

NSK Ltd.

For Immediate Release

July 29, 2019

CONSOLIDATED RESULTS FOR THE THREE MONTHS ENDED JUNE 30, 2019 (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, 2019

(Figures are rounded down to the nearest million yen)

1. Consolidated financial highlights for the three months ended June 30, 2019

(1) Consolidated financial results

(% indicates changes from the previous year)

	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, 2019	222,942	-14.5	10,263	-58.6	10,636	-57.9	9,255	-50.2	8,838	-50.1	-2,588	—
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

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended Jun. 30, 2019	17.26	17.21
Three months ended Jun. 30, 2018	33.49	33.44

(2) Consolidated financial position

	Total assets	Total equity	Total equity attributable to owners of the parent	Ratio of equity attributable to owners of the parent to total assets
	Millions of Yen	Millions of Yen	Millions of Yen	%
As of Jun. 30, 2019	1,085,088	545,679	524,101	48.3
As of Mar. 31, 2019	1,086,456	560,400	536,676	49.4

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, 2019	Yen —	Yen 20.00	Yen —	Yen 20.00	Yen 40.00
Year ending Mar. 31, 2020	—	—	—	—	—
Year ending Mar. 31, 2020 (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, 2020

(% indicates changes from the previous year)

	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, 2019	464,000	-8.9	25,000	-44.4	25,000	-44.6	19,000	-38.6	37.11
Year ending Mar. 31, 2020	945,000	-4.7	63,000	-20.5	62,500	-21.1	45,000	-19.4	87.89

(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): None

(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 "Quarterly consolidated financial statements and notes (5) Notes to consolidated financial statements (Changes in accounting policies)" on page 11 of this summary of 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, 2019	551,268,104 shares	As of Mar. 31, 2019	551,268,104 shares
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(ii) Number of treasury stock at the end of each period:

As of Jun. 30, 2019	39,126,217 shares	As of Mar. 31, 2019	39,262,010 shares
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(iii) Average number of shares issued and outstanding in each period:

Three months ended Jun. 30, 2019	512,108,078 shares	Three months ended Jun. 30, 2018	528,609,422 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

The NSK Group initiated its 6th Mid-Term Management Plan, spanning the three years beginning April 2019 with a target of “build business base and strengthen resources in preparation for next growth phase.” Setting safety, quality, compliance and environment as NSK core values, we continue to implement two key policies of “operational excellence” and “challenging innovation” and we address three main management themes: new initiatives targeting growth, enhance managerial resources, and contribute to the environment and society.

Looking at global economic conditions during the first quarter of the year ending March 31, 2020, in Japan, demand from overseas, primarily China, decreased, while consumer spending was robust. The US economy continued to see solid growth, but business confidence in the manufacturing industry began to decline. The European economy slowed down due to confusion surrounding the UK’s withdrawal from the European Union and a prolonged slump in vehicle production in the Eurozone. Economic growth in China decelerated due to decrease in both domestic and overseas demand against the backdrop of increased trade friction with the US and sluggish monthly vehicle production volume, which continued to decrease year on year. In other Asian countries, economies reflected the weakness in the global economy.

In this economic environment, consolidated sales for the first quarter of the year ending March 31, 2020 totaled ¥222,942 million, a year-on-year decrease of 14.5%, and operating income totaled ¥10,263 million, a year-on-year decrease of 58.6%. Income before income taxes was ¥10,636 million, a year-on-year decrease of 57.9%. Net income attributable to owners of the parent was ¥8,838 million, a year-on-year decrease of 50.1%.

Business segment information

1) Industrial Machinery Business segment

Overall sales in the industrial machinery business decreased year on year due to a decline of capital investment and slowdown in global economy against the backdrop of a sluggish smartphone market and trade friction between the US and China. Looking at the Company’s results by geographic breakdown, sales in Japan decreased due to a decline in sales toward machine tool and semiconductor manufacturing equipment. In the Americas, overall sales slightly increased due to an increase in the aftermarket sector, while sales in the electrical sector declined. In Europe, sales declined due to sales decrease in the electrical sector as well as impact of changes in foreign currency conversion. Sales in China decreased due to sales decline in sectors including machine tool, industrial motor, and electrical, while sales in other Asian countries, primarily in Korea, declined.

