

Kawasaki Heavy Industries, Ltd.

NO.2024011

May 9, 2024

Notice Regarding Differences between Consolidated Earnings Forecasts for the Fiscal Year Ended March 31, 2024 and Actual Results for the Same Period, and Dividends from Retained Earnings (Dividend Increase)

Kawasaki Heavy Industries, Ltd. ("Kawasaki") hereby notifies the differences between the consolidated earnings forecasts for the fiscal year ended March 31, 2024 (April 1, 2023 to March 31, 2024; FY 2023) announced on February 9, 2024 and the actual results for the same period announced today and the dividends from retained earnings as follows. Dividends from retained earnings will be distributed based upon a resolution of its 201st Ordinary General Meeting of Shareholders to be held on June 26, 2024.

1. Differences between consolidated earnings forecasts for the fiscal year ended March 31, 2024 and actual results for the same period (from April 1, 2023 to March 31, 2024)

(1) Differences between earnings forecasts and actual results

	Revenue (Mil. yen)	Business profit (Mil. yen)	Profit before tax (Mil. yen)	Profit attributable to owners of parent (Mil. yen)	Basic earnings per share (Yen)
Previous forecast announced on February 9, 2024 (A)	1,840,000	43,000	21,000	12,000	71.64
Actual results (B)	1,849,287	46,201	31,980	25,377	151.51
Difference (B-A)	9,287	3,201	10,980	13,377	-
Difference (in %)	0.5%	7.4%	52.3%	111.5%	-
Results for FY 2022 (for reference only)	1,725,609	82,355	70,349	53,029	316.63

(2) Reason for the differences

Profit before tax increased by ¥10.9 billion to ¥31.9 billion mainly due to profitability improvement in Energy Solution & Marine Engineering Business and Aerospace Systems Business as well as more depreciation of the Yen than expected. Accordingly, profit attributable to owners of parent increased by ¥13.3 billion to ¥25.3 billion due to factors such as an increase in profit before tax.

2. Dividends

(1) Details of dividends

	Amount determined	Previous forecast (Announced on November 8, 2023)	Results for FY 2022
Record date	March 31, 2024	Same as on the left	March 31, 2023
Year-end Dividend per Share (Yen)	30.00	20.00	60.00
Total amount of dividends paid (Mil. yen)	5,036	-	10,072
Effective date	June 26, 2024	-	June 29, 2023
Source of dividends	Retained earnings	-	Retained earnings
End of second quarter Dividend per Share (Yen)	20.00	20.00	30.00
Annual Dividend per Share (Yen)	50.00	40.00	90.00

(2) Reasons

In order to maintain a well-balance between enhancing shareholder value and return to shareholders by distribution of dividends, Kawasaki has set a medium- to long-term consolidated dividend payout ratio standard of 30% for profit attributable to owners of parent with an aim of stable dividends.

Regarding the annual dividend for the fiscal year ended March 31, 2024, Kawasaki had previously announced the dividend forecast of ¥40 per share on November 8, 2023. However, based on the results for the fiscal year, Kawasaki plans to increase the year-end dividend by ¥10 per share and consequently the annual dividend per share will be ¥50.

-End of document-