



KAWASAKI HEAVY INDUSTRIES, LTD. AND CONSOLIDATED SUBSIDIARIES

FLASH CONSOLIDATED FINANCIAL RESULTS

For six months ended September 30, 2024 and 2023 and one year ended March 31, 2024



November 8, 2024

(Consolidated)

Operating results

	(Millions of yen)	
	Six months ended Sep. 30, 2024	Six months ended Sep. 30, 2023
Revenue	884,183	769,341
Business profit (loss)	47,765	(32,846)
Profit (loss) attributable to owners of parent	13,667	(23,346)
Earnings (loss) per share (yen)	81.59	(139.39)

Financial position

	(Millions of yen / Thousand shares)	
	As of Sep. 30, 2024	As of Mar. 31, 2024
Total assets	2,819,241	2,680,176
Equity	661,958	654,549
Number of shares issued and outstanding	167,519	167,501
Equity Ratio	22.7%	23.7%

Cash flows

	(Millions of yen)	
	Six months ended Sep. 30, 2024	Six months ended Sep. 30, 2023
Operating activities	(36,952)	(15,440)
Investing activities	(49,777)	(48,094)
Financing activities	123,889	17,604
Cash and cash equivalents at end of period	127,394	85,414

Fiscal year forecast

	(Millions of yen)		
	Revenue	Business profit	Profit attributable to owners of parent
One year ending March 31, 2025	2,180,000	130,000	73,000

Consolidated Statement of Financial Position

F-FAs of September 30 and March 31, 2024

Assets

Current assets

Cash and cash equivalents	84,153	127,394
Trade and other receivables	681,030	571,949

Consolidated Statement of Profit or Loss

For six months ended September 30, 2024 and 2023

Revenue	769,341	884,183
Cost of sales	680,925	697,547
Gross profit	88,415	186,636
Selling, general and administrative expenses	128,239	147,100
Share of profit of investments		

Consolidated Statement of Comprehensive Income

For six months ended September 30, 2024 and 2023

	Six months ended Sep. 30, 2023	(Millions of yen) Six months ended Sep. 30, 2024
Profit (loss)	(22,410)	14,901
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	2,478	(2,821)
Remeasurements of defined benefit plans	(24)	309
Share of other comprehensive income of investments accounted for using equity method	1	0
Total of items that will not be reclassified to profit or loss	2,455	(2,511)
Items that may be reclassified to profit or loss		
Cash flow hedges	(6,543)	2,143
Exchange differences on translation of foreign operations	20,691	(2,397)
Share of other comprehensive income of investments accounted for using equity method	2,812	754
Total of items that may be reclassified to profit or loss	16,959	499
Total other comprehensive income	19,415	(2,012)
Comprehensive income (loss)	(2,994)	12,889
Comprehensive income (loss) attributable to:		
Owners of parent	(4,722)	11,239
Non-controlling interests	1,727	1,649

Consolidated Statement of Changes in Equity

For Six months ended September 30, 2023

(Millions of yen)

	Equity attributable to owners of parent			
	Share capital	Capital surplus	Retained earnings	Treasury shares
Balance as of Apr. 1, 2023	104,484	55,716	380,255	(1,107)
Profit (loss)			(23,346)	
Other comprehensive income				
Comprehensive income (loss)			(23,346)	
Purchase of treasury shares				(3)
Disposal of treasury shares		0		45
Dividends			(10,072)	
Transfer to retained earnings			(20)	
Change in scope of consolidation			(1)	
Capital increase of consolidated subsidiaries				
Change in ownership interest of parent due to transactions with non-controlling interests		717		
Transfer to non-financial assets				
Total transactions with owners		717	(10,093)	41
Balance as of Sep. 30, 2023	104,484	56,433	346,815	(1,065)

	Equity attributable to owners of parent						Non-controlling interests	Total
	Other components of equity					Total equity attributable to owners of parent		
	Remeasurements of defined benefit plans	Financial assets measured at fair value through other comprehensive income	Cash flow hedges	Exchange differences on translation of foreign operations	Total			
Balance as of Apr. 1, 2023	-	4,109	676	32,066	36,852	576,201	20,670	596,872
Profit (loss)						(23,346)	935	(22,410)
Other comprehensive income	(14)	2,430	(6,669)	22,877	18,624	18,624	791	19,415
Comprehensive income (loss)	(14)	2,430	(6,669)	22,877	18,624	(4,722)	1,727	(2,994)
Purchase of treasury shares						(3)		(3)
Disposal of treasury shares						45		45
Dividends						(10,072)	(581)	(10,654)
Transfer to retained earnings	14	5			20	-		-
Change in scope of consolidation						(1)		(1)
Capital increase of consolidated subsidiaries						-		-
Change in ownership interest of parent due to transactions with non-controlling interests						717	(1,901)	(1,184)
Transfer to non-financial assets			(336)		(336)	(336)		(336)
Total transactions with owners	14	5	(336)		(316)	(9,651)	(2,483)	(12,135)
Balance as of Sep. 30, 2023	-	6,545	(6,328)	54,943	55,160	561,828	19,914	581,742

