

Supplemental Data: FY ending December 31, 2018 Financial Results

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The Company has implemented a change in fiscal term-end from March 31 to December 31, effective from the fiscal year ended December 31, 2017.

Accordingly, the fiscal year ended December 31, 2017 is a transitional period for the fiscal term change. The previous consolidated cumulative first quarter comprises 3 months (from April 1, 2017 to June 30, 2017) of results for the Company as well as consolidated subsidiaries and entities accounted for using the equity method whose fiscal year ends on March 31, and 6 months (from January 1, 2017 to June 30, 2017) of results for seven consolidated subsidiaries in China whose fiscal year ends December 31, resulting in irregular settlement of accounts.

Sodick Co., Ltd.
May 11, 2018

● Operating Results (Quarterly)

(million yen)

FY2017/3	1Q		2Q		3Q		4Q	
	16/06		16/09		16/12		17/03	
		Year-on year		Year-on year		Year-on year		Year-on year
Net Sales	12,271	85.8%	16,116	87.6%	15,907	98.8%	17,518	107.2%
Cost of Sales	7,634	86.1%	10,429	85.9%	10,172	98.9%	11,083	109.8%
Cost of Sales Margin	62.2%		64.7%		63.9%		63.3%	
Operating Income	576	47.9%	1,406	71.5%	1,364	93.4%	1,890	109.7%
Operating Income Margin	4.7%		8.7%		8.6%		10.8%	
Ordinary Income	-85	-6.3%	1,135	63.6%	1,814	148.2%	1,756	128.8%
Ordinary Income Margin	-0.7%		7.0%		11.4%		10.0%	
Profit Attributable to Owners of	71	4.7%	987	89.2%	1,430	175.2%	1,156	154.8%
Net Profit Margin	0.6%		6.1%		9.0%		6.6%	

1H		2H		Full Year	
1604-1609		1610-1703		17/03	
	Year-on year		Year-on year		Year-on year
28,387	86.8%	33,425	103.0%	61,812	94.9%
18,063	86.0%	21,255	104.3%	39,318	95.0%
63.6%		63.6%		63.6%	
1,982	62.5%	3,254	102.2%	5,236	82.4%
7.0%		9.7%		8.5%	
1,050	33.5%	3,570	138.0%	4,620	80.8%
3.7%		10.7%		7.5%	
1,058	40.6%	2,586	165.5%	3,644	87.4%
3.7%		7.7%		5.9%	

FY2017/12	1Q *		2Q		3Q	
	17/06		17/09		17/12	
		Year-on year		Year-on year		Year-on year
Net Sales	21,179	-	21,229	-	23,196	-
Cost of Sales	13,929	-	13,905	-	14,611	-
Cost of Sales Margin	65.8%		65.5%		63.0%	
Operating Income	1,442	-	2,764	-	3,284	-
Operating Income Margin	6.8%		13.0%		14.2%	
Ordinary Income	1,639	-	2,827	-	3,444	-
Ordinary Income Margin	7.7%		13.3%		14.8%	
Profit Attributable to Owners of	1,137	-	2,022	-	2,577	-
Net Profit Margin	5.4%		9.5%		11.1%	

1H		2H		Full Year	
17/04-17/09		17/10-17/12		17/12	
	Year-on year		Year-on year		Year-on year
42,408	-	23,196	-	65,604	-
27,834	-	14,611	-	42,445	-
65.6%		63.0%		64.7%	
4,206	-	3,284	-	7,490	-
9.9%		14.2%		11.4%	
4,466	-	3,444	-	7,910	-
10.5%		14.8%		12.1%	
3,159	-	2,577	-	5,736	-
7.4%		11.1%		8.7%	

FY2018/12	1Q		2Q		3Q		4Q	
	18/03		18/06		18/09		18/12	
		Year-on year		Year-on year		Year-on year		Year-on year
Net Sales	18,385	-						
Cost of Sales	11,612	-						
Cost of Sales Margin	63.2%							
Operating Income	2,227	-						
Operating Income Margin	12.1%							
Ordinary Income	1,947	-						
Ordinary Income Margin	10.6%							
Profit Attributable to Owners of	1,324	-						
Net Profit Margin	7.2%							

1H		2H		Full Year	
18/01-18/06		18/07-18/12		18/12	
	Year-on year		Year-on year		Year-on year

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●Sales by business segment(Quarterly)

(million yen)

