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## FLASH REPORT

November. 11, 2024

URL <https://www.kyb.co.jp/english/>

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 six months ended September 30, 2024 ( from April 1, 2024 to September 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	%
Six months ended								
September 30, 2024	213,457	(2.0)	8,742	9.8	8,334	(25.1)	7,756	(27.3)
September 30, 2023	217,906	3.8	7,959	(31.9)	11,121	(25.0)	10,670	(26.6)

	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
Six months ended							
September 30, 2024	5,862	(34.2)	5,182	(36.6)	2,396	(87.3)	188.17
September 30, 2023	8,909	(22.0)	8,170	(23.0)	18,878	(19.4)	303.08

	Diluted earnings per share
Six months ended	Yen
September 30, 2024	188.16
September 30, 2023	303.07

\*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
September 30, 2024	451,970	224,712	215,943	47.8	8,115.21
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	—	100.00			
Current fiscal year (forecast)			—	50.00	—

\*1 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.

\*2 As stated in the "Notice of Stock Split and Revision of Dividend Forecast" released today (November 11, 2024), the Company plans to conduct a two-for-one stock split of the common shares with an effective date of December 3, 2024. The year-end dividend per share for the fiscal year ending March 2025 (forecast) is stated as the amount taking into account the impact of the stock split, and the total annual dividend is stated as "-".

If the stock split is not reflected, the year-end dividend for the fiscal year ending March 2025 (forecast) will be 100.00 yen, and the annual dividend will be 200.00 yen.

## 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)	250.84

\*1 Segment profit is calculated by deducting cost of sales and selling, general and administrative expenses from sales.

\*2 The calculation of basic earnings per share reflects the impact of the above-mentioned stock split. If the impact of the stock split is not reflected, basic earnings per share is 501.67 yen.

## (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	—	3,760,274.00			
Current fiscal year (forecast)			—	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 September 30, 2024
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	46,637	41,575
Trade and other receivables	123,700	106,115
Inventories	70,020	70,043
Other current financial assets	2,230	3,168
Other current assets	13,357	12,385
Total current assets	255,944	233,288
Non-current assets:		
Property, plant and equipment	156,950	154,343
Goodwill	248	248
Intangible assets	3,087	2,748
Investments accounted for using the equity method	10,209	11,309
Other non-current financial assets	20,963	19,516
Other non-current assets	26,081	27,739
Deferred tax assets	3,048	2,780
Total non-current assets	220,586	218,682
<b>Total assets</b>	<b>476,530</b>	<b>451,970</b>

(Unit: Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Liabilities and equity		
Current liabilities:		
Trade and other payables	85,477	72,307
Borrowings	58,631	48,608
Income tax payables	4,516	1,823
Other current financial liabilities	31,717	32,046
Provisions	7,048	7,887
Other current liabilities	2,338	1,762
Total current liabilities	189,726	164,433
Non-current liabilities:		
Bonds and borrowings	30,848	33,758
Liabilities for retirement benefits	2,753	4,298
Other non-current financial liabilities	7,741	6,449
Provisions	5,441	5,279
Other non-current liabilities	497	471
Deferred tax liabilities	13,116	12,570
Total non-current liabilities	60,395	62,825
Total liabilities	250,122	227,258
Equity		
Equity attributable to owners of the parent:		
Share capital	27,648	27,648
Capital surplus	36,128	36,118
Retained earnings	123,076	125,281
Treasury shares	(842)	(835)
Other components of equity	31,181	27,732
Total equity attributable to owners of the parent	217,191	215,943
Non-controlling interests	9,217	8,769
Total equity	226,408	224,712
Total liabilities and equity	476,530	451,970

## Consolidated Statements of Income

KYB Corporation and its Consolidated Subsidiaries

(Unit: Millions of yen)

	For the six months ended September 30, 2023 (Apr. 1, 2023 through Sep. 30, 2023)	For the six months ended September 30, 2024 (Apr. 1, 2024 through Sep. 30, 2024)
Net sales	217,906	213,457
Cost of sales	180,542	173,666
Gross profit	37,363	39,790
Selling, general and administrative expenses	29,405	31,049
Equity in profit of affiliates	643	1,236
Other income	3,042	727
Other expenses	522	2,371
Operating profit	11,121	8,334
Finance income	644	619
Finance costs	1,095	1,197
Profit before taxes	10,670	7,756
Income tax expenses	1,762	1,895
Profit for the period	8,909	5,862
Profit attributable to:		
Owners of the parent	8,170	5,182
Non-controlling interests	739	680
Profit for the period	8,909	5,862
Earnings per share		
Basic earnings per share (in yen)	303.08	188.17
Diluted earnings per share (in yen)	303.07	188.16

