

Consolidated Financial Results for the Fiscal Year Ended March 31, 2017 <under Japanese GAAP>

Company Name: **YUSHIN PRECISION EQUIPMENT CO., LTD.**
 Listing: First Section of the Tokyo Stock Exchange
 Securities code: 6482
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Scheduled date of annual general shareholders' meeting: June 22, 2017
 Scheduled date to commence dividend payments: June 5, 2017
 Scheduled date to submit annual securities report: June 29, 2017
 Preparation of supplementary materials on financial results: Yes
 Holding of financial results briefing: Yes (for analysts)

(Amounts less than one million yen are omitted, unless otherwise noted)

1. Consolidated Financial Results for the FY2017 (from April 1, 2016 to March 31, 2017)

(1) Consolidated operating results

(Percentages indicate year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income attributable to shareholders of the parent company	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY2017	19,346	(8.5)	2,112	(31.5)	2,058	(29.6)	1,380	(27.7)
FY2016	21,148	18.8	3,086	33.9	2,921	14.9	1,908	13.4

Note: Comprehensive income FY2017: 1,393 million yen [(2.0) %] FY2016: 1,422 million yen [(38.7) %]

	Net income per share	Diluted net income per share	Return on equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
	Yen	Yen	%	%	%
FY2017	78.93	-	5.5	6.8	10.9
FY2016	109.14	-	7.9	9.9	14.6

Reference: Equity in earnings (losses) of affiliates FY2017: - million yen FY2016: - million yen

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2017	30,761	25,451	82.1	1,444.38
As of March 31, 2016	29,409	24,715	83.3	1,401.54

Reference: Equity capital (Net assets less Non-controlling interests)

As of March 31, 2017: 25,258 million yen As of March 31, 2016: 24,509 million yen

(3) Consolidated cash flows

	Net cash provided by (used in) operating activities	Net cash provided by (used in) investing activities	Net cash provided by (used in) financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
FY2017	1,626	(471)	(678)	5,690
FY2016	2,218	(5,105)	(677)	5,297

2. Cash Dividends

	Annual dividends per share					Total cash dividends (annual)	Dividend payout ratio (consolidated)	Ratio of dividends to net assets (consolidated)
	1Q	2Q	3Q	4Q	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
FY2016	-	15.00	-	21.00	36.00	629	33.0	2.6
FY2017	-	15.00	-	21.00	36.00	629	45.6	2.5
FY2018 (Forecast)	-	15.00	-	18.00	33.00		30.4	

3. Consolidated Earnings Forecasts for the FY2018 (from April 1, 2017 to March 31, 2018)

(Percentages indicate year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income attributable to shareholders of the parent company		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First six months ending September 30, 2017	10,200	14.0	1,250	(7.0)	1,250	8.7	850	0.0	48.61
FY2018	21,000	8.5	2,700	27.8	2,700	31.2	1,900	37.7	108.65

*** Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying changes in scope of consolidation): None
- (2) Changes in accounting policies, changes in accounting estimates, and restatement
 - 1) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
 - 2) Changes in accounting policies due to other reasons: None
 - 3) Changes in accounting estimates: None
 - 4) Restatement: None
- (3) Number of issued shares (common stock)
 - 1) Number of issued shares at the end of the period (including shares of treasury stock)

As of March 31, 2017: 17,819,033 shares	As of March 31, 2016: 17,819,033 shares
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 - 2) Number of shares of treasury stock at the end of the period

As of March 31, 2017: 331,715 shares	As of March 31, 2016: 331,208 shares
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 - 3) Average number of outstanding shares during the period

FY2017: 17,487,612 shares	FY2016: 17,487,964 shares
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(Reference) Summary of Non-consolidated Financial Results**1. Non-consolidated Financial Results for the FY2017 (April 1, 2016 - March 31, 2017)****(1) Non-consolidated operating results**

(Percentages indicate year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY2017	15,545	0.2	1,279	(15.0)	1,721	(24.1)	1,269	(24.3)
FY2016	15,520	11.6	1,505	14.1	2,267	3.0	1,676	(4.4)

	Net income per share	Diluted net income per share
	Yen	Yen
FY2017	72.57	-
FY2016	95.88	-

(2) Non-consolidated financial position

	Total assets	Total net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2017	27,331	23,184	84.8	1,325.81
As of March 31, 2016	26,115	22,501	86.2	1,286.70

Reference: Equity capital (Net assets)

As of March 31, 2017: 23,184 million yen

As of March 31, 2016: 22,501 million yen

* This financial information included in this summary is out of scope of audit procedure.

* Cautionary statement with respect to forward-looking statements and other special remarks

The forecast above is based on the information currently available. A number of factors could cause actual results to differ materially from expectations. For more information about these assumptions and notes regarding the use of earnings forecasts, please refer to “1. Overview of operating results, (4) Business forecasts” on page 3 of [Attached Material].

