

FY2017 CONSOLIDATED RESULTS

FOR THE FIRST QUARTER



August 7, 2017

Consolidated Results Summary

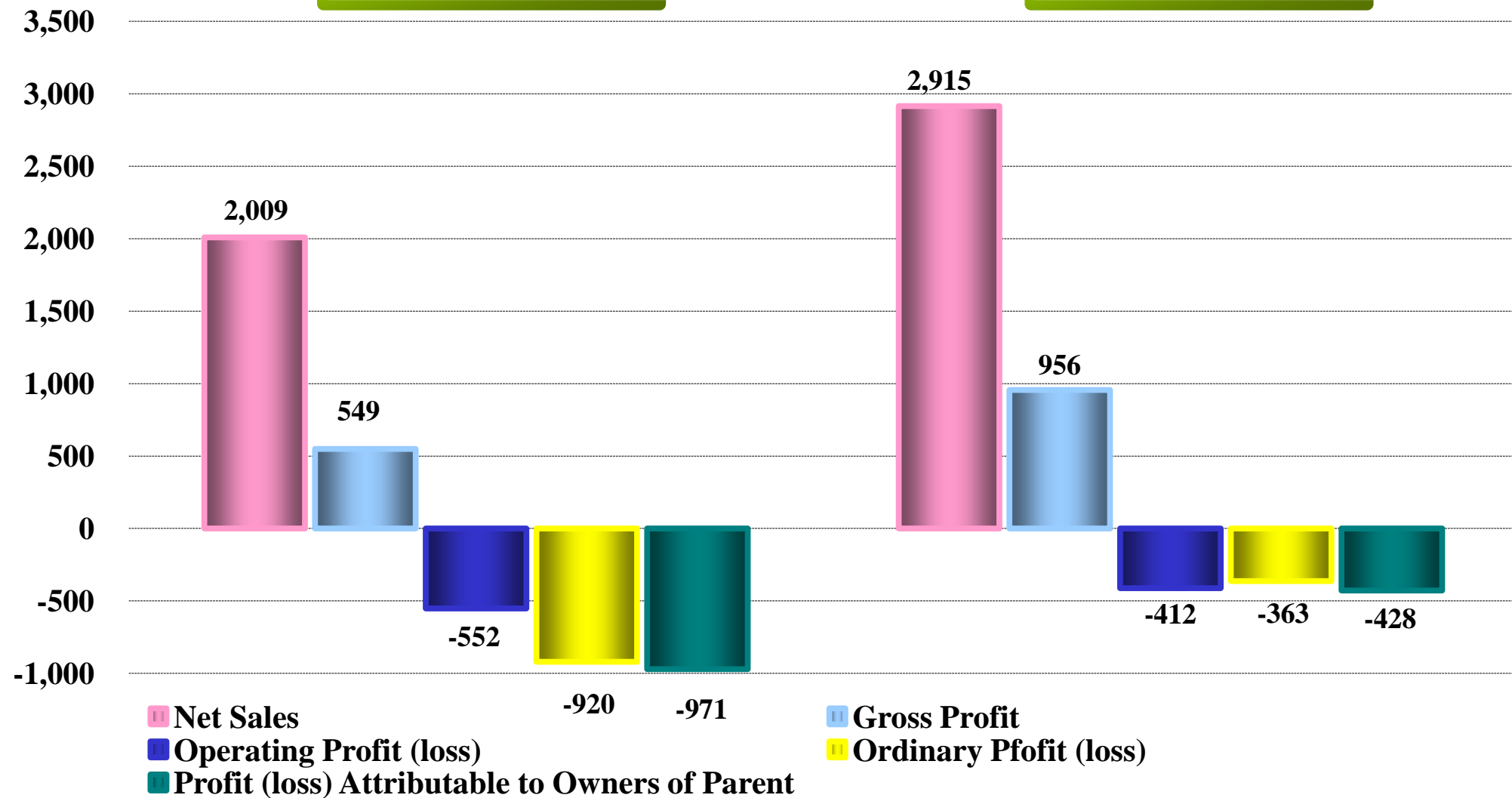
(¥ million)	FY2016 1Q (Profit Ratio)	FY 2016 (Profit Ratio)	FY2017 1Q (Profit Ratio)	Year-Over-Year Rate
Net Sales	2,009	16,438	2,915	45.1%
Gross Profit	549 (27.3%)	5,370 (32.7%)	956 (32.8%)	74.0%
Operating Profit (loss)	-552 (-27.5%)	294 (1.8%)	-412 (-14.1%)	-
Ordinary Profit (loss)	-920 (-45.8%)	432 (2.6%)	-363 (-12.4%)	-
Profit (loss) Attributable to Owners of Parent	-971 (-48.3%)	243 (1.5%)	-428 (-14.7%)	-
Orders Received	3,026	18,786	3,136	3.6%

