

Financial Results for the Year Ended March 31, 2020

May 13, 2020

SHIMA SEIKI MFG., LTD.

Stock listings: Tokyo Stock Exchange (1st section)

Code number: 6222

URL: <https://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, 2020

(April 1, 2019 - March 31, 2020)

(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, 2020	33,206	-35.3	-5,602	—	-5,583	—	-8,427	—
Year ended March 31, 2019	51,352	-28.5	4,638	-68.9	4,991	-67.8	3,835	-66.0

Note: Comprehensive income

Year ended March 31, 2020: -8,985 million yen (—%)

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

	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, 2020	-239.68	—	-7.4	-4.0	-16.9
Year ended March 31, 2019	105.62	105.54	3.1	3.3	9.0

(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, 2020	130,695	107,950	82.6	3,126.86
As of March 31, 2019	145,146	121,166	83.5	3,411.08

Reference: Shareholders' equity

As of March 31, 2020: 107,911 million yen

As of March 31, 2019: 121,132 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, 2020	3,776	-3,085	-5,555	21,582
Year ended March 31, 2019	9,935	-872	-6,540	26,849

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, 2019	—	30.00	—	25.00	55.00	1,983	52.1	1.6
Year ended March 31, 2020	—	20.00	—	15.00	35.00	1,227	—	1.1
Year ending March 31, 2021 (forecast)	—	—	—	—	—		—	

Note: Year-ended dividends for the year ending March 31, 2021 have yet to be determined.

3. Forecast of consolidated financial results for the year ending March 31, 2021

(April 1, 2020 - March 31, 2021)

Shima seiki is currently unable to provide a reasonably calculated forecast of the consolidated financial results for the fiscal year ending March 31, 2021, due to impacts relating to the spread of Coronavirus Disease 2019 (COVID-19).

Shima seiki will provide the forecasts of the consolidated financial results for the fiscal year ending March 31, 2021 as soon as they become available.

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, 2020: 35,800,000 As of March 31, 2019: 36,600,000

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

As of March 31, 2020: 1,288,926 As of March 31, 2019: 1,088,459

3) Average number of shares outstanding during the year

Year ended March 31, 2020: 35,162,078

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

<Reference>**1. Non-consolidated financial results for the year ended March 31, 2020**

(April 1, 2019 - March 31, 2020)

(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, 2020	29,096	-33.7	-5,807	—	-5,775	—	-8,053	—
Year ended March 31, 2019	39,352	-35.5	1,706	-84.3	2,233	-78.6	3,272	-56.3

	Net income per share	Diluted net income per share
	Yen	Yen
Year ended March 31, 2020	-229.05	—
Year ended March 31, 2019	90.12	90.05

(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, 2020	113,863	92,614	81.3	2,682.88
As of March 31, 2019	126,552	104,745	82.8	2,949.07

Reference: Shareholders' equity

As of March 31, 2020: 92,588 million yen

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

Notes:

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

2. Forward-looking statements

Shima seiki is currently unable to provide a reasonably calculated forecast of the consolidated financial results for the fiscal year ending March 31, 2021, due to impacts relating to the spread of COVID-19.

Shima seiki will provide the forecasts of the consolidated financial results for the fiscal year ending March 31, 2021 as soon as they become available.