FY2017/3		1Q		2Q		3Q		4Q	
		16/06	Year-on year change	16/09	Year-on year change	16/12	Year-on year change	17/03	Year-on year change
Machine Tool Operations	Net Sales	8,692	83.8%	11,291	80.7%	11,647	95.3%	11,725	104.7%
	Segment Income	998	65.4%	1,608	77.1%	1,631	92.9%	1,976	113.1%
	Segment Income margin	11.5%		14.2%		14.0%		16.9%	
Industrial Machinery Operations	Net Sales	1,805	88.5%	2,055	97.9%	2,251	104.7%	3,255	138.9%
	Segment Income	-37	-	54	900.0%	182	505.6%	418	193.5%
	Segment Income margin	-2.0%		2.6%		8.1%		12.8%	
Food Processing Machinery Operations	Net Sales	495	80.2%	1,277	149.0%	481	86.0%	1,176	76.9%
	Segment Income	-40	-	194	120.5%	17	24.3%	-12	-
	Segment Income margin	-8.1%		15.2%		3.5%		-1.0%	
Other Operations	Net Sales	1,277	100.2%	1,493	103.0%	1,529	130.0%	1,362	108.0%
	Segment Income	251	102.4%	232	97.9%	180	86.1%	196	160.7%
	Segment Income margin	19.7%		15.5%		11.8%		14.4%	
Consolidated	Net Sales	12,271	85.8%	16,116	87.6%	15,907	98.8%	17,518	107.2%
	Adjustments	-595	-	-684	-	-645	-	-690	-
	Operating income	576	47.9%	1,406	71.5%	1,364	93.4%	1,890	109.7%
	Operating income margin	4.7%		8.7%		8.6%		10.8%	

1H		2H		Full Year	
		1604-1609	1610-1703	17/03	Year-on year change
Machine Tool Operations	Net Sales	19,983	23,372	43,355	99.8%
	Segment Income	2,606	3,607	6,213	99.8%
	Segment Income margin	13.0%	15.4%	14.3%	
Industrial Machinery Operations	Net Sales	3,860	5,506	9,366	99.8%
	Segment Income	17	600	617	99.8%
	Segment Income margin	0.4%	10.9%	6.6%	
Food Processing Machinery Operations	Net Sales	1,772	1,657	3,429	99.8%
	Segment Income	154	5	159	99.8%
	Segment Income margin	8.7%	0.3%	4.6%	
Other Operations	Net Sales	2,770	2,891	5,661	99.8%
	Segment Income	483	376	859	99.8%
	Segment Income margin	17.4%	13.0%	15.2%	
Consolidated	Net Sales	28,387	33,425	61,812	99.8%
	Adjustments	-1,279	-1,335	-2,614	99.8%
	Operating income	1,982	3,254	5,236	99.8%
	Operating income margin	7.0%	9.7%	8.5%	

FY2017/12		1Q *		2Q		3Q	
		17/06	Year-on year change	17/09	Year-on year change	17/12	Year-on year change
Machine Tool Operations	Net Sales	15,841	-	15,653	-	16,065	-
	Segment Income	1,510	-	2,710	-	3,258	-
	Segment Income margin	9.5%		17.3%		20.3%	
Industrial Machinery Operations	Net Sales	3,266	-	3,265	-	3,450	-
	Segment Income	313	-	401	-	262	-
	Segment Income margin	9.6%		12.3%		7.6%	
Food Processing Machinery Operations	Net Sales	463	-	1,030	-	1,974	-
	Segment Income	-101	-	33	-	246	-
	Segment Income margin	-21.8%		3.2%		12.5%	
Other Operations	Net Sales	1,606	-	1,282	-	1,708	-
	Segment Income	390	-	263	-	194	-
	Segment Income margin	24.3%		20.5%		11.4%	
Consolidated	Net Sales	21,179	-	21,229	-	23,196	-
	Adjustments	-669	-	-644	-	-678	-
	Operating income	1,442	-	2,764	-	3,284	-
	Operating income margin	6.8%		13.0%		14.2%	

1H		2H		Full Year	
		1704-1709	1710-1712	17/12	Year-on year change
Machine Tool Operations	Net Sales	31,494	16,065	47,559	-
	Segment Income	4,220	3,258	7,478	-
	Segment Income margin	13.4%	20.3%	15.7%	
Industrial Machinery Operations	Net Sales	6,531	3,450	9,981	-
	Segment Income	714	262	976	-
	Segment Income margin	10.9%	7.6%	9.8%	
Food Processing Machinery Operations	Net Sales	1,493	1,974	3,467	-
	Segment Income	-68	246	178	-
	Segment Income margin	-4.6%	12.5%	5.1%	
Other Operations	Net Sales	2,888	1,708	4,596	-
	Segment Income	653	194	847	-
	Segment Income margin	22.6%	11.4%	18.4%	
Consolidated	Net Sales	42,408	23,196	65,604	-
	Adjustments	-1,313	-678	-1,991	-
	Operating income	4,206	3,284	7,490	-
	Operating income margin	9.9%	14.2%	11.4%	

