April 28, 2016

Differences in Consolidated Financial Results from Previous Forecast, Reversal of Deferred Tax Assets

Kawasaki Kisen Kaisha, Ltd. ("K" Line) announces that differences arose between the consolidated financial results for fiscal year ended March 2016 and the previous forecast that we announced on April 1, 2016 as set forth below.

Also, "K" Line announces reversal of deferred tax assets.

1. Consolidated Financial Results for the Full Year (April 1, 2015 - March 31, 2016)
1）Differences in Financial Results

| | Full Year | | | | |
	Operating revenues (million yen)	Operating income (million yen)	Ordinary income (million yen)	Net income attributable to owners of parent (million yen)	Net income per share (yen)
Forecast announced previously on April 1, 2016 (A)	1,250,000	7,000	1,000	△ 50,000	△ 53.35
Actual Results (B)	1,243,932	9,427	3,338	△ 51,499	△ 54.95
Change (B – A)	△ 6,068	＋ 2,427	＋ 2,338	△ 1,499	△ 1.60
Change (%)	△ 0.5%	＋ 34.7%	＋ 233.8%	-	-
Reference: Consolidated results for prior fiscal year (fiscal year ended March 31, 2015)	1,352,421	47,988	48,980	26,818	28.60

2) Reason for the Differences

As a result of the determination of the consolidated financial results for fiscal year ended March 2016, the differences primarily arose in the item of marine transportation expenses from the previous forecast, which increased operating income and ordinary income as aforementioned.

2. Reversal of Deferred Tax Assets

Upon examination of the possibility of recovery of deferred tax assets based on forecast for the next fiscal year and beyond, "K" Line decided to reverse a portion of its deferred tax assets at the end of fiscal year ended March 2016, and reported 9,439 million yen in income taxes-deferred.

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