

NSK Ltd.

For Immediate Release

August 1, 2018

CONSOLIDATED RESULTS FOR THE THREE MONTHS ENDED JUNE 30, 2018 (Unaudited)

[IFRS]

Company name	NSK Ltd.
Stock exchange on which the shares are listed	Tokyo Stock Exchange in Japan
Code number	6471
URL	http://www.nsk.com/
Representative	Toshihiro Uchiyama, President and CEO
Contact person	Keita Suzuki, Vice President
Filing date of quarterly securities report	August 7, 2018

(Figures are rounded down to the nearest million yen)

1. Consolidated Financial Highlights for the Three Months Ended June 30, 2018

(1) Consolidated financial results

(% indicates changes from the previous year)

	Net sales		Operating income		Income before income taxes		Net income		Net income attributable to owners of the parent		Total comprehensive income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
Three months ended Jun. 30, 2018	260,694	6.9	24,776	6.3	25,282	7.3	18,585	5.1	17,703	7.0	18,247	-24.2
Three months ended Jun. 30, 2017	243,834	5.2	23,314	59.3	23,567	60.7	17,689	41.0	16,546	42.2	24,084	—

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended Jun. 30, 2018	33.49	33.44
Three months ended Jun. 30, 2017	31.31	31.29

(2) Consolidated financial position

	Total assets	Total equity	Total equity attributable to owners of the parent	Equity ratio attributable to owners of the parent
	Millions of Yen	Millions of Yen	Millions of Yen	%
As of Jun. 30, 2018	1,106,586	565,367	543,431	49.1
As of Mar. 31, 2018	1,092,310	561,014	537,175	49.2

2. Cash Dividends

(Record date)	Cash dividends per share				
	End of the 1st quarter	End of the 2nd quarter	End of the 3rd quarter	Year-end	Full-year total
Year ended Mar. 31, 2018	Yen —	Yen 19.00	Yen —	Yen 21.00	Yen 40.00
Year ending Mar. 31, 2019	—	—	—	—	—
Year ending Mar. 31, 2019 (Forecast)	—	20.00	—	20.00	40.00

(Note) Revision to the forecast of cash dividends from the latest announcement: None

3. Forecast of Consolidated Results for the Year Ending March 31, 2019

(% indicates changes from the previous year)

	Net sales		Operating income		Income before income taxes		Net income attributable to owners of the Parent		Basic earnings per share
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
Six months ending Sep. 30, 2018	509,000	3.2	47,000	10.0	46,500	9.6	33,000	16.3	62.72
Year ending Mar. 31, 2019	1,020,000	-0.0	98,000	0.1	97,000	-0.3	69,000	-0.5	133.25

(Note) Revision to the forecast of consolidated results from the latest announcement: None

Others

(1) Changes in the significant subsidiaries during the period (Changes in specified subsidiaries resulting in change in the scope of consolidation): Yes

One exclusion. (NSK Bearings Manufacturing India Private Limited)

(Note) NSK India Sales Company Private Limited absorbed NSK Bearings Manufacturing India Private Limited, a specified subsidiary, on June 1, 2018. As a result, NSK Bearings Manufacturing India Private Limited was dissolved.

(2) Changes in accounting policies, or changes in accounting estimates

(i) Changes in accounting policies required by IFRS: Yes

(ii) Changes excluding the above: None

(iii) Changes in accounting estimates: None

(Note) For further details, please refer to "(5) Notes to consolidated financial statements (Changes in accounting policies)" in "2. Quarterly consolidated financial statements and notes" on page 11 of the attachment of this summary of quarterly financial results.

(3) Number of shares issued and outstanding (common stock)

(i) Number of shares issued and outstanding at the end of each period (including treasury stock):

As of Jun. 30, 2018	551,268,104 shares	As of Mar. 31, 2018	551,268,104 shares
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(ii) Number of treasury stock at the end of each period:

As of Jun. 30, 2018	22,659,501 shares	As of Mar. 31, 2018	22,707,846 shares
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(iii) Average number of shares issued and outstanding in each period:

Three months ended Jun. 30, 2018	528,609,422 shares	Three months ended Jun. 30, 2017	528,408,393 shares
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(Note) This summary of quarterly financial results is not subject to quarterly audit procedures by a certified public accountant or accounting auditor.

