

Financial Results for the Year Ended March 31, 2019

May 8, 2019

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 year ended March 31, 2019

(April 1, 2018 - March 31, 2019)

(1) Consolidated operating results

(%: 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	%
Year ended March 31, 2019	51,352	-28.5	4,638	-68.9	4,991	-67.8	3,835	-66.0
Year ended March 31, 2018	71,858	15.1	14,905	32.4	15,525	54.6	11,279	56.7

Note: Comprehensive income

Year ended March 31, 2019: 3,513 million yen (-66.3%)

Year ended March 31, 2018: 10,420 million yen (33.6%)

	Net income per share	Diluted net income per share	Return on equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
	Yen	Yen	%	%	%
Year ended March 31, 2019	105.62	105.54	3.1	3.3	9.0
Year ended March 31, 2018	316.82	—	9.9	10.5	20.7

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2019	145,146	121,166	83.5	3,411.08
As of March 31, 2018	154,337	123,491	80.0	3,381.85

Reference: Shareholders' equity

As of March 31, 2019: 121,132 million yen

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

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of year
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2019	9,935	-872	-6,540	26,849
Year ended March 31, 2018	9,397	-4,843	1,731	24,223

2. Dividends

	Cash dividends per share					Total amount of dividends	Dividends payout ratio (Consolidated)	Dividends on net assets (Consolidated)
	1st quarter	2nd quarter	3rd quarter	Year-end	Annual			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2018	—	25.00	—	35.00	60.00	2,190	18.9	1.9
Year ended March 31, 2019	—	30.00	—	25.00	55.00	1,983	52.1	1.6
Year ending March 31, 2020 (forecast)	—	20.00	—	25.00	45.00		48.4	

3. Forecast of consolidated financial results for the year ending March 31, 2020

(April 1, 2019 - March 31, 2020)

	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
First half	23,000	-18.4	400	-90.8	700	-84.9	600	-81.9	16.90
Full year	52,300	1.8	4,000	-13.8	4,400	-11.9	3,300	-14.0	92.93

4. Others

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

(2) 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

(3) Number of outstanding shares (common stock)

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

As of March 31, 2019: 36,600,000 As of March 31, 2018: 36,600,000

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

As of March 31, 2019: 1,088,459 As of March 31, 2018: 87,983

3) Average number of shares outstanding during the year

Year ended March 31, 2019: 36,311,682

Year ended March 31, 2018: 35,601,583

<Reference>

1. Non-consolidated financial results for the year ended March 31, 2019

(April 1, 2018 - March 31, 2019)

(1) Non-consolidated operating results

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

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended March 31, 2019	39,352	-35.5	1,706	-84.3	2,233	-78.6	3,272	-56.3
Year ended March 31, 2018	61,038	17.0	10,856	35.9	10,435	82.8	7,495	87.3

	Net income per share	Diluted net income per share
	Yen	Yen
Year ended March 31, 2019	90.12	90.05
Year ended March 31, 2018	210.53	—

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2019	126,552	104,745	82.8	2,949.07
As of March 31, 2018	135,628	107,988	79.6	2,957.62

Reference: Shareholders' equity

As of March 31, 2019: 104,726 million yen

As of March 31, 2018: 107,988 million yen

2. Forecast of non-consolidated financial results for the year ending March 31, 2020

(April 1, 2019 - March 31, 2020)

	Net sales		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half	18,100	-13.3	100	-96.6	100	-95.7	2.82
Full year	43,200	9.8	2,800	25.4	2,100	-35.8	59.14

Notes:

1. The summary of financial results is exempt from the review procedures

2. 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.