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## Consolidated Financial Results for the Six Months Ended September 30, 2016 (IFRS Basis)

November 8, 2016

Listed company name : Keihin Corporation  
 Securities code : 7251 URL: <http://www.keihin-corp.co.jp>  
 Representative : Chitoshi Yokota, President & CEO  
 Contact person : Takashi Yanbe, General Manager, General Affairs Department Tel: +81-3-3345-3411  
 Scheduled date of filing financial report : November 8, 2016  
 Scheduled date of dividend payment : November 28, 2016  
 Supplementary materials prepared for financial results : Yes  
 Financial results briefing session : Yes (For analysts and for institutional investors)

(Amounts are rounded to the nearest million yen)

### 1. Consolidated Financial Results for the six months ended September 30, 2016 (April 1, 2016 to September 30, 2016)

#### (1) Consolidated Operating Results (% represents change from the same period of the previous year)

	Revenue		Operating Profit		Profit before tax		Profit for the period		Profit attributable to owners of the parent		Total comprehensive income for the period	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended September 30, 2016	156,450	(8.6)	12,192	8.8	10,402	(2.7)	5,260	(6.8)	4,159	(8.5)	(7,742)	-
Six months ended September 30, 2015	171,246	8.6	11,209	0.5	10,690	(1.5)	5,641	(19.9)	4,547	(21.0)	(2,311)	-

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2016	56.23	-
Six months ended September 30, 2015	61.48	-

#### (2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of the parent	Ratio of equity attributable to owners of the parent
	Million yen	Million yen	Million yen	%
As of September 30, 2016	241,496	171,382	151,220	62.6
As of March 31, 2016	257,065	182,521	159,295	62.0

### 2. Dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal Year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY2016	-	18.00	-	18.00	36.00
FY2017	-	20.00	-	-	-
FY2017 (Forecast)	-	-	-	20.00	40.00

Note: Revision to the latest forecast of dividends: None

Components of dividends for second quarter-end, FY2017

Ordinary dividend of 19.00 yen, Commemorative dividend of 1.00 yen (Commemorative dividend for the 60th anniversary)

Components of dividends for FY2017 (forecast)

Ordinary dividend of 19.00 yen, Commemorative dividend of 1.00 yen (Commemorative dividend for the 60th anniversary)

### 3. Consolidated Financial Results Forecast for FY2017 (April 1, 2016 through March 31, 2017)

(% represents change from the same period of the previous year)

	Revenue		Operating profit		Profit before tax		Profit for the year		Profit attributable to owners of the parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	308,000	(9.8)	23,500	42.9	21,600	38.9	13,500	69.2	11,600	104.3	156.84

Note: Revision to the latest forecast of financial results: Yes

#### \* Notes

(1) Changes in significant subsidiaries during the period

(Changes in specified subsidiaries accompanying changes in the scope of consolidation): None

(2) Changes in accounting policies and changes in accounting estimates

(i) Changes in accounting policies required by IFRS: None

(ii) Changes in accounting policies other than (i) above: None

(iii) Changes in accounting estimates: None

(3) Number of shares issued (Common stock)

(i) Number of shares issued (including treasury stock)

As of September 30, 2016	73,985,246	Shares
As of March 31, 2016	73,985,246	Shares

(ii) Number of treasury stock

As of September 30, 2016	26,120	Shares
As of March 31, 2016	26,041	Shares

(iii) Weighted average number of shares outstanding during the period

Six months ended September 30, 2016	73,959,166	Shares
Six months ended September 30, 2015	73,959,616	Shares

#### \* Indication regarding execution of review procedures

This financial results is exempt from the review procedures in accordance with Financial Instruments and Exchange Act. At the time of disclosure of this report, the review procedures for financial statements in accordance with Financial Instruments and Exchange Act have been completed.

#### \* Explanation of the appropriate use of forecasts of the financial results and other important information

The forecast statements shown in these materials in accordance with judgments of the management are based on information currently available. Actual financial and other results may significantly differ from the forecast statements due to various factors.

