

November 5, 2020

Notice on Revised Forecast of Financial Results
for Fiscal Year ending March 2021
and Dividend policy (No Interim Dividend)

Kawasaki Kisen Kaisha, Ltd. (hereinafter, "the Company") announces that Revised forecast of Financial Results for Fiscal Year ending March 2021 from the previously announced forecasts on August 5, 2020.

The Company also announces that it has been decided at Board of Directors meeting today that no interim dividend distribution on September 30, 2020 as record date.

1. Differences from Financial Forecasts

1) Content of the Differences

Differences from Consolidated Financial Forecasts for the fiscal year ending March 31, 2021 (April 1, 2020 - March 31, 2021)

	FY2020				
	Operating revenue (million yen)	Operating income (million yen)	Ordinary income (million yen)	Profit attributable to owners of the parent (million yen)	Profit attributable to owners of the parent per share (yen)
Previous forecast announced on Aug 5, 2020 (A)	600,000	△ 27,000	△ 28,000	0	0
Latest Forecast (B)	590,000	△ 25,000	0	20,000	214.42
Change (B - A)	△ 10,000	2,000	28,000	20,000	
Change (%)	△ 1.7%	-	-	-	
Reference: Consolidated results for prior fiscal year ended March 31st, 2019	735,284	6,840	7,407	5,269	56.50

※Assumption for forecast (2021FY)

Exchange rate (¥/US\$) (B) 106 (A) 107

Fuel oil price (US\$/MT) (B) 362 (A) 368

2) Reason for Differences

The operating revenue and the operating income are in expected level in previous announcement. However, the ordinary income and the profit attributable to owner of the parent are expected to be exceed our previous forecast mainly due to significant business performance improvement of OCEAN NETWORK EXPRESS PTE. LTD., The background is that robust cargo movement in east-west traffic and overall market rate improvement. The Company revised estimation of 2021FY consolidated financial forecast with above reason.

2. Decision of Dividend from Retained Earnings (Interim Dividend)

1) Content of the Decision

	Amount determined	Most recent dividend forecast (announced on August 5, 2020)	Actual dividend the previous fiscal year
Record date	September 30, 2020	September 30, 2020	September 30, 2019
Dividend per share	0.00 yen	Undetermined	0.00 yen
Total amount of dividends	-	-	-
Effective date	-	-	-
Source of funds for dividends	-	-	-

2) Reason for Decision

Company's second quarter result exceeded previous estimation and recorded 9,629 million yen (consolidated Profit attributable to owner of the parent) significantly improved from previous announcement. However, the Company's important management task is to maximize returns to our shareholders by implementing stable dividend. However, the business environment remains critical toward achieving the consolidated full-year business forecasts, even though the consolidated financial results in the second quarter of the current fiscal year were better than expected. The Company will make a concerted effort to further improve its financial results, but it is with sincere regret that the Company announces it has decided to pay no interim dividend. The Company strives to achieve a consolidated net profit that will put the Company in the black, with a view to resuming dividend payment. The year-end dividend remains to be undetermined. Update will be made again in due course once further judgment has been made as to year-end dividend payment forecast after comprehensively taking into consideration the full-year forecasts and the Company's financial conditions.

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Note: The forecasts of financial results set forth in this document were calculated based on available information at the time of announcement. Actual results may differ from the forecast depending on various factors such as future developments in the business environment.