* Disclaimer

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1. Overview of operating results

(1) Overview of operating results for the fiscal year ended March 31, 2017

In the fiscal year ended March 31, 2017, there was an uncertainty about economic and trade policies by the new US government as well as politics in Europe. However, the economy of the US remained steady against a background of improvements of the employment environment and expansion of the individual consumption. In Europe, the economy was on recovery trend since “Brexit” impact was temporary. In Asia, there were slowdown in Chinese economy and stagnation of the economic growth in emerging countries, but there was pickup in the second half of the year. On the whole, world economy made a mild recovery.

In these circumstances, Yushin Group has strived to expand operation in a new business area, to develop new products and to obtain new world-class customers. However, consolidated net sales decreased by 8.5% year on year to 19,346 million yen because sales in new business area fell below expectation and there was strong yen. As regards profit, in addition to decrease in net sales, there were cost occurred relating to the new ERP system launched last November and the relocation of the HQ implemented last December. As a result, operating income decreased by 31.5% year on year to 2,112 million yen and ordinary income decreased by 29.6% year on year to 2,058 million yen, and net income attributable to shareholders of the parent company decreased by 27.7% year on year to 1,380 million yen.

Operating result by product category

- < Take-out robots > Net sales of take-out robots decreased by 512 million yen (3.7%) from the previous FY to 13,410 million yen due to slow sales in the first half of the year even there was a recovery trend in the second half.
- < Custom-ordered equipment > Net sales of custom-ordered equipment decreased by 1,165 million yen (29.1%) from the previous FY to 2,832 million yen.
- < Parts and maintenance service > Net sales of parts and maintenance service decreased by 124 million yen (3.9%) from the previous FY to 3,103 million yen.

Operating result by segment category

- < Japan > Net sales increased by 0.2% from the previous FY to 15,545 million yen and operating income decreased by 15.0% from the previous FY to 1,279 million yen.
- < North America > Net sales decreased by 8.3% from the previous FY to 3,285 million yen and operating income decreased by 21.4% to 348 million yen.
- < Asia > Net sales decreased by 8.3% from the previous FY to 4,776 million yen and operating income decreased by 41.3% to 469 million yen.
- < Europe > Net sales decreased by 78.9% from the previous FY to 396 million yen and operating income decreased by 97.0% from the previous FY to 6 million yen.

(2) Overview of financial condition for the fiscal year ended March 31, 2017

< Assets >

Total assets increased by 1,352 million yen from the end of the previous fiscal year to 30,761 million yen. This was mainly due to increase of 453 million yen in Notes and accounts receivable – trade, 413 million yen in Consumption taxes receivable and 393 million yen in Cash and deposits.

< Liabilities >

Total liabilities increased by 616 million yen from the end of the previous fiscal year to 5,310 million yen. This was mainly due to increase of 653 million yen in Electronically recorded obligations - operating.

< Net assets >

Net assets increased by 736 million yen from the end of the previous fiscal year to 25,451 million yen due to increase of Retained earnings by 771 million yen.

(3) Overview of cash flow for the fiscal year ended March 31, 2017

The balance of cash and cash equivalents on March 31, 2017 increased by 392 million yen from the end of the previous fiscal year to 5,690 million yen. Main reasons are as follows.

< Cash flow from operating activities >

Income before income taxes was 2,009 million yen. After deducting 958 million yen in Income taxes paid, cash flow from operating activities for the fiscal year ended March 31, 2017 was a net inflow of 1,626 million yen (it was a net inflow of 2,218 million yen in the previous fiscal year).

< Cash flow from investment activities >

Due to 356 million yen in Purchase of property, plant and equipment, cash flow from investment activities for the fiscal year ended March 31, 2017 was a net outflow of 471 million yen (it was a net outflow of 5,105 million yen in the previous fiscal year).

< Cash flow from financing activities >

Due to Cash dividends paid of 629 million yen, cash flow from financing activities was a net outflow of 678 million yen (it was a net outflow of 677 million yen in the previous fiscal year).

(4) Business forecasts

The world economy is expected to show a recovery trend as a whole. However, there remains uncertainty such as effect from the economic and trading policy of new US government, the political trend in Europe and escalation of international tensions.

Under these circumstances, Yushin Group will extend the quality and scale of our business by strengthening our sales capabilities worldwide and developing and distributing products to meet customers' demands. Particularly a new model of take-out robots with new functions is scheduled to be launched. We also expand sales of custom-ordered equipment in a medical and a new business area. For the purpose of enhancing these all efforts, Yushin Group aims to improve productivities and to promote operational efficiencies utilizing the new HQ, as well as to continue cost reducing activities.

Yushin forecasts its business performance for the fiscal year ending March 31, 2018 based on the current information available, as follows.