As a result, sales in the industrial machinery business totaled ¥60,825 million, a year-on-year decrease of 12.2%, and operating income was ¥4,879 million, a year-on-year decrease of 44.4%.

2) Automotive Business segment

Overall sales in the automotive business declined year on year due to a slowdown in the Chinese and European automotive markets as well as lower sales of electric power steering (EPS) systems resulting from vehicle model changes. Looking at the Company’s results by geographic breakdown, sales in Japan decreased due to a decline in EPS business and lower demand of products for automatic transmission (AT) systems against the backdrop of a slowdown in overseas markets. In the US, overall sales declined due to lower EPS sales, while sales of automotive bearings remained strong. In Europe and China, sales decreased due to the sluggish automotive markets. Sales in other Asian countries also declined, primarily in India and ASEAN countries.

As a result, sales in the automotive business totaled ¥155,173 million, a year-on-year decrease of 15.3%. Meanwhile, operating income totaled ¥5,065 million, a year-on-year decrease of 66.9%.

(2) Qualitative information regarding consolidated financial position

Assets and liabilities

Total assets were ¥1,085,088 million, a decrease of ¥1,368 million compared to total assets as of March 31, 2019. The main reasons for this were decreases of ¥11,072 million in trade receivables and other receivables, ¥3,170 million in other current assets, and ¥2,230 million in other financial assets (non-current), which offset increases of ¥4,841 million in cash and cash equivalents, and ¥9,332 million in property, plant and equipment. Total liabilities were ¥539,408 million, an increase of ¥13,353 million compared to total liabilities as of March 31, 2019. The main reasons for this were increases of ¥8,989 million in other current liabilities and, ¥15,949 million in financial liabilities (non-current), which offset a decrease of ¥11,745 million in trade payables and other payables.

Total equity

Total equity totaled ¥ 545,679 million, a decrease of ¥14,721 million compared to total equity as of March 31, 2019. The main reasons for this were decreases of ¥10,249 million in cash dividends from retained earnings and ¥ 11,549 million in other components of equity, which offset an increase of ¥8,838 million net income attributable to owners of the parent.

Cash flows

Total cash and cash equivalents at end of the period were ¥134,806 million, an increase of ¥4,841 million compared to total cash and cash equivalents as of March 31, 2019, and a ¥11,700 million decrease on year-on-year basis.

1) Net cash flow provided by operating activities

Net cash flow provided by operating activities totaled ¥35,022 million, a decrease of ¥2,268 million, compared to the same period of the previous year. This includes ¥10,636 million in income before income taxes, ¥13,369 million in depreciation and amortisation, ¥10,356 million in decrease in trade receivables.

2) Net cash flow used in investing activities

Net cash flow used in investing activities totaled ¥14,621 million, an increase of ¥104 million compared to the same period of the previous year. This includes ¥13,849 million in purchases of property, plant and equipment.

3) Net cash flow used in financing activities

Net cash flow used in financing activities totaled ¥13,449 million, an increase of ¥6,696 million compared to the same period of the previous year. This includes ¥9,963 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, 2020 announced on May 9, 2019.

2. Quarterly consolidated financial statements and notes

(1) Quarterly consolidated statements of financial position

(Millions of yen)