Sales, Revenue and Profit

FY2016 1Q

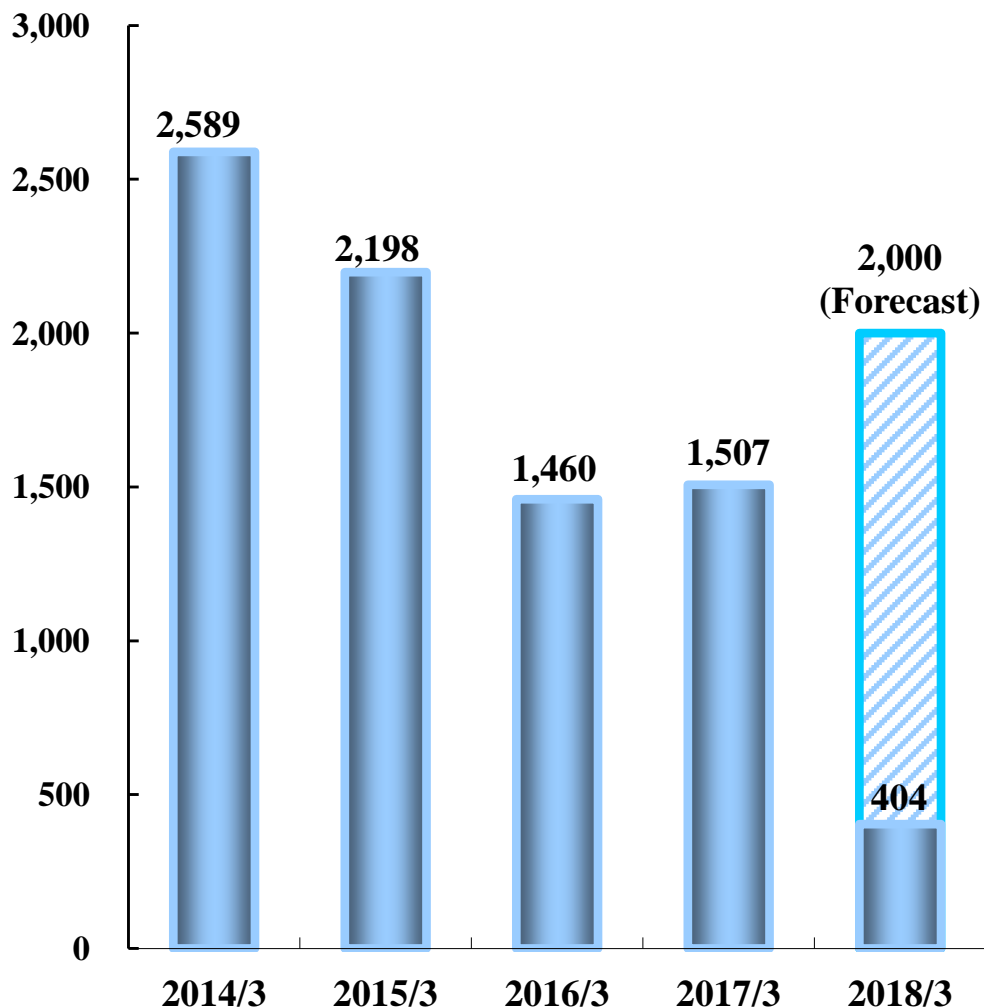
FY2017 1Q

(¥ million)



