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Consolidated Financial Results for the Nine Months Ended December 31, 2017 (IFRS Basis)

February 6, 2018

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 : February 6, 2018
 Scheduled date of dividend payment : —
 Supplementary materials prepared for financial results : Yes
 Financial results briefing session : None

(Amounts are rounded to the nearest million yen)

1. Consolidated Financial Results for the nine months ended December 31, 2017 (April 1, 2017 to December 31, 2017)

(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	%
Nine months ended December 31, 2017	259,143	7.9	20,395	13.6	20,793	29.6	14,893	60.9	12,921	70.7	20,147	69.2
Nine months ended December 31, 2016	240,216	(6.5)	17,953	5.0	16,047	(3.1)	9,254	5.0	7,571	5.5	11,909	330.8

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2017	174.71	-
Nine months ended December 31, 2016	102.36	-

(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 December 31, 2017	281,823	209,079	184,932	65.6
As of March 31, 2017	266,851	193,883	170,420	63.9

2. Dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal Year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY2017	-	20.00	-	20.00	40.00
FY2018	-	21.00	-	-	-
FY2018 (Forecast)	-	-	-	21.00	42.00

Note: Revision to the latest forecast of dividends: None

3. Consolidated Financial Results Forecast for FY2018 (April 1, 2017 to 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
Full year	349,000	7.2	24,000	4.6	24,300	17.2	17,300	30.7	15,000	35.3	202.82

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 December 31, 2017	73,985,246 Shares
As of March 31, 2017	73,985,246 Shares

(ii) Number of treasury stock

As of December 31, 2017	26,815 Shares
As of March 31, 2017	26,299 Shares

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

Nine months ended December 31, 2017	73,958,689 Shares
Nine months ended December 31, 2016	73,959,076 Shares

* This financial results is exempt from the review 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.

FY2018

Consolidated Financial Results for the Nine Months Ended December 31, 2017
(Reference Materials 1)

		Nine months ended December 31, 2016	Nine months ended December 31, 2017	Change	Percentage change	Year ended March 31, 2017	Year ended March 31, 2018 (Forecast)	Change	Percentage change
Revenue	(Unit: 100 million yen)	2,402.2	2,591.4	189.3	7.9%	3,255.5	3,490.0	234.5	7.2%
Motorcycle and power products		606.5	710.9	104.5	17.2%	828.7	947.0	118.3	14.3%
Automobile products		1,795.7	1,880.5	84.8	4.7%	2,426.8	2,543.0	116.2	4.8%
Operating Profit	(Unit: 100 million yen)	179.5	204.0	24.4	13.6%	229.5	240.0	10.5	4.6%
<Ratio to Revenue>		7.5%	7.9%			7.1%	6.9%		
Profit before tax	(Unit: 100 million yen)	160.5	207.9	47.5	29.6%	207.3	243.0	35.7	17.2%
<Ratio to Revenue>		6.7%	8.0%			6.4%	7.0%		
Factors for Change in Operating Profit	(Unit: 100 million yen)			24.4				10.5	
Revenue change, model mix, etc.,				17.5				13.4	
Cost reduction				41.1				56.1	
Raw material cost				△ 6.9				△ 7.2	
R&D expenses				△ 18.5				△ 36.7	
Depreciation, amortization and labor cost				△ 15.2				△ 20.0	
New model launching costs, expenses and others				△ 8.0				△ 9.1	
Foreign exchange				14.4				14.0	
Factors for Change in Finance Income and Costs	(Unit: 100 million yen)			23.0				25.3	
Foreign exchange				21.9				25.7	
Others				1.1				△ 0.4	
Exchange rate	(Unit: 1 yen)								
1 U.S. Dollar		107.51		111.78		108.80		111.32	
1 Thai Baht		3.05		3.34		3.10		3.33	
1 Chinese Yuan		16.01		16.70		16.12		16.72	
1 Indian Rupee		1.60		1.75		1.62		1.75	
1 Indonesian Rupiah		0.81		0.84		0.82		0.83	
1 Brazilian Real		32.13		34.70		33.21		34.27	
* Indonesian Rupiah is (100-unit rate)									
Results by reporting segments									
Revenue	(Unit: 100 million yen)	2,402.2	2,591.4	189.3	7.9%	3,255.5	3,490.0	234.5	7.2%
Japan		985.7	1,137.3	151.6	15.4%	1,369.4	1,565.0	195.6	14.3%
Americas		815.5	733.1	△ 82.4	△10.1%	1,088.3	989.0	△ 99.3	△9.1%
Asia		709.1	817.0	107.9	15.2%	968.8	1,092.0	123.2	12.7%
China		544.3	625.8	81.6	15.0%	739.3	817.0	77.7	10.5%
Eliminations		△ 652.5	△ 721.8	△ 69.3	—	△ 910.4	△ 973.0	△ 62.6	—
Operating Profit	(Unit: 100 million yen)	179.5	204.0	24.4	13.6%	229.5	240.0	10.5	4.6%
Japan		7.1	35.1	28.0	394.6%	34.6	43.0	8.4	24.1%
Americas		29.2	14.0	△ 15.3	△52.2%	32.8	25.0	△ 7.8	△23.9%
Asia		86.0	100.2	14.2	16.5%	109.6	125.0	15.4	14.1%
China		50.6	53.0	2.4	4.8%	58.9	60.0	1.1	1.8%
Eliminations		6.6	1.6	△ 5.0	△75.4%	△ 6.5	△ 13.0	△ 6.5	—

