

July 31, 2018

SCREEN Holdings Co., Ltd.  
Tenjinkita-machi 1-1, Teranouchi-agaru 4-chome, Horikawa-dori,  
Kamigyo-ku, Kyoto 602-8585, Japan

## CONSOLIDATED FINANCIAL REPORT FOR THE FIRST QUARTER ENDED JUNE 30, 2018 [Japanese GAAP]

SCREEN Holdings Co., Ltd. is listed on the First Section of the Tokyo Stock Exchange with the securities code number 7735.  
(URL <http://www.screen.co.jp/>)

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Date of payment for cash dividends: —  
Date planned for the filing of the quarterly report: August 14, 2018

Figures have been rounded down to eliminate amounts less than one million yen, except per share figures.

### PERFORMANCE FOR THE FIRST QUARTER ENDED JUNE 30, 2018 (APR. 1, 2018-JUN. 30, 2018)

(Millions of yen, except per share figures)

(Percentage are the rate of increase or decrease from the previous corresponding period.)

#### (1) Business Results

	Net Sales	Percentage Change	Operating Income	Percentage Change	Ordinary Income	Percentage Change
<b>Three months ended Jun. 30, 2018</b>	<b>¥72,541</b>	<b>-0.6%</b>	<b>¥ 5,100</b>	<b>-30.9%</b>	<b>¥ 5,108</b>	<b>-32.2%</b>
Three months ended Jun. 30, 2017	72,957	17.2	7,385	44.2	7,534	49.1

Note: Comprehensive income

Three months ended Jun. 30, 2018: ¥ 2,581 million (-67.4 %)  
Three months ended Jun. 30, 2017: ¥ 7,908 million (- %)

	Profit Attributable to Owners of Parent	Percentage Change	Basic Earnings per Share (Yen)	Diluted Earnings per Share (Yen)
<b>Three months ended Jun. 30, 2018</b>	<b>¥ 3,566</b>	<b>-30.7%</b>	<b>¥ 76.44</b>	<b>¥ 75.51</b>
Three months ended Jun. 30, 2017	5,148	38.5	109.64	—

#### (2) Financial Position

	Total Assets	Net Assets	Equity Ratio (%)
<b>Jun. 30, 2018</b>	<b>¥402,922</b>	<b>¥168,250</b>	<b>41.8%</b>
Mar. 31, 2018	365,874	170,880	46.7

Note: Equity

As of Jun. 30, 2018: ¥ 168,225 million  
As of Mar. 31, 2018: ¥ 170,839 million

**CASH DIVIDENDS**

Record date	Cash Dividends per Share				
	First Quarter-end	Second Quarter-end	Third Quarter-end	Year-end	Annual
Fiscal year ended Mar. 31, 2018	¥ —	¥ —	¥ —	¥110.00	¥110.00
Fiscal year ending Mar. 31, 2019	—				
Fiscal year ending Mar. 31, 2019 (Forecast)		—	—	155.00	155.00

Note: Revision of the latest forecast of cash dividends: No

**FORECAST OF BUSINESS RESULTS FOR FISCAL YEAR ENDING MARCH 31, 2019**

(Millions of yen, except per share figures)

(Percentage are the rate of increase or decrease from the previous corresponding period.)

	Net Sales	Percentage Change	Operating Income	Percentage Change
Six months period ending Sept. 30, 2018	¥ 183,000	19.0 %	¥ 23,000	35.9 %
Fiscal year ending Mar. 31, 2019	384,000	13.2	53,000	24.0

  

	Ordinary Income	Percentage Change	Profit Attributable to Owners of Parent	Percentage Change	Basic Earnings per Share (Yen)
Six months period ending Sept. 30, 2018	¥ 23,000	39.5 %	¥ 15,000	40.6 %	¥ 321.53
Fiscal year ending Mar. 31, 2019	51,000	23.4	37,000	29.8	793.09

Note: Revision of the latest business forecast: Yes

**NOTES**

- (1) Changes in significant consolidated subsidiaries (Changes in specified subsidiaries involving changes in scope of consolidation): No  
New Company: Not applicable Exclusion: Not applicable
- (2) Application of accounting methods specific to the preparation of quarterly consolidated financial statements: Yes  
Please refer to P.10 [Notes for quarterly consolidated financial statements] for more information.
- (3) Changes of accounting policies, changes in accounting estimates and retrospective restatement  
1. Changes of accounting policies accompanied by revision of accounting standard etc.: No  
2. Changes of accounting policies other than 1: No  
3. Changes in accounting estimates: No  
4. Retrospective restatement: No
- (4) Number of shares outstanding  
1. Number of shares outstanding as of end of period (including treasury stock)  
As of Jun. 30, 2018: 50,794,866 shares As of Mar. 31, 2018: 50,794,866 shares  
2. Number of treasury stock as of end of period  
As of Jun. 30, 2018: 4,142,119 shares As of Mar. 31, 2018: 4,142,444 shares  
3. Average number of shares outstanding  
Three months ended Jun. 30, 2018: 46,652,579 shares Three months ended Jun. 30, 2017: 46,962,728 shares

\*This quarterly earnings report is exempt from the quarterly review procedure by certified public accountants or audit firm.

