

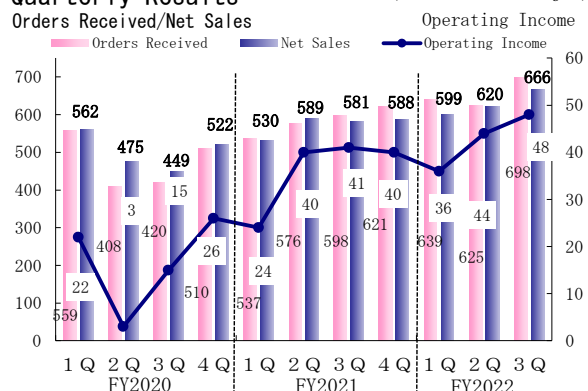
## Consolidated Results for the Third Quarter of FY2022 (Dec. 2021 to Aug. 2022)

## Consolidated Financial Results and Forecast

(Millions of JPY) • Quarterly Results (Millions of JPY)

	YoY	FY2021			FY2022			FY2022		
		1 H (Dec-May)	1 - 3 Q (Dec-Aug)	Full Year	1 H (Dec-May)	1 - 3 Q (Dec-Aug)	Full Year Forecast	1 Q (Dec-Feb)	2 Q (Mar-May)	3 Q (Jun-Aug)
Net Sales		112,047	170,242	229,117	122,092	+10.9% 188,785	+9.1% 250,000	59,995	62,097	66,693
Operating Income	(5.7%) 6,435	(6.2%) 10,619	(6.4%) 14,718	(6.6%) 8,100	(6.9%) 12,984	+15.5% 17,000	(6.1%) 3,636	(7.2%) 4,463	(7.3%) 4,884	
Ordinary Income	(5.8%) 6,505	(6.0%) 10,223	(6.3%) 14,457	(7.2%) 8,769	(7.3%) 13,711	+10.7% 16,000	(6.0%) 3,610	(8.3%) 5,159	(7.4%) 4,941	
Net Income attributable to owners of the parent	4,474	7,126	9,993	5,830	9,276	+10.1% 11,000	2,379	3,451	3,446	
Exchange Rate (USD)	JPY 106	JPY 107	JPY 108	JPY 119	JPY 124	JPY 124	JPY 114	JPY 124	JPY 135	
(EUR)	JPY 128	JPY 129	JPY 129	JPY 132	JPY 134	JPY 134	JPY 129	JPY 134	JPY 139	
(CNY)	JPY 16.4	JPY 16.6	JPY 16.8	JPY 18.5	JPY 19.0	JPY 19.0	JPY 18.0	JPY 19.1	JPY 20.0	
Cash Dividends			JPY 100			JPY 100				

## Quarterly Results



	FY2021		FY2022	
	3 Q	Full Year	3 Q	Full Year Forecast
Total Assets	305,136	319,312	349,043	342,000
(Stockholders' Equity Ratio)	(40.9%)	(40.7%)	(42.8%)	(42.4%)
Stockholders' Equity	124,813	130,104	149,299	145,000
ROE	7.9%	8.1%	8.9%	8.0%
Interest-bearing Debts	90,295	90,475	98,231	96,000
Net D/E ratio	0.43	0.39	0.45	0.44
Facility Investment	10,250	16,341	14,877	21,500
Depreciation and Amortization	12,536	16,838	13,451	17,800
Number of Employees	7,268	7,205	7,284	7,380

## Operating Income Analysis

FY2021 3Q → FY2022 3Q  
2.4 Increase

- Increase of operating rate +4.2
- Fluctuation of exchange rate +3.3
- Increase in sales price +2.9
- Cost reduction +1.1
- Total +11.5
- Rise in material price -4.1
- Increase in fixed costs, SGA and others -5.0
- Total -9.1

## Sales and Operating Income by Business Segments

(Millions of JPY) • Quarterly Results (Millions of JPY)

	YoY	FY2021			FY2022			FY2022		
		1 H (Dec-May)	1 - 3 Q (Dec-Aug)	Full Year	1 H (Dec-May)	1 - 3 Q (Dec-Aug)	Full Year Forecast	1 Q (Dec-Feb)	2 Q (Mar-May)	3 Q (Jun-Aug)
Machinery & Tools										
Cutting Tools		14,418	22,176	30,213	16,487	(+14.9%) 25,472	(+12.5%) 34,000	7,814	8,673	8,984
Machine Tools		7,375	10,429	13,057	4,538	(-28.6%) 7,442	(-27.2%) 9,500	2,239	2,298	2,903
Robots		13,750	20,940	28,223	16,271	(+26.0%) 26,387	(+18.7%) 33,500	8,037	8,234	10,115
Net Sales		35,544	53,546	71,493	37,297	(+10.7%) 59,301	(+7.7%) 77,000	18,091	19,206	22,004
Operating Income		1,789	3,119	4,609	3,108	(+76.9%) 5,519	(+36.7%) 6,300	1,294	1,814	2,411
Components										
Bearings		36,409	55,520	74,390	39,921	(+11.2%) 61,737	(+10.2%) 82,000	19,853	20,068	21,815
Hydraulic Equipment		23,039	35,008	48,015	26,163	(+13.1%) 39,604	(+12.5%) 54,000	13,183	12,979	13,441
Automotive Hydraulics		11,046	16,829	22,332	10,758	(-4.9%) 15,998	(-3.7%) 21,500	5,088	5,670	5,239
Net Sales		70,496	107,358	144,738	76,844	(+9.3%) 117,340	(+8.8%) 157,500	38,125	38,718	40,496
Operating Income		4,651	7,364	9,903	4,348	(-12.5%) 6,443	(+1.0%) 10,000	2,105	2,242	2,094
Other										
Special Steel		5,210	8,140	11,215	7,088	(+33.2%) 10,842	(+22.2%) 13,700	3,330	3,757	3,754
Others		795	1,196	1,669	862	(+8.7%) 1,300	(+7.8%) 1,800	448	414	437
Net Sales		6,006	9,337	12,884	7,951	(+30.1%) 12,143	(+20.3%) 15,500	3,778	4,172	4,192
Operating Income		-45	26	99	641	(-) 1,022	(+607.1%) 700	234	407	381
Total net sales		112,047	170,242	229,117	122,092	(+10.9%) 188,785	(+9.1%) 250,000	59,995	62,097	66,693
Total Operating Income		6,435	10,619	14,718	8,100	(+22.3%) 12,984	(+15.5%) 17,000	3,636	4,463	4,884
Japan		57,385	87,082	116,771	60,585	(+4.2%) 90,711	(+4.9%) 122,500	29,880	30,704	30,125
Overseas (Overseas Sales Ratio)		54,661 (48.8%)	83,159 (48.8%)	112,345 (49.0%)	61,507 (50.4%)	(+17.9%) 98,074 (52.0%)	(+13.5%) 127,500 (51.0%)	30,114 <50.2%>	31,392 <50.6%>	36,567 <54.8%>
Americas		12,979	20,126	26,624	15,289	(+24.0%) 24,955	(+18.3%) 31,500	6,588	8,700	9,666
Europe		5,992	9,418	12,720	7,430	(+22.2%) 11,506	(+14.0%) 14,500	3,560	3,869	4,076
China		21,507	31,966	43,186	21,599	(+10.3%) 35,268	(+8.8%) 47,000	11,666	9,933	13,669
ASEAN and other areas		14,182	21,648	29,814	17,187	(+21.7%) 26,343	(+15.7%) 34,500	8,299	8,888	9,155