(Amounts are rounded to the nearest million yen)

FY2018

Consolidated Financial Results for the Nine Months Ended December 31, 2017 (Reference Materials 2)

Consolidated companies (31)

Japan (10)	Ratio of share holding at end of December 31, 2016	Ratio of share holding at end of December 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% ※1	55.00% ※1
Keihin Thermal Technology Czech s.r.o.	100.00% ※2	100.00% ※2
Keihin Europe Ltd.	100.00%	100.00%
Keihin Sales and Development Europe GmbH	100.00%	100.00%

Americas (8→7)	Ratio of share holding at end of December 31, 2016	Ratio of share holding at end of December 31, 2017
Keihin North America, Inc.	75.10%	75.10%
Keihin Carolina System Technology, LLC.	75.10% ※3	75.10% ※3
Keihin Aircon North America, Inc.	80.08% ※4	- ※5
Keihin IPT Mfg., LLC.	75.10% ※3	75.10% ※3
Keihin Michigan Manufacturing, LLC.	75.10% ※3	75.10% ※3
Keihin Thermal Technology of America, Inc.	100.00% ※2	100.00% ※2
Keihin de Mexico S.A. de C.V.	100.00%	100.00%
Keihin Tecnologia do Brasil Ltda.	75.28%	75.28%

Asia (11→10)	Ratio of share holding at end of December 31, 2016	Ratio of share holding at end of December 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% ※6	85.00% ※6
Keihin Thermal Technology (Thailand) Co., Ltd.	97.50% ※7	97.50% ※7
PT Keihin Indonesia	100.00%	100.00%
Keihin India Manufacturing Pvt. Ltd.	100.00% ※8	100.00% ※9
Keihin FIE Pvt. Ltd.	74.00%	74.00%
Keihin Automotive Systems India Pvt. Ltd.	100.00% ※10	- ※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 December 31, 2016	Ratio of share holding at end of December 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% ※13	100.00% ※13
Keihin R&D China Co., Ltd.	100.00%	100.00%

- ※1 Keihin Thermal Technology Corporation holds 55% share.
- ※2 Keihin Thermal Technology Corporation holds 100% share.
- ※3 Keihin North America, Inc. holds 100% share.
- ※4 Keihin corporation holds 20% share, Keihin North America, Inc. holds 80% share.
- ※5 Keihin Aircon North America, Inc. was merged with Keihin IPT Mfg., LLC. in April.
The surviving company is Keihin IPT Mfg., LLC.
- ※6 Keihin corporation holds 25% share, Keihin Asia Bangkok Co., Ltd. holds 60% share.
- ※7 Keihin Thermal Technology Corporation holds 97.5% share.
- ※8 Keihin corporation holds 24.2% share, Keihin Asia Bangkok Co., Ltd. holds 75.8% share.
- ※9 Keihin corporation holds 5.6% share, Keihin Asia Bangkok Co., Ltd. holds 94.4% share.
- ※10 Keihin corporation holds 50% share, Keihin Asia Bangkok Co., Ltd. holds 50% share.
- ※11 Keihin Automotive Systems India Pvt. Ltd. was merged with Keihin India Manufacturing Pvt. Ltd. in June.
The surviving company is Keihin India Manufacturing Pvt. Ltd.
- ※12 Keihin Asia Bangkok Co., Ltd. holds 100% share.
- ※13 Dongguan Keihin Engine Management System Co., Ltd. holds 100% share.