\*Explanation for appropriate use of forecasts and other notes

- (1) SCREEN Holdings has revised our business forecast for the fiscal year ending March 31, 2019 that was previously announced on May 8, 2018, as noted in this financial report.
- (2) The forward-looking statements such as operational forecasts contained in this document are based on the information currently available to SCREEN Holdings and certain assumptions that are regarded as legitimate. SCREEN Holdings does not promise that the forecasts or estimates will be accurate. Large discrepancies may be seen in the actual results due to various factors. Please refer to P.4 "3. Qualitative information regarding consolidated business results forecasts" for the assumptions used and other notes.

## [Qualitative Information, Financial Statements]

### 1. Qualitative information regarding the status of consolidated business results

During the first quarter of the fiscal year ending March 31, 2019 (the three-month period from April 1, 2018 to June 30, 2018), global economic conditions continued to gradually improve despite an increasingly unclear outlook due to growing trade tensions and a downturn in emerging economies. The U.S. economy continued to improve, as consumer spending and capital investment increased due in part to the effects of income tax cuts. In Europe, the pace of economic recovery became more gradual amid signs of stagnating consumer spending. China's economy remained firm due in part to the effects of the government's economic policy. The Japanese economy, meanwhile, saw gentle improvement, backed by recovery in consumer spending and capital investment.

With regard to the business conditions surrounding the SCREEN Group, in the semiconductor industry, capital investment among memory manufacturers expanded, backed by an increase in memory demand due to growing data center processing volumes despite a decrease in mass production investment by foundries. In addition, active capital investment by logic chip makers continued amid strong demand for servers. In the FPD business field, investment in large-sized LCD panels for televisions continued, due to the shift to larger, higher resolution television displays, despite signs of stalling investment in OLED displays.

Under these circumstances, the SCREEN Group posted consolidated net sales of ¥72,541 million for the first quarter of the fiscal year ending March 31, 2019, a decrease of ¥416 million from the corresponding period of the previous fiscal year. On the earnings front, as the result of an increase in personnel and other fixed costs to keep pace with rising production and the strengthening of overseas bases in the semiconductor production equipment business, operating income totaled ¥5,100 million, down ¥2,284 million year on year. Ordinary income amounted to ¥5,108 million, down ¥2,425 million year on year. Quarterly profit attributable to owners of parent totaled ¥3,566 million, down ¥1,582 million compared with the corresponding period of the previous fiscal year.

Performance by reportable segment is explained below.

#### ***The Semiconductor Production Equipment (SE) Business***

In the SE business, sales to memory manufacturers expanded year on year, and those to logic chip manufacturers were firm, despite a decrease sales to foundries. By product, sales of single wafer cleaning equipment decreased, and those of batch-type wafer cleaning equipment increased. By region, sales to Taiwan fell, and those to China expanded. As a result, net sales in this segment amounted to ¥47,164 million, up 1.2 % year on year. Operating income in this segment came to ¥3,751 million, down 41.4% from the corresponding period of the previous fiscal year, reflecting mainly the increase in personnel and other fixed costs.

#### ***The Graphic Arts Equipment (GA) Business***

In the GA business, sales of POD (print on demand) equipment in overseas increased. In addition, sales of ink and other consumables increased. As a result, net sales in this segment amounted to ¥11,455 million, up 5.7% year on year. Operating income in this segment came to ¥229 million, up 25.8 % from the corresponding period of the previous fiscal year, reflecting mainly the increase in net sales.

#### ***The Display Production Equipment and Coater (FT) Business***

In the FT business, although sales of production equipment for large-sized panels stayed even year on year, sales of production equipment for small- and medium-sized panels fell. By region, sales to Taiwan expanded, and those to China and South Korea decreased. As a result, net sales in this segment amounted to ¥10,385 million, down 19.7% year on year. Operating income in this segment came to ¥907 million, down 20.7% from the corresponding period of the previous fiscal year, reflecting mainly the decrease in net sales.

#### ***The PCB-Related Equipment (PE) Business***

In the PE business, sales of direct imaging equipment, especially in Taiwan, rose year on year. As a result, net sales in this segment amounted to ¥3,248 million, up 36.0% year on year. Operating income in this segment came to ¥530 million, an increase of ¥456 million from the corresponding period of the previous fiscal year, reflecting mainly the increase in net sales.

