

NSK Ltd.

For Immediate Release

August 1, 2017

CONSOLIDATED RESULTS FOR THE THREE MONTHS ENDED JUNE 30, 2017 (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	Kenichi Yamana, Vice President
Filing date of quarterly securities report	August 7, 2017

(Figures are rounded down to the nearest million yen)

1. Consolidated Financial Highlights for the Three Months Ended June 30, 2017

(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, 2017	243,834	5.2	23,314	59.3	23,567	60.7	17,689	41.0	16,546	42.2	24,084	—
Three months ended Jun. 30, 2016	231,818	-7.7	14,637	-44.9	14,668	-44.6	12,545	-30.6	11,634	-32.4	-28,128	—

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended Jun. 30, 2017	31.31	31.29
Three months ended Jun. 30, 2016	21.87	21.87

(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, 2017	1,065,149	501,091	476,960	44.8
As of Mar. 31, 2017	1,043,955	485,011	461,350	44.2

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, 2017	Yen —	Yen 24.00	Yen —	Yen 14.00	Yen 38.00
Year ending Mar. 31, 2018	—	—	—	—	—
Year ending Mar. 31, 2018 (Forecast)	—	19.00	—	19.00	38.00

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

(Note) Cash dividends for the first half of the fiscal year ending March 31, 2017 is comprised of ¥14.00 per share as an ordinary dividend and of ¥10.00 per share as the 100th anniversary commemorative dividend.

3. Forecast of Consolidated Results for the Year Ending March 31, 2018

(% indicates changes from the previous year)

	Net sales		Operating income		Income before income taxes		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
Six months ending Sep. 30, 2017	474,000	4.0	39,000	42.7	38,500	45.2	27,000	35.9	51.10
Year ending Mar. 31, 2018	960,000	1.1	82,000	25.5	81,000	27.3	56,000	22.9	105.98

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

4. Others

(1) Changes in the significant subsidiaries during the period (Changes in specified subsidiaries resulting in change in the scope of consolidation): None

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

(i) Changes in accounting policies required by IFRS: None

(ii) Changes excluding the above: None

(iii) Changes in accounting estimates: None

(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, 2017 551,268,104 shares As of Mar. 31, 2017 551,268,104 shares

(ii) Number of treasury stock at the end of each period:

As of Jun. 30, 2017 22,839,868 shares As of Mar. 31, 2017 22,870,726 shares

(iii) Average number of shares issued and outstanding in each period:

Three months ended Jun. 30, 2017 528,408,393 shares Three months ended Jun. 30, 2016 531,931,302 shares

Information Regarding the Implementation of Quarterly Review Procedures

These quarterly financial results are not subject to quarterly review procedures.

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. Under *NSK Vision 2026*, the NSK Group has commenced 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" with 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, 2018, the Japanese economy underwent a gradual recovery against a backdrop of firm demand environment. The US economy continued its steady growth, driven largely by solid consumer spending. The European economy continued on a moderate recovery trend, primarily in the Eurozone. Meanwhile, the Chinese economy remained resilient, while other Asian economies showed signs of a gradual upturn.

In this economic environment, consolidated net sales for the first quarter of the year ending March 31, 2018 totaled ¥243,834 million, a year-on-year increase of 5.2%, and operating income totaled ¥23,314 million, a year-on-year increase of 59.3%. Income before income taxes was ¥23,567 million, a year-on-year increase of 60.7%. Net income attributable to owners of the parent was ¥16,546 million, a year-on-year increase of 42.2%.

Business Segment Information

① Industrial Machinery Business Segment

Demand in the industrial machinery business continues to grow. Looking at the Company's results by geographic breakdown, sales in Japan increased, primarily in the machine tool sector. In the Americas, sales in the semi-conductor sector rose. In Europe, sales in the wind power sector declined. In China, sales in the machine tool, electrical, and aftermarket sectors showed a steady increase. In other Asian countries, sales showed signs of recovering, primarily in the semi-conductor sector.

As a result, net sales in the industrial machinery business totaled ¥62,580 million, a year-on-year increase of 15.3%, and operating income was ¥5,523 million, a year-on-year increase of 49.0%.

