

Financial Results for the First Quarter Ended June 30, 2020

August 5, 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 first quarter ended June 30, 2020

(April 1, 2020 - June 30, 2020)

(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	%
Three months ended June 30, 2020	4,954	-41.0	-1,970	—	-1,414	—	-1,463	—
Three months ended June 30, 2019	8,393	-50.4	-872	—	-944	—	-689	—

Note: Comprehensive income

Three months ended June 30, 2020: -2,328 million yen (—%)

Three months ended June 30, 2019: -1,872 million yen (—%)

	Net income per share	Diluted net income per share
	Yen	Yen
Three months ended June 30, 2020	-42.39	—
Three months ended June 30, 2019	-19.41	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2020	124,599	105,105	84.3
As of March 31, 2020	130,695	107,950	82.6

Reference: Shareholders' equity

As of June 30, 2020: 105,068 million yen

As of March 31, 2020: 107,911 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, 2020	—	20.00	—	15.00	35.00
Year ending March 31, 2021	—				
Year ending March 31, 2021 (forecast)		10.00	—	—	—

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

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

(April 1, 2020 - September 30, 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	9,700	-43.3	-4,100	—	-3,100	—	-3,200	—	-92.72

Shima seiki is currently unable to provide a reasonably calculated forecast of the consolidated financial results for the fiscal year ending March 31, 2021.

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 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 June 30, 2020: 35,800,000 As of March 31, 2020: 35,800,000
- 2) Number of treasury stock at the end of the period
As of June 30, 2020: 1,288,003 As of March 31, 2020: 1,288,926
- 3) Average number of shares outstanding during the period
Three months ended June 30, 2020: 34,511,089
Three months ended June 30, 2019: 35,511,489

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.