FY2017

**Consolidated Financial Results for the Six Months Ended September 30, 2016**  
**(Reference Materials 1)**

	Six months ended September 30, 2015	Six months ended September 30, 2016	Change	Percentage change	Year ended March 31, 2016	Year ended March 31, 2017 (Forecast)	Change	Percentage change
Revenue (Unit: 100 million yen)	1,712.5	1,564.5	△ 148.0	△ 8.6%	3,415.8	3,080.0	△ 335.8	△ 9.8%
Motorcycle and power products	440.1	391.4	△ 48.7	△ 11.1%	869.9	781.0	△ 88.9	△ 10.2%
Automobile products	1,272.4	1,173.1	△ 99.3	△ 7.8%	2,545.8	2,299.0	△ 246.8	△ 9.7%
Operating Profit (Unit: 100 million yen)	112.1	121.9	9.8	8.8%	164.4	235.0	70.6	42.9%
<Ratio to Revenue>	6.5%	7.8%			4.8%	7.6%		
Profit before tax (Unit: 100 million yen)	106.9	104.0	△ 2.9	△ 2.7%	155.5	216.0	60.5	38.9%
<Ratio to Revenue>	6.2%	6.6%			4.6%	7.0%		
Factors for Change in Operating Profit (Unit: 100 million yen)			9.8				70.6	
Revenue change, model mix, etc.,			17.2				11.7	
Cost reduction			51.2				103.5	
Raw material cost			0.7				0.4	
R&D expenses			△ 1.4				1.7	
Depreciation, amortization and labor cost			△ 15.3				△ 24.8	
New model launching costs, expenses and others			4.8				20.1	
Expenses related to sale of investment securities							8.8	
Expenses related to special early retirement							50.5	
Foreign exchange			△ 47.4				△ 101.3	
Factors for Change in Finance Income and Costs (Unit: 100 million yen)			△ 12.7				△ 10.1	
Foreign exchange			△ 12.9				△ 9.2	
Others			0.2				△ 0.9	
Exchange rate (Unit: 1 yen)								
1 U.S. Dollar	121.73		105.76		119.95		103.02	
1 Thai Baht	3.52		3.01		3.42		2.91	
1 Chinese Yuan	19.43		15.92		18.80		15.39	
1 Indian Rupee	1.90		1.58		1.84		1.54	
1 Indonesian Rupiah	0.90		0.80		0.88		0.78	
* Indonesian Rupiah is (100-unit rate)								
1 Brazilian Real	36.25		31.40		33.63		31.20	
Results by reporting segments								
Revenue (Unit: 100 million yen)	1,712.5	1,564.5	△ 148.0	△ 8.6%	3,415.8	3,080.0	△ 335.8	△ 9.8%
Japan	644.1	614.1	△ 29.9	△ 4.6%	1,325.5	1,308.0	△ 17.5	△ 1.3%
Americas	653.6	548.2	△ 105.4	△ 16.1%	1,224.5	1,012.0	△ 212.5	△ 17.4%
Asia	515.1	466.2	△ 48.9	△ 9.5%	1,016.8	890.0	△ 126.8	△ 12.5%
China	365.7	335.7	△ 30.0	△ 8.2%	758.6	675.0	△ 83.6	△ 11.0%
Eliminations	△ 465.9	△ 399.7	66.2	—	△ 909.7	△ 805.0	104.7	—
Operating Profit (Unit: 100 million yen)	112.1	121.9	9.8	8.8%	164.4	235.0	70.6	42.9%
Japan	△ 3.0	△ 14.2	△ 11.3	—	△ 64.3	28.0	92.3	—
Americas	19.9	25.2	5.3	26.5%	37.0	42.0	5.0	13.5%
Asia	55.3	55.9	0.6	1.0%	119.6	100.0	△ 19.6	△ 16.4%
China	31.6	33.6	2.0	6.3%	74.0	49.0	△ 25.0	△ 33.8%
Eliminations	8.3	21.5	13.3	160.7%	△ 2.0	16.0	18.0	—

※ Keihin Thermal Technology group were under control of the management as part of the automotive air-conditioner heat exchange business in the Japan segment in FY2016. However, the American subsidiary and the Thailand subsidiary are included in "the American segment" and "the Asia segment" respectively in FY2017. Each subsidiary has been placed under control of Americas headquarter and Asia headquarter to strengthen corporation between air-conditioning production subsidiary and regional headquarters. Accordingly, results for six months ended September 30, 2015 and year ended March 31, 2016 have been restated to current year presentation.