② Automotive Business Segment

The global automotive business continued its gradual expansion. Looking at the Company's results by geographic breakdown, sales in Japan increased, primarily in products for transmission systems. In the Americas, sales declined due to lower demand in the North American automotive market. In Europe, sales decreased slightly, partially due to product mix. In China, sales increased backed by solid sales to Japanese car manufacturers. In other Asian countries, sales increased, primarily in India.

As a result, net sales in the automotive business totaled ¥174,174 million, a year-on-year increase of 1.8%, and operating income totaled ¥17,166 million, a year-on-year increase of 8.1%.

(2) Qualitative Information Regarding Consolidated Financial Position

Assets and Liabilities

Total assets were ¥1,065,149 million, an increase of ¥21,194 million compared to total assets as of March 31, 2017. The main reasons for this were increases of ¥12,331 million in cash and cash equivalents, ¥1,442 million in trade receivables and other receivables, ¥6,923 million in inventories, and ¥5,652 million in other financial assets (non-current), which offset ¥3,380 million in other current assets and, ¥1,501 million in net defined benefit assets.

Total liabilities were ¥564,058 million, an increase of ¥5,114 million compared to total liabilities as of March 31, 2017. The main reasons for this were increases of ¥1,666 million in other financial liabilities (current), ¥1,112 million in income tax payables, ¥5,084 million in other current liabilities, which offset a decrease of ¥3,121 million in financial liabilities (non-current).

Total equity

Total equity totaled ¥ 501,091 million, an increase of ¥16,079 million compared to total equity as of March 31, 2017. The main reasons for this were increases of ¥16,546 million in net income attributable to owners of the parent.

Cash Flows

Total cash and cash equivalents at end of the period were ¥151,904 million, an increase of ¥12,331 million compared to total cash and cash equivalents as of March 31, 2017, and a ¥12,484 million decrease on year-on-year basis.

① Net cash flow provided by operating activities

Net cash flow provided by operating activities totaled ¥36,535 million, an increase of ¥3,571 million, compared to the same period of the previous year. This includes ¥23,567 million in income before income taxes, ¥11,434 million in depreciation and amortisation, ¥3,279 million in an increase in trade payables, and ¥3,432 million in interest and dividend received. Meanwhile, the main outflows were a ¥5,291 million increase in inventories and ¥5,180 million in income tax paid.

② Net cash flow used in investing activities

Net cash flow used in investing activities totaled ¥13,048 million, an increase of ¥3,619 million compared to the same period of the previous year. This includes ¥10,882 million in purchases of property, plant and equipment.

③ Net cash flow used in financing activities

Net cash flow used in financing activities totaled ¥11,824 million, a decrease of ¥17,358 million compared to the same period of the previous year. This includes ¥4,832 million in repayments of long-term loans and ¥7,274 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, 2018 announced on May 10, 2017.

2. Quarterly Consolidated financial statements and notes

(1) Quarterly Consolidated statements of financial position

(Millions of yen)

	As of Mar.31, 2017	As of Jun.30, 2017
Assets		
Current assets		
Cash and cash equivalents	139,573	151,904
Trade receivables and other receivables	200,954	202,397
Inventories	131,810	138,734
Other financial assets	12,284	12,420
Income tax receivables	3,024	3,411
Other current assets	18,637	15,257
Total current assets	506,284	524,124
Non-current assets		
Property, plant and equipment	329,183	329,367
Intangible assets	17,174	17,049
Investments accounted for using equity method	23,186	22,354
Other financial assets	88,904	94,557
Deferred tax assets	21,052	21,132
Net defined benefit assets	54,969	53,468
Other non-current assets	3,198	3,095
Total non-current assets	537,670	541,025
Total assets	1,043,955	1,065,149
Liabilities and Equity		
Liabilities		
Current liabilities		
Trade payables and other payables	150,212	149,726
Other financial liabilities	111,240	112,907
Provisions	60	39
Income tax payables	4,540	5,653
Other current liabilities	52,548	57,632
Total current liabilities	318,603	325,959
Non-current liabilities		
Financial liabilities	157,240	154,119
Provisions	15,327	15,344
Deferred tax liabilities	37,089	37,823
Net defined benefit liabilities	24,771	25,024
Other non-current liabilities	5,911	5,788
Total non-current liabilities	240,340	238,098
Total liabilities	558,943	564,058
Equity		
Issued capital	67,176	67,176
Capital surplus	79,676	79,887
Retained earnings	308,395	317,555
Treasury shares	-17,937	-17,914
Other components of equity	24,039	30,254
Total equity attributable to owners of the Parent	461,350	476,960
Non-controlling interests	23,661	24,131
Total equity	485,011	501,091
Total liabilities and equity	1,043,955	1,065,149

