



August 10, 2017

**Quarterly Financial Results for the Fiscal Year Ending September 30, 2017 (J-GAAP)
(3rd Quarter / October 1, 2016 - June 30, 2017)**

Company Name Hosokawa Micron Corporation
 Stock Exchange Listing Tokyo Stock Exchange
 Stock Code 6277 URL <http://www.hosokawamicron.co.jp>
 President Yoshio Hosokawa
 Contact Tetsuya Inoue, Director & Executive Officer, Finance & Accounting
 Telephone +81-(0)72-855-2225
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(Figures are rounded down to the nearest million yen)

1. Quarterly Consolidated Financial Results (October 1, 2016 to June 30, 2017)

(1) Consolidated Results of Operation (Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
3rd quarter ended June. 2017	34,993	9.8	3,028	45.4	3,207	53.8	2,285	59.6
3rd quarter ended June. 2016	31,856	(0.7)	2,083	181.2	2,085	134.9	1,431	164.4

(Reference) Comprehensive Income (million Yen) 3rd quarter ended June.2017: 4,809 3rd quarter ended June.2016: Δ1,888

	Earnings per share	Diluted earnings per share
	Yen	Yen
3rd quarter ended June. 2017	273.04	271.93
3rd quarter ended June. 2016	171.03	170.45

Note : The Company carried out a one-for-five common share consolidation with an effective date of April 1, 2017. In accordance with it, earnings per share and diluted earnings per share are calculated based on the assumption that the common share consolidation had been carried out at the beginning of the previous final year.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June. 30, 2017	55,084	32,511	58.8
As of Sep. 30, 2016	47,880	28,690	59.7

(Reference) Shareholders' Equity (million Yen) June. 2017: 32,411 June. 2016: 28,601

2. Dividends

	Dividends per share				
	1st Quarter	2nd Quarter	3rd Quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
Year ended Sept. 2016 (actual)	—	7.50	—	10.00	17.50
Year ended Sept. 2017 (actual)	—	7.50	—		
Year ended Sept. 2017 (forecast)				37.50	—

Note : The Company carried out a one-for-five common share consolidation with an effective date of April 1, 2017. In accordance with it, figures for the dividends per share for Year ending September 30, 2017 (forecast) are amounts that take into account the common share consolidation, and total dividends are shown as “—.” Year-end dividends per share for Year ending September 30, 2017 (forecast) without taking into account the common share consolidation are 7.50 yen, and dividends per share are 15.00 yen. For details, please see “Explanation regarding appropriate use of earnings forecasts and other special notes.”

3. Consolidated Forecasts for the Fiscal Year Ending September 30, 2017
(October 1, 2016 - September 30, 2017)

(Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full Year	45,000	0.8	3,750	2.5	3,750	0.9	2,550	0.8	304.58

Note(1) : Revisions of the Consolidated forecast since the latest announcement: No

(2) : The consolidated forecasts for earnings per share for the Full year above, takes into account the impact of the common share consolidation. (If the common share consolidation is not taken into account, the amount is 60.92 yen). For details, please see "Explanation regarding appropriate use of earnings forecasts and other special notes."

4. Others

(1) Changes in consolidated subsidiaries during the period (changes in scope of consolidation): None

(2) Adoption of simplified accounting treatment for quarterly closing: Yes

(3) Changes in accounting treatment for quarterly consolidated financial statement:

1) Changes caused by revision of accounting standards: None

2) Other changes: None

(4) Number of shares outstanding (common stock)

1) Number of shares outstanding at the end of the period (incl. treasury stock)

June. 2017: 8,615,269 shares Sept. 2016: 8,615,269 shares

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

June. 2017: 296,390 shares Sept. 2016: 244,327 shares

3) Average number of shares in the fiscal year

June. 2017: 8,369,245 shares June. 2016: 8,372,416 shares

Note : The Company carried out a one-for-five common share consolidation with an effective date of April 1, 2017. In accordance with it, average number of shares are calculated based on the assumption that the common share consolidation had been carried out at the beginning of the previous final year.

* This quarterly consolidated financial statements is not subject to quarterly review procedures.

* Explanation regarding appropriate use of earnings forecasts and other special notes

Note(1) : The forecasts above are based on currently available information at the time of announcement. Actual results may differ from these forecasts for a number of factors.

(2) : The Company carried out a one-for-five common share consolidation with an effective date of April 1, 2017. In accordance with a resolution of the 72th Ordinary General Meeting of Shareholders held on December 20, 2016. In addition, the company carried out the change of number of shares (from 1,000 shares to 100 shares) on the same date. Dividend forecasts and consolidated forecasts for year ending September 30, 2017 without taking into account the common share consolidation are as follows.

