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## FLASH REPORT

August. 8, 2024

Company name : KYB Corporation  
 Stock listing : Tokyo Stock Exchange (Prime Market)  
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The following statements are an English-translation of the original Japanese-language document for your convenience.  
 In the case that there is any discrepancy between Japanese and English versions, Japanese version is assumed to be correct.

(All amounts are rounded to the nearest million yen, unless otherwise noted.)

### 1. Consolidated financial results for the three months ended June 30, 2024 ( from April 1, 2024 to June 30, 2024 )

#### (1) Consolidated financial results

(Percentages indicate the change of the same period of the previous year)

	Net sales		Segment profit		Operating profit		Profit before taxes	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended								
June 30, 2024	108,746	1.4	4,419	5.1	6,101	(4.4)	5,830	(8.5)
June 30, 2023	107,268	6.8	4,203	(26.0)	6,381	(14.7)	6,370	(15.3)

	Profit for the period		Profit attributable to owners of the parent		Comprehensive income for the period		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Three months ended							
June 30, 2024	4,239	(22.7)	3,906	(23.0)	10,949	(15.6)	146.66
June 30, 2023	5,481	2.0	5,070	1.2	12,971	(15.0)	189.31

	Diluted earnings per share
Three months ended	Yen
June 30, 2024	146.65
June 30, 2023	189.26

\*Segment profit is calculated by deducting cost of sales and selling, general and administrative expenses from sales.

#### (2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of the parent	Ratio of equity attributable to owners of the parent to total assets	Equity attributable to owners of the parent per share
As of	Millions of yen	Millions of yen	Millions of yen	%	Yen
June 30, 2024	485,333	234,032	224,436	46.2	8,464.33
March 31, 2024	476,530	226,408	217,191	45.6	8,165.60

## 2. Cash dividends

	Annual cash dividends per share				
	End of first quarter	End of second quarter	End of third quarter	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Previous fiscal year	—	100.00	—	100.00	200.00
Current fiscal year	—				
Current fiscal year (forecast)		100.00	—	100.00	200.00

\*The above table shows dividends on common shares. Please refer to "(Reference) Dividends for Class Shares" for information regarding dividends on class shares, which are unlisted and have different rights from common shares.

## 3. Forecasts for the current fiscal year ( April 1, 2024 to March 31, 2025 )

(Percentages indicate the change of the same period of the previous year)

	Net sales		Segment profit		Operating profit		Profit before taxes	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Current fiscal year	448,000	1.2	21,500	2.6	22,500	0.4	20,500	(4.0)

	Profit for the period		Profit attributable to owners of the parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Yen
Current fiscal year	14,500	(16.2)	13,500	(14.7)	501.67

\*Segment profit is calculated by deducting cost of sales and selling, general and administrative expenses from sales.

## (Reference) Dividends for Class Shares

Dividends per share related to Class Shares with different rights from those of common shares are as follows.

Class A Shares	Annual cash dividends per share				
	End of first quarter	End of second quarter	End of third quarter	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Previous fiscal year	—	3,750,000.00	—	3,750,000.00	7,500,000.00
Current fiscal year	—				
Current fiscal year (forecast)		3,760,274.00	—	3,739,726.00	7,500,000.00

\* Number of Class A Shares issued are 125 shares. The Class A Shares were issued on 28 June 2021.

Dividend whose reference date is attributed during FY2024 is planned to be 937 million yen.

## Consolidated Statements of Financial Position

KYB Corporation and its Consolidated Subsidiaries

(Unit: Millions of yen)

	As of March 31, 2024	As of June 30, 2024
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	46,637	48,162
Trade and other receivables	123,700	120,641
Inventories	70,020	73,927
Other current financial assets	2,230	3,292
Other current assets	13,357	13,970
Total current assets	255,944	259,992
Non-current assets:		
Property, plant and equipment	156,950	159,523
Goodwill	248	248
Intangible assets	3,087	3,068
Investments accounted for using the equity method	10,209	10,722
Other non-current financial assets	20,963	21,306
Other non-current assets	26,081	27,506
Deferred tax assets	3,048	2,968
Total non-current assets	220,586	225,341
<b>Total assets</b>	<b>476,530</b>	<b>485,333</b>

