

Revision of Dividend Forecast for the Fiscal Year Ending March 31, 2014

Kawasaki Heavy Industries, Ltd.(KHI) has announced revised dividend forecast from published on January 30,2014 to increase dividend for the fiscal year ending March 31, 2014 as follows.

1. Revision of the year-end dividend forecast for the fiscal year ending March 31, 2014.

(1)Contents of revision

	End of Second Quarter	Year End	Annual
Previous forecast announced on January 30, 2014	—	¥5.00	¥5.00
Revised forecast announced today	—	¥6.00	¥6.00
Current year actual	¥0.00	—	—
Previous year actual (for the fiscal year ended March 31, 2013)	¥0.00	¥5.00	¥5.00

(2) Reason for revision

KHI has been planning to pay out appropriate profits to the shareholders in cyclical processes to maintain and strengthen under our basic policy of meeting our shareholder's expectation appropriately, conduct our businesses to improve corporate value by implementing performance-related dividend distribution with due considerations to be fulfilled retained earnings. To achieve these targets, we set consolidated dividend payout ratio approximately 30% into the medium and long term basis.

KHI had expected to pay cash dividend ¥5.00 per share for the year ending previously announced on January 30, 2014, however, after taking into consideration of current our business circumstances, such as essential strategic investment for enhancing the corporate value, business performance trends and improvement of financial strength, KHI has decided to increase ¥1.00 per share from prior dividend decision as the year-end dividend forecast.