## Consolidated Statements of Comprehensive Income

KYB Corporation and its Consolidated Subsidiaries

(Unit: Millions of yen)

	For the six months ended September 30, 2023 (Apr. 1, 2023 through Sep. 30, 2023)	For the six months ended September 30, 2024 (Apr. 1, 2024 through Sep. 30, 2024)
Profit for the period	8,909	5,862
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	2,408	(1,008)
Remeasurements of defined benefit plans	(6)	8
Share of other comprehensive income of investments accounted for using the equity method	(9)	(7)
Total	2,393	(1,007)
Items that may be reclassified to profit or loss:		
Exchange differences on translation of foreign operations	6,977	(2,941)
Share of other comprehensive income of investments accounted for using the equity method	599	481
Total	7,576	(2,460)
Total other comprehensive income	9,969	(3,466)
Comprehensive income for the period	18,878	2,396
Comprehensive income for the period attributable to:		
Owners of the parent	17,741	1,729
Non-controlling interests	1,137	667
Comprehensive income for the period	18,878	2,396

## 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	-	-	8,170	-
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	-	8,170	-
Transactions with owners:				
Contributions by and distributions to owners in their capacity as owners:				
Acquisition of treasury shares	-	-	-	(2,302)
Disposal of treasury shares	-	(20)	-	20
Share-based payment transactions	-	6	-	-
Dividends of surplus	-	-	(3,789)	-
Transfer to retained earnings	-	-	(38)	-
Total contributions by and distributions to owners in their capacity as owners	-	(14)	(3,826)	(2,282)
Changes in equity interest of subsidiaries:				
Dividends of surplus	-	-	-	-
Total changes in equity interest of subsidiaries	-	-	-	-
Total transactions with owners	-	(14)	(3,826)	(2,282)
Balance at September 30, 2023	27,648	38,357	102,836	(2,865)

Balance at April 1, 2024	27,648	36,128	123,076	(842)
Comprehensive income for the period:				
Profit for the period	-	-	5,182	-
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	-	5,182	-
Transactions with owners:				
Contributions by and distributions to owners in their capacity as owners:				
Acquisition of treasury shares	-	-	-	(1)
Disposal of treasury shares	-	(7)	-	7
Share-based payment transactions	-	(3)	-	-
Dividends of surplus	-	-	(2,973)	-
Transfer to retained earnings	-	-	(5)	-
Total contributions by and distributions to owners in their capacity as owners	-	(11)	(2,978)	7
Changes in equity interest of subsidiaries:				
Dividends of surplus	-	-	-	-
Total changes in equity interest of subsidiaries	-	-	-	-
Total transactions with owners	-	(11)	(2,978)	7
Balance at September 30, 2024	27,648	36,118	125,281	(835)

(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	-	-	-	-	8,170	739	8,909
Other comprehensive income	2,408	(13)	7,175	9,571	9,571	398	9,969
Total comprehensive income for the period	2,408	(13)	7,175	9,571	17,741	1,137	18,878
Transactions with owners:							
Contributions by and distributions to owners in their capacity as owners:							
Acquisition of treasury shares	-	-	-	-	(2,302)	-	(2,302)
Disposal of treasury shares	-	-	-	-	0	-	0
Share-based payment transactions	-	-	-	-	6	-	6
Dividends of surplus	-	-	-	-	(3,789)	-	(3,789)
Transfer to retained earnings	25	13	-	38	-	-	-
Total contributions by and distributions to owners in their capacity as owners	25	13	-	38	(6,085)	-	(6,085)
Changes in equity interest of subsidiaries:							
Dividends of surplus	-	-	-	-	-	(968)	(968)
Total changes in equity interest of subsidiaries	-	-	-	-	-	(968)	(968)
Total transactions with owners	25	13	-	38	(6,085)	(968)	(7,053)
Balance at September 30, 2023	6,532	-	21,980	28,511	194,487	8,375	202,861

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	-	-	-	-	5,182	680	5,862
Other comprehensive income	(1,008)	(2)	(2,443)	(3,454)	(3,454)	(13)	(3,466)
Total comprehensive income for the period	(1,008)	(2)	(2,443)	(3,454)	1,729	667	2,396
Transactions with owners:							
Contributions by and distributions to owners in their capacity as owners:							
Acquisition of treasury shares	-	-	-	-	(1)	-	(1)
Disposal of treasury shares	-	-	-	-	-	-	-
Share-based payment transactions	-	-	-	-	(3)	-	(3)
Dividends of surplus	-	-	-	-	(2,973)	-	(2,973)
Transfer to retained earnings	3	2	-	5	-	-	-
Total contributions by and distributions to owners in their capacity as owners	3	2	-	5	(2,977)	-	(2,977)
Changes in equity interest of subsidiaries:							
Dividends of surplus	-	-	-	-	-	(1,115)	(1,115)
Total changes in equity interest of subsidiaries	-	-	-	-	-	(1,115)	(1,115)
Total transactions with owners	3	2	-	5	(2,977)	(1,115)	(4,092)
Balance at September 30, 2024	7,007	-	20,725	27,732	215,943	8,769	224,712