Cautionary statement with respect to forward-looking statements

The forecasts in this document are based on currently available information, and actual results may materially differ from any future results expressed herein due to various factors.

1. Business overview

(1) Qualitative information regarding consolidated business results

NSK celebrated its 100th anniversary on November 8, 2016. In order to realize NSK's Mission Statement, NSK has established *NSK Vision 2026* (Setting the Future in Motion), an overarching vision of the type of company it aims to become in the 10 years following its 100th anniversary. Based on *NSK Vision 2026*, the NSK Group has been implementing its 5th Mid-Term Management Plan, spanning the three years beginning April 2016. Under the slogan "embark on new chapter in evolution towards next 100 years" and comprising two key policies of "operational excellence" and "innovate and challenge," we are addressing three main management tasks: achieving sustainable growth, reconstructing our profit base, and establishing new growth fields.

Looking at global economic conditions during the first quarter of the year ending March 31, 2019, overall stable growth continued, despite concerns including deepening trade frictions stemming from moves by the US administration. By region, the Japanese economy maintained its growth trend, driven by a pick-up in consumption and a rise in capital expenditure. The US economy continued to see solid growth due to increases in employment numbers and capital expenditure. In Europe, gradual economic growth continued, primarily in the Eurozone. The Chinese economy continued to recover, while growth in other Asian economies also continued, backed by strong domestic demand.

In this economic environment, consolidated net sales for the first quarter of the year ending March 31, 2019 totaled ¥260,694 million, a year-on-year increase of 6.9%, and operating income totaled ¥24,776 million, a year-on-year increase of 6.3%. Income before income taxes was ¥25,282 million, a year-on-year increase of 7.3%. Net income attributable to owners of the parent was ¥17,703 million, a year-on-year increase of 7.0%.

Business segment information

1) Industrial Machinery Business segment

The industrial machinery business has continued to recover. Looking at the Company's results by geographic breakdown, sales in Japan increased, primarily in the machine tool, semiconductor and aftermarket sectors. In the Americas, sales in the mining machinery and machine tool sectors rose. In Europe, sales in the machine tool sector increased, despite declines in the home appliance and wind power sectors. Sales in China grew steadily, including the machine tool, electrical, and aftermarket sectors. In other Asian countries, sales increased due to a continuing recovery in demand, primarily in the aftermarket sector.

As a result, net sales in the industrial machinery business totaled ¥69,251 million, a year-on-year increase of 10.7%, and operating income was ¥8,779 million, a year-on-year increase of 59.0%.

2) Automotive Business segment

Overall sales in automotive business continued to grow due to solid growth in the powertrain business, despite lower sales in the electric power steering (EPS) business. Looking at the Company's results by geographic breakdown, sales in Japan and the Americas increased due to solid sales of products for transmission systems. In Europe and China, sales of automotive bearings increased. Sales in other Asian countries increased, primarily in India.

As a result, net sales in the automotive business totaled ¥183,260 million, a year-on-year increase of 5.2%. Meanwhile, operating income totaled ¥15,282 million, a year-on-year decrease of 11.0% due to cost increase factors including a rise in steel prices, labor costs, and increased R&D expenditure toward future growth.

(2) Qualitative information regarding consolidated financial position

Assets and liabilities

Total assets were ¥1,106,586 million, an increase of ¥14,275 million compared to total assets as of March 31, 2018. The main reasons for this were increases of ¥15,223 million in cash and cash equivalents, ¥4,713 million in inventories, and ¥4,270 million in net defined benefit assets, which offset decreases of ¥1,537 million in trade receivables and other receivables, ¥2,841 million in other current assets, ¥2,798 million in property, plant and equipment and, ¥1,264 million in investments accounted for using equity method.

