



October 30, 2019

NSK Announces Differences between Forecasted and Actual Consolidated Business Results for First-half for the Fiscal Year Ending March 31, 2020 and Revision of Year-end Consolidated Business Forecast

Tokyo, October 30, 2019 – NSK Ltd. (TSE: 6471) today announced differences between its consolidated business forecast for the six months ended September 30, 2019 (announced on May 9, 2019) and the actual consolidated business results released today. The Company has also revised its consolidated business forecast for the year ending March 31, 2020, based on recent business trends and other factors.

1. Differences between Forecasted and Actual Consolidated Business Results for First-Half for the Fiscal Year Ending March 31, 2020

(From April 1, 2019 to September 30, 2019)

	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
Previous forecast (A)	464,000	25,000	25,000	19,000	37.11
Actual Results (B)	434,820	15,765	15,552	11,816	23.07
(B) – (A)	-29,179	-9,234	-9,447	-7,183	—
% change	-6.3	-36.9	-37.8	-37.8	—
For reference only: Results (last FY) (Apr 1, 2018 – Sep 30, 2018)	509,576	44,964	45,104	30,941	58.79

2. Revision of Year-end Consolidated Business Forecast

(From April 1, 2019 to March 31, 2020)

	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
Previous forecast (A)	945,000	63,000	62,500	45,000	87.89
Revised forecast (B)	860,000	32,000	31,500	21,000	41.00
(B) – (A)	-85,000	-31,000	-31,000	-24,000	—
% change	-9.0	-49.2	-49.6	-53.3	—
For reference only: Results (last FY) (Apr 1, 2018 - Mar 31, 2019)	991,365	79,279	79,229	55,809	107.46

3. Reasons for the announcement

With regard to the business environment surrounding the NSK Group for the first half of the year ending March 31, 2020, overseas markets, primarily in China, remained sluggish due to the prolonged US-China trade friction as well as the confusion surrounding the UK's withdrawal from the European Union and other matters. In this situation, sales in both the industrial and the automotive businesses lowered beyond forecast, and operating income also decreased more than forecasted due to the lower sales.

With increasing uncertainty surrounding the global economy, NSK expects that both the industrial machinery and automotive businesses will remain sluggish in future, and has revised its business forecast for the year ending March 31, 2020 (from April 1, 2019 to March 31, 2020), as stated above.

Forecasted exchange rate from October 1, 2019 to March 31, 2020:

1 USD = ¥108, 1 Euro = ¥120, 1CNY = ¥15.3

4. Forecast of Cash dividends

No revision has been made to cash dividends forecasts for the year ending March 31, 2020 announced on May 9, 2019.

*Our business forecast stated above is based on certain conditions such as the economic environment and our business strategies at the time the documents were created. Actual results could therefore differ from those forecast due to several factors.

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