(Millions of yen)

	Net sales	Operating income	Ordinary income	Net income attributable to shareholders of the parent company
Consolidated	21,000 (Y/Y 8.5%)	2,700 (Y/Y 27.8%)	2,700 (Y/Y 31.2%)	1,900 (Y/Y 37.7%)

2. Selection of accounting standards

Yushin plans to continue its policy of generating consolidated financial statements according to Japanese standards in consideration of the fact Yushin does not conduct global funding and to enable the comparison with other Japanese companies in the same sector.

With regard to the adoption of IFRS, Yushin will take into account the situation across various domestic and international markets and take appropriate action.

3. Consolidated Financial Statements and Major notes**(1) Consolidated balance sheets**

	(Thousands of yen)	
	As of March 31, 2016	As of March 31, 2017
<ASSETS>		
Current assets		
Cash and deposits	5,341,166	5,734,493
Notes and accounts receivable - trade	6,026,195	6,479,748
Merchandise and finished goods	762,329	769,815
Work in process	625,413	884,830
Raw materials and supplies	2,286,051	2,179,141
Consumption taxes receivable	102,232	515,608
Deferred tax assets	625,342	431,885
Other	218,723	374,476
Allowance for doubtful accounts	(30,483)	(21,298)
Total current assets	15,956,972	17,348,701
Non-current assets		
Property, plant and equipment		
Buildings and structures	1,855,686	6,041,212
Machinery, equipment and vehicles	93,389	193,037
Land	5,779,928	5,784,160
Construction in progress	4,587,525	5,749
Other	120,459	231,654
Total property, plant and equipment	12,436,989	12,255,813
Intangible assets		
Other	369,502	473,285
Total Intangible assets	369,502	473,285
Investments and other assets		
Investment securities	185,438	220,783
Net defined benefit asset	266,874	292,959
Other	193,840	170,444
Allowance for doubtful accounts	(14)	(251)
Total investments and other assets	646,137	683,936
Total non-current assets	13,452,630	13,413,034
Total assets	29,409,602	30,761,736

(Thousands of yen)

	As of March 31, 2016	As of March 31, 2017
<LIABILITIES>		
Current liabilities		
Notes and accounts payable - trade	1,516,260	1,686,219
Electronically recorded obligations - operating	652,843	1,306,059
Accounts payable - other	776,774	750,992
Income taxes payable	548,986	100,112
Advances received	278,867	604,929
Provision for bonuses	236,000	252,861
Provision for directors' bonuses	29,960	22,710
Provision for product warranties	148,441	122,870
Deferred tax liabilities	3,319	7,721
Other	201,240	245,736
Total current liabilities	4,392,694	5,100,213
Non-current liabilities		
Provision for directors' retirement benefits	66,780	66,780
Net defined benefit liability	44,043	53,853
Deferred tax liabilities	123,350	29,739
Other	67,065	59,431
Total non-current liabilities	301,239	209,805
Total liabilities	4,693,933	5,310,018
<NET ASSETS>		
Shareholders' equity		
Capital stock	1,985,666	1,985,666
Capital surplus	2,023,903	2,023,903
Retained earnings	20,502,208	21,273,290
Treasury stock	(352,731)	(353,994)
Total shareholders' equity	24,159,047	24,928,866
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	33,920	58,545
Foreign currency translation adjustment	266,643	203,291
Remeasurements of defined benefit plans	50,245	67,699
Total accumulated other comprehensive income	350,808	329,536
Non-controlling interests	205,812	193,315
Total net assets	24,715,668	25,451,718
Total liabilities and net assets	29,409,602	30,761,736

(2) Consolidated statements of income and consolidated statements of comprehensive income**Consolidated statements of income**

	(Thousands of yen)	
	FY2016	FY2017
Net sales	21,148,591	19,346,399
Cost of sales	12,705,822	11,680,029
Gross profit	8,442,768	7,666,369
Selling, general and administrative expenses	5,356,705	5,553,726
Operating income	3,086,063	2,112,643
Non-operating income		
Interest and dividends income	17,603	10,756
Subsidy income	12,208	22,942
Other	32,508	48,207
Total non-operating income	62,320	81,905
Non-operating expenses		
Sales discounts	941	1,209
Foreign exchange losses	224,180	129,316
Other	1,507	5,830
Total non-operating expenses	226,629	136,356
Ordinary income	2,921,754	2,058,192
Extraordinary income		
Gain on sales of non-current assets	120	1,755
Gain on sales of investment securities	1,104	574
Total extraordinary income	1,224	2,329
Extraordinary loss		
Loss on sales and retirement of non-current assets	64,060	50,881
Total extraordinary losses	64,060	50,881
Income before income taxes	2,858,919	2,009,640
Income taxes – current	955,959	503,362
Income taxes – deferred	(72,362)	94,643
Total income taxes	883,597	598,005
Net income	1,975,321	1,411,635
Net income attributable to non-controlling interests	66,695	31,361
Net income attributable to shareholders of the parent company	1,908,626	1,380,273

