



**Quarterly Financial Results for the Fiscal Year Ending September 30, 2018 (J-GAAP)  
(2nd Quarter / October 1, 2017 - March 31, 2018)**

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 Stock Exchange Listing Tokyo Stock Exchange  
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 Scheduled date of filing Quarterly Report May 14, 2018

(Figures are rounded down to the nearest million yen)

1. Quarterly Consolidated Financial Results (October 1, 2017 to March 31, 2018)

(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	%
2nd quarter ended Mar. 2018	27,162	17.7	3,136	44.4	3,118	35.5	1,932	18.1
2nd quarter ended Mar. 2017	23,087	8.8	2,171	55.8	2,301	67.2	1,635	70.5

(Reference) Comprehensive Income (million Yen) 2nd quarter ended Mar.2018: 1,407 2nd quarter ended Mar.2017: 3,020

	Earnings per share	Diluted earnings per share
	Yen	Yen
2nd quarter ended Mar. 2018	235.99	235.17
2nd quarter ended Mar. 2017	195.42	194.65

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 Mar. 31, 2018	58,581	34,966	59.6
As of Sep. 30, 2017	56,840	33,965	59.6

(Reference) Shareholders' Equity (million Yen) Mar. 2018: 34,892 Sep. 2017: 33,860

2. Dividends

	Dividends per share				
	1st Quarter	2nd Quarter	3rd Quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
Year ended Sept. 2017 (actual)	—	7.50	—	50.00	—
Year ended Sept. 2018 (actual)	—	50.00			
Year ended Sept. 2018 (forecast)			—	50.00	100.00

Note : The Company carried out a one-for-five common share consolidation with an effective date of April 1, 2017. In accordance with it, the 2nd Quarter dividends per share for Year ending September 30, 2017 are calculated without taking into account the common share consolidation and annual dividends are shown as “—.” The 2nd Quarter dividends per share for Year ending September 30, 2017 after taking into account the common share consolidation are 37.50 yen, and annual dividends per share are 87.50 yen.

3. Consolidated Forecasts for the Fiscal Year Ending September 30, 2018  
(October 1, 2017 - September 30, 2018)

(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	52,000	5.0	5,300	5.0	5,300	1.5	3,600	0.8	440.17

Note : Revisions of the Consolidated forecast since the latest announcement: No

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)

Mar. 2018: 8,615,269 shares                      Sept. 2017: 8,615,269 shares

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

Mar. 2018: 423,282 shares                      Sept. 2017: 436,651 shares

3) Average number of shares in the fiscal year

Mar. 2018: 8,186,692 shares                      Mar. 2017: 8,371,347 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, 1), 2) and 3) 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 : 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.

## 5. Consolidated Financial Statements

### (1) Consolidated Balance Sheets

(Millions of Yen)

	As of September 30, 2017	As of March 31, 2018
<b>Assets</b>		
<b>Current Assets</b>		
Cash and deposits	17,446	17,856
Notes and accounts receivable-trade	11,761	12,576
Finished goods	2,637	2,886
Work in process	2,100	2,426
Raw materials and supplies	1,637	1,822
Deferred tax assets	630	582
Others	1,083	1,238
Allowance for doubtful accounts	(175)	(170)
<b>Total Current Assets</b>	<b>37,122</b>	<b>39,218</b>
<b>Non-Current Assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	16,904	16,719
Machinery, equipment and vehicles	10,728	10,475
Land	4,476	4,552
Construction in progress	25	133
Other	2,013	2,080
Accumulated depreciation & Impairment Loss	(17,062)	(17,041)
<b>Total property, plant and equipment</b>	<b>17,086</b>	<b>16,921</b>
<b>Intangible assets</b>		
Goodwill	114	92
Other	226	205
<b>Total intangible assets</b>	<b>341</b>	<b>297</b>
<b>Investments and other assets</b>		
Investment securities	1,661	1,782
Deferred tax assets	396	148
Other	238	220
Allowance for doubtful accounts	(7)	(7)
<b>Total investments and other assets</b>	<b>2,289</b>	<b>2,143</b>
<b>Total Non-Current Assets</b>	<b>19,717</b>	<b>19,362</b>
<b>TOTAL ASSETS</b>	<b>56,840</b>	<b>58,581</b>

(Millions of Yen)

	As of September 30, 2017	As of March 31, 2018
Liability		
Current Liabilities		
Notes and accounts payable-trade	5,577	6,364
Current portion of long-term loans payable	294	505
Accrued expenses	2,512	2,108
Income taxes payable	832	357
Deferred tax liabilities	99	271
Advances received	4,919	5,943
Provision for bonuses	427	332
Provision for directors' bonuses	68	52
Provision for product warranties	616	484
Provision for point card certificates	65	70
Provision for loss on factory reconstruction	102	82
Other	1,139	1,259
Total Current Liabilities	16,656	17,833
Non-Current Liabilities		
Long-term loans payable	1,657	1,277
Provision for loss on factory reconstruction	63	63
Net defined benefit liability	4,250	4,182
Deferred tax liabilities	82	140
Other	163	116
Total Non-Current Liabilities	6,217	5,780
Total Liabilities	22,874	23,614
Net Assets		
Shareholders' Equity		
Capital stock	14,496	14,496
Capital surplus	5,146	5,124
Retained earnings	19,514	21,037
Treasury stock	(1,925)	(1,868)
Total Shareholders' Equity	37,232	38,789
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	309	374
Deferred gains or losses on hedges	28	13
Foreign currency translation adjustment	(3,185)	(3,779)
Remeasurements of defined benefit plans	(525)	(505)
Total accumulated other comprehensive income	(3,372)	(3,896)
Subscription rights to shares	105	74
Total Net Assets	33,965	34,966
Total Liabilities and Net Assets	56,840	58,581