## Consolidated Statements of Cash Flows

KYB Corporation and its Consolidated Subsidiaries

(Unit: Millions of yen)

	For the six months ended September 30, 2023 (Apr. 1, 2023 through Sep. 30, 2023)	For the six months ended September 30, 2024 (Apr. 1, 2024 through Sep. 30, 2024)
Cash flows from operating activities:		
Profit before taxes	10,670	7,756
Depreciation and amortization	9,206	9,367
Impairment losses	331	452
Reversal gain of impairment losses	(18)	(50)
Gain on sales of fixed asset	(48)	(31)
Increase (decrease) in assets and liabilities for retirement benefits	85	(238)
Increase (decrease) in provisions for product warranties	(1,192)	(243)
Finance income	(644)	(619)
Finance costs	1,095	1,197
Equity in profit of affiliates	(643)	(1,236)
(Increase) decrease in trade and other receivables	2,478	15,730
(Increase) decrease in inventories	4,568	(1,939)
Increase (decrease) in trade and other payables	(4,109)	(11,867)
Other	(702)	2,111
Subtotal	21,077	20,389
Interest received	213	389
Dividends received	726	953
Interest paid	(1,124)	(1,178)
Income taxes paid	(585)	(3,358)
Payments of loss associated with the Anti-Trust law	(501)	-
Net cash from operating activities	19,806	17,195
Cash flows from investing activities:		
Payment into time deposits	(300)	(1,702)
Proceeds from withdrawal of time deposits	2,310	737
Payment for purchases of property, plant and equipment	(6,147)	(8,113)
Proceeds from sales of property, plant and equipment	106	56
Purchase of other financial assets	(12)	(6)
Proceeds from sale of other financial assets	0	11
Other	(409)	(385)
Net cash flows from investing activities	(4,453)	(9,402)

(Unit: Millions of yen)

	For the six months ended September 30, 2023 (Apr. 1, 2023 through Sep. 30, 2023)	For the six months ended September 30, 2024 (Apr. 1, 2024 through Sep. 30, 2024)
Cash flows from financing activities:		
Net increase (decrease) in short-term borrowings	(2,358)	(9,077)
Repayments of lease liabilities	(3,050)	(2,273)
Proceeds from long-term borrowings	3,500	3,861
Repayment of long-term borrowings	(2,859)	(743)
Payments for purchase of treasury shares	(2,302)	(1)
Proceeds from sales of treasury shares	0	-
Dividends paid	(3,789)	(2,973)
Dividends paid to non-controlling interests	(968)	(1,115)
Net cash flows from financing activities	(11,825)	(12,321)
Effect of changes in foreign exchange rates	1,360	(534)
Net increase (decrease) in cash and cash equivalents	4,888	(5,062)
Cash and cash equivalents at beginning of period	43,585	46,637
Cash and cash equivalents at end of period	48,473	41,575

## Segment Information

KYB Corporation and its Consolidated Subsidiaries

For the six months ended September 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	142,823	67,869	1,952	212,645	5,261	217,906	—	217,906
Intersegment sales and transfers	359	378	—	737	37	774	(774)	—
Total	143,182	68,248	1,952	213,382	5,298	218,680	(774)	217,906
Segment profit (loss)	5,991	2,757	(1,205)	7,543	407	7,950	8	7,959
Equity in profit of affiliates	643	—	—	643	—	643	(0)	643
Other income and expenses (net)	2,174	322	19	2,515	6	2,520	—	2,520
Operating profit (loss)	8,808	3,080	(1,187)	10,701	413	11,113	8	11,121
Finance income and costs (net)								(451)
Profit before taxes								10,670

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

2. ¥ 8 million of adjustment of segment profit is the elimination of intersegment transactions.

For the six months ended September 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	147,951	58,194	1,454	207,598	5,859	213,457	—	213,457
Intersegment sales and transfers	261	377	—	638	32	670	(670)	—
Total	148,212	58,571	1,454	208,236	5,891	214,127	(670)	213,457
Segment profit (loss)	7,889	816	(568)	8,137	601	8,738	3	8,742
Equity in profit of affiliates	1,236	—	—	1,236	—	1,236	(0)	1,236
Other income and expenses (net)	(1,468)	(324)	161	(1,631)	(12)	(1,643)	—	(1,643)
Operating profit (loss)	7,656	492	(407)	7,742	589	8,331	3	8,334
Finance income and costs (net)								(578)
Profit before taxes								7,756

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

2. ¥ 3 million of adjustment of segment profit is the elimination of intersegment transactions.