Total liabilities were ¥541,219 million, an increase of ¥9,922 million compared to total liabilities as of March 31, 2018. The main reasons for this were increases of ¥11,110 million in other current liabilities and, ¥7,726 million in financial liabilities (non-current), which offset decreases of ¥4,773 million in trade payables and other payables and, ¥1,157 million in other financial liabilities (current).

Total equity

Total equity totaled ¥ 565,367 million, an increase of ¥4,352 million compared to total equity as of March 31, 2018. The main reason for this was an increase of ¥17,703 million in net income attributable to owners of the parent, which offsets decreases of ¥11,109 million in cash dividends from retained earnings and ¥1,903 million in non-controlling interests.

Cash flows

Total cash and cash equivalents at end of the period were ¥146,507 million, an increase of ¥15,223 million compared to total cash and cash equivalents as of March 31, 2018, and a ¥5,396 million decrease on year-on-year basis.

1) Net cash flow provided by operating activities

Net cash flow provided by operating activities totaled ¥37,291 million, an increase of ¥756 million, compared to the same period of the previous year. This includes ¥25,282 million in income before income taxes and, ¥11,915 million in depreciation and amortisation.

2) Net cash flow used in investing activities

Net cash flow used in investing activities totaled ¥14,516 million, an increase of ¥1,468 million compared to the same period of the previous year. This includes ¥13,706 million in purchases of property, plant and equipment.

3) Net cash flow used in financing activities

Net cash flow used in financing activities totaled ¥6,753 million, a decrease of ¥5,071 million compared to the same period of the previous year. The main cash inflow was ¥8,000 million in proceeds from long-term loans. Meanwhile, the main outflows were ¥3,762 million in repayments of long-term loans and, ¥10,880 million in dividends paid.

(3) Explanation regarding future forecast information including consolidated business forecast

No revision has been made to the consolidated business forecasts for the year ending March 31, 2019 announced on May 9, 2018.

2. Quarterly consolidated financial statements and notes

(1) Quarterly consolidated statements of financial position

(Millions of yen)

	As of Mar.31, 2018	As of Jun.30, 2018
Assets		
Current assets		
Cash and cash equivalents	131,283	146,507
Trade receivables and other receivables	217,200	215,663
Inventories	143,052	147,766
Other financial assets	1,953	1,725
Income tax receivables	1,006	792
Other current assets	16,848	14,007
Total current assets	511,346	526,463
Non-current assets		
Property, plant and equipment	351,875	349,076
Intangible assets	18,191	17,879
Investments accounted for using equity method	27,168	25,904
Other financial assets	96,543	96,228
Deferred tax assets	18,931	18,604
Net defined benefit assets	64,171	68,442
Other non-current assets	4,082	3,986
Total non-current assets	580,964	580,122
Total assets	1,092,310	1,106,586
Liabilities and Equity		
Liabilities		
Current liabilities		
Trade payables and other payables	141,797	137,023
Other financial liabilities	109,168	108,010
Provisions	66	37
Income tax payables	6,123	6,031
Other current liabilities	50,804	61,915
Total current liabilities	307,960	313,019
Non-current liabilities		
Financial liabilities	143,009	150,735
Provisions	12,116	9,442
Deferred tax liabilities	42,913	42,865
Net defined benefit liabilities	18,954	18,867
Other non-current liabilities	6,341	6,288
Total non-current liabilities	223,335	228,199
Total liabilities	531,296	541,219
Equity		
Issued capital	67,176	67,176
Capital surplus	80,264	80,104
Retained earnings	362,859	369,472
Treasury shares	-17,815	-17,778
Other components of equity	44,689	44,455
Total equity attributable to owners of the parent	537,175	543,431
Non-controlling interests	23,839	21,935
Total equity	561,014	565,367
Total liabilities and equity	1,092,310	1,106,586

(2) Quarterly consolidated statements of income and quarterly consolidated statements of comprehensive income

Quarterly consolidated statements of income

(Millions of yen)

