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Consolidated Financial Results for the Fiscal Year Ended March 31, 2017 (IFRS Basis)

May 12, 2017

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 annual shareholders' meeting : June 23, 2017
 Scheduled date of filing securities report : June 23, 2017
 Scheduled date of dividend payment : June 26, 2017
 Supplementary materials prepared for financial results : Yes
 Financial results briefing session : Yes (For analysts and for institutional investors)

Stock exchange listing: Tokyo

(Amounts are rounded to the nearest million yen)

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2017 (April 1, 2016 to March 31, 2017)

(1) Consolidated Operating Results

(% represents change from the previous year)

	Revenue		Operating Profit		Profit before tax		Profit for the year		Profit attributable to owners of the parent		Total comprehensive income for the year	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Year ended March 31, 2017	325,550	(4.7)	22,954	39.6	20,729	33.3	13,235	65.9	11,084	95.2	16,238	-
Year ended March 31, 2016	341,576	4.4	16,440	(27.7)	15,549	(27.1)	7,980	(41.5)	5,677	(48.6)	(7,778)	-

	Basic earnings per share	Diluted earnings per share	Ratio of profit attributable to owners of the parent	Ratio of profit before tax to total assets	Ratio of operating profit to revenue
	Yen	Yen	%	%	%
Year ended March 31, 2017	149.86	-	6.7	7.9	7.1
Year ended March 31, 2016	76.75	-	3.5	5.9	4.8

(2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of the parent	Ratio of equity attributable to owners of the parent	Equity attributable to owners of the parent per share
	Million yen	Million yen	Million yen	%	Yen
As of March 31, 2017	266,851	193,883	170,420	63.9	2,304.26
As of March 31, 2016	257,065	182,521	159,295	62.0	2,153.82

(3) Consolidated Cash Flow

	Net cash provided by operating activities	Net cash used in investing activities	Net cash used in financing activities	Cash and cash equivalents at end of year
	Million yen	Million yen	Million yen	Yen
Year ended March 31, 2017	24,962	(18,358)	(7,189)	39,549
Year ended March 31, 2016	30,791	(9,903)	(9,662)	39,515

2. Dividends

	Annual dividends per share					Total amount of dividends (total)	Payout ratio (consolidated)	Ratio of dividends equity attributable to owners of the parent (consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
FY2016	-	18.00	-	18.00	36.00	2,663	46.9	1.6
FY2017	-	20.00	-	20.00	40.00	2,958	26.7	1.8
FY2018	-	20.00	-	20.00	40.00		28.2	

Components of dividends for FY2017

Ordinary dividend of 38.00 yen, Commemorative dividend of 2.00 yen (Commemorative dividend for the 60th anniversary)

3. Consolidated Financial Results Forecast for FY2018 (April 1, 2017 through March 31, 2018)

(% 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
First half	156,000	(0.3)	7,700	(36.8)	7,700	(26.0)	3,900	(25.8)	3,100	(25.5)	41.92
Full year	318,000	(2.3)	18,500	(19.4)	18,400	(11.2)	12,000	(9.3)	10,500	(5.3)	141.97

* Notes

(1) Changes in significant subsidiaries during the year

(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 March 31, 2017	73,985,246 Shares
As of March 31, 2016	73,985,246 Shares

(ii) Number of treasury stock

As of March 31, 2017	26,299 Shares
As of March 31, 2016	26,041 Shares

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

Year ended March 31, 2017	73,959,076 Shares
Year ended March 31, 2016	73,959,537 Shares

(Reference) Summary of individual (Keihin Corporation) Financial Results for the Fiscal Year Ended March 31, 2017
(April 1, 2016 to March 31, 2017) (Japan GAAP)

(1) Operating Results

(% represents change from the previous year)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Year ended March 31, 2017	115,493	2.6	(270)	-	9,893	28.7	5,131	31.1
Year ended March 31, 2017	112,512	(7.9)	(3,581)	-	7,690	23.5	3,913	(6.7)

	Net income per share	Diluted net income per share
	Yen	Yen
Year ended March 31, 2017	69.38	-
Year ended March 31, 2017	52.90	-

(2) Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
Year ended March 31, 2017	122,576	69,791	79.0	1,308.71
Year ended March 31, 2017	123,044	94,128	76.5	1,272.70

(Reference) Shareholders' equity Year ended March 31, 2017 : 96,791 million yen

Year ended March 31, 2016 : 94,128 million yen

*Individual financial results is prepared by Japan GAAP.

*This financial results is exempt from the audit procedures.

