

Mitsui O.S.K. Lines, Ltd. Announces Revision of FY2016 Outlook and Year-end Dividend Outlook

TOKYO—Mitsui O.S.K. Lines, Ltd. (the Company; President & CEO: Junichiro Ikeda) today announced a revision of its consolidated business outlook for fiscal year 2016 (April 1, 2016 to March 31, 2017) based on recent business performance, and a revised outlook for the year-end dividend, announced on October 31, 2016, as follows.

1. Revisions to the consolidated business outlook for FY2016 (April 1, 2016 to March 31, 2017)

	Revenue	Operating Income/ Loss	Ordinary Income/Loss	Net Income/ Loss*	Net Income/Loss per Share
	¥ million	¥ million	¥ million	¥ million	¥
Previous Outlook (A)	1,413,000	-15,000	-3,000	7,000	5.85
Revised Outlook (B)	1,482,000	-8,000	8,000	0	0.00
Change (B – A)	69,000	7,000	11,000	-7,000	
Change (%)	+ 4.9%	—	—	-100.0%	
(Ref) FY2015 (ended in March 2016)	1,712,222	2,323	36,267	-170,447	-142.50

* Profit/loss attributable to owners of parent

Reason for revision of outlook

In comparison with the previous outlook announced on October 31, 2016, despite higher bunker prices, the Company made an upward revision of operating loss and ordinary income/loss in anticipation of the positive effects of improved operational efficiency in the bulkship business, increased liftings mainly on the Asia-North America route in the containership business, and reduction of operating costs such as expenses for positioning empty containers through improved yield management, along with the positive impact of the weakening yen.

On the other hand, the Company conservatively reviewed the consolidated business outlook and made a downward revision of net income* due to concerns about possibility for more impairment of owned containerships depending on future trend in ship prices, which showed a significant drop over the past year, and the future cash flow, which will be planned.

2. Year-end dividend outlook

Base Date	Dividend per Share		
	Q2-end	Year-end	Total
Previous Outlook (Announced on October 31, 2016)	¥2.00	To be decided	To be decided
Revised Dividend Outlook		¥0	¥2.00
Paid for FY2016	¥2.00		
Paid for FY2015	¥3.50	¥1.50	¥5.00

Reason for revision of outlook

After careful consideration of its financial position etc, the Company regrets to announce that it has decided not to pay a year-end dividend for the current fiscal year, which was previously undecided.

[Note] The future outlook described above is issued by the Company on the basis of currently available information as of the announcement date. Please note that the actual results may differ from this outlook due to various factors in the future.