Consolidated statements of comprehensive income

	(Thousands of yen)	
	FY2016	FY2017
Net income	1,975,321	1,411,635
Other comprehensive income		
Valuation difference on available-for-sale securities	(73,083)	24,625
Foreign currency translation adjustments	(420,998)	(59,967)
Remeasurements of defined benefit plans, net of tax	(58,462)	17,454
Total other comprehensive income	(552,544)	(17,887)
Comprehensive income	1,422,777	1,393,747
(Breakdown)		
Comprehensive income attributable to shareholders of the parent company	1,384,914	1,359,001
Comprehensive income attributable to non-controlling interests	37,862	34,745

(3) Consolidated statements of changes in net assets

FY2016

(Thousands of Yen)

	Shareholders' equity				
	Capital stock	Capital Surplus	Retained earnings	Treasury stock	Total Shareholders' equity
Balance at the beginning of current period	1,985,666	2,023,903	19,205,664	(352,005)	22,863,228
Cumulative effects of changes in accounting policies					-
Restated balance	1,985,666	2,023,903	19,205,664	(352,005)	22,863,228
Changes of items during the period					
Dividends from surplus			(612,081)		(612,081)
Net income attributable to shareholders of the parent company			1,908,626		1,908,626
Purchase of treasury stock				(725)	(725)
Net changes of items other than shareholders' equity					
Total changes of items during the period	-	-	1,296,544	(725)	1,295,818
Balance at the end of current period	1,985,666	2,023,903	20,502,208	(352,731)	24,159,047

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at the beginning of current period	107,003	658,809	108,707	874,520	232,393	23,970,142
Cumulative effects of changes in accounting policies						-
Restated balance	107,003	658,809	108,707	874,520	232,393	23,970,142
Changes of items during the period						
Dividends from surplus						(612,081)
Net income attributable to shareholders of the parent company						1,908,626
Purchase of treasury stock						(725)
Net changes of items other than shareholders' equity	(73,083)	(392,165)	(58,462)	(523,711)	(26,580)	(550,292)
Total changes of items during the period	(73,083)	(392,165)	(58,462)	(523,711)	(26,580)	745,526
Balance at the end of current period	33,920	266,643	50,245	350,808	205,812	24,715,668

FY2017

(Thousands of Yen)

	Shareholders' equity				
	Capital stock	Capital Surplus	Retained earnings	Treasury stock	Total Shareholders' equity
Balance at the beginning of current period	1,985,666	2,023,903	20,502,208	(352,731)	24,159,047
Cumulative effects of changes in accounting policies			20,367		20,367
Restated balance	1,985,666	2,023,903	20,522,575	(352,731)	24,179,414
Changes of items during the period					
Dividends from surplus			(629,558)		(629,558)
Net income attributable to shareholders of the parent company			1,380,273		1,380,273
Purchase of treasury stock				(1,262)	(1,262)
Net changes of items other than shareholders' equity					
Total changes of items during the period	-	-	750,715	(1,262)	749,452
Balance at the end of current period	1,985,666	2,023,903	21,273,290	(353,994)	24,928,866

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at the beginning of current period	33,920	266,643	50,245	350,808	205,812	24,715,668
Cumulative effects of changes in accounting policies						20,367
Restated balance	33,920	266,643	50,245	350,808	205,812	24,736,035
Changes of items during the period						
Dividends from surplus						(629,558)
Net income attributable to shareholders of the parent company						1,380,273
Purchase of treasury stock						(1,262)
Net changes of items other than shareholders' equity	24,625	(63,351)	17,454	(21,271)	(12,497)	(33,769)
Total changes of items during the period	24,625	(63,351)	17,454	(21,271)	(12,497)	715,682
Balance at the end of current period	58,545	203,291	67,699	329,536	193,315	25,451,718