	Three months ended Jun. 30, 2017	Three months ended Jun. 30, 2018
Sales	243,834	260,694
Cost of sales	188,354	201,324
Gross profit	55,479	59,369
Selling, general and administrative expenses	32,860	35,332
Share of profits of investments accounted for using the equity method	1,378	1,442
Other operating expenses	683	702
Operating income (loss)	23,314	24,776
Financial income	1,054	1,111
Financial expenses	801	605
Income (loss) before income taxes	23,567	25,282
Income tax expense	5,878	6,697
Net income	17,689	18,585
Net income attributable to:		
Owners of the parent	16,546	17,703
Non-controlling interests	1,142	881
(Net income per share attributable to owners of the parent)		
Basic earnings per share (yen)	31.31	33.49
Diluted earnings per share (yen)	31.29	33.44

Quarterly consolidated statements of comprehensive income

(Millions of yen)

	Three months ended Jun. 30, 2017	Three months ended Jun. 30, 2018
Net income	17,689	18,585
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Remeasurements of net defined benefit liability (asset)	-1,128	2,955
Net changes in financial assets measured at fair value through other comprehensive income	3,292	-250
Share of other comprehensive income of investments accounted for using equity method	39	1
Total items that will not be reclassified to profit or loss	2,203	2,706
Items that may be reclassified to profit or loss		
Exchange differences on translating foreign operations	4,133	-2,992
Share of other comprehensive income of investments accounted for using equity method	58	-51
Total items that may be reclassified to profit or loss	4,192	-3,044
Total other comprehensive income, net of tax	6,395	-338
Total comprehensive income for the period	24,084	18,247
Total comprehensive income for the period attributable to:		
Owners of the parent	22,778	17,476
Non-controlling interests	1,306	770

(3) Quarterly consolidated statements of changes in equity

From April 1, 2017 to June 30, 2017

(Millions of yen)

	Equity attributable to owners of the parent			
	Issued capital	Capital surplus	Retained earnings	Treasury shares
Opening balance	67,176	79,676	308,395	-17,937
Net income	—	—	16,546	—
Other comprehensive income	—	—	—	—
Total comprehensive income for the period	—	—	16,546	—
Purchase of treasury shares	—	—	—	-2
Disposal of treasury shares	—	3	—	25
Share-based payment transactions	—	208	—	—
Cash dividends	—	—	-7,403	—
Changes in the ownership interest in subsidiaries	—	—	—	—
Other	—	—	17	—
Total transactions with owners, etc.	—	211	-7,386	23
Closing balance	67,176	79,887	317,555	-17,914

	Equity attributable to owners of the parent					Non-controlling interests	Total equity
	Other components of equity				Total		
	Exchange differences on translating foreign operations	Net changes in financial assets measured at fair value through other comprehensive income	Remeasurements of net defined benefit liability (asset)	Total			
Opening balance	-11,531	37,862	-2,290	24,039	461,350	23,661	485,011
Net income	—	—	—	—	16,546	1,142	17,689
Other comprehensive income	4,038	3,294	-1,101	6,231	6,231	163	6,395
Total comprehensive income for the period	4,038	3,294	-1,101	6,231	22,778	1,306	24,084
Purchase of treasury shares	—	—	—	—	-2	—	-2
Disposal of treasury shares	—	—	—	—	28	—	28
Share-based payment transactions	—	—	—	—	208	—	208
Cash dividends	—	—	—	—	-7,403	-836	-8,240
Changes in the ownership interest in subsidiaries	—	—	—	—	—	—	—
Other	—	-17	—	-17	—	—	—
Total transactions with owners, etc.	—	-17	—	-17	-7,168	-836	-8,005
Closing balance	-7,493	41,139	-3,391	30,254	476,960	24,131	501,091

From April 1, 2018 to June 30, 2018

(Millions of yen)