(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, 2016	Three months ended Jun. 30, 2017
Sales	231,818	243,834
Cost of sales	179,668	188,354
Gross profit	52,149	55,479
Selling, general and administrative expenses	32,412	32,860
Share of profits of investments accounted for using the equity method	686	1,378
Other operating expenses	5,785	683
Operating income (loss)	14,637	23,314
Financial income	1,149	1,054
Financial expenses	1,119	801
Income (loss) before income taxes	14,668	23,567
Income tax expense	2,123	5,878
Net income	12,545	17,689
Net income attributable to:		
Owners of the Parent	11,634	16,546
Non-controlling interests	910	1,142
(Net income per share attributable to owners of the Parent)		
Basic earnings per share (yen)	21.87	31.31
Diluted earnings per share (yen)	21.87	31.29

Quarterly Consolidated statements of comprehensive income

(Millions of yen)

	Three months ended Jun. 30, 2016	Three months ended Jun. 30, 2017
Net income	12,545	17,689
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Remeasurements of net defined benefit liability (asset)	-7,120	-1,128
Net changes in financial assets measured at fair value through other comprehensive income	-4,335	3,292
Share of other comprehensive income of investments accounted for using equity method	-10	39
Total items that will not be reclassified to profit or loss	-11,466	2,203
Items that may be reclassified to profit or loss		
Exchange differences on translating foreign operations	-28,893	4,133
Share of other comprehensive income of investments accounted for using equity method	-313	58
Total items that may be reclassified to profit or loss	-29,207	4,192
Total other comprehensive income, net of tax	-40,674	6,395
Total comprehensive income for the period	-28,128	24,084
Total comprehensive income for the period attributable to:		
Owners of the Parent	-27,745	22,778
Non-controlling interests	-383	1,306

(3) Quarterly Consolidated statements of changes in equity

From April 1, 2016 to June 30, 2016

(Millions of yen)

	Equity attributable to owners of the Parent			
	Issued capital	Capital surplus	Retained earnings	Treasury shares
Opening balance	67,176	79,603	278,524	-3,949
Net income	—	—	11,634	—
Other comprehensive income	—	—	—	—
Total comprehensive income for the period	—	—	11,634	—
Purchase of treasury shares	—	—	—	-15,001
Disposal of treasury shares	—	19	—	13
Share-based payment transactions	—	84	—	—
Cash dividends	—	—	-9,213	—
Other	—	—	5	—
Total transactions with owners, etc.	—	104	-9,207	-14,988
Closing balance	67,176	79,708	280,951	-18,938

	Equity attributable to owners of the Parent						Non-controlling interests	Total equity
	Other components of equity				Total	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	-3,191	35,292	1,204	33,306	454,661	24,210	478,871	
Net income	—	—	—	—	11,634	910	12,545	
Other comprehensive income	-27,930	-4,358	-7,091	-39,380	-39,380	-1,293	-40,674	
Total comprehensive income for the period	-27,930	-4,358	-7,091	-39,380	-27,745	-383	-28,128	
Purchase of treasury shares	—	—	—	—	-15,001	—	-15,001	
Disposal of treasury shares	—	—	—	—	32	—	32	
Share-based payment transactions	—	—	—	—	84	—	84	
Cash dividends	—	—	—	—	-9,213	-2,200	-11,413	
Other	—	-5	—	-5	—	-197	-197	
Total transactions with owners, etc.	—	-5	—	-5	-24,097	-2,397	-26,495	
Closing balance	-31,121	30,928	-5,886	-6,080	402,817	21,429	424,247	

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	—
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
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

(4) Quarterly Consolidated statements of cash flows

(Millions of yen)