FY2018/12		1Q		2Q		3Q		4Q	
		18/03	Year-on year change	18/06	Year-on year change	18/09	Year-on year change	18/12	Year-on year change
Machine Tool Operations	Net Sales	13,366	-						
	Segment Income	2,361	-						
	Segment Income margin	17.7%							
Industrial Machinery Operations	Net Sales	2,424	-						
	Segment Income	148	-						
	Segment Income margin	6.1%							
Food Processing Machinery Operations	Net Sales	1,005	-						
	Segment Income	68	-						
	Segment Income margin	6.8%							
Other Operations	Net Sales	1,588	-						
	Segment Income	308	-						
	Segment Income margin	19.4%							
Consolidated	Net Sales	18,385	-						
	Adjustments	-660	-						
	Operating income	2,227	-						
	Operating income margin	12.1%							

1H		2H		Full Year	
		18/01-18/06	18/07-18/12	18/12	Year-on year change
Machine Tool Operations	Net Sales				
	Segment Income				
	Segment Income margin				
Industrial Machinery Operations	Net Sales				
	Segment Income				
	Segment Income margin				
Food Processing Machinery Operations	Net Sales				
	Segment Income				
	Segment Income margin				
Other Operations	Net Sales				
	Segment Income				
	Segment Income margin				
Consolidated	Net Sales				
	Adjustments				
	Operating income				
	Operating income margin				

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●Overseas Sales (Quarterly)

(million yen)

FY2017/3	1Q		2Q		3Q		4Q		Full Year	
	16/06		16/09		16/12		17/03		17/03	
		Year-on year change		Year-on year change		Year-on year change		Year-on year change		Year-on year change
Japan	4,579	92.3%	6,164	103.7%	5,856	106.7%	6,472	90.1%	23,072	97.9%
North and South America	1,973	103.4%	1,507	73.7%	2,241	115.6%	1,722	82.9%	7,443	93.4%
Europe	1,487	82.9%	1,282	74.2%	1,496	88.5%	1,532	105.5%	5,796	87.0%
China	2,916	78.9%	5,456	83.0%	4,541	86.9%	5,197	148.6%	18,110	95.4%
Other Asian Countries	1,317	67.3%	1,707	81.1%	1,773	100.6%	2,596	122.1%	7,392	93.0%
Overseas Sales Total	7,693	82.3%	9,952	79.9%	10,051	94.7%	11,046	120.7%	38,741	93.2%
Net Sales	12,271	85.8%	16,116	87.6%	15,907	98.8%	17,518	107.2%	61,812	94.9%

FY2017/12	1Q *		2Q		3Q		Full Year	
	17/06		17/09		17/12		17/12	
		Year-on year change		Year-on year change		Year-on year change		Year-on year change
Japan	4,929	-	6,559	-	8,440	-	19,928	-
North and South America	1,815	-	1,862	-	1,925	-	5,603	-
Europe	1,728	-	1,742	-	2,232	-	5,702	-
China	10,461	-	8,420	-	8,298	-	27,179	-
Other Asian Countries	2,244	-	2,646	-	2,300	-	7,190	-
Overseas Sales Total	16,250	-	14,670	-	14,755	-	45,675	-
Net Sales	21,179	-	21,229	-	23,196	-	65,604	-

FY2018/12	1Q		2Q		3Q		4Q		Full Year	
	18/03		18/06		18/09		18/12		18/12	
		Year-on year change		Year-on year change		Year-on year change		Year-on year change		Year-on year change
Japan	7,129	-								
North and South America	1,629	-								
Europe	1,815	-								
China	5,819	-								
Other Asian Countries	1,991	-								
Overseas Sales Total	11,255	-								
Net Sales	18,385	-								

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Number of EDM (Electronic Discharge Machine) Orders

(unit)

	FY2017/3 (Ended March 31, 2017)					FY2017/12 (Ended December 31, 2017)				FY2018(Ending December 31, 2018)				
	4-6	7-9	10-12	1-3	Total	4-6	7-9	10-12	Total	1-3	4-6	7-9	10-12	Total
North&South America	62	71	86	63	282	67	58	88	213	67				67
Europe	110	104	110	131	455	154	121	122	397	101				101
China	446	429	377	663	1,915	887	663	692	2,242	800				800
Asia (Excluding China)	76	75	101	89	341	115	120	99	334	99				99
Japan	102	152	94	97	445	160	127	121	408	110				110
Total	796	831	768	1,043	3,438	1,383	1,089	1,122	3,594	1,177	0	0	0	1,177

Number of EDM (Electronic Discharge Machine) Shipments

(unit)

