November 12, 2015

Notice Regarding Amendments in Financial Forecasts and Dividend Projection

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Code number : 6481
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THK CO., LTD. hereby announces that the financial forecasts and dividend projection reported on May 14, 2015 have been amended as follows:

1. Amendments in financial forecasts

(Consolidated)

	Net Sales (Millions of Yen)	Operating Income (Millions of Yen)	Ordinary Income (Millions of Yen)	Net Income (Millions of Yen)	Net Income per Share (Yen)
For the year ending March 31, 2016					
Previous projections	¥240,000	¥32,000	¥34,100	¥23,100	¥182.48
Amended	215,000	21,000	19,600	13,300	105.06
Difference	(25,000)	(11,000)	(14,500)	(9,800)	
(Percentage)	(10.4)	(34.4)	(42.5)	(42.4)	
(For reference) Actual results of the year ended March 31, 2015	217,678	28,388	34,031	22,705	179.36

(Non-consolidated)

	Net Sales (Millions of Yen)	Operating Income (Millions of Yen)	Ordinary Income (Millions of Yen)	Net Income (Millions of Yen)	Net Income per Share (Yen)
For the year ending March 31, 2016					
Previous projections	¥143,000	¥22,000	¥23,700	¥16,400	¥129.55
Amended	120,300	15,700	16,500	11,700	92.42
Difference	(22,700)	(6,300)	(7,200)	(4,700)	
(Percentage)	(15.9)	(28.6)	(30.4)	(28.7)	
(For reference) Actual results of the year ended March 31, 2015	132,786	21,899	27,378	17,585	138.91

Reasons of the amendments

The forecasted amount of net saes for the year ending March 31, 2016 have been amended as in the tables above based on the latest domestic and global demand situation and outlook of the external operating environment. THK will continue to make endeavors to contain varioius costs; however, income at each level also has been amended because of the net sales estimated to be decreased.

(Note) Exchange rates assumed and used for the above forecasts are as follows:

From October 1 to December 31, 2015

U.S.dollar 1=¥120.00 Euro 1=¥133.00

From January 1 to December 31, 2015

U.S.dollar 1=¥120.68 Euro 1=¥134.33

(Note 1) Closing date of the significant consolidated subsidiaries located in other than Japan is December 31.

(Note 2) THK acquired the linkage and suspension business of TRW Automotive Inc. (now part of ZF Friedrichshafen AG) in Europe and North America through a business transfer on August 31, 2015. The effect of the business transfer on the forecasts for the year ending March 31, 2016 will be announced as soon as it is determined.

(Note 3) The above amended forecasts are based upon the information currently available at the time of the announcement of this report. Actual performance may differ from the estimates due to various unforeseen factors.

2. Amendments in dividend projection

	Dividend Per Share (Yen)				
	First Quarter End as of June 30	Second Quarter End as of September 30	Third Quarter End as of December 31	Year end	Total
Previous projections (Announced on May 14, 2015)	—	28.00	—	28.00	56.00
Amended	—	—	—	25.00	50.00
2016/3 (Actual)	—	25.00	—		
2015/3 (Actual)	—	20.00	—	30.00	50.00

Reason of the amendments

Our dividend policy places importance on stable and continuous distribution based on midterm operating results that reflects the change in external operating environment. In accordance with this policy, we have amended the dividend as in the above table, considering the estimated operating results for the year ending March 31, 2016. The amended interim dividend (September 30, 2015) and projected year-end dividend (March 31, 2016) are ¥25 and ¥25 (¥20 and ¥30 in the previous year) per share, respectively.