	Equity attributable to owners of the parent			
	Issued capital	Capital surplus	Retained earnings	Treasury shares
Opening balance	67,176	80,264	362,859	-17,815
Net income	—	—	17,703	—
Other comprehensive income	—	—	—	—
Total comprehensive income for the period	—	—	17,703	—
Purchase of treasury shares	—	—	—	-2
Disposal of treasury shares	—	10	—	39
Share-based payment transactions	—	65	—	—
Cash dividends	—	—	-11,109	—
Changes in the ownership interest in subsidiaries	—	-235	—	—
Other	—	—	18	—
Total transactions with owners, etc.	—	-160	-11,090	37
Closing balance	67,176	80,104	369,472	-17,778

	Equity attributable to owners of the parent					Non-controlling interests	Total equity
	Other components of equity				Total		
	Exchange differences on translating foreign operations	Net changes in financial assets measured at fair value through other comprehensive income	Remeasurements of net defined benefit liability (asset)	Total			
Opening balance	-7,774	43,584	8,880	44,689	537,175	23,839	561,014
Net income	—	—	—	—	17,703	881	18,585
Other comprehensive income	-2,925	-281	2,980	-226	-226	-111	-338
Total comprehensive income for the period	-2,925	-281	2,980	-226	17,476	770	18,247
Purchase of treasury shares	—	—	—	—	-2	—	-2
Disposal of treasury shares	—	—	—	—	49	—	49
Share-based payment transactions	—	—	—	—	65	—	65
Cash dividends	—	—	—	—	-11,109	-2,383	-13,492
Changes in the ownership interest in subsidiaries	—	—	—	—	-235	-290	-525
Other	—	-7	—	-7	11	—	11
Total transactions with owners, etc.	—	-7	—	-7	-11,221	-2,673	-13,894
Closing balance	-10,700	43,295	11,861	44,455	543,431	21,935	565,367

(4) Quarterly consolidated statements of cash flows

(Millions of yen)

	Three months ended Jun. 30, 2017	Three months ended Jun. 30, 2018
Operating activities		
Income before income taxes	23,567	25,282
Depreciation and amortisation	11,434	11,915
Increase (decrease) in net defined benefit liability and net defined benefit asset	-12	-339
Interest and dividend income	-1,004	-1,084
Interest expenses	788	657
Share of profits of investments accounted for using the equity method	-1,378	-1,442
Decrease (increase) in trade receivables	1,168	2,088
Decrease (increase) in inventories	-5,291	-5,272
Increase (decrease) in trade payables	3,279	1,492
Other	6,473	10,494
Subtotal	39,024	43,791
Interest and dividend received	3,432	1,598
Interest expenses paid	-741	-640
Income tax paid	-5,180	-7,458
Net cash provided by operating activities	36,535	37,291
Investing activities		
Purchases of property, plant and equipment	-10,882	-13,706
Proceeds from sale of property, plant and equipment	245	131
Purchases of other financial assets	-9	-10
Proceeds from sale of other financial assets	67	13
Other	-2,469	-944
Net cash used in investing activities	-13,048	-14,516
Financial activities		
Proceeds from long-term loans	—	8,000
Repayments of long-term loans	-4,832	-3,762
Acquisition of treasury shares	-0	-0
Dividends paid	-7,274	-10,880
Dividends paid to non-controlling interests	-836	-2,096
Other	1,120	1,986
Net cash provided by (used in) financial activities	-11,824	-6,753
Effect of exchange rate changes on cash and cash equivalents	668	-797
Net increase (decrease) in cash and cash equivalents	12,331	15,223
Cash and cash equivalents at beginning of the period	139,573	131,283
Cash and cash equivalents at end of the period	151,904	146,507

(5) Notes to consolidated financial statements

Going concern assumption

None.

Changes in accounting policies

The significant accounting policies adopted for the condensed interim consolidated financial statements are the same as those for the consolidated financial statements for the fiscal year ended March 31, 2018 except the following items.