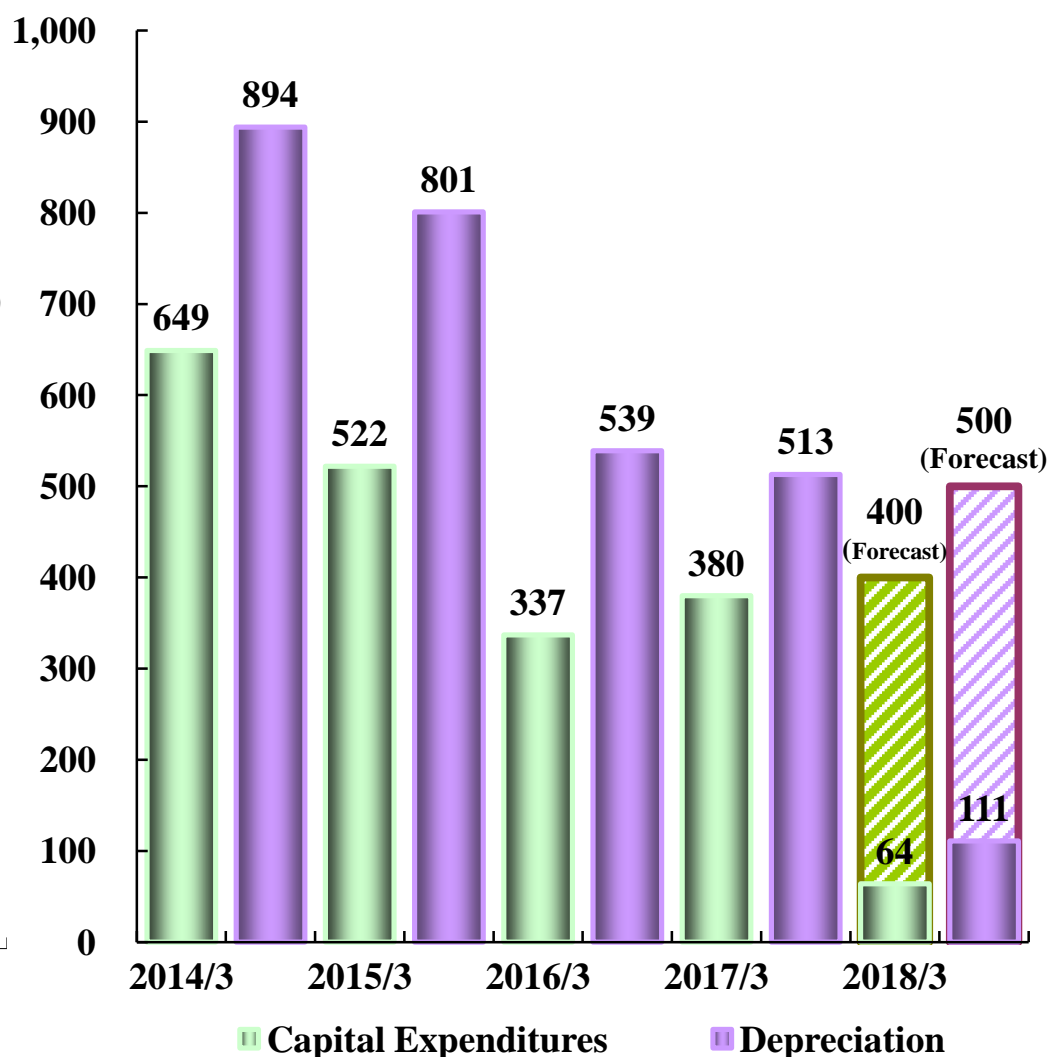
R&D Expenses

(¥ million)



Capital Expenditures and Depreciation

(¥ million)