(Unit: Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities and equity		
Current liabilities:		
Trade and other payables	85,477	81,320
Borrowings	58,631	63,487
Income tax payables	4,516	1,834
Other current financial liabilities	31,717	31,288
Provisions	7,048	10,816
Other current liabilities	2,338	1,302
Total current liabilities	189,726	190,047
Non-current liabilities:		
Bonds and borrowings	30,848	30,629
Liabilities for retirement benefits	2,753	4,135
Other non-current financial liabilities	7,741	7,233
Provisions	5,441	5,411
Other non-current liabilities	497	486
Deferred tax liabilities	13,116	13,359
Total non-current liabilities	60,395	61,254
Total liabilities	250,122	251,301
Equity		
Equity attributable to owners of the parent:		
Share capital	27,648	27,648
Capital surplus	36,128	36,118
Retained earnings	123,076	124,002
Treasury shares	(842)	(842)
Other components of equity	31,181	37,510
Total equity attributable to owners of the parent	217,191	224,436
Non-controlling interests	9,217	9,596
Total equity	226,408	234,032
Total liabilities and equity	476,530	485,333

## Consolidated Statements of Income

KYB Corporation and its Consolidated Subsidiaries

(Unit: Millions of yen)

	For the three months ended June 30, 2023 (Apr. 1, 2023 through Jun. 30, 2023)	For the three months ended June 30, 2024 (Apr. 1, 2024 through Jun. 30, 2024)
Net sales	107,268	108,746
Cost of sales	88,551	88,387
Gross profit	18,717	20,360
Selling, general and administrative expenses	14,514	15,940
Equity in profit of affiliates	289	590
Other income	2,211	1,424
Other expenses	322	332
Operating profit	6,381	6,101
Finance income	523	358
Finance costs	533	628
Profit before taxes	6,370	5,830
Income tax expenses	889	1,592
Profit for the period	5,481	4,239
Profit attributable to:		
Owners of the parent	5,070	3,906
Non-controlling interests	411	332
Profit for the period	5,481	4,239
Earnings per share		
Basic earnings per share (in yen)	189.31	146.66
Diluted earnings per share (in yen)	189.26	146.65

## Consolidated Statements of Comprehensive Income

KYB Corporation and its Consolidated Subsidiaries

(Unit: Millions of yen)

	For the three months ended June 30, 2023 (Apr. 1, 2023 through Jun. 30, 2023)	For the three months ended June 30, 2024 (Apr. 1, 2024 through Jun. 30, 2024)
Profit for the period	5,481	4,239
Other comprehensive income:		
Items that will not be reclassified to profit or loss:		
Net changes in financial assets measured at fair value through other comprehensive income	1,584	223
Remeasurements of defined benefit plans	(7)	(5)
Share of other comprehensive income of investments accounted for using the equity method	(3)	(4)
Total	1,574	213
Items that may be reclassified to profit or loss:		
Exchange differences on translation of foreign operations	5,671	5,996
Share of other comprehensive income of investments accounted for using the equity method	245	502
Total	5,916	6,498
Total other comprehensive income	7,490	6,711
Comprehensive income for the period	12,971	10,949
Comprehensive income for the period attributable to:		
Owners of the parent	12,181	10,228
Non-controlling interests	790	721
Comprehensive income for the period	12,971	10,949

## Consolidated Statements of Changes in Equity

KYB Corporation and its Consolidated Subsidiaries

(Unit: Millions of yen)

	Share capital	Capital surplus	Retained earnings	Treasury shares
Balance at April 1, 2023	27,648	38,371	98,492	(583)
Comprehensive income for the period:				
Profit for the period	-	-	5,070	-
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	-	5,070	-
Transactions with owners:				
Contributions by and distributions to owners in their capacity as owners:				
Acquisition of treasury shares	-	-	-	(0)
Share-based payment transactions	-	0	-	-
Dividends of surplus	-	-	(3,789)	-
Transfer to retained earnings	-	-	(7)	-
Total contributions by and distributions to owners in their capacity as owners	-	0	(3,796)	(0)
Changes in equity interest of subsidiaries:				
Dividends of surplus	-	-	-	-
Total changes in equity interest of subsidiaries	-	-	-	-
Total transactions with owners	-	0	(3,796)	(0)
Balance at June 30, 2023	27,648	38,371	99,766	(583)