	As of Mar.31, 2019	As of Jun.30, 2019
Assets		
Current assets		
Cash and cash equivalents	129,965	134,806
Trade receivables and other receivables	195,288	184,216
Inventories	159,517	160,920
Other financial assets	1,696	1,596
Income tax receivables	3,502	3,634
Other current assets	17,648	14,477
Total current assets	507,618	499,653
Non-current assets		
Property, plant and equipment	378,333	387,666
Intangible assets	19,550	19,268
Investments accounted for using equity method	27,613	25,432
Other financial assets	79,934	77,704
Deferred tax assets	9,633	9,466
Net defined benefit assets	59,406	61,689
Other non-current assets	4,364	4,206
Total non-current assets	578,837	585,434
Total assets	1,086,456	1,085,088
Liabilities and Equity		
Liabilities		
Current liabilities		
Trade payables and other payables	130,333	118,587
Other financial liabilities	101,145	103,033
Provisions	85	116
Income tax payables	4,004	4,318
Other current liabilities	49,841	58,831
Total current liabilities	285,411	284,888
Non-current liabilities		
Financial liabilities	175,467	191,416
Provisions	8,677	8,459
Deferred tax liabilities	31,128	29,458
Net defined benefit liabilities	19,530	19,556
Other non-current liabilities	5,839	5,628
Total non-current liabilities	240,643	254,520
Total liabilities	526,055	539,408
Equity		
Issued capital	67,176	67,176
Capital surplus	80,426	80,686
Retained earnings	400,720	399,328
Treasury shares	-37,779	-37,672
Other components of equity	26,131	14,582
Total equity attributable to owners of the parent	536,676	524,101
Non-controlling interests	23,724	21,578
Total equity	560,400	545,679
Total liabilities and equity	1,086,456	1,085,088

(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, 2018	Three months ended Jun. 30, 2019
Sales	260,694	222,942
Cost of sales	201,324	178,590
Gross profit	59,369	44,351
Selling, general and administrative expenses	35,332	34,063
Share of profits of investments accounted for using the equity method	1,442	549
Other operating expenses	702	573
Operating income	24,776	10,263
Financial income	1,111	1,012
Financial expenses	605	639
Income before income taxes	25,282	10,636
Income tax expense	6,697	1,380
Net income	18,585	9,255
Net income attributable to:		
Owners of the parent	17,703	8,838
Non-controlling interests	881	417
(Earnings per share attributable to owners of the parent)		
Basic earnings per share (yen)	33.49	17.26
Diluted earnings per share (yen)	33.44	17.21

Quarterly consolidated statements of comprehensive income

(Millions of yen)

	Three months ended Jun. 30, 2018	Three months ended Jun. 30, 2019
Net income	18,585	9,255
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Remeasurements of net defined benefit liability (asset)	2,955	1,613
Net changes in financial assets measured at fair value through other comprehensive income	-250	-1,516
Share of other comprehensive income of investments accounted for using equity method	1	11
Total items that will not be reclassified to profit or loss	2,706	108
Items that may be reclassified to profit or loss		
Exchange differences on translating foreign operations	-2,992	-11,715
Share of other comprehensive income of investments accounted for using equity method	-51	-236
Total items that may be reclassified to profit or loss	-3,044	-11,952
Total other comprehensive income, net of tax	-338	-11,844
Total comprehensive income for the period	18,247	-2,588
Total comprehensive income for the period attributable to:		
Owners of the parent	17,476	-2,710
Non-controlling interests	770	122

(3) Quarterly consolidated statements of changes in equity

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							
	Other components of equity				Total	Total	Non-controlling interests	Total equity
	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	

From April 1, 2019 to June 30, 2019

(Millions of yen)

	Equity attributable to owners of the parent			
	Issued capital	Capital surplus	Retained earnings	Treasury shares
Opening balance	67,176	80,426	400,720	-37,779
Net income	—	—	8,838	—
Other comprehensive income	—	—	—	—
Total comprehensive income for the period	—	—	8,838	—
Purchase of treasury shares	—	—	—	-2
Disposal of treasury shares	—	36	—	109
Share-based payment transactions	—	223	—	—
Cash dividends	—	—	-10,249	—
Changes in the ownership interest in subsidiaries	—	—	—	—
Other	—	—	18	—
Total transactions with owners, etc.	—	259	-10,230	106
Closing balance	67,176	80,686	399,328	-37,672

	Equity attributable to owners of the parent				Total	Non-controlling interests	Total equity
	Other components of equity						
	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	-12,598	33,494	5,234	26,131	536,676	23,724	560,400
Net income	—	—	—	—	8,838	417	9,255
Other comprehensive income	-11,655	-1,526	1,632	-11,549	-11,549	-294	-11,844
Total comprehensive income for the period	-11,655	-1,526	1,632	-11,549	-2,710	122	-2,588
Purchase of treasury shares	—	—	—	—	-2	—	-2
Disposal of treasury shares	—	—	—	—	145	—	145
Share-based payment transactions	—	—	—	—	223	—	223
Cash dividends	—	—	—	—	-10,249	-2,268	-12,517
Changes in the ownership interest in subsidiaries	—	—	—	—	—	—	—
Other	—	-0	—	-0	18	—	18
Total transactions with owners, etc.	—	-0	—	-0	-9,864	-2,268	-12,133
Closing balance	-24,253	31,968	6,867	14,582	524,101	21,578	545,679