Consolidated Balance Sheets

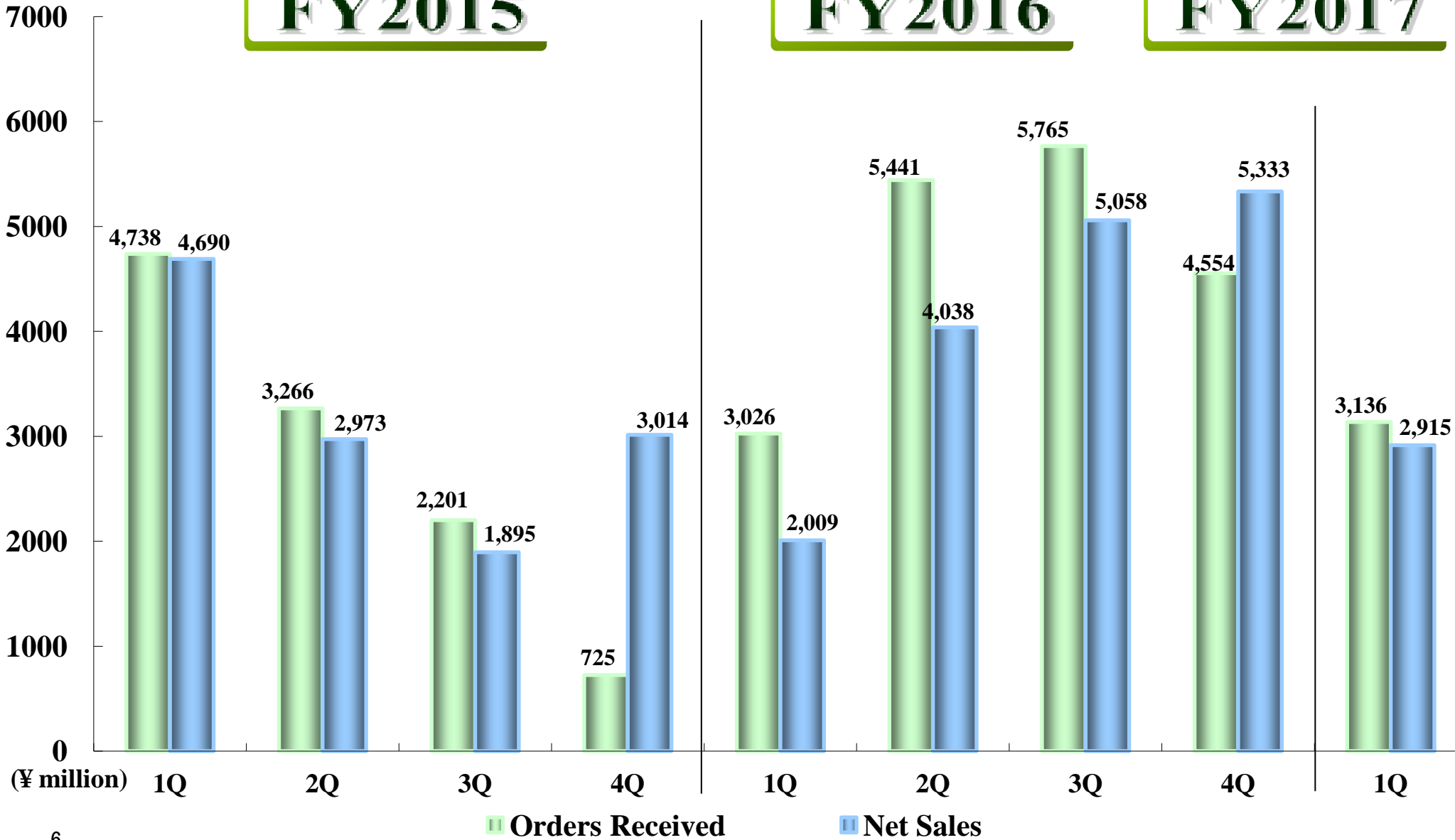
	(¥ million)	FY2015	FY2016 1Q	Increase
Total Current Assets		16,124	15,999	-125
Cash and Deposits		4,849	3,834	-1,015
Merchandise and Finished Goods		2,568	3,497	929
Other, Current Assets		690	357	-333
Total Non-current assets		9,077	8,894	-183
Total Assets		25,201	24,893	-308
Total Current Liabilities		2,226	2,413	188
Accounts Payable - trade		1,163	1,437	274
Provision for Bonuses		227	119	-108
Total Non-current Liabilities		1,397	1,387	-10
Total Liabilities		3,622	3,800	177
Total shareholders' equity		19,843	19,415	-428
Retained Earnings		5,726	5,298	-428
Total accumulated other comprehensive income		1,736	1,679	-57
Total Net Assets		21,579	21,094	-485
Total Liabilities and Net Assets		25,201	24,893	-308