## (2) Consolidated Statements of Income

(Millions of Yen)

	Oct. 1, 2016 - Mar. 31, 2017	Oct. 1, 2017- Mar. 31, 2018
Net sales	23,087	27,162
Cost of sales	14,672	17,161
Gross profit	8,415	10,001
Selling, general and administrative expenses	6,243	6,865
Operating profit	2,171	3,136
Non-operating income		
Interest income	9	11
Dividends income	11	12
Equity in earnings of affiliates	14	25
Foreign exchange gains	129	—
Other	25	32
Total non-operating Income	189	82
Non-operating expenses		
Interest expenses	9	6
Foreign exchange losses	—	61
Loss on valuation of derivatives	22	—
Others	27	31
Total non-operating Expenses	59	99
Ordinary profit	2,301	3,118
Extraordinary income		
Gain on sales of non-current assets	10	16
Total extraordinary income	10	16
Extraordinary loss		
Loss on sales and retirement of non-current assets	—	10
Total extraordinary loss	—	10
Income before income taxes	2,312	3,123
Income taxes	676	1,191
Net income	1,635	1,932
Profit attributable to owners of parent	1,635	1,932

(3) Consolidated Statements of Comprehensive Income

(Millions of Yen)

	Oct. 1, 2016 - Mar. 31, 2017	Oct. 1, 2017 - Mar. 31, 2018
Income before minority interests	1,635	1,932
Other comprehensive income		
Valuation difference on available-for-sale securities	184	64
Deferred gains or losses on hedges	(13)	(15)
Foreign currency translation adjustment	1,214	(593)
Remeasurements of defined benefit plans	(0)	20
Total other comprehensive income	1,384	(524)
Comprehensive income	3,020	1,407
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	3,020	1,407
Comprehensive income attributable to minority interests	—	—

## (4) Consolidated Statements of Cash Flows

(Millions of Yen)

	Oct. 1, 2016 - Mar. 31, 2017	Oct. 1, 2017 - Mar. 31, 2018
Cash flows from operating activities;		
Income before income taxes	2,312	3,123
Depreciation and amortization	488	540
Amortization of goodwill	21	21
Increase (decrease) in allowance for doubtful accounts	(24)	(1)
Increase (decrease) in provision for bonuses	(86)	(95)
Increase (decrease) in provision for directors' bonuses	(13)	(15)
Increase (decrease) in provision for product warranties	(102)	(120)
Increase (decrease) in provision for point card certificates	8	4
Increase (decrease) in provision for loss on factory reconstruction	—	(20)
Increase (decrease) in net defined benefit liability	160	(21)
Interest and dividends income	(20)	(24)
Interest expenses	9	6
Equity in (earnings) losses of affiliates	(14)	(25)
Loss (gain) on valuation of derivatives	22	(0)
Loss (gain) on sales and retirement of non-current assets	(10)	(5)
Decrease (increase) in notes and accounts receivable-trade	107	(1,057)
Decrease (increase) in inventories	(310)	(925)
Increase (decrease) in notes and accounts payable-trade	869	857
Increase (decrease) in advances received	1,080	1,189
Increase (decrease) in accrued expenses	(237)	(346)
Other	(243)	93
Sub total	4,018	3,177
Interests and dividends income received	19	23
Interest expenses paid	(9)	(6)
Income taxes paid	(924)	(1,352)
Net cash provided by (used in) operating activities	3,103	1,842
Cash flows from investing activities;		
Payments into time deposits	(932)	(147)
Proceeds from withdrawal of time deposits	—	263
Proceeds from sales of property, plant and Equipment	21	16
Purchase of property, plant and equipment	(415)	(507)
Purchase of intangible assets	(46)	(45)
Other	(0)	(6)
Net cash provided by (used in) investing activities	(1,374)	(426)

(Millions of Yen)

	Oct. 1, 2016 - Mar. 31, 2017	Oct. 1, 2017 - Mar. 31, 2018
Cash flows from financing activities;		
Repayment of long-term loans payable	(215)	(165)
Cash dividends paid	(418)	(408)
Other	(3)	(6)
Net cash provided by (used in) financing activities	(636)	(581)
Effect of exchange rate change on cash and cash equivalents	469	(307)
Net increase (decrease) in cash and cash equivalents	1,562	527
Cash and cash equivalents at beginning of period	12,560	16,837
Cash and cash equivalents at end of period	14,122	17,365