(4) Consolidated statements of cash flows

	(Thousands of yen)	
	FY2016	FY2017
Net cash provided by (used in) operating activities		
Income before income taxes	2,858,919	2,009,640
Depreciation and amortization	394,028	479,629
Increase (decrease) in allowance for doubtful accounts	6,810	(8,869)
Increase (decrease) in provision for bonuses	1,000	16,861
Increase (decrease) in provision for directors' bonuses	(790)	(7,250)
Increase (decrease) in net defined benefit asset and liability	1,449	7,699
Interest and dividends income	(17,603)	(10,756)
Loss (gain) on sales of securities and investment securities	(1,104)	(574)
Decrease (increase) in notes and accounts receivable - trade	(384,418)	(482,815)
Decrease (increase) in inventories	466,911	(213,634)
Increase (decrease) in notes and accounts payable - trade	27,655	890,174
Increase (decrease) in other current liabilities	(664,127)	297,346
Other, net	177,957	(453,395)
Subtotal	2,866,687	2,524,056
Interest and dividends income received	17,448	10,838
Proceeds from insurance income	3,582	50,101
Income taxes paid	(669,359)	(958,372)
Net cash provided by (used in) operating activities	2,218,359	1,626,624
Net cash provided by (used in) investing activities		
Payments into time deposits	(2,728)	(3,095)
Purchase of property, plant and equipment	(4,861,236)	(356,006)
Proceeds from sales of property, plant and equipment	916	4,647
Purchase of intangible assets	(244,369)	(117,294)
Purchase of investment securities	(211)	(121)
Proceeds from sales of investment securities	1,721	782
Net cash provided by (used in) investing activities	(5,105,907)	(471,087)
Net cash provided by (used in) financing activities		
Purchase of treasury stock	(725)	(1,262)
Proceeds from share issuance to non-controlling shareholders	-	3,264
Cash dividends paid	(612,098)	(629,919)
Payment of dividends to Non-controlling shareholders	(64,443)	(50,507)
Net cash provided by (used in) financing activities	(677,268)	(678,425)
Effect of exchange rate changes on cash and cash equivalents	(226,549)	(84,164)
Net increase (decrease) in cash and cash equivalents	(3,791,365)	392,946
Cash and cash equivalents at beginning of period	9,089,067	5,297,701
Cash and cash equivalents at end of period	5,297,701	5,690,647

(5) Notes to consolidated financial statements*Notes related to Regarding premise of going concerns*

Non applicable

Changes in accounting policies

(Application of guidance on “Recoverability of Deferred Tax Assets”)

The company has applied “Guidance on Recoverability of Deferred Tax Assets” (Accounting Standards Board of Japan [ASBJ] Guidance No.26, March 28, 2016; hereafter “Guidance on Recoverability”) from the beginning of the current fiscal year and revised a part of the accounting procedure for recoverability of deferred tax assets.

The Company has applied “Guidance on Recoverability” in accordance with the provisions on transitional implementation indicated in Article 49(4) of “Guidance on Recoverability.” The differences between the amount of Deferred tax assets and Deferred tax liabilities in applying Article 49(3)① through ③ of “Guidance on Recoverability” at the beginning of the current fiscal year, and the amount of Deferred tax assets and Deferred tax liabilities at the end of the previous fiscal year have been added to Retained earnings at the beginning of the current fiscal year.

As the result, at the beginning of the current fiscal year, Deferred tax assets (“Investments and other assets”) increased by 20,367 thousand yen and Retained earnings increased by 20,367 thousand yen.

Segment information etc.

Segment information

1. Overview of reportable segment

Segments used for financial reporting are the Company’s constituent units for which separate financial information is available and for which the Board of Directors performs periodic studies for the purposes of determining the allocation of resources and evaluating performance.

Yushin carries out the development, production, sales and after-sales maintenance of take-out robots for injection-molded products and peripheral equipment, including labor-saving systems. In the domestic market, these operations are handled by the Company; overseas markets - North America, Asia (South Korea, Taiwan, China, Indonesia, Vietnam, Malaysia, Thailand and India) and Europe (UK) - are serviced by local subsidiaries, including Yushin America Inc. (US), Yushin Korea Co., Ltd. (South Korea) and Yushin Automation Limited (Europe). The local subsidiaries are independently managed units, with separately drafted strategies and activities.

Accordingly, Yushin's operations, based on its production, sales and after-sales maintenance setups, are geographically grouped into four reportable segments: Japan, North America, Asia and Europe.

2. Method of calculating sales and profit (loss), identifiable assets, and other items by business segment reported

Accounting policies for the reportable business segments are the same as “Basis of Presenting Consideration Financial Statements”.

Income by business segment reported is calculated based on operating income.

Inter-segment income and transfer are based on realized market price basis.

3. Information related to sales and profit (loss), identifiable assets, and other items for each reportable segment

FY2016 (from April 1, 2015 to March 31, 2016)

(Thousands of yen)

	Reportable segment				Total	Adjustment *1	Amounts shown on consolidated statements of income *2
	Japan	North America	Asia	Europe			
Net sales							
Sales to customers	10,818,516	3,564,300	4,885,210	1,880,562	21,148,591	-	21,148,591
Inter-segment sales or transfers	4,701,584	19,188	323,428	4,383	5,048,584	(5,048,584)	-
Total	15,520,101	3,583,489	5,208,639	1,884,946	26,197,176	(5,048,584)	21,148,591
Segment profit	1,505,359	443,394	799,920	229,917	2,978,592	107,470	3,086,063
Segment assets	21,275,945	2,183,103	3,851,007	851,720	28,161,776	1,247,825	29,409,602
Other items							
Depreciation and amortization	196,842	34,605	25,246	11,560	268,254	125,773	394,028
Increment of tangible & intangible assets	4,892,522	156,046	49,364	12,536	5,110,470	-	5,110,470

*Notes 1: Adjustment is as follows.