(4) Quarterly consolidated statements of cash flows

(Millions of yen)

	Three months ended Jun. 30, 2018	Three months ended Jun. 30, 2019
Operating activities		
Income before income taxes	25,282	10,636
Depreciation and amortisation	11,915	13,369
Increase (decrease) in net defined benefit liability and net defined benefit asset	-339	280
Interest and dividend income	-1,084	-966
Interest expenses	657	710
Share of profits of investments accounted for using the equity method	-1,442	-549
Decrease (increase) in trade receivables	2,088	10,356
Decrease (increase) in inventories	-5,272	-3,951
Increase (decrease) in trade payables	1,492	-4,108
Other	10,494	11,300
Subtotal	43,791	37,078
Interest and dividend received	1,598	1,436
Interest expenses paid	-640	-636
Income tax paid	-7,458	-2,855
Net cash provided by operating activities	37,291	35,022
Investing activities		
Purchases of property, plant and equipment	-13,706	-13,849
Proceeds from sale of property, plant and equipment	131	200
Purchases of other financial assets	-10	-6
Proceeds from sale of other financial assets	13	0
Other	-944	-965
Net cash used in investing activities	-14,516	-14,621
Financial activities		
Proceeds from long-term loans	8,000	—
Repayments of long-term loans	-3,762	-190
Repayments of lease liabilities	—	-1,059
Acquisition of treasury shares	-0	-0
Dividends paid	-10,880	-9,963
Dividends paid to non-controlling interests	-2,096	-1,892
Other	1,986	-343
Net cash used in financial activities	-6,753	-13,449
Effect of exchange rate changes on cash and cash equivalents	-797	-2,109
Net increase (decrease) in cash and cash equivalents	15,223	4,841
Cash and cash equivalents at the beginning of the period	131,283	129,965
Cash and cash equivalents at the end of the period	146,507	134,806

(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, 2019 except the following items.

IFRS		Description of new standards and revisions
IFRS 16	Leases	Revision of accounting treatment for leases

The NSK Group has adopted IFRS 16 "Leases" (issued in January 2016, hereafter, "IFRS 16") from the first quarter ended June 30, 2019. At inception of a contract, the assessment of whether the contract is, or contains, a lease will be made when the Company is the lessee. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. When a contract is, or contains, a lease, at the commencement date, a right-of-use asset and a lease liability are recognised.

(1) Lease liability

At the commencement date, lease liability will be measured at the present value of the lease payments that are not paid at that date. The present value will be measured by using the interest rate implicit in the lease or the lessee's incremental borrowing rate. After the commencement date, lease liability will be measured by increasing or reducing the carrying amount to reflect interest on the lease liability and the lease payments made. Interest on the lease liability is the amount that produces a constant periodic rate of interest on the remaining balance of the lease liability, and it is recognised as a finance expense.

(2) Right-of-use asset

At the commencement date, the right-of-use asset will be measured at cost. The cost of the right-of-use asset comprises the amount of the initial measurement of the lease liability adjusting, any lease payments made at or before the commencement date, less any lease incentives received, and any initial direct costs incurred. After the commencement date, right-of-use asset is measured at cost less any accumulated depreciation and accumulated impairment losses applying the cost model. A right-of-use asset is depreciated mainly over the lease term using the straight line method.

The lease payments associated with short-term leases and leases for which the underlying asset is of low value are recognised as an expense on a straight-line basis over the lease term. Right-of-use asset is presented as "property, plant and equipment" and lease liability as "financial liability (current or non-current)" in the consolidated statements of financial position.

