,630 | — | 31,600 |
| Net cash provided by (used in) investing activities | (920,131) | (5,219) | 4,327 | (921,023) | (706,631) | (385) | (133,480) | (840,496) |
| Cash flows from financing activities: | | | | | | | | |
| * Proceeds from (repayment of) short-term financing liabilities | (88,668) | 73,965 | 7,756 | (6,947) | 54,692 | (58,331) | 133,358 | 129,719 |
| * Proceeds from long-term financing liabilities | 128,567 | 1,485,291 | (16,328) | 1,597,530 | 53,375 | 1,452,391 | (34) | 1,505,732 |
| * Repayments of long-term financing liabilities | (79,959) | (981,493) | 2,217 | (1,059,235) | (106,769) | (1,282,593) | 241 | (1,389,121) |
| Dividends paid to owners of the parent | (142,381) | — | — | (142,381) | (158,601) | — | — | (158,601) |
| Other, net | (33,509) | — | — | (33,509) | (75,241) | — | — | (75,241) |
| Net cash provided by (used in) financing activities | (215,950) | 577,763 | (6,355) | 355,458 | (232,544) | 111,467 | 133,565 | 12,488 |
| Effect of exchange rate changes on cash and cash equivalents | 38,200 | 1,229 | — | 39,429 | 77,335 | 8,415 | — | 85,750 |
| Net change in cash and cash equivalents | (74,973) | (2,055) | — | (77,028) | 206,543 | 71,603 | — | 278,146 |
| Cash and cash equivalents at beginning of period | 1,246,964 | 23,648 | — | 1,270,612 | 1,171,991 | 21,593 | — | 1,193,584 |
| Cash and cash equivalents at end of period | 1,171,991 | 21,593 | — | 1,193,584 | 1,378,534 | 93,196 | — | 1,471,730 |

Notes:

Non-financial services businesses provide loans to finance subsidiaries. These cash flows are included in the decrease (increase) in other financial assets, proceeds from (repayment of) short-term financing liabilities, proceeds from and repayment of long-term financing liabilities (marked by *). The amount of the loans to finance subsidiaries is a JPY 4,327 million increase for the fiscal year ended March 31, 2014, and a JPY 133,480 million decrease for the fiscal year ended March 31, 2015, respectively.