Quarterly Orders Received and Net Sales

FY2015

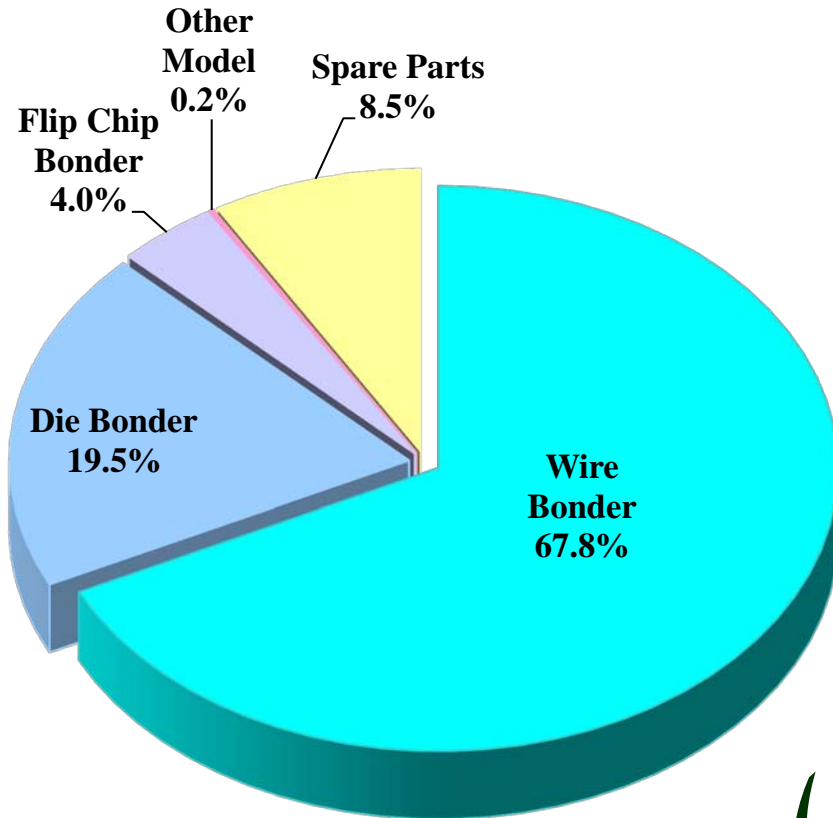
FY2016

FY2017

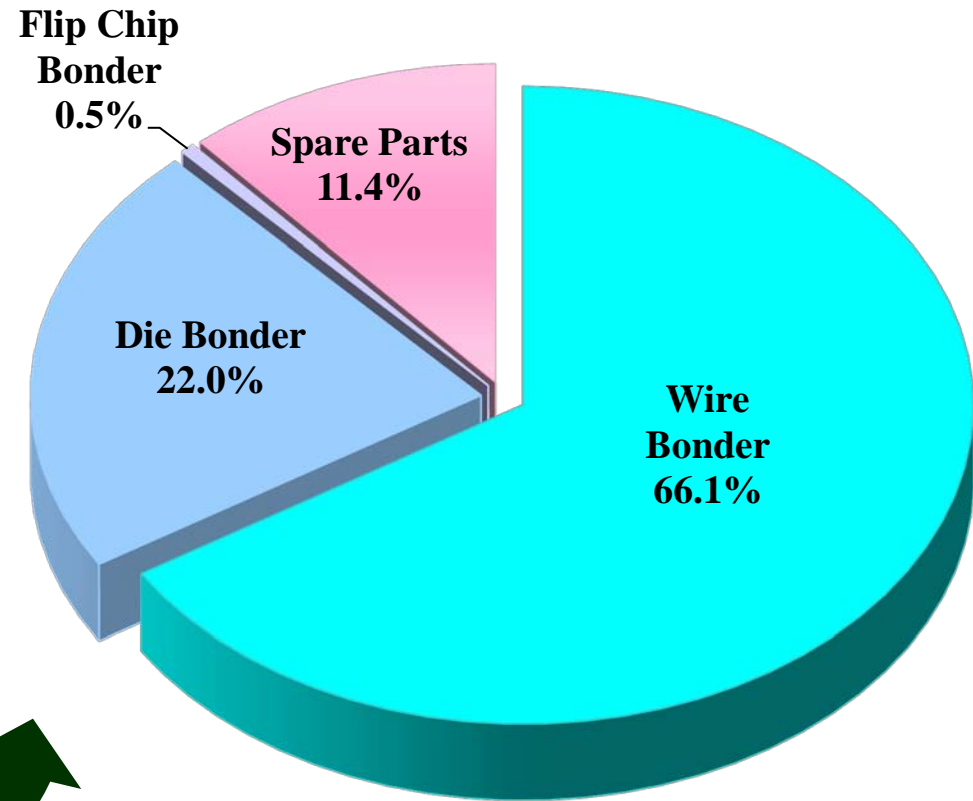


Sales Breakdown by Product Type

FY2016



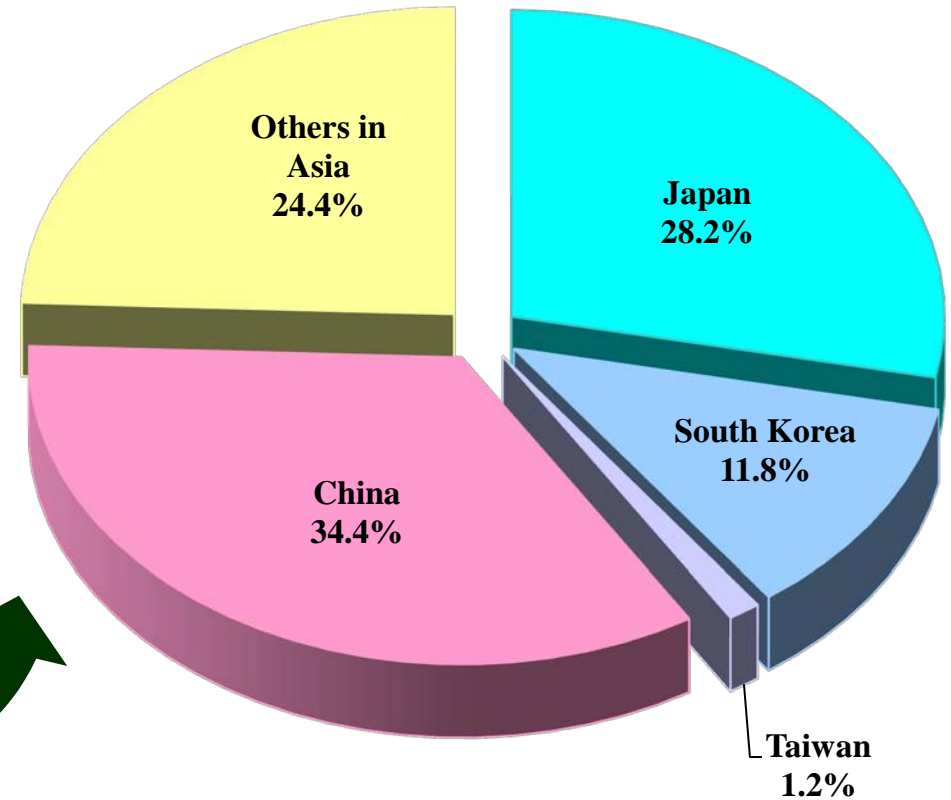
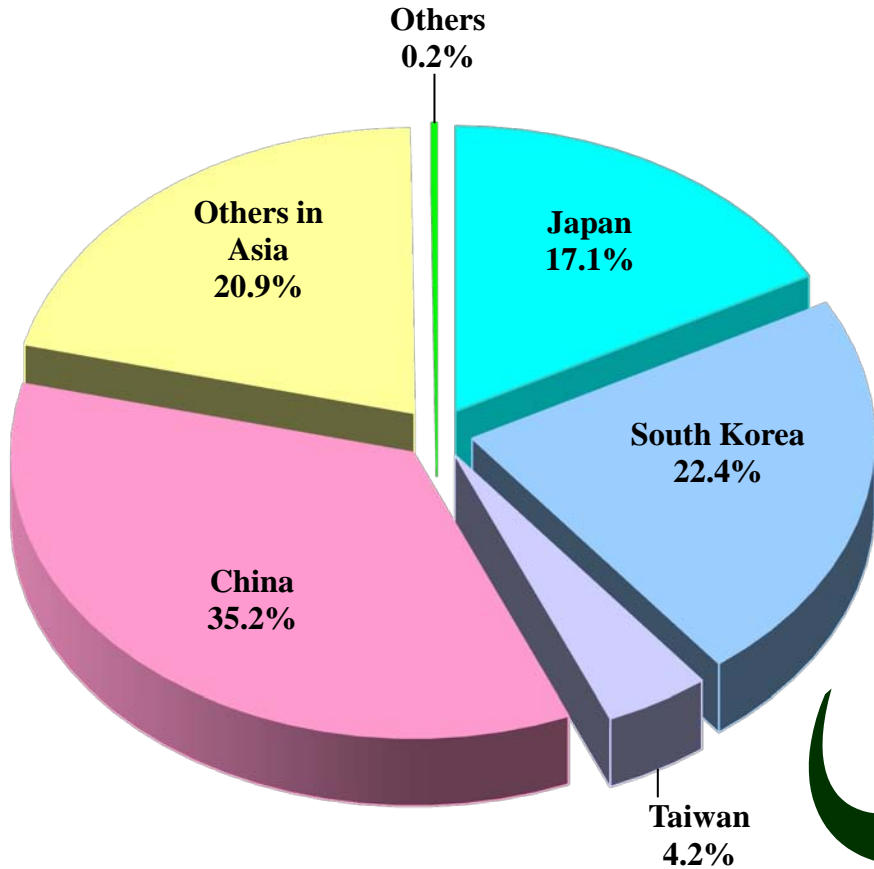
FY2017 1Q



Sales Breakdown by Region

FY2016

FY2017 1Q



Forecast for FY2017

(¥ million)	FY2017		FY2016 Full Year	Year-over-Year Rate
	2Q	Full Year		
Net Sales	7,900	18,900	16,438	15.0%
Operating Profit (loss)	-230	310	294	5.3%
Ordinary Profit (loss)	-230	360	432	-16.7%
Profit (loss) Attributable to Owners of Parent	-320	210	243	-13.6%

* Assumed Exchange Rate : 110 yen / U.S. dollar

Cautionary Statement

This presentation sheets contain forward-looking statements that reflect management's views and assumptions based on the information currently available with respect to certain future events including earning forecast, business strategies and prospect. Actual results may differ materially from those statements due to changes in various factors, thus the events and results of such forward-looking assumptions cannot be assured. Any forward-looking statements speak only as of the date of this presentation sheets, and SHINKAWA assumes no duty to update such statements.

The factors that may cause actual results to differ materially from those predicted by such forward-looking statements include, but are not limited to, unanticipated changes in demand for SHINKAWA's products owing to changes in the economic conditions in SHINKAWA's markets, changes in exchange rates, the impact of changes in regulations, accounting principles and practices.

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