

October 31, 2017

KYB Corporation  
Stock Code: 7242; First Section of Tokyo Stock Exchange

### Dividend Payout (Interim Dividend)

KYB Corporation (hereinafter the “Company”) hereby announces that it resolved to distribute interim dividend from surplus with a record date of September 30, 2017 at a meeting of the Board of Directors held on October 31, 2017. Details are as follows.

#### 1. Details of dividend

	Dividend Resolved to be Distributed	Latest Dividend Forecast (Announced on July 31, 2017)	Reference: Dividend for the Interim of Fiscal Year Ended March 31, 2017
Record date	September 30, 2017	Same as on the left	September 30, 2016
Dividend per share	7.00 yen	6.00 yen	5.00 yen
Total amount of dividend	1,788 million yen	-	1,277 million yen
Payable date	December 4, 2017	-	December 2, 2016
Source of dividend	Retained earnings	-	Retained earnings

#### 2. Reason

The Company considers appropriate returns to shareholders to be one of its most important management challenges. Effective from this year, it set a fundamental policy of distributing dividends based on Dividend on Equity (DOE) surpassing 2% (per year) on a consolidated basis, while aiming to achieve a consolidated payout ratio of 30%.

For the fiscal year ending March 31, 2018, in consideration of the Company’s dividend policy and results for the first six months, it has decided to increase the latest forecast announced on July 31, 2017 by 1 yen per share, to 7.00 yen per share.

(Reference) Details of annual dividends

Record date	Dividend per share (yen)		
	End of second quarter	End of fiscal year	Total
Results and forecast of current fiscal year	7.00 yen	65.00 yen	-
Results of previous fiscal year (fiscal year ended March 31, 2017 )	5.00 yen	7.00 yen	12.00 yen

\*The Company implemented a 10-for-1 reverse stock split on the effective date of October 1, 2017. The year-end dividend per share for the fiscal year ending March 31, 2018 (forecast) reflects the effects of the said consolidation, while the annual dividend is presented as “-”. If the said stock consolidation is not factored in, the year-end dividend and annual dividend for the fiscal year ending March 31, 2018 (forecast) will be 6.50 yen and 13.50 yen, respectively, on a per-share basis.