Balance at April 1, 2024	27,648	36,128	123,076	(842)
Comprehensive income for the period:				
Profit for the period	-	-	3,906	-
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	-	3,906	-
Transactions with owners:				
Contributions by and distributions to owners in their capacity as owners:				
Acquisition of treasury shares	-	-	-	(0)
Share-based payment transactions	-	(10)	-	-
Dividends of surplus	-	-	(2,973)	-
Transfer to retained earnings	-	-	(7)	-
Total contributions by and distributions to owners in their capacity as owners	-	(10)	(2,980)	(0)
Changes in equity interest of subsidiaries:				
Dividends of surplus	-	-	-	-
Total changes in equity interest of subsidiaries	-	-	-	-
Total transactions with owners	-	(10)	(2,980)	(0)
Balance at June 30, 2024	27,648	36,118	124,002	(842)

(Unit: Millions of yen)

	Other components of equity				Comprehensive income for the year attributable to owners of the parent	Non-controlling interests	Total equity
	Net changes in financial assets measured at fair value through other comprehensive income	Remeasurements of defined benefit plans	Exchange differences on translation of foreign operations	Total other components of equity			
Balance at April 1, 2023	4,098	-	14,804	18,903	182,830	8,206	191,036
Comprehensive income for the period:							
Profit for the period	-	-	-	-	5,070	411	5,481
Other comprehensive income	1,584	(7)	5,534	7,111	7,111	378	7,490
Total comprehensive income for the period	1,584	(7)	5,534	7,111	12,181	790	12,971
Transactions with owners:							
Contributions by and distributions to owners in their capacity as owners:							
Acquisition of treasury shares	-	-	-	-	(0)	-	(0)
Share-based payment transactions	-	-	-	-	0	-	0
Dividends of surplus	-	-	-	-	(3,789)	-	(3,789)
Transfer to retained earnings	-	7	-	7	-	-	-
Total contributions by and distributions to owners in their capacity as owners	-	7	-	7	(3,789)	-	(3,789)
Changes in equity interest of subsidiaries:							
Dividends of surplus	-	-	-	-	-	(728)	(728)
Total changes in equity interest of subsidiaries	-	-	-	-	-	(728)	(728)
Total transactions with owners	-	7	-	7	(3,789)	(728)	(4,517)
Balance at June 30, 2023	5,683	-	20,338	26,021	191,223	8,267	199,490
Balance at April 1, 2024	8,012	-	23,168	31,181	217,191	9,217	226,408
Comprehensive income for the period:							
Profit for the period	-	-	-	-	3,906	332	4,239
Other comprehensive income	223	(7)	6,106	6,322	6,322	389	6,711
Total comprehensive income for the period	223	(7)	6,106	6,322	10,228	721	10,949
Transactions with owners:							
Contributions by and distributions to owners in their capacity as owners:							
Acquisition of treasury shares	-	-	-	-	(0)	-	(0)
Share-based payment transactions	-	-	-	-	(10)	-	(10)
Dividends of surplus	-	-	-	-	(2,973)	-	(2,973)
Transfer to retained earnings	-	7	-	7	-	-	-
Total contributions by and distributions to owners in their capacity as owners	-	7	-	7	(2,983)	-	(2,983)
Changes in equity interest of subsidiaries:							
Dividends of surplus	-	-	-	-	-	(343)	(343)
Total changes in equity interest of subsidiaries	-	-	-	-	-	(343)	(343)
Total transactions with owners	-	7	-	7	(2,983)	(343)	(3,326)
Balance at June 30, 2024	8,235	-	29,274	37,510	224,436	9,596	234,032



## Consolidated Statements of Cash Flows

KYB Corporation and its Consolidated Subsidiaries

(Unit: Millions of yen)