	Three months ended Jun. 30, 2016	Three months ended Jun. 30, 2017
Operating activities		
Income before income taxes	14,668	23,567
Depreciation and amortisation	10,576	11,434
Increase (decrease) in net defined benefit liability and net defined benefit asset	-815	-12
Interest and dividend income	-1,118	-1,004
Interest expenses	1,014	788
Share of profits of investments accounted for using the equity method	-686	-1,378
Decrease (increase) in trade receivables	-3,004	1,168
Decrease (increase) in inventories	-4,366	-5,291
Increase (decrease) in trade payables	3,347	3,279
Other	17,773	6,473
Subtotal	37,387	39,024
Interest and dividend received	1,432	3,432
Interest expenses paid	-925	-741
Income tax paid	-4,929	-5,180
Net cash provided by operating activities	32,963	36,535
Investing activities		
Purchases of property, plant and equipment	-10,649	-10,882
Proceeds from sale of property, plant and equipment	451	245
Purchases of other financial assets	-9	-9
Proceeds from sale of other financial assets	35	67
Other	743	-2,469
Net cash used in investing activities	-9,428	-13,048
Financial activities		
Repayments of long-term loans	-3,853	-4,832
Acquisition of treasury shares	-15,000	-0
Dividends paid	-9,021	-7,274
Dividends paid to non-controlling interests	-2,200	-836
Other	892	1,120
Net cash provided by (used in) financial activities	-29,183	-11,824
Effect of exchange rate changes on cash and cash equivalents	-5,479	668
Net increase (decrease) in cash and cash equivalents	-11,126	12,331
Cash and cash equivalents at beginning of the period	175,515	139,573
Cash and cash equivalents at end of the period	164,388	151,904

(5) Notes to Consolidated Balance Sheet

Going Concern Assumption

None.

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.

In order to strengthen its response to rapidly developing needs for vehicle electrification, the NSK Group reviewed its organization, transferring part of its industrial machinery business operations to the automotive business in the third quarter of the previous year. Accordingly, figures for the first quarter of the previous year have been reclassified to match current segments.

2) Segment revenue and performance

From April 1, 2016 to June 30, 2016

	Reportable segments			Others (Note 1)	Total	(Millions of yen)	
	Industrial Machinery Business	Automotive Business	Subtotal			Adjustme nts (Note 2)	Consolida ted
Sales							
Sales to third parties	54,256	171,156	225,413	6,404	231,818	—	231,818
Intersegment sales	—	—	—	5,082	5,082	-5,082	—
Total	54,256	171,156	225,413	11,487	236,900	-5,082	231,818
Segment income (loss) (Operating income)	3,708	15,883	19,591	744	20,336	-5,698	14,637
Total financial income (expenses)							30
Income before income taxes							14,668

(Note 1) "Others" refer 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 -¥5,698 million adjustment made for segment income (loss) includes intersegment elimination of ¥87 million and -¥5,785 million in other operating expenses not allocated to the reportable segments.

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" refer 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.

Contingencies

Litigation and Other Legal Matters

(The first quarter of the year ending Mar. 31, 2018)

Regarding sales of their products, NSK and some of its subsidiaries are under investigation by relevant authorities outside Japan on suspicion of violating competition laws. The NSK Group is cooperating fully with these respective investigations.

In addition, in the United States and Canada, plaintiffs, including representatives of purchasers of bearings or other products, have filed class actions against certain parties, including NSK and some of its subsidiaries in Japan, the United States, Canada and Europe. The plaintiffs allege, among other things, that the defendants conspired with each other to restrict competition in sales of bearings and other products in these countries, and seek damages, injunctive relief, and other relief against the defendants.

In the United States, with respect to bearings or other products, tentative classes representing (i) direct purchasers of bearings, such as automotive manufacturers and industrial equipment manufacturers, (ii) dealers of commercial vehicles, medium and heavy duty trucks, buses, heavy machinery and other similar vehicles, and (iii) end purchasers of automobiles respectively have each filed a class action against NSK and some of its subsidiaries in Japan, the United States and Europe. All of these lawsuits are pending in the Eastern District of Michigan. NSK and some of its subsidiaries in Japan and the United States have settled with part of the tentative classes, including the state government, respectively, including a settlement with some indirect purchasers (dealers of commercial vehicles, medium and heavy duty trucks, buses, heavy machinery and other similar vehicles) in the amount of US\$ 3.26 million on the 26th of May 2017 (JST) (25th of May 2017 (EST)). However, the settlement with the indirect purchasers (dealers of commercial vehicles, medium and heavy duty trucks, buses, heavy machinery and other similar vehicles), mentioned above, will require the approval of the Eastern District of Michigan.

