

SHIMA SEIKI MFG., LTD.

Representative: Masahiro Shima, President

Code number: 6222

Stock listings: Tokyo Stock Exchange (1st section)

Notice regarding differences between business performance forecast and actual results in the fiscal year ended March 31, 2017

SHIMA SEIKI MFG., LTD. announces that differences have arisen between the business performance forecast for the fiscal year ended March 31, 2017 that was announced on October 19, 2016, and the actual results announced today.

Notes

1. Fiscal year ended March 31, 2017 Differences between consolidated full-year business performance forecast and actual results (April 1, 2016 to March 31, 2017)

(Millions of yen)

	Net sales	Operating income	Ordinary income	Net income attributable to owners of the parent	Net income per share
Previous forecast (A)	63,000	11,500	8,000	5,500	Yen 160.74
Actual result (B)	62,432	11,262	10,043	7,198	209.97
Amount of Increase or decrease (B-A)	-568	-238	2,043	1,698	
Rate of Increase or decrease (%)	-0.9	-2.1	25.5	30.9	
(Reference) Previous fiscal year results (fiscal year ended March 31, 2016)	49,582	5,781	4,532	3,271	95.61

2. Fiscal year ended March 31, 2017 Differences between non-consolidated full-year business performance forecast and actual results (April 1, 2016 to March 31, 2017)

(Millions of yen)

	Net sales	Ordinary income	Net income	Net income per share
Previous forecast (A)	55,000	5,700	4,000	Yen 116.90
Actual result (B)	52,160	5,706	4,001	116.72
Amount of Increase or decrease (B-A)	-2,840	6	1	
Rate of Increase or decrease (%)	-5.2	0.1	0.0	
(Reference) Previous fiscal year results (fiscal year ended March 31, 2016)	42,940	5,514	3,918	114.52

3. Reasons for differences

Consolidated sales and operating income remained almost as expected, but they were slightly below expectations. Ordinary income and net income attributable to owners of the parent were above expectations as the JPY was weaker in the second half compared with the assumed exchange rate. On a non-consolidated basis, sales were below estimates, while ordinary income and net income were almost equal to projections.