

May 14, 2019

PRESS RELEASE

Company name: KYB Corporation
 Representative: Masao Ono
 Representative Director, President Executive Officer
 Stock Code: 7242 (First Section TSE)
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Notice concerning dividend of surplus (No dividends)

KYB Corporation (HQ:Tokyo, President: Ono Masao; hereinafter “the Company”) announces that its Board of Directors has passed a resolution at the meeting held on May 13, 2019 not to pay the dividend of surplus (year-end dividends), with March 31 as the record date.

1. Details of dividend (year-end dividends)

	Amount determined	Most recent dividend forecast (Announced on Feb. 13, 2019)	Actual dividend in the previous fiscal year (Year-end dividends in FY2018)
Record date	Mar. 31, 2019	Same as on the left	Mar. 31, 2018
Dividend per share	0.00 yen	—	80.00 yen
Total amount of dividends	—	—	2,044 million yen
Effective date	—	—	Jun. 25, 2018
Source of dividends	—	—	Retained earnings

2. Reason

The Company recognizes that appropriate profit distribution to shareholders as one of its most important management issues. Since fiscal 2017, the Company has set the basic policy of paying dividends equal to or more than 2% (annualized) of the dividend on equity ratio (DOE) on a consolidated basis, while aiming to achieve the consolidated dividend payout ratio of 30%.

However, as stated in the “Notice Concerning Posting of Provision for Product Warranties for Seismic Isolation/Mitigation Oil Dampers and Differences between Consolidated Results Forecasts and Actual Results for the Fiscal Year Ended March 31, 2019” announced today, the Company posted substantial losses in financial results for the fiscal year ending March 31, 2019, due to the loss caused by nonconforming acts of seismic isolation/mitigation oil dampers. Therefore, we have regrettably decided not to pay year-end dividends.

(References) The breakdown of dividend per share

Record date	Dividend per share (yen)		
	Interim	Year-end	Annual
Actual dividends in the current fiscal year	0.00	0.00	0.00
Actual dividends in the previous fiscal year (ended March 31, 2018)	7.00	80.00	—

* The Company conducted the consolidation of shares at a rate of one share for every ten shares, with October 1, 2017 as the effective date, and therefore states the amount that not takes into account the effect of the consolidation of shares for the year-end dividend per share in the fiscal year ended March 31, 2018 and “—” for the annual dividends.

If the consolidation of shares is taken into account, the interim dividend per share in the fiscal year ended March 31, 2018 (actual dividend) is 70.00 yen, and the annual dividend per share is 150.00 yen.