## Second Quarter of FY2024 Financial Results Supplementary Information

### 1. Breakdown of sales

	FY2023 2Q		FY2024 2Q		Differences	
	Sales (¥ million)	composition ratio	Sales (¥ million)	composition ratio	Sales (¥ million)	composition ratio
Automotive Components	142,823	65.5%	147,951	69.3%	5,128	3.6%
Shock absorber for automobiles	103,236	47.4%	108,504	50.8%	5,268	5.1%
Shock absorber for motorcycles	20,497	9.4%	21,151	9.9%	654	3.2%
Hydraulic equipment for automobiles	11,676	5.4%	10,731	5.0%	△ 945	-8.1%
Others	7,415	3.4%	7,565	3.5%	150	2.0%
Hydraulic Components	67,869	31.1%	58,194	27.3%	△ 9,675	-14.3%
Hydraulic equipment for industrial use	64,171	29.4%	54,352	25.5%	△ 9,819	-15.3%
System products	2,047	0.9%	2,049	1.0%	2	0.1%
Others	1,652	0.8%	1,792	0.8%	140	8.5%
Aircraft Components	1,952	0.9%	1,454	0.7%	△ 498	-25.5%
Aircraft Components	1,952	0.9%	1,454	0.7%	△ 498	-25.5%
Special-purpose Vehicles and others	5,261	2.4%	5,859	2.7%	598	11.4%
Special-purpose Vehicles	5,261	2.4%	5,859	2.7%	598	11.4%
Others	—	—	—	—	—	—
Total	217,906	100.0%	213,457	100.0%	△ 4,449	-2.0%

## 2. FOREX Rate

(¥)

Average FOREX Rate	FY2023				FY2024	
	Apr-Jun 2023	Apr-Sep 2023	Apr-Dec 2023	Full year	Apr-Jun 2024	Apr-Sep 2023
JPY/USD	137.36	140.99	143.29	144.62	155.89	152.62
JPY/EUR	149.46	153.37	155.28	156.78	167.88	165.93
JPY/CNY	19.55	19.74	19.97	20.13	21.47	21.14

(¥)

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	30 Sep 2023
JPY/USD	144.99	149.58	141.82	151.40	161.14	142.82
JPY/EUR	157.56	157.97	157.09	163.28	172.44	159.53
JPY/CNY	19.95	20.46	19.94	20.84	22.05	20.47

## 3. Segment sales

(¥ million)

	FY2023				FY2024	
	1Q	2Q	3Q	4Q	1Q	2Q
Automotive Components	69,355	73,468	73,541	76,668	74,439	73,512
Hydraulic Components	34,042	33,828	33,466	33,098	30,340	27,854
Aircraft Components	1,202	750	1,163	794	967	487
Special-purpose Vehicles and others	2,669	2,592	2,661	3,486	3,001	2,858
Total	107,268	110,638	110,830	114,045	108,746	104,711

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

(¥ million)

	FY2023				FY2024	
	1Q	2Q	3Q	4Q	1Q	2Q
Automotive Components	2,948	3,049	3,104	7,359	3,378	4,514
Hydraulic Components	1,365	1,395	1,235	1,440	750	67
Aircraft Components	△ 299	△ 906	△ 165	△ 668	1	△ 569
Special-purpose Vehicles and others	189	218	113	582	291	311
Total	4,203	3,755	4,287	8,713	4,419	4,322

## 5. Capital Expenditure, Depreciation

(¥ million)

	FY2023				FY2024	
	1Q	2Q	3Q	4Q	1Q	2Q
Capital Expenditure	3,792	4,457	5,527	17,061	4,007	4,844
Depreciation Expenses	4,625	4,581	4,789	4,890	4,687	4,679

## 6. R&D Expenses

(¥ million)

	FY2023				FY2024	
	1Q	2Q	3Q	4Q	1Q	2Q
R&D Expenses	1,860	1,930	2,016	1,782	1,838	2,027

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

(¥ million)

	FY2023				FY2024	
	1Q	2Q	3Q	4Q	1Q	2Q
Other Income / Other Expenses	1,697	408	△ 477	1,156	1,018	△ 2,578
Finance Income / Finance Costs	202	△ 13	△ 82	143	△ 43	78
Total	1,899	394	△ 559	1,300	975	△ 2,500

(\*1) "Segment operating income", which is described above, is different from "Segment profits (losses)" which is described in "Segment Information" 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.