

KAWASAKI HEAVY INDUSTRIES, LTD. AND CONSOLIDATED SUBSIDIARIES

FLASH CONSOLIDATED FINANCIAL RESULTS

February 7, 2025

For nine months ended December 2024 and 2023 and one year ended March 31, 2024

(Consolidated)

Operating results

	(Millions of yen)	
	Nine months ended	Nine months ended
	Dec. 31, 2024	Dec. 31, 2023
Revenue	1,407,362	1,229,069
Business profit	79,039	741
Profit (loss) attributable to owners of parent	44,163	(13,480)
Earnings (loss) per share (yen)	263.64	(80.48)

Financial position

	(Millions of yen / Thousand shares)	
	As of	As of
	Dec. 31, 2024	Mar. 31, 2024
Total assets	3,045,769	2,680,176
Equity	690,300	654,549
Number of shares issued and outstanding	167,519	167,501
Equity Ratio	21.9%	23.7%

Cash flows

	(Millions of yen)	
	Nine months ended	Nine months ended
	Dec. 31, 2024	Dec. 31, 2023
Operating activities	(78,197)	(97,921)
Investing activities	(79,919)	(81,109)
Financing activities	204,172	146,748
Cash and cash equivalents at end of period	129,047	102,015

Fiscal year forecast

	(Millions of yen)		
	Revenue	Business profit	Profit attributable to owners of parent
One year ending March 31, 2025	2,160,000	130,000	78,000

Consolidated Statement of Financial Position

As of December 31 and March 31, 2024

Assets

Current assets		
Cash and cash equivalents	84,153	129,047
Trade and other receivables	681,030	713,264
Contract assets	136,706	169,359
Inventories	710,207	863,025
Income taxes receivable	2,158	500
Other financial assets	11,024	16,259
Other current assets	101,644	167,085
Total current assets	1,726,925	2,058,543
Non-current assets		
Property, plant and equipment	496,331	511,570
Intangible assets	69,617	71,739
Right-of-use assets	64,824	65,475
Investments accounted for using equity method	90,954	113,866
Other financial assets	80,762	72,410
Deferred tax assets	117,452	120,672
Other non-current assets	33,307	31,492
Total non-current assets	953,250	987,226
Total assets	2,680,176	3,045,769
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	521,734	557,962
Bonds, borrowings and other financial liabilities	453,694	747,983
Income taxes payable	7,928	12,221
Contract liabilities	265,468	315,926
Provisions	34,242	32,805
Refund liabilities	72,518	66,180
Other current liabilities	185,902	183,150
Total current liabilities	1,541,489	1,916,230
Non-current liabilities		
Bonds, borrowings and other financial liabilities	391,539	342,008
Retirement benefit liability	74,604	78,876
Provisions	957	953
Deferred tax liabilities	707	511
Other non-current liabilities	16,327	16,888
Total non-current liabilities	484,137	439,238
Total liabilities	2,025,626	2,355,468
Equity		
Equity attributable to owners of parent		
Share capital	104,484	104,484
Capital surplus	56,455	56,456
Retained earnings	405,156	432,428
Treasury shares	(1,060)	(1,024)
Other components of equity	69,054	75,439

Consolidated Statement of Comprehensive Income

For nine months ended December 31, 2024 and 2023

	(Millions of yen)	
	Nine months ended Dec. 31, 2023	Nine months ended Dec. 31, 2024
Profit (loss)	(11,835)	46,268
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	2,148	(2,018)
Remeasurements of defined benefit plans	(35)	398
Share of other comprehensive income of investments accounted for using equity method	1	1
Total of items that will not be reclassified to profit or loss	<u>2,114</u>	<u>(1,618)</u>
Items that may be reclassified to profit or loss		
Cash flow hedges	(427)	(3,766)
Exchange differences on translation of foreign operations	14,585	7,693
Share of other comprehensive income of investments accounted for using equity method	3,572	4,520
Total of items that may be reclassified to profit or loss	<u>17,730</u>	<u>8,447</u>
Total other comprehensive income	<u>19,844</u>	<u>6,828</u>
Comprehensive income	<u>8,009</u>	<u>53,097</u>
Comprehensive income attributable to:		
Owners of parent	5,658	50,945
Non-controlling interests	<u>2,351</u>	<u>2,152</u>

Consolidated Statement of Changes in Equity

For nine months ended December 31, 2023

Balance as of Apr. 1, 2023	104,484	55,716	380,255	(1,107)
Profit (loss)				

(Consolidated)

For nine months ended December 31, 2024

Balance as of Apr. 1, 2024	104,484	56,455	405,156	(1,060)
Profit			44,163	
Other comprehensive income				
Comprehensive income			44,163	
Purchase of treasury shares				(9)
Disposal of treasury shares		0		45
Dividends			(16,787)	
Transfer to retained earnings			(102)	
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	(16,890)	36
Balance as of Dec. 31, 2024	104,484	56,456	432,428	(1,024)

Balance as of Apr. 1, 2024	-	10,407	355	58,291	69,054	634,090	20,459	654,549
Profit						44,163	2,105	46,268
Other comprehensive income	355	(1,990)	(1,813)	10,230	6,782	6,782	46	6,828
Comprehensive income	355	(1,990)	(1,813)	10,230	6,782	50,945	2,152	53,097
Purchase of treasury shares						(9)		(9)
Disposal of treasury shares						46		46
Dividends						(16,787)	(458)	(17,246)
Transfer to retained earnings	(

(Consolidated)

Consolidated Statement of Cash Flows

Segment information

Information by reportable segment

(Millions of yen)

	Nine months ended Dec. 31, 2023			Business profit (loss)
	Revenue from external customers	Intersegment revenue and transfers	Total revenue	
Aerospace Systems	235,542	6,977	242,519	(35,555)
Rolling Stock	135,829	393	136,222	2,637
Energy Solution & Marine Engineering	234,350	16,269	250,620	16,699
Precision Machinery & Robot	158,717	12,218	170,935	(4,368)
Powersports & Engine	404,422	820	405,242	32,011
Other	60,208	17,262	77,470	1,514
Total	1,229,069	53,942	1,283,012	12,938
Eliminations and corporate	-	(53,942)	(53,942)	(12,196)
Consolidated total	1,229,069	-	1,229,069	741

(Millions of yen)

	Nine months ended Dec. 31, 2024			Business profit (loss)
	Revenue from external customers	Intersegment revenue and transfers	Total revenue	
Aerospace Systems	354,488	13,008	367,497	29,376
Rolling Stock	142,714	50	142,765	4,139
Energy Solution & Marine Engineering	260,978	16,083	277,062	25,128
Precision Machinery & Robot	168,874	13,408	182,283	3,275
Powersports & Engine	417,267	823	418,091	28,763
Other	63,038	19,837	82,876	3,658
Total	1,407,362	63,213	1,470,575	94,342
Eliminations and corporate	-	(63,213)	(63,213)	(15,303)
Consolidated total	1,407,362	-	1,407,362	79,039

Orders by reportable segment

For nine months ended December 31, 2024 and 2023

	(Billions of yen)	
	Nine months ended Dec. 31, 2023	Nine months ended Dec. 31, 2024
Orders :		
<i>Aerospace Systems</i>	332.5	680.1
<i>Rolling Stock</i>	41.8	41.0
<i>Energy Solution & Marine Engineering</i>	281.2	428.5
<i>Precision Machinery & Robot</i>	157.6	185.8
<i>Powersports & Engine</i>	404.4	417.2
<i>Other</i>	72.4	69.0
<i>Total</i>	1,290.1	1,821.9