	For the three months ended June 30, 2023 (Apr. 1, 2023 through Jun. 30, 2023)	For the three months ended June 30, 2024 (Apr. 1, 2024 through Jun. 30, 2024)
<b>Cash flows from operating activities:</b>		
Profit before taxes	6,370	5,830
Depreciation and amortization	4,625	4,687
Impairment losses	136	225
Reversal gain of impairment losses	(9)	(45)
Gain on sales of fixed asset	(15)	(13)
Increase (decrease) in assets and liabilities for retirement benefits	(105)	(104)
Increase (decrease) in provisions for product warranties	(405)	(120)
Finance income	(523)	(358)
Finance costs	533	628
Equity in profit of affiliates	(289)	(590)
(Increase) decrease in trade and other receivables	6,573	6,174
(Increase) decrease in inventories	171	(1,192)
Increase (decrease) in trade and other payables	(2,348)	(6,501)
Other	640	588
Subtotal	15,353	9,210
Interest received	231	255
Dividends received	688	916
Interest paid	(553)	(544)
Income taxes paid	(1,392)	(3,036)
Payments of loss associated with the Anti-Trust law	(501)	-
Net cash from operating activities	13,826	6,801
<b>Cash flows from investing activities:</b>		
Payment into time deposits	(297)	(1,300)
Proceeds from withdrawal of time deposits	587	429
Payment for purchases of property, plant and equipment	(3,263)	(4,520)
Proceeds from sales of property, plant and equipment	5	20
Purchase of other financial assets	(0)	(0)
Other	(90)	(175)
Net cash flows from investing activities	(3,058)	(5,545)

(Unit: Millions of yen)

	For the three months ended June 30, 2023 (Apr. 1, 2023 through Jun. 30, 2023)	For the three months ended June 30, 2024 (Apr. 1, 2024 through Jun. 30, 2024)
Cash flows from financing activities:		
Net increase (decrease) in short-term borrowings	(262)	2,961
Repayments of lease liabilities	(1,490)	(1,130)
Repayments of long-term borrowings	(2,021)	(160)
Purchase of treasury shares	(0)	(0)
Dividends paid	(3,789)	(2,973)
Dividends paid to non-controlling interests	(728)	(343)
Net cash flows from financing activities	(8,290)	(1,645)
Effect of changes in foreign exchange rates	1,546	1,914
Net increase (decrease) in cash and cash equivalents	4,024	1,525
Cash and cash equivalents at beginning of period	43,585	46,637
Cash and cash equivalents at end of period	47,609	48,162

## Segment Information

KYB Corporation and its Consolidated Subsidiaries

For the three months ended June 30, 2023

(Unit: Millions of yen)

	Reportable segment				Others (Note 1)	Total	Adjustment (Note 2)	Consolidated
	Automotive components	Hydraulic components	Aircraft Components	Subtotal				
Net sales:								
Outside customers	69,355	34,042	1,202	104,599	2,669	107,268	—	107,268
Intersegment sales and transfers	192	183	—	375	16	391	(391)	—
Total	69,547	34,225	1,202	104,974	2,685	107,659	(391)	107,268
Segment profit (loss)	2,944	1,363	(299)	4,009	189	4,198	5	4,203
Equity in profit of affiliates	289	—	—	289	—	289	(0)	289
Other income and expenses (net)	1,497	373	16	1,887	2	1,889	—	1,889
Operating profit (loss)	4,730	1,737	(283)	6,185	191	6,375	5	6,381
Finance income and costs (net)								(11)
Profit before taxes								6,370

Notes: 1. "Others" includes "Special-purpose Vehicles" and "Other" that are not included in the three of reportable segment.

2. ¥5 million of adjustment of segment profit is the elimination of intersegment transactions.

For the three months ended June 30, 2024

(Unit: Millions of yen)

	Reportable segment				Others (Note 1)	Total	Adjustment (Note 2)	Consolidated
	Automotive components	Hydraulic components	Aircraft Components	Subtotal				
Net sales:								
Outside customers	74,439	30,340	967	105,745	3,001	108,746	—	108,746
Intersegment sales and transfers	145	195	—	340	18	358	(358)	—
Total	74,583	30,535	967	106,085	3,019	109,104	(358)	108,746
Segment profit (loss)	3,376	750	1	4,127	291	4,418	2	4,419
Equity in profit of affiliates	590	—	—	590	—	590	(0)	590
Other income and expenses (net)	989	236	(129)	1,096	(5)	1,091	—	1,091
Operating profit (loss)	4,955	986	(129)	5,813	286	6,099	2	6,101
Finance income and costs (net)								(270)
Profit before taxes								5,830

Notes: 1. "Others" includes "Special-purpose Vehicles" and "Other" that are not included in the three of reportable segment.

2. ¥2 million of adjustment of segment profit is the elimination of intersegment transactions.