## 2. Qualitative information regarding changes in consolidated financial position

Total assets as of June 30, 2018 stood at ¥402,922 million, an increase of ¥37,048 million, or 10.1%, compared with March 31, 2018. This was largely due to an increase in cash and deposits following an issuance of convertible bond-type bonds with share acquisition rights as well as an increase in inventories, despite a decrease in notes and accounts receivable including electronically recorded monetary claims.

Total liabilities amounted to ¥234,672 million, up ¥39,678 million, or 20.3%, compared with the end of the previous fiscal year. This was mainly attributable to an issuance of convertible bond-type bonds with share acquisition rights.

Total net assets amounted to ¥168,250 million, down ¥2,630 million, or 1.5%, from March 31, 2018. This was mainly attributable to the payment of cash dividends and a decrease in the valuation difference on available-for-sale securities, despite the recording of quarterly profit attributable to owners of parent.

As a result, the equity ratio as of June 30, 2018 stood at 41.8%.

### *Status of Cash Flows*

The status of cash flows for the first quarter of the fiscal year ending March 31, 2019 is as follows.

Net cash provided by operating activities amounted to ¥11,230 million, compared with ¥5,592 million provided by operating activities in the first quarter of the previous fiscal year. This was because the decrease in notes and accounts receivable including electronically recorded monetary claims, income before income taxes, and other inflows exceeded income taxes paid, an increase in inventories, and other outflows.

Net cash used in investing activities amounted to ¥6,180 million, compared with ¥839 million used in investing activities in the first quarter of the previous fiscal year. This was largely attributable to the purchase of property, plant and equipment, such as equipment for R&D.

Net cash provided by financing activities amounted to ¥24,900 million, compared with ¥4,429 million used in financing activities in the first quarter of the previous fiscal year. This was due to an issuance of convertible bond-type bonds with share acquisition rights, despite cash dividends paid.

As a result, cash and cash equivalents as of June 30, 2018, totaled ¥80,812 million, up ¥29,995 million from March 31, 2018.

## 3. Qualitative information regarding consolidated business results forecasts

SCREEN Holdings has revised its consolidated business forecast for the first half of the fiscal year ending March 31, 2019, from the previous forecast announced on May 8, 2018, as shown below. The revision is largely attributable to the prospect that part of the sales recording period in the second half of the fiscal year will be moved up, primarily in the SE business. The full-year forecast for the fiscal year ending March 31, 2019, has not been revised.

### **Business forecast**

Fiscal year ending March 31, 2019 (April 1, 2018 to March 31, 2019)

(Millions of yen)

		The first half ending Sept. 30, 2018	Fiscal year ending Mar. 31, 2019
Net Sales		¥ 183,000	¥ 384,000
	SE	125,000	260,000
	GA	26,000	56,000
	FT	24,000	50,000
	PE	7,000	14,000
	Other and Adjustments	1,000	4,000
Operating Income		23,000	53,000
Ordinary Income		23,000	51,000
Profit Attributable to Owners of Parent		15,000	37,000

Note: The aforementioned forecasts are based on foreign currency exchange rate estimates of US\$1.00 = ¥105 and EUR1.00 = ¥130.

Business forecasts are also made in accordance with currently available information and rational assumptions. However, it should be noted that actual results could differ significantly due to a variety of factors.

**CONSOLIDATED BALANCE SHEETS**

(Millions of yen)

	Mar. 31, 2018	Jun. 30, 2018
<b>ASSETS</b>		
<b>Current assets:</b>		
Cash and time deposits	¥ 53,114	¥ 82,634
Notes and accounts receivable - trade	71,887	54,761
Electronically recorded monetary claims - operating	13,519	9,082
Merchandise and finished goods	51,303	61,066
Work in process	44,262	51,593
Raw materials and supplies	10,755	12,637
Other	10,500	16,397
Allowance for doubtful accounts	(587)	(585)
Total current assets	254,755	287,588
<b>Non-current assets:</b>		
<b>Property, plant and equipment:</b>		
Buildings and structures	53,307	53,809
Machinery, equipment and vehicles	44,395	44,717
Other	34,196	36,481
Accumulated depreciation	(82,926)	(83,414)
Total property, plant and equipment	48,973	51,593
<b>Intangible assets:</b>		
Other	4,953	5,755
Total intangible assets	4,953	5,755
<b>Investments and other assets:</b>		
Investment securities	41,479	41,702
Net defined benefit asset	5,576	5,726
Deferred tax assets	6,849	7,039
Other	3,559	3,789
Allowance for doubtful accounts	(273)	(273)
Total investments and other assets	57,192	57,984
Total non-current assets	111,118	115,333
<b>Total assets</b>	<b>365,874</b>	<b>402,922</b>

**CONSOLIDATED BALANCE SHEETS**

(Millions of yen)

