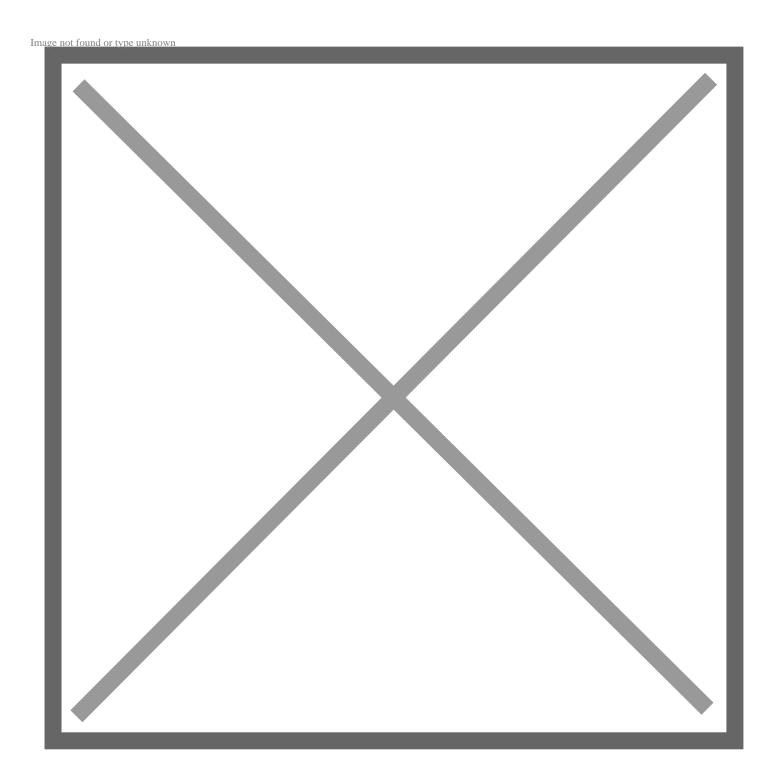
Toyota Motor Credit Corporation (TMCC) Issues its First Secured Overnight Financing Rate (SOFR) Medium-Term Note Transaction

October 24, 2019



PLANO, Texas (October 24, 2019) – Toyota Motor Credit Corporation (TMCC) has issued its first Secured Overnight Financing Rate (SOFR) medium-term note (MTN) transaction, demonstrating the company's commitment to innovation, and advancing its reputation as an industry leader. The one-year USD-denominated issuance settled on October 22, 2019, and raised \$1.55 billion from institutional investors. This represents the company's first SOFR-linked MTN transaction in the USD market, and the first time a captive auto finance company has issued a floating-rate MTN based on SOFR. The London Interbank Offered Rate (LIBOR) is scheduled to discontinue after 2021, and many companies are looking to SOFR as an alternative reference rate to price U.S. dollar loans and derivatives.

Cindy Wang, group vice president of treasury for Toyota Financial Services – the finance and insurance brand for Toyota in the United States – explained the importance of the company's SOFR issuance. "Our broader corporate liquidity strategy is to ensure that we maintain the ability to fund assets and repay liabilities in a timely and cost-effective manner, even in adverse market conditions. This transaction supports our strategy by further diversifying our financing structures, and places us at the forefront of companies preparing for the discontinuation of the LIBOR index," said Wang. "We're pleased that the offering was met with enthusiasm from large investors seeking exposure to SOFR. This strong demand allowed TMCC to upsize the deal significantly from its initial target." Wang added, "We appreciate the support from our investors and banking partners in making this SOFR issuance such a success."

TMCC has long demonstrated the ability to pursue innovative funding solutions. The company previously offered Diversity & Inclusion Bonds, the auto industry's first-ever Green Bond, and a SOFR floating-rate commercial paper transaction to the short-term capital markets.

For more information on TFS' Capital Markets programs, please visit www.toyotafinancial.com.