- (1) The 107,470 thousand yen adjustment to segment profit includes eliminations for inter-segment transactions of 103,549 thousand yen and inventory adjustments of 3,920 thousand yen.
- (2) The 1,247,825 thousand yen adjustment to segment assets includes eliminations for inter-segment transactions of (2,760,954) thousand yen and operating funds of surplus assets by the Company (cash and deposits, securities) and long-term investments funds (investments securities) of 4,008,780 thousand yen.

*Notes 2: Segment profit is adjusted to be consistent with operating income shown on the consolidated statements of income.

FY2017 (from April 1, 2016 to March 31, 2017)

(Thousands of yen)

	Reportable segment				Total	Adjustment *1	Amounts shown on consolidated statements of income *2
	Japan	North America	Asia	Europe			
Net sales							
Sales to customers	11,163,835	3,274,951	4,512,118	395,494	19,346,399	-	19,346,399
Inter-segment sales or transfers	4,381,261	10,841	264,479	1,418	4,658,001	(4,658,001)	-
Total	15,545,096	3,285,793	4,776,598	396,913	24,004,401	(4,658,001)	19,346,399
Segment profit	1,279,141	348,477	469,737	6,850	2,104,206	8,436	2,112,643
Segment assets	21,654,181	2,122,853	3,758,967	943,309	28,479,312	2,282,423	30,761,736
Other items							
Depreciation and amortization	404,333	37,117	19,852	12,848	474,151	5,477	479,629
Increment of tangible & intangible assets	459,360	25,255	16,565	45,432	546,613	-	546,613

*Notes 1: Adjustment is as follows.

- (1) The 8,436 thousand yen adjustment to segment profit includes eliminations for inter-segment transactions of 26,220 thousand yen and inventory adjustments of (17,784) thousand yen.
- (2) The 2,282,423 thousand yen adjustment to segment assets includes eliminations for inter-segment transactions of (2,504,133) thousand yen and operating funds of surplus assets by the Company (cash and deposits, securities) and long-term investments funds (investments securities) of 4,786,556 thousand yen.

*Notes 2: Segment profit is adjusted to be consistent with operating income shown on the consolidated statements of income.

Per share indexes

(Yen)

	FY2016	FY2017
Book-value per share (BPS)	1,401.54	1,444.38
Earnings per share (EPS)	109.14	78.93

*Notes 1: Net income per share fully diluted is not shown since there is none.

*Notes 2: The bases for calculating Earnings per share (EPS) are followings.

(Thousands of yen)

	FY2016	FY2017
Net income attributable to shareholders of the parent company	1,908,626	1,380,273
Amount not attributable to general shareholders	-	-
Net income attributable to shareholders of the parent company for common shares	1,908,626	1,380,273
Average number of shares	17,487,964 shares	17,487,612 shares

*Notes 3: The bases for calculating Book-value per share (BPS) are followings.

(Thousands of yen)

	As of March 31, 2016	As of March 31, 2017
Total net assets	24,715,668	25,451,718
Amounts deducted from total net assets	205,812	193,315
(Portion of non-controlling interest)	(205,812)	(193,315)
Net assets at fiscal year-end applicable to common shares	24,509,856	25,258,402
Number of common shares at fiscal year-end used in calculating book-value per share	17,487,825 shares	17,487,318 shares

Significant subsequent events

Non applicable

Order, backlog and sales

(1) Orders

1) Order received

(Thousands of yen)

Products	FY2016	FY2017	Changes (%)
Take-out robots	13,339,156	13,910,368	4.3
Custom-ordered equipment	2,500,196	3,207,275	28.3
Parts and maintenance service	3,224,039	3,114,945	(3.4)
Total	19,063,392	20,232,588	6.1

2) Backlog of orders

(Thousands of yen)

Products	As of March 31, 2016	As of March 31, 2017	Changes (%)
Take-out robots	1,921,151	2,420,933	26.0
Custom-ordered equipment	665,174	1,039,912	56.3
Parts and maintenance service	195,081	206,751	6.0
Total	2,781,407	3,667,596	31.9

(2) Net sales

(Thousands of yen)

Products	FY2016	FY2017	Changes (%)
Take-out robots	13,923,022	13,410,587	(3.7)
Custom-ordered equipment	3,997,845	2,832,537	(29.1)
Parts and maintenance service	3,227,723	3,103,275	(3.9)
Total	21,148,591	19,346,399	(8.5)

Overseas sales

FY2016 (from April 1, 2015 to March 31, 2016)

(Thousands of yen)

	North America	Asia	Europe	Other areas	Total
I Overseas sales	3,665,829	8,001,635	2,163,705	610,002	14,441,172
II Consolidated net sales					21,148,591
III Ratio of overseas sales to consolidated net sales (%)	17.3	37.8	10.2	2.9	68.3

FY2017 (from April 1, 2016 to March 31, 2017)

(Thousands of yen)