In adopting IFRS 16, the NSK Group has applied the provisional method allowed in IFRS16 and recognised the cumulative effect of initially applying IFRS16 at the date of initial application. We apply the practical expedient that allows us to continue using the same method as before with regard to whether contracts are leases or not.

At the date of initial application of IFRS 16, we additionally recognised right-of-use assets of ¥19,409 million and lease liabilities of ¥19,403 million. The weighted average of the lessee's incremental borrowing rates applied for the calculation of lease liability recognised at the date of initial application is 1.4%.

The following are the adjustments between the amount of non-cancellable operating leases which was disclosed applying IAS 17 "Leases" (hereafter, "IAS 17") discounted by using the incremental borrowing rate at the date of initial application and the amount of lease liabilities presented in the consolidated statements of financial position at the date of initial application.

(Millions of yen)

The amount of non-cancellable operating leases as of March 31 2019 which was disclosed adopting IAS 17 discounted by using the incremental borrowing rate at the date of initial application	12,426
(a) Finance lease obligations which was recognised as of March 31 2019,	1,754
(b) Amount resulting from review of lease term based on the adoption of IFRS 16	6,976
Amount of lease liabilities presented in the consolidated statements of financial position	21,157

When applying IFRS 16 to the leases previously classified as operating leases applying IAS 17, the following practical expedients are applied.

- Leases for which the lease term ends within 12 months of the date of initial application, we apply exemptions, which do not recognise right-of-use asset and lease liability.
- Initial direct costs are excluded from the measurement of right-of-use assets at the date of initial application.

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, 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.

From April 1, 2019 to June 30, 2019

(Millions of yen)

	Reportable segments			Others (Note 1)	Total	Adjustments (Note 2)	Consolidated
	Industrial Machinery Business	Automotive Business	Subtotal				
Sales							
Sales to third parties	60,825	155,173	215,999	6,942	222,942	—	222,942
Intersegment sales	—	—	—	6,623	6,623	-6,623	—
Total	60,825	155,173	215,999	13,566	229,566	-6,623	222,942
Segment income (loss) (Operating income)	4,879	5,065	9,945	826	10,771	-507	10,263
Total financial income (expenses)							372
Income before income taxes							10,636

(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 -¥507 million adjustment made for segment income (loss) includes intersegment elimination of ¥65 million and -¥573 million in other operating expenses not allocated to the reportable segments.

2020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, 2019

1. 決算概要 / Summary of financial results

(百万円 / ¥Million)	2019年3月期 / FY2018					2020年3月期 / FY2019	
	1Q	2Q	3Q	4Q	通期 Full year	1Q	対前年同期比 YoY
売上高 Sales	260,694	248,882	248,076	233,712	991,365	222,942	85.5%
営業利益 Operating income	24,776	20,188	21,300	13,013	79,279	10,263	41.4%
税引前四半期利益 Income before income taxes	25,282	19,821	21,190	12,935	79,229	10,636	42.1%
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	17,703	13,238	15,836	9,031	55,809	8,838	49.9%
基本的1株当たり四半期利益(円) Basic earnings per share (yen)	33.49	25.26	30.88	17.64	107.46	17.26	—
連結子会社数(社) Consolidated subsidiaries	89	90	89	88		89	—
日本 Japan	19	19	19	18		18	—
海外 Non-Japan	70	71	70	70		71	—
期末従業員数(人) Number of employees	31,924	31,890	32,045	31,484		31,648	—
日本 Japan	11,818	11,814	11,802	11,755		12,035	—
海外 Non-Japan	20,106	20,076	20,243	19,729		19,613	—

<予想 / Forecast>

(百万円 / ¥Million)	2020年3月期 / FY2019					
	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 Sales	464,000	91.1%	481,000	99.8%	945,000	95.3%
営業利益 Operating income	25,000	55.6%	38,000	110.7%	63,000	79.5%
税引前利益 Income before income taxes	25,000	55.4%	37,500	109.9%	62,500	78.9%
親会社の所有者に帰属する当期利益 Net income attributable to owners of the parent	19,000	61.4%	26,000	104.6%	45,000	80.6%