	FY2017/3 (Ended March 31, 2017)					FY2017/12 (Ended December 31, 2017)				FY2018(Ending December 31, 2018)				
	4-6	7-9	10-12	1-3	Total	4-6	7-9	10-12	Total	1-3	4-6	7-9	10-12	Total
North&South America	64	64	93	74	295	66	64	85	215	72				72
Europe	100	102	116	103	421	127	109	143	379	110				110
China	390	406	376	329	1,501	577	711	663	1,951	491				491
Asia (Excluding China)	59	74	89	108	330	99	112	106	317	90				90
Japan	64	123	135	122	444	79	144	152	375	105				105
Total	677	769	809	736	2,991	948	1,140	1,149	3,237	868	0	0	0	868

Number of employees

	12/03	12/09	13/03	13/09	14/03	14/09	15/03	15/09	16/03	16/09	17/03	17/09	17/12	18/03
separate	270	621	617	614	609	621	622	640	645	660	661	690	701	709
consolidated	2,956	3,004	2,921	3,026	2,999	3,148	3,183	3,237	3,216	3,299	3,415	3,616	3,651	3,655

*Not including employee on loan to subsidiary companies in separate number

*Not including the number of temporary employee

Management index

	15/03	16/03	17/03	17/12 ※
Accounts receivable collection period (month)	2.9	2.7	2.8	-
Inventories turnover period (month)	4.7	4.1	4.4	-
Accounts payable turnover period (month)	2.0	1.6	2.2	-
Fixed assets turnover ratio	1.9	2.0	2.0	-
Interest -bearing debt turnover period (month)	6.8	6.2	8.0	-
Equity ratio (%)	47.4	49.8	44.5	45.2
Equity ratio based on market value (%)	63.5	42.5	47.3	56.5
Return on Equity(ROE) (%)	7.7	8.4	7.4	-
Return on Assets(ROA) (%)	3.5	4.1	3.5	-
Debt-to-equity ratio (multiple)	0.86	0.75	0.92	0.84
Debt redemption period (year)	4.3	5.1	4.9	-
Interest coverage ratio (multiple)	14.9	13.5	20.3	-

	15/06	16/06	17/06 ※	18/03
Accounts receivable collection period (month)	3.0	3.1	-	3.2
Inventories turnover period (month)	5.5	5.6	-	4.7
Accounts payable turnover period (month)	2.1	2.2	-	2.3
Fixed assets turnover ratio	1.7	1.6	-	2.1
Interest -bearing debt turnover period (month)	7.1	10.5	-	6.6
Equity ratio (%)	48.9	42.1	43.1	44.4
Equity ratio based on market value (%)	48.9	35.4	53.6	53.3
Return on Equity(ROE) (%)	12.0	0.6	-	9.7
Return on Assets(ROA) (%)	5.8	0.3	-	4.3
Debt-to-equity ratio (multiple)	0.8	1.0	0.9	0.8
Debt redemption period (year)	-	-	-	-
Interest coverage ratio (multiple)	-	-	-	-

* Accounts receivable collection period: Accounts receivable/Net sales(per month)

* Inventories turnover period: Inventories/Net sales(per month)

* Accounts payable turnover period: accounts payable/Net sales(per month)

* Fixed assets turnover ratio: Net sales/Fixed assets

* Interest-bearing Debt turnover period : Interest-bearing Debt/Net Sales

* Equity ratio based on market value:

closing stock price at fiscal year end × shares issued outstanding as of the balance sheet date(not including treasury shares)

*ROE: Profit attributable to owners of parent/average shareholders' equity

*ROE: Profit attributable to owners of parent/average shareholders' equity

of the beginning and the end of the fiscal year

*ROA: Profit/average total assets of the beginning and the end of the period

*Debt-to-Equity Ratio: Interest-bearing Debt/shareholders' equity

*Debt redemption period: interest-bearing Debt/ Operating cash flow

(not including treasury shares)

*Interest coverage ratio: Operating cash flow / interest expenditure

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Foreign Exchange Rates

(Yen)

	FY2017/3 (Ended March 31, 2017)				FY2017/12 (Ended December 31, 2017)			FY2018(Ending December 31, 2018)			
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	1Q	2Q	3Q	4Q
AR US dollar	108.04	105.20	106.60	108.34	111.09	111.04	111.69	108.22			
Chinese Yuan	17.61	17.05	16.44	16.32	16.39	16.47	16.62	17.05			
Euro	121.88	118.04	117.98	118.74	122.26	126.32	128.55	133.14			
Thai Baht	3.06	3.00	3.03	3.08	3.24	3.28	3.33	3.43			
CR US dollar	102.91	101.12	116.49	112.19	112.00	112.73	113.00	106.24			
Chinese Yuan	17.39	15.46	15.14	16.76	16.49	16.96	17.29	16.92			
Euro	114.39	113.36	122.70	119.79	127.97	132.85	134.94	130.52			
Thai Baht	2.93	2.91	3.24	3.26	3.29	3.38	3.45	3.40			