For Six months ended September 30, 2024

(Millions of yen)

	Equity attributable to owners of parent			
	Share capital	Capital surplus	Retained earnings	Treasury shares
Balance as of Apr. 1, 2024	104,484	56,455	405,156	(1,060)
Profit			13,667	
Other comprehensive income				
Comprehensive income			13,667	
Purchase of treasury shares				(5)
Disposal of treasury shares		0		45
Dividends			(5,036)	
Transfer to retained earnings			(189)	
Change in scope of consolidation				
Capital increase of consolidated subsidiaries				
Change in ownership interest of parent due to transactions with non-controlling interests				
Transfer to non-financial assets				
Total transactions with owners		0	(5,226)	40
Balance as of Sep. 30, 2024	104,484	56,456	413,597	(1,020)

	Equity attributable to owners of parent Other components of equity				Total	Total equity attributable to owners of parent	Non-controlling interests	Total
	Remeasurements of defined benefit plans	Financial assets 42g03	Exchange differences on translation of foreign operations					
Balance as of Apr. 1, 2024	-	10,407	355	58,291	69,054	634,090	20,459	654,549
Profit						13,667	1,233	14,901
Other comprehensive income	258	(2,805)	2,356	(2,238)	(2,428)	(2,428)	415	(2,012)
Comprehensive income	258	(2,805)	2,356	(2,238)	(2,428)	11,239	1,649	12,889
Purchase of treasury shares						(5)		(5)
Disposal of treasury shares						46		46
Dividends						(5,036)	(458)	(5,494)
Transfer to retained earnings	(258)	448			189	-		-
Change in scope of consolidation						-		-
Capital increase of consolidated subsidiaries						-	363	363
Change in ownership interest of parent due to transactions with non-controlling interests						-		-
Transfer to non-financial assets			(390)		(390)	(390)		(390)
Total transactions with owners	(258)	448	(390)		(200)	(5,385)	(95)	(5,480)
Balance as of Sep. 30, 2024	-	8,051	2,321	56,053	66,426	639,944	22,013	661,958

(Consolidated)

Consolidated Statement of Cash Flows

For six months ended September 30, 2024 and 2023

Cash flows from operating activities		
Profit (loss)	(22,410)	14,901
Depreciation and amortization	43,525	42,847
Impairment losses	287	-
Finance income and finance costs	4,946	8,281
Share of loss (profit) of investments accounted for using equity method	(6,540)	(8,557)
Loss (gain) on sale of fixed assets	(38)	(305)
Income tax expense	(12,061)	8,835
Increase (decrease) in retirement benefit liability	2,001	2,598
Decrease (increase) in trade and other receivables	(1,366)	94,918
Decrease (increase) in contract assets	30,359	(12,798)
Decrease (increase) in inventories	(48,843)	(119,466)
Increase (decrease) in trade and other payables	(1,798)	(10,122)
Decrease (increase) in advance payment	(502)	(49,781)
Increase (decrease) in contract liabilities	(18)	24,909
Increase (decrease) in refund liability	55,596	(8,179)
Decrease (increase) in other current assets	(10,936)	(11,450)
Increase (decrease) in other current liabilities	(18,104)	(11,970)
Other	(9,037)	16,128
Subtotal	5,059	(19,211)
Interest received	984	1,104
Dividends received	289	439
Interest paid	(3,576)	(6,476)
Income taxes paid	(18,197)	(12,807)
Net cash provided by (used in) operating activities	(15,440)	(36,952)
Cash flows from investing activities		
Purchase of property, plant and equipment	(40,752)	(43,337)
Proceeds from sale of property, plant and equipment	1,152	1,796
Purchase of intangible assets	(7,704)	(6,072)
Proceeds from sale of intangible assets	63	105
Payments for equity method investment and purchase of other financial assets	(186)	(873)
Proceeds from equity method investment and sale of other financial assets	1	1,903
Other	(668)	(3,299)
Net cash provided by (used in) investing activities	(48,094)	(49,777)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	143,600	215,072
Repayments of lease liabilities	(7,299)	(10,523)
Proceeds from long-term borrowings	-	9,072
Repayments of long-term borrowings	(4,040)	(14,000)
Redemption of bonds	(30,000)	(20,000)
Dividends paid	(10,041)	(5,036)
Proceeds from factoring agreements	9,002	15,429
Repayment of liabilities under factoring agreements	(75,643)	(58,986)
Dividends paid to non-controlling interests	(581)	(458)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(1,194)	-
Other	(6,195)	(6,680)
Net cash provided by (used in) financing activities	17,604	123,889
Effect of exchange rate changes on cash and cash equivalents	(7,075)	6,081
Net increase (decrease) in cash and cash equivalents	(53,006)	43,241
Cash and cash equivalents at beginning of period	138,420	84,153

Segment information

F.