2. 売上高 / Sales

(百万円 / ¥Million)	2019年3月期 / FY2018					2020年3月期 / FY2019	
	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	69,251	66,621	68,156	65,944	269,974	60,825	87.8%
自動車事業 Automotive business	183,260	174,316	171,625	160,455	689,658	155,173	84.7%
その他 Others	14,845	15,504	17,736	14,833	62,919	13,566	91.4%
調整額 Adjustments	△ 6,663	△ 7,559	△ 9,442	△ 7,521	△ 31,186	△ 6,623	—
合計 Total	260,694	248,882	248,076	233,712	991,365	222,942	85.5%

<予想 / Forecast>

(百万円 / ¥Million)	2020年3月期 / FY2019					
	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	129,000	94.9%	136,000	101.4%	265,000	98.2%
自動車事業 Automotive business	321,000	89.8%	329,000	99.1%	650,000	94.2%
その他 Others	28,000	92.3%	31,000	95.2%	59,000	93.8%
調整額 Adjustments	△ 14,000	—	△ 15,000	—	△ 29,000	—
合計 Total	464,000	91.1%	481,000	99.8%	945,000	95.3%

3. 営業利益 / Operating income

(百万円 / ¥Million)	2019年3月期 / FY2018					2020年3月期 / FY2019	
	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	8,779	7,949	8,229	7,929	32,887	4,879	55.6%
自動車事業 Automotive business	15,282	11,421	11,825	6,419	44,949	5,065	33.1%
その他 Others	1,351	1,483	1,992	779	5,607	826	61.1%
調整額 Adjustments	△ 636	△ 667	△ 746	△ 2,115	△ 4,165	△ 507	—
合計 Total	24,776	20,188	21,300	13,013	79,279	10,263	41.4%

<予想 / Forecast>

(百万円 / ¥Million)	2020年3月期 / FY2019					
	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	12,000	71.7%	17,000	105.2%	29,000	88.2%
自動車事業 Automotive business	13,000	48.7%	20,000	109.6%	33,000	73.4%
その他 Others	1,500	52.9%	2,500	90.2%	4,000	71.3%
調整額 Adjustments	△ 1,500	—	△ 1,500	—	△ 3,000	—
合計 Total	25,000	55.6%	38,000	110.7%	63,000	79.5%

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

(百万円 / ¥Million)	2019年3月期 / FY2018					2020年3月期 / FY2019	
	1Q	2Q	3Q	4Q	通期 Full year	1Q	対前年同期比 YoY
設備投資額 Capital expenditures	10,401	16,682	23,565	30,454	81,102	10,535	101.3%
減価償却費 Depreciation and amortisation	11,915	12,012	12,300	12,572	48,801	13,369	112.2%

<予想 / Forecast>

(百万円 / ¥Million)	2020年3月期 / FY2019					
	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					60,000	74.0%
減価償却費 Depreciation and amortisation					52,000	106.6%

5. 研究開発費 / R&D expenses

(百万円 / ¥Million)	2019年3月期 / FY2018					2020年3月期 / FY2019	
	1Q	2Q	3Q	4Q	通期 Full year	1Q	対前年同期比 YoY
研究開発費 R&D expenses	4,401	5,035	4,860	4,726	19,023	4,616	104.9%

<予想 / Forecast>

(百万円 / ¥Million)	2020年3月期 / FY2019					
	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					19,000	99.9%

6. 為替換算レート / Currency exchange rate

期中平均レート Average exchange rate (円 / ¥)	2019年3月期 / FY2018					2020年3月期 / FY2019	
	1Q	2Q	3Q	4Q	通期 Full year	1Q	通期予想 Full year FCT
USD	109.07	111.47	112.91	110.19	110.91	109.90	110
EUR	130.06	129.62	128.79	125.13	128.40	123.49	125
CNY	17.13	16.37	16.33	16.33	16.54	16.07	16.5

期末レート Term end exchange rate (円 / ¥)	2019年3月期 / FY2018					2020年3月期 / FY2019	
	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	110.54	113.58	110.91	111.01	111.01	107.75	110
EUR	127.88	132.15	126.88	124.56	124.56	122.46	125
CNY	16.67	16.50	16.14	16.48	16.48	15.68	16.5