	North America	Asia	Europe	Other areas	Total
I Overseas sales	3,573,991	6,678,014	693,469	445,819	11,391,295
II Consolidated net sales					19,346,399
III Ratio of overseas sales to consolidated net sales (%)	18.5	34.5	3.6	2.3	58.9

4. Non-consolidated Financial Statements

(1) Non-consolidated balance sheets

	(Thousands of yen)	
	As of March 31, 2016	As of March 31, 2017
<ASSETS>		
Current assets		
Cash and deposits	3,188,986	4,113,442
Notes receivable - trade	1,081,421	1,018,392
Accounts receivable - trade	5,160,361	5,062,322
Merchandise and finished goods	341,968	375,874
Work in process	515,241	796,987
Raw materials and supplies	1,346,537	1,415,625
Prepaid expenses	65,557	81,658
Consumption taxes receivable	102,232	515,608
Deferred tax assets	361,596	166,988
Other	442,261	257,110
Allowance for doubtful accounts	(700)	(800)
Total current assets	12,605,465	13,803,212
Non-current assets		
Property, plant and equipment		
Buildings	1,246,341	5,286,602
Structures	79,795	254,764
Machinery and equipment	21,391	108,742
Tools, furniture and fixtures	61,794	156,661
Land	5,490,953	5,490,953
Lease assets	12,804	8,811
Construction in progress	4,587,525	5,749
Total property, plant and equipment	11,500,607	11,312,285
Intangible assets		
Telephone subscription right	11,430	11,430
Software	53,585	382,732
Software in progress	217,782	-
Total intangible assets	282,797	394,162
Investments and other assets		
Investment securities	185,438	220,783
Stocks of subsidiaries and affiliates	805,760	808,896
Investments in capital of subsidiaries and affiliates	297,873	297,873
Guarantee deposits	26,960	10,786
Deferred tax assets	72,643	166,405
Other	338,417	317,008
Allowance for doubtful accounts	(14)	(251)
Total investments and other assets	1,727,078	1,821,502
Total non-current assets	13,510,482	13,527,950
Total assets	26,115,948	27,331,162

(Thousands of yen)

	As of March 31, 2016	As of March 31, 2017
<LIABILITIES>		
Current liabilities		
Notes payable - trade	47,272	83,816
Electronically recorded obligations - operating	652,843	1,306,059
Accounts payable - trade	1,325,768	1,458,758
Accounts payable - other	523,060	589,841
Accrued expenses	100,737	108,170
Income taxes payable	435,890	25,798
Advances received	60,734	127,941
Deposits received	25,154	19,470
Provision for bonuses	236,000	250,000
Provision for directors' bonuses	29,960	22,710
Provision for product warranties	96,000	77,000
Other	4,227	4,221
Total current liabilities	3,537,649	4,073,787
Non-current liabilities		
Provision for directors' retirement benefit	66,780	66,780
Other	9,960	5,761
Total non-current liabilities	76,740	72,541
Total liabilities	3,614,390	4,146,329
<NET ASSETS>		
Shareholders' equity		
Capital stock	1,985,666	1,985,666
Capital surplus		
Legal capital surplus	2,023,903	2,023,903
Total capital surplus	2,023,903	2,023,903
Retained earnings		
Legal retained earnings	286,314	286,314
Other retained earnings		
Reserve for dividend equalization	1,000,000	1,000,000
General reserve	8,700,000	8,700,000
Retained earnings brought forward	8,824,484	9,484,396
Total retained earnings	18,810,799	19,470,711
Treasury stock	(352,731)	(353,994)
Total Shareholders' equity	22,467,637	23,126,287
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	33,920	58,545
Total valuation and translation adjustments	33,920	58,545
Total net assets	22,501,557	23,184,832
Total liabilities and net assets	26,115,948	27,331,162

(2) Non-consolidated statements of income

	(Thousands of yen)	
	FY2016	FY2017
Net sales	15,520,101	15,545,096
Cost of sales	10,235,848	10,119,689
Gross profit	5,284,252	5,425,406
Selling, general and administrative expenses	3,778,892	4,146,265
Operating income	1,505,359	1,279,141
Non-operating income		
Interest income	8,597	2,764
Dividends income	726,971	406,823
Purchase discounts	14,270	12,556
Subsidy income	12,208	22,942
Other	11,088	30,392
Total non-operating income	773,135	475,478
Non-operating expenses		
Sales discounts	941	1,209
Foreign exchange losses	8,928	25,721
Other	1,355	5,828
Total non-operating expenses	11,225	32,759
Ordinary income	2,267,269	1,721,859
Extraordinary income		
Gain on sales of investment securities	1,104	574
Total extraordinary income	1,104	574
Extraordinary loss		
Loss on sales and retirement of non-current assets	63,801	50,756
Total extraordinary losses	63,801	50,756
Income before income taxes	2,204,572	1,671,677
Income taxes - current	656,218	292,168
Income taxes - deferred	(128,401)	110,405
Total income taxes	527,816	402,573
Net income	1,676,755	1,269,103