Norvember 8, 2016

FY2017

**Consolidated Financial Results for the Six Months Ended September 30, 2016**  
**(Reference Materials 2)**

**Consolidated companies (33)**

**Japan (12→10)**

	Ratio of share holding at end of September 30, 2015	Ratio of share holding at end of September 30, 2016
Keihin Sakura Corporation	100.00%	100.00%
Keihin Nasu Corporation	100.00%	100.00%
Keihin Watari Corporation	100.00%	100.00%
Keihin Electronics Technology, Inc.	100.00%	100.00%
Keihin Valve Corporation	51.00%	51.00%
Keihin Thermal Technology Corporation	100.00%	100.00%
Keihin-Grand Ocean Thermal Technology (Dalian) Co., Ltd.	55.00% ※3	55.00% ※3
Keihin Thermal Technology Czech s.r.o.	100.00% ※4	100.00% ※4
Keihin Europe Ltd.	100.00%	100.00%
Keihin Sales and Development Europe GmbH	100.00%	100.00%

**Americas (7→8)**

	Ratio of share holding at end of September 30, 2015	Ratio of share holding at end of September 30, 2016
Keihin North America, Inc.	75.10%	75.10%
Keihin Carolina System Technology, LLC.	75.10% ※5	75.10% ※5
Keihin Aircon North America, Inc.	80.08% ※6	80.08% ※6
Keihin IPT Mfg., LLC.	75.10% ※5	75.10% ※5
Keihin Michigan Manufacturing, LLC.	75.10% ※5	75.10% ※5
Keihin Thermal Technology of America, Inc. ※1	100.00% ※4	100.00% ※4
Keihin de Mexico S.A. de C.V.	100.00%	100.00%
Keihin Tecnologia do Brasil Ltda.	70.00%	70.00%

**Asia (10→11)**

	Ratio of share holding at end of September 30, 2015	Ratio of share holding at end of September 30, 2016
Keihin Asia Bangkok Co., Ltd.	100.00%	100.00%
Keihin (Thailand) Co., Ltd.	57.02%	57.02%
Keihin Auto Parts (Thailand) Co., Ltd.	85.00% ※7	85.00% ※7
Keihin Thermal Technology (Thailand) Co., Ltd. ※2	97.50% ※8	97.50% ※8
PT Keihin Indonesia	100.00%	100.00%
Keihin India Manufacturing Pvt. Ltd.	100.00% ※9	100.00% ※10
Keihin FIE Pvt. Ltd.	74.00%	74.00%
Keihin Automotive Systems India Pvt. Ltd.	100.00% ※11	100.00% ※11
Keihin Vietnam Co., Ltd.	100.00% ※12	100.00% ※12
Taiwan Keihin Carburetor Co., Ltd.	51.00%	51.00%
Keihin Malaysia Manufacturing SDN. BHD	100.00% ※12	100.00% ※12

**China (4)**

	Ratio of share holding at end of September 30, 2015	Ratio of share holding at end of September 30, 2016
Nanjing Keihin Carburetor Co., Ltd.	100.00%	100.00%
Dongguan Keihin Engine Management System Co., Ltd.	100.00%	100.00%
Keihin (Wuhan) Automotive Components Co., Ltd.	100.00% ※13	100.00% ※13
Keihin R&D China Co., Ltd.	100.00%	100.00%

※1 Keihin Thermal Technology of America, Inc. is included in "the Americas segment" from first quarter.

※2 Keihin Thermal Technology (Thailand) Co., Ltd. is included in "the Asia segment" from first quarter.

※3 Keihin Thermal Technology Corporation holds 55% share.

※4 Keihin Thermal Technology Corporation holds 100% share.

※5 Keihin North America, Inc. holds 100% share.

※6 Keihin corporation holds 20% share, Keihin North America, Inc. holds 80% share.

※7 Keihin corporation holds 25% share, Keihin Asia Bangkok Co., Ltd. holds 60% share.

※8 Keihin Thermal Technology Corporation holds 97.5% share.

※9 Keihin corporation holds 56.1% share, Keihin Asia Bangkok Co., Ltd. hold 43.9% share.

※10 Keihin corporation holds 24.2% share, Keihin Asia Bangkok Co., Ltd. holds 75.8% share.

※11 Keihin corporation holds 50% share, Keihin Asia Bangkok Co., Ltd. holds 50% share.

※12 Keihin Asia Bangkok Co., Ltd. holds 100% share.

※13 Dongguan Keihin Engine Management System Co., Ltd. holds 100% share.