1. Dividend forecasts for year ending September 30, 2017

Dividends per share

At end of fiscal year 7.50 yen

2. Consolidated forecasts for year ending September 30, 2017

Earnings per share

As of September 30, 2017 60.92 yen

5. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of Yen)

	As of September 30, 2016	As of June 30, 2017
Assets		
Current Assets		
Cash and deposits	12,642	16,157
Notes and accounts receivable-trade	10,595	11,340
Finished goods	1,212	2,558
Work in process	2,649	2,628
Raw materials and supplies	2,031	1,699
Deferred tax assets	486	506
Other	707	1,122
Allowance for doubtful accounts	(163)	(154)
Total Current Assets	30,162	35,858
Non-Current Assets		
Property, plant and equipment		
Buildings and structures	15,501	16,529
Machinery, equipment and vehicles	9,007	10,351
Land	4,296	4,432
Construction in progress	64	202
Other	1,768	1,999
Accumulated depreciation and impairment loss	(15,109)	(16,735)
Total property, plant and equipment	15,528	16,779
Intangible assets		
Goodwill	153	124
Other	190	206
Total intangible assets	343	330
Investments and other assets		
Investment securities	1,094	1,474
Deferred tax assets	515	427
Other	245	219
Allowance for doubtful accounts	(9)	(7)
Total investments and other assets	1,845	2,114
Total Non-Current Assets	17,717	19,225
TOTAL ASSETS	47,880	55,084

(Millions of Yen)

	As of September 30, 2016	As of June 30, 2017
Liabilities		
Current Liabilities		
Notes and accounts payable-trade	4,202	5,787
Current portion of long-term loans payable	987	869
Accrued expenses	1,961	2,452
Income taxes payable	551	224
Deferred tax liabilities	28	93
Advances received	3,224	5,035
Provision for bonuses	409	209
Provision for directors' bonuses	58	36
Provision for product warranties	609	545
Provision for point card certificates	47	62
Other	1,111	978
Total Current Liabilities	13,193	16,295
Non-Current Liabilities		
Long-term loans payable	1,902	1,730
Net defined benefit liability	3,928	4,329
Deferred tax liabilities	—	43
Other	165	173
Total Non-Current Liabilities	5,996	6,277
Total Liabilities	19,190	22,572
Net Assets		
Shareholders' Equity		
Capital stock	14,496	14,496
Capital surplus	5,148	5,146
Retained earnings	16,674	18,227
Treasury stock	(918)	(1,184)
Total Shareholders' Equity	35,400	36,686
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(97)	184
Deferred gains or losses on hedges	9	41
Foreign currency translation adjustment	(6,133)	(3,893)
Remeasurements of defined benefit plans	(576)	(607)
Total accumulated other comprehensive income	(6,798)	(4,274)
Subscription rights to shares	88	99
Total Net Assets	28,690	32,511
Total Liabilities and Net Assets	47,880	55,084

(2) Consolidated Statements of Income

(Millions of Yen)

	Oct. 1, 2015 - June. 30, 2016	Oct. 1, 2016- June. 30, 2017
Net sales	31,856	34,993
Cost of sales	20,649	22,511
Gross profit	11,206	12,481
Selling, general and administrative expenses	9,123	9,453
Operating profit	2,083	3,028
Non-operating income		
Interest income	28	13
Dividend income	19	20
Equity in earnings of affiliates	35	22
Foreign exchange gains	—	145
Gain on reversal of Litigation expense	31	—
Other	49	34
Total non-operating Income	165	235
Non-operating expenses		
Interest expenses	23	14
Foreign exchange losses	56	—
Loss on valuation of derivatives	36	1
Other	47	40
Total non-operating Expenses	163	56
Ordinary profit	2,085	3,207
Extraordinary income		
Gain on sales of non-current assets	61	19
Total extraordinary income	61	19
Extraordinary losses		
Loss on sales and retirement of non-current assets	7	2
Commemorative function cost	68	—
Total extraordinary loss	75	2
Income before income taxes	2,071	3,224
Income taxes	639	939
Net income	1,431	2,285
Profit attributable to owners of parent	1,431	2,285

(3) Consolidated Statements of Comprehensive Income

(Millions of Yen)

	Oct. 1, 2015 - June. 30, 2016	Oct. 1, 2016 - June. 30, 2017
Income before minority interests	1,431	2,285
Other comprehensive income		
Valuation difference on available-for-sale securities	(343)	281
Deferred gains or losses on hedges	19	32
Foreign currency translation adjustment	(3,108)	2,240
Remeasurements of defined benefit plans, net of tax	113	(30)
Total other comprehensive income	(3,320)	2,523
Comprehensive income	(1,888)	4,809
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(1,888)	4,809
Comprehensive income attributable to minority interests	—	—