(3) Non-consolidated statements of changes in net assets

FY2016

(Thousands of Yen)

	Shareholders' equity							
	Capital stock	Capital surplus		Legal retained earnings	Retained earnings			Total retained earnings
		Legal capital surplus	Total Capital surplus		Other retained earnings			
					Reserve for dividend equalization	General reserve	Retained earnings brought forward	
Balance at the beginning of current period	1,985,666	2,023,903	2,023,903	286,314	1,000,000	8,700,000	7,759,810	17,746,125
Cumulative effects of changes in accounting policies								-
Restated balance	1,985,666	2,023,903	2,023,903	286,314	1,000,000	8,700,000	7,759,810	17,746,125
Changes of items during the period								
Dividends from surplus							(612,081)	(612,081)
Net income							1,676,755	1,676,755
Purchase of treasury stock								
Net changes of items other than shareholders' equity								
Total changes of items during the period	-	-	-	-	-	-	1,064,673	1,064,673
Balance at the end of current period	1,985,666	2,023,903	2,023,903	286,314	1,000,000	8,700,000	8,824,484	18,810,799

	Shareholders' equity		Valuation and translation adjustments		Total net assets
	Treasury stock	Total Shareholders' equity	Valuation difference on available-for-sale securities	Total Valuation and translation adjustments	
Balance at the beginning of current period	(352,005)	21,403,689	107,003	107,003	21,510,693
Cumulative effects of changes in accounting policies		-			-
Restated balance	(352,005)	21,403,689	107,003	107,003	21,510,693
Changes of items during the period					
Dividends from surplus		(612,081)			(612,081)
Net income		1,676,755			1,676,755
Purchase of treasury stock	(725)	(725)			(725)
Net changes of items other than shareholders' equity			(73,083)	(73,083)	(73,083)
Total changes of items during the period	(725)	1,063,948	(73,083)	(73,083)	990,864
Balance at the end of current period	(352,731)	22,467,637	33,920	33,920	22,501,557

FY2017

(Thousands of Yen)

	Shareholders' equity							
	Capital stock	Capital surplus		Legal retained earnings	Retained earnings			Total retained earnings
		Legal capital surplus	Total capital surplus		Other retained earnings			
					Reserve for dividend equalization	General reserve	Retained earnings brought forward	
Balance at the beginning of current period	1,985,666	2,023,903	2,023,903	286,314	1,000,000	8,700,000	8,824,484	18,810,799
Cumulative effects of changes in accounting policies							20,367	20,367
Restated balance	1,985,666	2,023,903	2,023,903	286,314	1,000,000	8,700,000	8,844,851	18,831,166
Changes of items during the period								
Dividends from surplus							(629,558)	(629,558)
Net income							1,269,103	1,269,103
Purchase of treasury stock								
Net changes of items other than shareholders' equity								
Total changes of items during the period	-	-	-	-	-	-	639,544	639,544
Balance at the end of current period	1,985,666	2,023,903	2,023,903	286,314	1,000,000	8,700,000	9,484,396	19,470,711

	Shareholders' equity		Valuation and translation adjustments		Total net assets
	Treasury stock	Total Shareholders' equity	Valuation difference on available-for-sale securities	Total Valuation and translation adjustments	
Balance at the beginning of current period	(352,731)	22,467,637	33,920	33,920	22,501,557
Cumulative effects of changes in accounting policies		20,367			20,367
Restated balance	(352,731)	22,488,004	33,920	33,920	22,521,924
Changes of items during the period					
Dividends from surplus		(629,558)			(629,558)
Net income		1,269,103			1,269,103
Purchase of treasury stock	(1,262)	(1,262)			(1,262)
Net changes of items other than shareholders' equity			24,625	24,625	24,625
Total changes of items during the period	(1,262)	638,282	24,625	24,625	662,907
Balance at the end of current period	(353,994)	23,126,287	58,545	58,545	23,184,832

5. Other

Appointment and Retirement of Directors and Auditors

1. Representative

Non applicable

2. Other Members (Effective on June 22, 2017)

(1) Promotion of Director

Yasushi Kitagawa, Executive Managing Director

(currently Managing Director and General Manager of Manufacturing Division)

(2) Candidate for new Director

Tomohiro Inano, Director

(currently Executive Officer and General Manager of Sales Division)

(3) Candidate for new Corporate Auditor

Yoshihisa Nakanishi, Corporate Auditor (Full-time)

Michitoshi Morimoto, Corporate Auditor (Outside)

* Michitoshi Morimoto is a candidate for Outside Corporate Auditor stipulated in Item 16,
Article 2 of the Companies Act.

(4) Corporate Auditor scheduled to retire

Shujiro Sawada, Corporate Auditor (Full-time)

Takao Yoshikawa, Corporate Auditor (Outside)

End of Materials