

Financial Results for the Third Quarter Ended December 31, 2017

January 31, 2018

SHIMA SEIKI MFG., LTD.

Stock listings: Tokyo Stock Exchange (1st section)

Code number: 6222

URL: <http://www.shimaseiki.co.jp/>

Representative: Mitsuhiro Shima, President

(Amounts less than one million yen are omitted)

1. Consolidated financial results for the third quarter ended December 31, 2017

(April 1, 2017 - December 31, 2017)

(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	%
Nine months ended December 31, 2017	51,845	27.9	11,254	75.9	12,400	151.0	8,951	156.7
Nine months ended December 31, 2016	40,545	27.7	6,399	137.9	4,940	57.1	3,486	75.3

Note: Comprehensive income

Nine months ended December 31, 2017: 10,379 million yen (119.6%)

Nine months ended December 31, 2016: 4,726 million yen (229.9%)

	Net income per share	Diluted net income per share
	Yen	Yen
Nine months ended December 31, 2017	253.55	—
Nine months ended December 31, 2016	101.86	101.75

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2017	155,713	123,451	79.3
As of March 31, 2017	141,931	104,879	73.8

Reference: Shareholders' equity

As of December 31, 2017: 123,438 million yen

As of March 31, 2017: 104,815 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, 2017	—	20.00	—	25.00	45.00
Year ending March 31, 2018	—	25.00	—		
Year ending March 31, 2018 (forecast)				25.00	50.00

3. Forecast of consolidated financial results for the year ending March 31, 2018

(April 1, 2017 - March 31, 2018)

	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	73,000	16.9	15,000	33.2	15,000	49.4	10,000	38.9	273.88

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: None

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 December 31, 2017: 36,600,000 As of March 31, 2017: 36,600,000

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

As of December 31, 2017: 87,823 As of March 31, 2017: 2,117,503

3) Average number of shares outstanding during the period

Nine months ended December 31, 2017: 35,303,591

Nine months ended December 31, 2016: 34,232,212

Notes:

Quarterly summary of financial statements is not subject to quarterly reviews.

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.