IFRS		Description of new standards and revisions
IFRS 15	Revenue from Contracts with Customers	Revision of accounting and disclosure requirements concerning revenue recognition

The NSK Group has adopted IFRS 15 "Revenue from Contracts with Customers" (issued in May 2014) and "Clarifications to IFRS 15" (issued in April 2016) (together, hereinafter "IFRS 15") from the first quarter ended June 30, 2018. We applied the method to recognise the cumulative impacts incurred by the application of this standard on the application start date, which is permitted as a provisional measure. In accordance with IFRS 15, except for revenue including interest and dividends income, etc. under IFRS 9 "Financial Instruments," revenue from contracts with customers is recognised by applying the following five-step approach:

Step 1: Identify the contract with a customer

Step 2: Identify the performance obligations in the contract

Step 3: Determine the transaction price

Step 4: Allocate the transaction price to the performance obligations in the contract

Step 5: Recognise revenue when the entity satisfies a performance obligation

The NSK Group engages in the production and sales of industrial machinery bearings, precision machinery & parts, bearings for car manufacturers and automotive component manufacturers, automatic transmission components, steering, etc.

For revenue by sales of such products, because the customer obtains control over the products upon delivery, the performance obligation is judged to have been satisfied and revenue is therefore recognised upon delivery of the products. Revenue is measured at the consideration promised in a contract with a customer, less discounts, rebates returned products and other items. There are no material impacts resulting from the adoption of IFRS 15 on the Group's consolidated financial results.

Segment information

1) Overview of reportable segments

NSK's two business division headquarters, based at the Group's headquarters in Tokyo and, classified by the industry of their customers, develop and implement comprehensive global strategies for the respective products they handle. Given this background, the NSK Group classifies its reportable segments into the Industrial Machinery Business and the Automotive Business.

2) Segment revenue and performance

From April 1, 2017 to June 30, 2017

(Millions of yen)

	Reportable segments			Others (Note 1)	Total	Adjustments (Note 2)	Consolidated
	Industrial Machinery Business	Automotive Business	Subtotal				
Sales							
Sales to third parties	62,580	174,174	236,755	7,079	243,834	—	243,834
Intersegment sales	—	—	—	5,909	5,909	-5,909	—
Total	62,580	174,174	236,755	12,988	249,744	-5,909	243,834
Segment income (loss) (Operating income)	5,523	17,166	22,689	1,224	23,914	-599	23,314
Total financial income (expenses)							253
Income before income taxes							23,567

(Note 1) "Others" refers to operating segments excluded from reportable segments and include such businesses as the production and sales of steel balls and production of machineries.

(Note 2) The -¥599 million adjustment made for segment income (loss) includes intersegment elimination of ¥83 million and -¥683 million in other operating expenses not allocated to the reportable segments.

From April 1, 2018 to June 30, 2018

(Millions of yen)

	Reportable segments			Others (Note 1)	Total	Adjustments (Note 2)	Consolidated
	Industrial Machinery Business	Automotive Business	Subtotal				
Sales							
Sales to third parties	69,251	183,260	252,512	8,181	260,694	—	260,694
Intersegment sales	—	—	—	6,663	6,663	-6,663	—
Total	69,251	183,260	252,512	14,845	267,357	-6,663	260,694
Segment income (loss) (Operating income)	8,779	15,282	24,061	1,351	25,413	-636	24,776
Total financial income (expenses)							505
Income before income taxes							25,282

(Note 1) "Others" refers to operating segments excluded from reportable segments and include such businesses as the production and sales of steel balls and production of machineries.

(Note 2) The -¥636 million adjustment made for segment income (loss) includes intersegment elimination of ¥66 million and -¥702 million in other operating expenses not allocated to the reportable segments.

Events after the reporting period

The Company resolved the following matters concerning the acquisition of treasury stock at the Board of Directors meeting held on August 1, 2018, in accordance with Article 156 of the Companies Act of Japan, as applied pursuant to Paragraph 3, Article 165 of the Companies Act of Japan.

1) Reason for acquisition of treasury stock

To return earnings to shareholders and enable agile management of capital policy in response to changes in the business environment.

