

# Consolidated Financial Results for the Second Quarter of FY2017

October 25, 2017

Company name : SMK Corporation  
 Code no : 6798  
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 Scheduled date of filing quarterly securities report : November 13, 2017  
 Scheduled date of payment of cash dividends : November 20, 2017  
 The additional materials of the Financial Results for the Second Quarter : Yes  
 The briefing session of the Financial Results for the Second Quarter : Yes (for institutional investors and analysts)

Listed securities exchange: Tokyo

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(Amounts less than one million yen are rounded)

## 1. Consolidated Financial Results for the Second Quarter of FY2017 (April 1, 2017 through September 30, 2017)

### <1> Consolidated operating results

(Percent indications show increase (decrease) from the same period of the previous year.)

	Net sales		Operating income (loss)		Ordinary income (loss)		Net income (loss) attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY2017 2nd quarter	29,393	(7.3)	598	(19.9)	1,095	-	900	-
FY2016 2nd quarter	31,708	(19.3)	747	(71.0)	(853)	-	(1,079)	-

(Note): Comprehensive income (loss): 1,243 million yen for the 2Q of FY2017, -% and (2,473) million yen for the 2Q of FY2016, -%

	Net income (loss) per share-basic	Net income (loss) per share-diluted
FY2017 2nd quarter	13.62 yen	- yen
FY2016 2nd quarter	(15.87)	-

### <2> Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
FY2017 2nd quarter	65,058	32,228	49.5
FY2016	62,318	31,318	50.2

(Reference): Equity in earnings (losses) of affiliates: 32,228 million yen as of September 30, 2017 and 31,303 million yen as of March 31, 2017

## 2. Dividends

	Annual cash dividends per share				
	at 1st quarter end	at 2nd quarter end	at 3rd quarter end	at fiscal year end	Total
	yen	yen	yen	yen	yen
FY2016	-	5.00	-	5.00	10.00
FY2017	-	4.00			
FY2017 forecast			-	4.00	8.00

(Note): Change in dividends forecast from the latest disclosure: None

## 3. Forecast of Consolidated Operating Results for FY2017 (April 1, 2017 through March 31, 2018)

(Percent indications show increase (decrease) from the same period of the previous year.)

	Net sales		Operating income (loss)		Ordinary income (loss)		Net income (loss) attributable to owners of parent		Net income (loss) per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	yen
FY2017	62,500	(0.7)	2,400	280.7	2,700	93.0	2,900	185.1	43.87

(Note): Change in forecast of consolidated operating results from the latest disclosure: Yes

※ Notes

<1> Significant changes in scope of consolidation : None

<2> Adoption of specific accounting policies for quarterly consolidated financial statements: None

<3> Changes in accounting policies, accounting estimation change and restatement

<3>-1 Changes in accounting policies due to the revision of the accounting standards : None

<3>-2 Changes in accounting policies except for those in <3>-1 : None

<3>-3 Changes due to accounting estimation change : None

<3>-4 Restatement : None

<4> Number of shares issued

<4>-1 Number of shares issued at the end of each period (including treasury stocks)

FY2017 2Q	75,000,000 shares	FY2016	75,000,000 shares
FY2017 2Q	8,893,582 shares	FY2016	8,887,440 shares
FY2017 2Q	66,109,712 shares	FY2016 2Q	68,011,758 shares

<4>-2 Number of treasury shares at the end of each period

<4>-3 The average number of shares issued during each period (quarterly cumulative period)

※ This financial results for the second quarter is exempt from audit.

※ Explanation regarding the appropriate use of forecasts of business results

1. This document contains forward-looking statements based on judgments and estimates derived from information available to the company at the time of this release. Actual future results may differ materially from any projections presented here due to a variety of factors.
2. SMK Corporation plans to hold a briefing of the financial results for institutional investors and analysts on November 6, 2017. Relevant financial explanatory documents to be handed out at the briefing will be posted on our corporate website immediately after the briefing.