

Kawasaki Heavy Industries, Ltd.

NO.2021166

March 31, 2022

Notice on Voluntary Adoption of International Financial Reporting Standards (IFRS)

Kawasaki Heavy Industries, Ltd. ("KHI") hereby notifies that the company has resolved to voluntarily adopt International Financial Reporting Standards ("IFRS") for consolidated financial statements from the fiscal year ending March 31, 2023 (FY2022) ,in place of the Japanese Generally Accepted Accounting Principles ("Japanese GAAP") it currently uses. KHI will disclose in accordance to IFRS starting from the first quarter of FY 2022.

Based on KHI group's development of global business activities, KHI has taken the decision to voluntarily adopt IFRS from FY2022 for the purpose of improving international comparability of financial information in capital market and improving its group business management by unifying accounting standard across KHI group.

Planned disclosure schedule under this voluntary adoption of IFRS is as follows.

Accounting period		Document for disclosure	Accounting standard
Fiscal year ending March 2022	Year-end	Financial results *	Japanese GAAP
		Annual report	
Fiscal year ending March 2023	1st,2nd,and 3rd Quarter	Quarterly financial results	IFRS
	Year-end	Financial results	
		Annual report	

* The earnings forecasts of financial results for the fiscal year ending March 2023 will be reported based on IFRS.

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