

Financial Results for the Second Quarter Ended September 30, 2018

October 30, 2018

SHIMA SEIKI MFG., LTD.

Stock listings: Tokyo Stock Exchange (1st section)

Code number: 6222

URL: <http://www.shimaseiki.co.jp/>

Representative: Mitsuhiro Shima, President

(Amounts less than one million yen are omitted)

1. Consolidated financial results for the second quarter ended September 30, 2018

(April 1, 2018 - September 30, 2018)

(1) Consolidated operating results (cumulative)

(%: change from the same period of previous year)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of the parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2018	28,197	-20.7	4,343	-46.1	4,628	-47.9	3,312	-49.3
Six months ended September 30, 2017	35,569	20.1	8,060	46.5	8,884	284.4	6,529	287.8

Note: Comprehensive income

Six months ended September 30, 2018: 4,757 million yen (-30.7%)

Six months ended September 30, 2017: 6,867 million yen (—%)

	Net income per share	Diluted net income per share
	Yen	Yen
Six months ended September 30, 2018	90.73	90.71
Six months ended September 30, 2017	188.19	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2018	154,846	126,973	82.0
As of March 31, 2018	154,337	123,491	80.0

Reference: Shareholders' equity

As of September 30, 2018: 126,956 million yen

As of March 31, 2018: 123,478 million yen

2. Dividends

	Cash dividends per share				
	1 st quarter	2 nd quarter	3 rd quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2018	—	25.00	—	35.00	60.00
Year ending March 31, 2019	—	30.00			
Year ending March 31, 2019 (forecast)			—	—	—

Note: Year-ended dividends for the year ending March 31, 2019 have yet to be determined.

3. Forecast of consolidated financial results for the year ending March 31, 2019

(April 1, 2018 - March 31, 2019)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of the parent		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	58,000	-19.3	8,000	-46.3	8,200	-47.2	6,000	-46.8	164.33

4. Others

(1) Changes in significant subsidiaries during the period: None

(2) Adoption of specific accounting methods: Yes

(3) Changes in accounting policies and accounting estimates and restatement

1) Changes in accounting policies due to amendment of accounting standards: None

2) Changes in accounting policies other than those above: None

3) Changes in accounting estimates: None

4) Restatement: None

(4) Number of outstanding shares (common stock)

1) Number of shares outstanding at the end of the period (including treasury stock)

As of September 30, 2018: 36,600,000 As of March 31, 2018: 36,600,000

2) Number of treasury stock at the end of the period

As of September 30, 2018: 88,193 As of March 31, 2018: 87,983

3) Average number of shares outstanding during the period

Six months ended September 30, 2018: 36,511,897

Six months ended September 30, 2017: 34,695,763

Notes:

Quarterly summary of financial statements is not subject to the quarterly reviews by a certified public accountant or an audit corporation.

Forward-looking statements

Statements contained in this summary regarding the Company's plans, strategies, and expectations for future performance, which are based on information available to the Company at the time of writing. They are therefore subject to a number of uncertainties and unknowable factors, and actual results may thus differ substantially from those projected.