Discovery (the formal process in which both parties in a lawsuit request disclosure from the other of evidence, including documents, that may be relevant to the lawsuit) has begun for several of these lawsuits, and for part of these lawsuits a motion for class certification has been filed. The future course of the litigation will depend on the court's ruling on the motion for class certification.

In Canada, tentative classes of direct (such as automotive manufacturers) and indirect purchasers (such as automobile dealers and end purchasers of automobiles) have filed class actions against NSK and some of its Japanese, US, Canadian and European subsidiaries in Ontario, Quebec, British Columbia, and Saskatchewan, with respect to bearings or other products. The class has been certified for part of these class actions.

Furthermore, Peugeot S.A. and 18 of its subsidiaries (collectively, the "Claimants") have filed a claim in the United Kingdom Competition Appeal Tribunal against defendants, including NSK and some of its subsidiaries in Europe, seeking 437.7 million euros (provisional amount) in damages on a joint and several basis related to a violation of European competition law that the European Commission settled on March 19, 2014 (Brussels Time). The Claimants allege that the percentage of purchases from NSK and its subsidiaries is approximately 12% of the total bearing purchases from the four bearing manufacturers named as defendants.

At the end of the first quarter consolidated accounting period, NSK has posted reasonably estimated losses in "provisions (non-current)" in connection with potential settlements related to alleged violations of competition laws in sales of its and some of its subsidiaries' products.

NSK, its subsidiaries and its affiliated companies may face additional follow-on actions similar or identical in nature to these actions.

The NSK Group will manage these actions appropriately. Furthermore, as the cases proceed, the NSK Group will consider whether it may be able to reach settlements with such plaintiffs and others.

In addition to the aforementioned losses, financial losses, such as surcharge payments or damages, may occur in the future; however, it is not possible to provide a reasonable estimate of the amount of such losses at this stage. Their impact on NSK's operational results and other consequences to its business is uncertain.

3. 補足情報 Supplementary information

2018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, 2017

1. 決算概要 / Summary of Financial Results

(百万円 / ¥Million)	2017年3月期 / FY2016					2018年3月期 / FY2017	
	1Q	2Q	3Q	4Q	通期 Full year	1Q	対前年同期比 YoY
売上高 Net sales	231,818	223,762	242,078	251,511	949,170	243,834	105.2%
営業利益 Operating income	14,637	12,690	17,682	20,330	65,341	23,314	159.3%
税引前四半期利益 Income before income taxes	14,668	11,843	17,512	19,593	63,617	23,567	160.7%
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	11,634	8,234	10,412	15,278	45,560	16,546	142.2%
基本的1株当たり四半期利益(円) Basic earnings per share (yen)	21.87	15.58	19.71	28.92	86.08	31.31	—
連結子会社数(社) Consolidated subsidiaries	90	90	89	89		89	—
日本 Japan	20	19	19	19		19	—
海外 Non-Japan	70	71	70	70		70	—
期末従業員数(人) Number of Employees	31,701	31,544	31,545	31,501		31,614	—
日本 Japan	11,503	11,419	11,363	11,291		11,575	—
海外 Non-Japan	20,198	20,125	20,182	20,210		20,039	—

<予想 / Forecast>

(百万円 / ¥Million)	2018年3月期 / FY2017					
	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	474,000	104.0%	486,000	98.5%	960,000	101.1%
営業利益 Operating income	39,000	142.7%	43,000	113.1%	82,000	125.5%
税引前利益 Income before income taxes	38,500	145.2%	42,500	114.5%	81,000	127.3%
親会社の所有者に帰属する当期利益 Net income attributable to owners of the parent	27,000	135.9%	29,000	112.9%	56,000	122.9%

2. 売上高 / Sales ※

(百万円 / ¥Million)	2017年3月期 / FY2016					2018年3月期 / FY2017	
	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	54,256	53,601	57,526	61,539	226,924	62,580	115.3%
自動車事業 Automotive business	171,156	164,250	178,074	182,789	696,271	174,174	101.8%
計 Sub total	225,413	217,852	235,601	244,329	923,195	236,755	105.0%
その他 Others	11,487	12,347	14,021	15,001	52,858	12,988	113.1%
調整額 Adjustments	△ 5,082	△ 6,437	△ 7,544	△ 7,818	△ 26,883	△ 5,909	—
合計 Total	231,818	223,762	242,078	251,511	949,170	243,834	105.2%