2) Details of acquisition

Class of shares to be acquired	Common shares of the Company
Total number of shares that can be acquired	20,000,000 shares (maximum) (% of issued shares (excluding treasury stock) 3.8%)
Total acquisition cost	JPY 20 billion (maximum)
Acquisition date:	From August 2, 2018 to November 30, 2018

3. 補足情報 Supplementary information

2019年3月期 第1四半期決算短信 補足説明資料

Supplementary material of consolidated results for the three months ended June 30, 2018

1. 決算概要 / Summary of financial results

(百万円 / ¥Million)	2018年3月期 / FY2017					2019年3月期 / FY2018	
	1Q	2Q	3Q	4Q	通期 Full year	1Q	対前年同期比 YoY
売上高 Net sales	243,834	249,491	264,344	262,669	1,020,338	260,694	106.9%
営業利益 Operating income	23,314	19,420	27,947	27,194	97,875	24,776	106.3%
税引前四半期利益 Income before income taxes	23,567	18,871	28,002	26,807	97,248	25,282	107.3%
親会社の所有者に帰属する四半期利益 Net income attributable to owners of the parent	16,546	11,836	19,700	21,228	69,312	17,703	107.0%
基本的1株当たり四半期利益(円) Basic earnings per share (yen)	31.31	22.40	37.28	40.16	131.16	33.49	—
連結子会社数(社) Consolidated subsidiaries	89	89	90	90		89	—
日本 Japan	19	19	19	19		19	—
海外 Non-Japan	70	70	71	71		70	—
期末従業員数(人) Number of employees	31,614	31,760	32,021	31,861		31,924	—
日本 Japan	11,575	11,564	11,634	11,607		11,818	—
海外 Non-Japan	20,039	20,196	20,387	20,254		20,106	—

<予想 / Forecast>

(百万円 / ¥Million)	2019年3月期 / FY2018					
	前半予想 1H FCT	対前年同期比 YoY	後半予想 2H FCT	対前年同期比 YoY	通期予想 Full year FCT	対前年比 YoY
売上高 Net sales	509,000	103.2%	511,000	97.0%	1,020,000	100.0%
営業利益 Operating income	47,000	110.0%	51,000	92.5%	98,000	100.1%
税引前利益 Income before income taxes	46,500	109.6%	50,500	92.1%	97,000	99.7%
親会社の所有者に帰属する当期利益 Net income attributable to owners of the parent	33,000	116.3%	36,000	88.0%	69,000	99.5%

2. 売上高 / Sales

(百万円 / ¥Million)	2018年3月期 / FY2017					2019年3月期 / FY2018	
	1Q	2Q	3Q	4Q	通期 Full year	1Q	対前年同期比 YoY
報告セグメント Business segment data							
産業機械事業 Industrial machinery business	62,580	64,336	68,547	70,784	266,249	69,251	110.7%
自動車事業 Automotive business	174,174	177,964	187,822	183,602	723,564	183,260	105.2%
計 Sub total	236,755	242,301	256,370	254,386	989,814	252,512	106.7%
その他 Others	12,988	13,696	15,188	16,039	57,913	14,845	114.3%
調整額 Adjustments	5,909	6,506	7,214	7,757	27,388	6,663	—
合計 Total	243,834	249,491	264,344	262,669	1,020,338	260,694	106.9%

<予想 / Forecast>

(百万円 / ¥Million)	2019年3月期 / FY2018					
	前半予想 1H FCT	対前年同期比 YoY	後半予想 2H FCT	対前年同期比 YoY	通期予想 Full year FCT	対前年比 YoY
産業機械事業 Industrial machinery business	139,000	109.5%	144,000	103.4%	283,000	106.3%
自動車事業 Automotive business	355,000	100.8%	351,000	94.5%	706,000	97.6%
その他 Others	32,000	119.9%	33,000	105.7%	65,000	112.2%
調整額 Adjustments	17,000	—	17,000	—	34,000	—
合計 Total	509,000	103.2%	511,000	97.0%	1,020,000	100.0%

