

Consolidated Results for the First Quarter of FY2021 (Dec. 2020 to Feb. 2021)

Consolidated Financial Results and Forecast

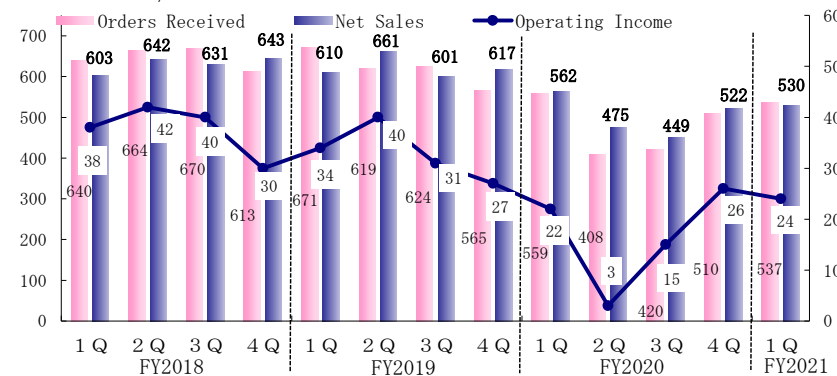
(Million JPY)

	FY2020						FY2021		
	1 Q	2 Q	1 H	3 Q	4 Q	Full Year	1 Q	1 H Forecast	Full Year Forecast
YoY							-5.7%		+2.0%
Net Sales	56,290	47,501	103,792	44,989	52,272	201,055	53,072	101,000	205,000
Operating Income	(4.1%) 2,283	(0.7%) 352	(2.5%) 2,636	(3.4%) 1,533	(5.1%) 2,679	(3.4%) 6,850	+5.8% 2,416	(3.4%) 3,400	+16.8% 8,000
Ordinary Income	(3.4%) 1,921	(-0.7%) -314	(1.5%) 1,606	(3.2%) 1,434	(4.7%) 2,467	(2.7%) 5,508	+19.5% 2,295	(2.8%) 2,800	+23.4% 6,800
Net Income	1,033	-587	445	626	1,386	2,458	+51.9% 1,570		+62.7% 4,000
Exchange Rate (USD)	JPY 109	JPY 107	JPY 108	JPY 106	JPY 105	JPY 107	JPY 104	JPY 103	JPY 102
(EUR)	JPY 120	JPY 117	JPY 119	JPY 122	JPY 124	JPY 121	JPY 126	JPY 125	JPY 125
(RMB)	JPY 15.7	JPY 15.2	JPY 15.4	JPY 15.2	JPY 15.6	JPY 15.4	JPY 16.1	JPY 15.8	JPY 15.6
Cash Dividends	JPY 50						JPY 80		

Quarterly Results

(100 Million JPY)

Orders Received/Net Sales



Financial Data

(Million JPY)

	FY2020			FY2021		
	1 Q	1 H	Full Year	1 Q	1 H Forecast	Full Year Forecast
Total Assets	296,583	304,463	293,060	297,008	289,900	291,900
(Stockholders' Equity Ratio)	(38.3%)	(36.7%)	(39.9%)	(39.3%)	(40.5%)	(41.0%)
Stockholders' Equity	113,608	111,681	116,893	116,862	117,300	119,600
ROE	3.6%	0.8%	2.1%	5.4%	2.9%	3.4%
Interest-bearing Debts	94,733	110,690	103,125	95,950	98,200	95,800
Net D/E ratio	× 0.64	× 0.63	× 0.55	× 0.52	× 0.55	× 0.51
Facility Investment	3,920	7,105	12,580	2,538	10,000	17,000
Depreciation and Amortization	4,155	8,466	16,992	4,093	8,500	17,000
Number of Employees	7,391	7,301	7,242	7,205	7,370	7,300

Sales and Operating Income by Business Segments

(Million JPY)

		FY2020						FY2021		
		1 Q	2 Q	1 H	3 Q	4 Q	Full Year	1 Q	1 H Forecast	Full Year Forecast
Machinery & Tools	YoY							(-12.7%)		(+0.6%)
	Cutting Tools	7,791	6,655	14,446	5,826	6,556	26,829	6,799	13,300	27,000
	Machine Tools	4,144	3,317	7,462	3,197	3,404	14,064	3,668	6,200	11,500
	Robots	7,204	6,488	13,693	6,506	6,499	26,699	6,045	12,400	27,000
	Net Sales	19,140	16,461	35,602	15,530	16,460	67,593	16,513	31,900	65,500
Operating Income	865	295	1,161	730	617	2,509	358	770	2,100	
Components	Bearings	18,179	13,522	31,701	14,814	17,884	64,400	17,723	33,500	67,500
	Hydraulic Equipment	15,279	13,978	29,257	11,755	15,268	56,281	16,081	30,600	61,500
	Net Sales	33,458	27,500	60,959	26,569	33,152	120,681	33,804	64,100	129,000
	Operating Income	1,116	-98	1,018	611	2,058	3,688	2,022	2,600	5,600
Others	Special Steel	3,337	3,199	6,536	2,588	2,294	11,419	2,366	4,500	9,500
	Others	353	340	694	301	364	1,360	387	500	1,000
	Net Sales	3,691	3,539	7,230	2,890	2,659	12,780	2,754	5,000	10,500
	Operating Income	283	128	411	157	4	574	20	30	300
Total net sales	56,290	47,501	103,792	44,989	52,272	201,055	53,072	101,000	205,000	
Total Operating Income	2,283	352	2,636	1,533	2,679	6,850	2,416	3,400	8,000	
Japan	29,973	26,460	56,433	21,855	26,203	104,490	27,444	52,100	105,000	
Overseas (Overseas Sales Ratio)	26,317 (46.8%)	21,041 (44.3%)	47,359 (45.6%)	23,134 (51.4%)	26,071 (49.9%)	96,564 (48.0%)	25,627 (48.3%)	48,900 (48.4%)	100,000 (48.8%)	
America	7,050	4,579	11,629	5,791	6,909	24,330	6,107	12,100	25,000	
Europe	3,108	1,899	5,008	2,325	2,873	10,207	2,776	5,100	10,500	
Asia	16,158	14,562	30,720	15,017	16,287	62,026	16,743	31,700	64,500	
(China)	(7,756)	(8,400)	(16,157)	(9,536)	(9,819)	(35,513)	(9,771)	(18,400)	(37,500)	