<予想 / Forecast>

(百万円 / ¥Million)	2018年3月期 / FY2017					
	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	116,000	107.5%	117,500	98.7%	233,500	102.9%
自動車事業 Automotive business	344,000	102.6%	354,000	98.1%	698,000	100.2%
その他 Others	26,000	109.1%	27,500	94.8%	53,500	101.2%
調整額 Adjustments	△ 12,000	—	△ 13,000	—	△ 25,000	—
合計 Total	474,000	104.0%	486,000	98.5%	960,000	101.1%

3. 営業利益 / Operating Income ※

(百万円 / ¥Million)	2017年3月期 / FY2016					2018年3月期 / FY2017	
	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	3,708	1,580	4,642	4,729	14,660	5,523	149.0%
自動車事業 Automotive business	15,883	12,199	16,836	19,657	64,577	17,166	108.1%
計 Sub total	19,591	13,780	21,478	24,386	79,238	22,689	115.8%
その他 Others	744	773	1,134	1,762	4,415	1,224	164.5%
調整額 Adjustments	△ 5,698	△ 1,863	△ 4,930	△ 5,819	△ 18,312	△ 599	—
合計 Total	14,637	12,690	17,682	20,330	65,341	23,314	159.3%

<予想 / Forecast>

(百万円 / ¥Million)	2018年3月期 / FY2017					
	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	8,000	151.3%	9,500	101.4%	17,500	119.4%
自動車事業 Automotive business	30,000	106.8%	32,500	89.1%	62,500	96.8%
その他 Others	2,000	131.7%	2,000	69.0%	4,000	90.6%
調整額 Adjustments	△ 1,000	—	△ 1,000	—	△ 2,000	—
合計 Total	39,000	142.7%	43,000	113.1%	82,000	125.5%

※売上高、営業利益は、2017年度中に一部事業の担当領域を「産業機械事業」から「自動車事業」に変更したことに伴い、2017年3月期1Qに遡って組み替えて表示しています。
Part of industrial machinery business operations were transferred to the automotive business in the year ended March 31, 2017. Accordingly, sales and operating income have been reclassified from the first quarter of the previous year to match current segments.

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

(百万円 / ¥Million)	2017年3月期 / FY2016					2018年3月期 / FY2017	
	1Q	2Q	3Q	4Q	通期 Full year	1Q	対前年同期比 YoY
設備投資額 Capital expenditures	8,043	11,486	13,632	25,439	58,602	8,860	110.2%
減価償却費 Depreciation and amortisation	10,576	10,337	10,817	11,622	43,354	11,434	108.1%

<予想 / Forecast>

(百万円 / ¥Million)	2018年3月期 / FY2017					
	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					68,000	116.0%
減価償却費 Depreciation and amortisation					45,000	103.8%

5. 研究開発費 / R&D expenses

(百万円 / ¥Million)	2017年3月期 / FY2016					2018年3月期 / FY2017	
	1Q	2Q	3Q	4Q	通期 Full year	1Q	対前年同期比 YoY
研究開発費 R&D expenses	2,840	3,194	3,173	4,649	13,858	3,817	134.4%

<予想 / Forecast>

(百万円 / ¥Million)	2018年3月期 / FY2017					
	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					15,000	108.2%

6. 為替換算レート / Currency Exchange Rate

期中平均レート Average exchange rate (円 / ¥)	2017年3月期 / FY2016					2018年3月期 / FY2017	
	1Q	2Q	3Q	4Q	通期 Full year	1Q	通期想定 Full year FCT
USD	108.25	102.45	109.34	113.64	108.42	111.10	105
EUR	122.17	114.27	117.83	121.09	118.84	122.19	115
CNY	16.54	15.36	15.98	16.56	16.11	16.21	15.7

期末レート Term end exchange rate (円 / ¥)	2017年3月期 / FY2016					2018年3月期 / FY2017	
	End of 1Q	End of 2Q	End of 3Q	End of 4Q	通期 End of FY	End of 1Q	通期想定 Full year FCT
USD	102.96	101.12	116.53	112.20	112.20	112.00	105
EUR	114.36	113.29	122.73	119.78	119.78	127.95	115
CNY	15.46	15.15	16.76	16.29	16.29	16.49	15.7