3. 営業利益 / Operating income

(百万円 / ¥Million)	2018年3月期 / FY2017					2019年3月期 / FY2018	
	1Q	2Q	3Q	4Q	通期 Full year	1Q	対前年同期比 YoY
報告セグメント Business segment data							
産業機械事業 Industrial machinery business	5,523	4,722	8,068	10,018	28,333	8,779	159.0%
自動車事業 Automotive business	17,166	14,065	18,604	16,126	65,963	15,282	89.0%
計 Sub total	22,689	18,788	26,673	26,145	94,297	24,061	106.0%
その他 Others	1,224	1,347	1,532	1,567	5,672	1,351	110.4%
調整額 Adjustments	599	715	258	519	2,093	636	—
合計 Total	23,314	19,420	27,947	27,194	97,875	24,776	106.3%

<予想 / Forecast>

(百万円 / ¥Million)	2019年3月期 / FY2018					
	前半予想 1H FCT	対前年同期比 YoY	後半予想 2H FCT	対前年同期比 YoY	通期予想 Full year FCT	対前年比 YoY
産業機械事業 Industrial machinery business	17,500	170.8%	20,500	113.3%	38,000	134.1%
自動車事業 Automotive business	27,000	86.4%	28,000	80.6%	55,000	83.4%
その他 Others	3,000	116.6%	3,000	96.8%	6,000	105.8%
調整額 Adjustments	500	—	500	—	1,000	—
合計 Total	47,000	110.0%	51,000	92.5%	98,000	100.1%

4. 設備投資額、減価償却費 / Capital expenditures, Depreciation and amortisation

(百万円 / ¥Million)	2018年3月期 / FY2017					2019年3月期 / FY2018	
	1Q	2Q	3Q	4Q	通期 Full year	1Q	対前年同期比 YoY
設備投資額 Capital expenditures	8,860	15,322	18,098	26,506	68,788	10,401	117.4%
減価償却費 Depreciation and amortisation	11,434	11,557	11,860	11,932	46,785	11,915	104.2%

<予想 / Forecast>

(百万円 / ¥Million)	2019年3月期 / FY2018					
	前半予想 1H FCT	対前年同期比 YoY	後半予想 2H FCT	対前年同期比 YoY	通期予想 Full year FCT	対前年比 YoY
設備投資額 Capital expenditures					85,000	123.6%
減価償却費 Depreciation and amortisation					50,000	106.9%

5. 研究開発費 / R&D expenses

(百万円 / ¥Million)	2018年3月期 / FY2017					2019年3月期 / FY2018	
	1Q	2Q	3Q	4Q	通期 Full year	1Q	対前年同期比 YoY
研究開発費 R&D expenses	3,817	4,357	4,502	4,382	17,059	4,401	115.3%

<予想 / Forecast>

(百万円 / ¥Million)	2019年3月期 / FY2018					
	前半予想 1H FCT	対前年同期比 YoY	後半予想 2H FCT	対前年同期比 YoY	通期予想 Full year FCT	対前年比 YoY
研究開発費 R&D expenses					18,000	105.5%

6. 為替換算レート / Currency exchange rate

期中平均レート Average exchange rate (円 / ¥)	2018年3月期 / FY2017					2019年3月期 / FY2018	
	1Q	2Q	3Q	4Q	通期 Full year	1Q	通期予想 Full year FCT
USD	111.10	111.04	112.99	108.31	110.86	109.07	105
EUR	122.19	130.39	133.01	133.21	129.70	130.06	125
CNY	16.21	16.63	17.08	17.08	16.75	17.13	16.7

期末レート Term end exchange rate (円 / ¥)	2018年3月期 / FY2017					2019年3月期 / FY2018	
	End of 1Q	End of 2Q	End of 3Q	End of 4Q	通期 End of FY	End of 1Q	通期予想 Full year FCT
USD	112.00	112.74	113.05	106.27	106.27	110.54	105
EUR	127.95	132.81	134.95	130.58	130.58	127.88	125
CNY	16.49	16.96	17.30	16.92	16.92	16.67	16.7