

August 10, 2018

## CONSOLIDATED FINANCIAL SUMMARY FOR THE THREE MONTHS ENDED JUNE 30, 2018

### Financial Highlights

For the three months ended June 30, 2018 (1Q FY 2018)

|   | 1Q FY2018        |                        | 1Q FY2017         |
|---|------------------|------------------------|-------------------|
|   | Millions of yen  | Millions of US dollars | Millions of yen   |
| Net sales                               | <b>59,367</b>    | 537.1                  | 63,472            |
| Operating income                        | <b>2,431</b>     | 22.0                   | 2,717             |
| Ordinary income                         | <b>3,463</b>     | 31.3                   | 3,111             |
| Profit attributable to owners of parent | <b>3,068</b>     | 27.8                   | 1,199             |
| Earnings per share (yen/USD)            | <b>¥ 74.45</b>   | US\$ 0.67              | ¥ 29.09           |
|   | End of June 2018 |                        | End of March 2018 |
|   | Millions of yen  | Millions of US dollars | Millions of yen   |
| Total assets                            | <b>304,967</b>   | 2,758.9                | 305,297           |
| Net assets                              | <b>108,657</b>   | 983.0                  | 105,170           |

Note1: Japanese yen amounts have been converted into US dollars, for convenience only, using the rate of 110.54 yen/dollar.

Note2: The Company has conducted share consolidation by which five common shares have been consolidated into one share on October 1, 2017. Earnings per share for the consolidated business results represent figures on the presumption that said share consolidation is performed at the beginning of the previous consolidated fiscal year (FY2017).

### Sales and Profit (Loss) by Reported Segments

|                             | Millions of yen |           |                  |           |
|-----------------------------|-----------------|-----------|------------------|-----------|
|                             | Net Sales       |           | Operating Income |           |
|                             | 1Q FY2018       | 1Q FY2017 | 1Q FY2018        | 1Q FY2017 |
| Watches Business            | <b>33,826</b>   | 31,694    | <b>2,620</b>     | 1,436     |
| Electronic Devices Business | <b>14,100</b>   | 21,546    | <b>627</b>       | 2,038     |
| Systems Solutions Business  | <b>7,423</b>    | 6,193     | <b>514</b>       | 272       |
| Sub Total                   | <b>55,350</b>   | 59,434    | <b>3,762</b>     | 3,747     |
| Others                      | <b>6,205</b>    | 5,887     | <b>(169)</b>     | (5)       |
| Adjustments                 | <b>(2,188)</b>  | (1,849)   | <b>(1,160)</b>   | (1,024)   |
| Consolidated total          | <b>59,367</b>   | 63,472    | <b>2,431</b>     | 2,717     |

Note: Consolidated total represents figures after consolidation adjustments such as the elimination of inter-segment sales.

## [Forecasted business results for the year ending March 31, 2019 (FY2018)]

### 1. Financial highlights

|   | FY2018          |                        | FY2017          |
|---|-----------------|------------------------|-----------------|
|   | Billions of yen | Millions of US dollars | Billions of yen |
| Net sales                               | <b>250.0</b>    | 2,261.6                | 268.5           |
| Operating income                        | <b>8.0</b>      | 72.4                   | 10.8            |
| Ordinary income                         | <b>9.0</b>      | 81.4                   | 10.9            |
| Profit attributable to owners of parent | <b>6.5</b>      | 58.8                   | 11.5            |
| Earnings per share (yen/USD)            | <b>¥ 157.71</b> | US\$ 1.43              | ¥ 280.01        |
| Cash dividends per share (yen/USD)      | <b>¥ 75.00</b>  | US\$ 0.68              | ¥ 75.00         |

Note1: Japanese yen amounts have been converted into US dollars, for convenience only, using the rate of 110.54 yen/dollar.

Note2: The Company has conducted share consolidation by which five common shares have been consolidated into one share on October 1, 2017. Earnings per share for the consolidated business results and Cash dividends per share represent figures on the presumption that said share consolidation is performed at the beginning of the consolidated fiscal year (FY2017).

### 2. Sales and Profit (Loss) by Reported Segments

|                             | Billions of yen |        |                  |        |
|-----------------------------|-----------------|--------|------------------|--------|
|                             | Net Sales       |        | Operating Income |        |
|                             | FY2018          | FY2017 | FY2018           | FY2017 |
| Watches Business            | <b>140.0</b>    | 140.1  | <b>9.0</b>       | 7.9    |
| Electronic Devices Business | <b>60.0</b>     | 81.8   | <b>2.0</b>       | 5.7    |
| Systems Solutions Business  | <b>29.0</b>     | 27.4   | <b>2.0</b>       | 1.6    |
| Sub Total                   | <b>229.0</b>    | 249.4  | <b>13.0</b>      | 15.3   |
| Others                      | <b>30.0</b>     | 27.8   | <b>0.5</b>       | 0.5    |
| Consolidated total          | <b>250.0</b>    | 268.5  | <b>8.0</b>       | 10.8   |

Note: Consolidated total represents figures after consolidation adjustments such as the elimination of inter-segment sales.