* 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 Fiscal Year Ended March 31, 2017 (Reference Materials 1)

		Year ended March 31, 2016	Year ended March 31, 2017	Change	Percentage change	Year ended March 31, 2018 (Forecast)	Change	Percentage change
Revenue (Unit: 100 million yen)		3,415.8	3,255.5	△ 160.3	△4.7%	3,180.0	△ 75.5	△2.3%
Motorcycle and power products		869.9	828.7	△ 41.2	△4.7%	860.0	31.3	3.8%
Automobile products		2,545.8	2,426.8	△ 119.0	△4.7%	2,320.0	△ 106.8	△4.4%
Operating Profit (Unit: 100 million yen)		164.4	229.5	65.1	39.6%	185.0	△ 44.5	△19.4%
<Ratio to Revenue >		4.8%	7.1%			5.8%		
Profit before tax (Unit: 100 million yen)		155.5	207.3	51.8	33.3%	184.0	△ 23.3	△11.2%
<Ratio to Revenue >		4.6%	6.4%			5.8%		
Factors for Change in Operating Profit (Unit: 100 million yen)				65.1			△ 44.5	
Revenue change, model mix, etc.,				22.8			△ 67.5	
Cost reduction				103.0			54.7	
Raw material cost				△ 1.8			△ 2.2	
R&D expenses				2.9			△ 29.0	
Depreciation, amortization and labor cost				△ 26.0			△ 16.8	
New model launching costs, expenses and others				△ 8.9			13.6	
Expenses related to sale of investment securities				8.8				
Expenses related to special early retirement				50.5				
Foreign exchange				△ 86.2			2.7	
Factors for Change in Finance Income and Costs (Unit: 100 million yen)				△ 13.4			21.3	
Foreign exchange				△ 14.8			23.7	
Others				1.4			△ 2.4	
Exchange rate (Unit: 1 yen)	1 U.S. Dollar	119.95		108.80			110.00	
	1 Thai Baht	3.42		3.10			3.10	
	1 Chinese Yuan	18.80		16.12			15.90	
	1 Indian Rupee	1.84		1.62			1.70	
	1 Indonesian Rupiah	0.88		0.82			0.82	
	* Indonesian Rupiah is (100-unit rate)	1 Brazilian Real	33.63		33.21			35.20
Results by reporting segments	Revenue (Unit: 100 million yen)	3,415.8	3,255.5	△ 160.3	△4.7%	3,180.0	△ 75.5	△2.3%
	Japan	1,325.5	1,369.4	43.9	3.3%	1,397.0	27.6	2.0%
	Americas	1,224.5	1,088.3	△ 136.1	△11.1%	951.0	△ 137.3	△12.6%
	Asia	1,016.8	968.8	△ 48.0	△4.7%	970.0	1.2	0.1%
	China	758.6	739.3	△ 19.3	△2.5%	735.0	△ 4.3	△0.6%
	Eliminations	△ 909.7	△ 910.4	△ 0.6	—	△ 873.0	37.4	—
	Operating Profit (Unit: 100 million yen)	164.4	229.5	65.1	39.6%	185.0	△ 44.5	△19.4%
	Japan	△ 64.3	34.6	98.9	—	24.0	△ 10.6	△30.7%
	Americas	37.0	32.8	△ 4.2	△11.2%	25.0	△ 7.8	△23.9%
	Asia	119.6	109.6	△ 10.0	△8.4%	96.0	△ 13.6	△12.4%
	China	74.0	58.9	△ 15.1	△20.4%	36.0	△ 22.9	△38.9%
Eliminations	△ 2.0	△ 6.5	△ 4.5	—	4.0	10.5	—	

(Amounts are rounded to the nearest million yen)

※ 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 the fiscal year ended March 31, 2016 have been restated to current year presentation.



May 12 , 2017

FY2017

**Consolidated Financial Results for the Fiscal Year Ended March 31, 2017
(Reference Materials 2)**

Consolidated companies (33)

Japan (12→10)

	Ratio of share holding at end of March 31, 2016	Ratio of share holding at end of March 31, 2017
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 March 31, 2016	Ratio of share holding at end of March 31, 2017
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	75.10% ※5
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%	75.28% ※7

Asia (10→11)

	Ratio of share holding at end of March 31, 2016	Ratio of share holding at end of March 31, 2017
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% ※8	85.00% ※8
Keihin Thermal Technology (Thailand) Co., Ltd. ※2	97.50% ※9	97.50% ※9
PT Keihin Indonesia	100.00%	100.00%
Keihin India Manufacturing Pvt. Ltd.	100.00% ※10	100.00% ※11
Keihin FIE Pvt. Ltd.	74.00%	74.00%
Keihin Automotive Systems India Pvt. Ltd.	100.00% ※12	100.00% ※12
Keihin Vietnam Co., Ltd.	100.00% ※13	100.00% ※13
Taiwan Keihin Carburetor Co., Ltd.	51.00%	51.00%
Keihin Malaysia Manufacturing SDN. BHD	100.00% ※13	100.00% ※13

China (4)

	Ratio of share holding at end of March 31, 2016	Ratio of share holding at end of March 31, 2017
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% ※14	100.00% ※14
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 As a result of the capital increase on Oct., 2016, Keihin corporation share was changed to 75.28%.
- ※8 Keihin corporation holds 25% share, Keihin Asia Bangkok Co., Ltd. holds 60% share.
- ※9 Keihin Thermal Technology Corporation holds 97.5% share.
- ※10 Keihin corporation holds 56.1% share, Keihin Asia Bangkok Co., Ltd. hold 43.9% share.
- ※11 Keihin corporation holds 15.1% share, Keihin Asia Bangkok Co., Ltd. holds 84.9% share.
- ※12 Keihin corporation holds 50% share, Keihin Asia Bangkok Co., Ltd. holds 50% share.
- ※13 Keihin Asia Bangkok Co., Ltd. holds 100% share.
- ※14 Dongguan Keihin Engine Management System Co., Ltd. holds 100% share.