

Mitsui O.S.K. Lines, Ltd. Announces Revisions of FY2016 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), first issued on April 28, 2016, as follows.

Revisions to the consolidated business outlook for the first half of FY2016 (April 1, 2016, to September 30, 2016)

	Revenue	Operating Income/Loss	Ordinary Income/Loss	Net Income/Loss*	Net Income/Loss per Share
	¥mil.	¥mil.	¥mil.	¥mil.	¥
Previous Outlook (A)	759,000	-500	7,500	7,500	6.27
Revised Outlook (B)	714,500	-3,000	3,000	10,000	8.36
Change (B-A)	-44,500	-2,500	-4,500	2,500	
Change (%)	-5.9%	—	-60.0%	+ 33.3%	
(Ref) First Half of FY2015	904,684	8,185	27,799	-241	-0.20

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
	¥mil.	¥mil.	¥mil.	¥mil.	¥
Previous Outlook (A)	1,516,000	3,000	20,000	20,000	16.72
Revised Outlook (B)	1,493,000	-5,000	10,000	15,000	12.54
Change (B-A)	-23,000	-8,000	-10,000	-5,000	
Change (%)	-1.5%	—	-50.0%	-25.0%	
(Ref) FY2015	1,712,222	2,323	36,267	-170,447	-142.50

* Profit/Loss attributable to owners of parent

Reasons for revision of outlook

The Company made a downward revision for the first half of FY2016 (April 1 to September 30, 2016) for operating income and ordinary income from the previous forecast, due to lower-than-expected freight rates in containerships on the Asia-Europe, Intra-Asia, and other routes, a slump in car carrier trade for resource-producing countries, which is low beyond the initial outlook, as well as the appreciating yen and rising bunker prices.

The Company also made a downward revision of the full-year forecast from the previous announcement, due to difficulty in anticipating a significant improvement in performance under such an external business environment.