## First Quarter of FY2024 Financial Results Supplementary Information

### 1. Breakdown of sales

	FY2023 1Q		FY2024 1Q		Differences	
	Sales (¥ million)	composition ratio	Sales (¥ million)	composition ratio	Sales (¥ million)	composition ratio
Automotive Components	69,355	64.7%	74,439	68.5%	5,084	7.3%
Shock absorber for automobiles	49,888	46.5%	54,549	50.2%	4,661	9.3%
Shock absorber for motorcycles	10,468	9.8%	10,798	9.9%	330	3.2%
Hydraulic equipment for automobiles	5,495	5.1%	5,471	5.0%	△ 24	-0.4%
Others	3,505	3.3%	3,620	3.3%	115	3.3%
Hydraulic Components	34,042	31.7%	30,340	27.9%	△ 3,702	-10.9%
Hydraulic equipment for industrial use	32,308	30.1%	28,596	26.3%	△ 3,712	-11.5%
System products	898	0.8%	768	0.7%	△ 130	-14.5%
Others	835	0.8%	975	0.9%	140	16.8%
Aircraft Components	1,202	1.1%	967	0.9%	△ 235	-19.6%
Aircraft Components	1,202	1.1%	967	0.9%	△ 235	-19.6%
Special-purpose Vehicles and others	2,669	2.5%	3,001	2.8%	332	12.4%
Special-purpose Vehicles	2,669	2.5%	3,001	2.8%	332	12.4%
Others	—	—	—	—	—	—
Total	107,268	100.0%	108,746	100.0%	1,478	1.4%

## 2. FOREX Rate

Average FOREX Rate	FY2023				FY2024
	Apr-Jun 2023	Apr-Sep 2023	Apr-Dec 2023	Full year	Apr-Jun 2024
JPY/USD	137.36	140.99	143.29	144.62	155.89
JPY/EUR	149.46	153.37	155.28	156.78	167.88
JPY/CNY	19.55	19.74	19.97	20.13	21.47

FOREX Rate prevailing at the end of quarter	FY2023				FY2024
	30 Jun 2023	30 Sep 2023	31 Dec 2023	31 Mar 2024	30 Jun 2024
JPY/USD	144.99	149.58	141.82	151.40	161.14
JPY/EUR	157.56	157.97	157.09	163.28	172.44
JPY/CNY	19.95	20.46	19.94	20.84	22.05

## 3. Segment sales

	FY2023				FY2024
	1Q	2Q	3Q	4Q	1Q
Automotive Components	69,355	73,468	73,541	76,668	74,439
Hydraulic Components	34,042	33,828	33,466	33,098	30,340
Aircraft Components	1,202	750	1,163	794	967
Special-purpose Vehicles and others	2,669	2,592	2,661	3,486	3,001
Total	107,268	110,638	110,830	114,045	108,746

## 4. Segment operating income (\*1)

	FY2023				FY2024
	1Q	2Q	3Q	4Q	1Q
Automotive Components	2,948	3,049	3,104	7,359	3,378
Hydraulic Components	1,365	1,395	1,235	1,440	750
Aircraft Components	△ 299	△ 906	△ 165	△ 668	1
Special-purpose Vehicles and others	189	218	113	582	291
Total	4,203	3,755	4,287	8,713	4,419

## 5. Capital Expenditure, Depreciation

	FY2023				FY2024
	1Q	2Q	3Q	4Q	1Q
Capital Expenditure	3,792	4,457	5,527	17,061	4,007
Depreciation Expenses	4,625	4,581	4,789	4,890	4,687

## 6. R&D Expenses

	FY2023				FY2024
	1Q	2Q	3Q	4Q	1Q
R&D Expenses	1,860	1,930	2,016	1,782	1,838

## 7. Foreign Exchange gain or loss (\*2)

	FY2023				FY2024
	1Q	2Q	3Q	4Q	1Q
Other Income / Other Expenses	1,697	408	△ 477	1,156	1,018
Finance Income / Finance Costs	202	△ 13	△ 82	143	△ 43
Total	1,899	394	△ 559	1,300	975

(\*1) "Segment operating income", which is described above, is different from "Segment profits (losses)" which is described in "Segment Informati section in the Flash Report. "Segment operating income" amount includes "Adjustment" amount, which is described in the Flash Report".

(\*2) "Foreign Exchange Gain or Loss", which is described above, comes from the amount of foreign exchange gain or loss in "Other income", "Other expense", "Finance income" and "Finance costs" in the Consolidated Statements of Income. Foreign exchange gain is written as plus and foreign exchange loss is written as minus.