

Financial Results for the Second Quarter Ended September 30, 2016

October 28, 2016

SHIMA SEIKI MFG., LTD.

Stock listings: Tokyo Stock Exchange (1st section)
Code number: 6222
URL: <http://www.shimaseiki.co.jp/>
Representative: Masahiro Shima, President

(Amounts less than one million yen are omitted)

1. Consolidated financial results for the second quarter ended September 30, 2016

(April 1, 2016 - September 30, 2016)

(1) Consolidated operating results (cumulative)

(%: change from the same period of previous year)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of the parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2016	29,615	31.5	5,500	176.0	2,310	-5.2	1,683	3.8
Six months ended September 30, 2015	22,513	-12.7	1,992	-34.5	2,437	-44.4	1,621	-46.0

Note: Comprehensive income

Six months ended September 30, 2016: 34 million yen (-97.1%)

Six months ended September 30, 2015: 1,211 million yen (-70.1%)

	Net income per share	Diluted net income per share
	Yen	Yen
Six months ended September 30, 2016	49.21	—
Six months ended September 30, 2015	47.40	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2016	127,127	97,206	76.3
As of March 31, 2016	126,415	98,293	77.6

Reference: Shareholders' equity

As of September 30, 2016: 97,016 million yen

As of March 31, 2016: 98,102 million yen

2. Dividends

	Cash dividends per share				
	1 st quarter	2 nd quarter	3 rd quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2016	—	15.00	—	22.50	37.50
Year ending March 31, 2017	—	20.00	—	—	—
Year ending March 31, 2017 (forecast)	—	—	—	25.00	45.00

3. Forecast of consolidated financial results for the year ending March 31, 2017

(April 1, 2016 - March 31, 2017)

	Net sales		Operating income		Ordinary income		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
Full year	63,000	27.1	11,500	98.9	8,000	76.5	5,500	68.1	160.74

4. Others

(1) Changes in significant subsidiaries during the period: None

(2) Adoption of specific accounting methods: Yes

(3) Changes in accounting policies and accounting estimates and restatement

1) Changes in accounting policies due to amendment of accounting standards: Yes

2) Changes in accounting policies other than those above: None

3) Changes in accounting estimates: None

4) Restatement: None

(4) Number of outstanding shares (common stock)

1) Number of shares outstanding at the end of the period (including treasury stock)

As of September 30, 2016: 36,600,000 As of March 31, 2016: 36,600,000

2) Number of treasury stock at the end of the period

As of September 30, 2016: 2,382,512 As of March 31, 2016: 2,382,183

3) Average number of shares outstanding during the period

Six months ended September 30, 2016: 34,217,754

Six months ended September 30, 2015: 34,218,560

Notes:

1. Implementation status of quarterly review procedures

This summary of quarterly financial results is exempt from the quarterly review procedures based on the Financial Instruments and Exchange Law of Japan. Review procedures for the quarterly financial statements have not been completed at the time of disclosure of this summary.

2. Forward-looking statements

Statements contained in this summary regarding the Company's plans, strategies, and expectations for future performance, which are based on information available to the Company at the time of writing. They are therefore subject to a number of uncertainties and unknowable factors, and actual results may thus differ substantially from those projected.