	Mar. 31, 2018	Jun. 30, 2018
<b>LIABILITIES</b>		
<b>Current liabilities:</b>		
Notes and accounts payable - trade	¥ 30,911	¥ 30,436
Electronically recorded obligations - operating	84,199	93,723
Current portion of long-term loans payable	5,679	5,679
Lease obligations	390	397
Income taxes payable	9,650	4,097
Notes payable - facilities	3	5
Electronically recorded obligations - facilities	26	30
Advances received	17,142	21,350
Provision for bonuses	4,204	604
Provision for directors' bonuses	219	42
Provision for product warranties	6,373	6,357
Provision for loss on order received	58	38
Other	16,649	22,825
Total current liabilities	175,508	185,587
<b>Non-current liabilities:</b>		
Convertible bond-type bonds with share acquisition rights	—	30,147
Long-term loans payable	5,227	5,227
Lease obligations	1,858	1,763
Net defined benefit liability	856	841
Provision for directors' retirement benefits	141	151
Provision for stock payment	28	19
Provision for management board incentive plan trust	45	21
Asset retirement obligations	56	56
Other	11,270	10,856
Total non-current liabilities	19,484	49,084
Total liabilities	194,993	234,672
<b>NET ASSETS</b>		
<b>Shareholders' equity:</b>		
Capital stock	54,044	54,044
Capital surplus	4,546	4,488
Retained earnings	117,358	115,781
Treasury stock	(18,085)	(18,083)
Total shareholders' equity	157,864	156,231
<b>Accumulated other comprehensive income:</b>		
Valuation difference on available-for-sale securities	18,427	17,468
Foreign currency translation adjustment	(4,714)	(4,856)
Remeasurements of defined benefit plans	(738)	(618)
Total accumulated other comprehensive income	12,974	11,993
<b>Non-controlling interests</b>	40	25
<b>Total net assets</b>	170,880	168,250
<b>Total liabilities and net assets</b>	365,874	402,922

**CONSOLIDATED STATEMENTS OF INCOME**

(Millions of yen)

	Apr.1, 2017 – Jun. 30, 2017	Apr.1, 2018 – Jun. 30, 2018
<b>Net sales</b>	¥ 72,957	¥ 72,541
<b>Cost of sales</b>	50,272	50,867
<b>Gross profit</b>	22,685	21,673
<b>Selling, general and administrative expenses</b>	15,300	16,573
<b>Operating income</b>	7,385	5,100
<b>Non-operating income</b>		
Interest income	11	20
Dividends income	281	264
Foreign exchange gains, net	—	146
Other	186	182
Total non-operating income	479	614
<b>Non-operating expenses</b>		
Interest expenses	144	125
Foreign exchange losses, net	102	—
Share of loss of entities accounted for using equity method	—	31
Loss on retirement of non-current assets	8	209
Other	74	239
Total non-operating expenses	329	605
<b>Ordinary income</b>	7,534	5,108
<b>Extraordinary income</b>		
Gain on sales of investment securities	180	444
Total extraordinary income	180	444
<b>Extraordinary loss</b>		
Loss on valuation of investment securities	57	—
Total extraordinary loss	57	—
<b>Income before income taxes</b>	7,658	5,553
<b>Income taxes</b>	2,509	1,987
<b>Profit</b>	5,148	3,566
<b>Loss attributable to non-controlling interests</b>	—	(0)
<b>Profit attributable to owners of parent</b>	5,148	3,566

**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

(Millions of yen)

	Apr.1, 2017 – Jun. 30, 2017	Apr.1, 2018 – Jun. 30, 2018
<b>Profit</b>	¥ 5,148	¥ 3,566
<b>Other comprehensive income</b>		
Valuation difference on available-for-sale securities	2,089	(959)
Foreign currency translation adjustment	528	(140)
Remeasurements of defined benefit plans	141	119
Share of other comprehensive income of entities accounted for using equity method	—	(5)
Total other comprehensive income	2,759	(984)
<b>Comprehensive income</b>	7,908	2,581
Comprehensive income attributable to:		
Owners of parent	7,911	2,585
Non-controlling interests	(3)	(3)



**CONSOLIDATED STATEMENTS OF CASH FLOWS**

(Millions of yen)

Apr.1, 2017 – Jun. 30, 2017

Apr.1, 2018 – Jun. 30, 2018

**Cash flow from operating activities:**

Income before income taxes	¥ 7,658	¥ 5,553
Depreciation and amortization	1,359	1,567
Loss (gain) on valuation of investment securities	57	—
Loss (gain) on sales of investment securities	(180)	(444)
Loss on retirement of non-current assets	8	209
Share of loss (profit) of entities accounted for using equity method	—	31
Increase (decrease) in net defined benefit liability	(79)	(45)
Increase (decrease) in provision for bonuses	(2,731)	(3,599)
Increase (decrease) in provision for directors' bonuses	(60)	(177)
Increase (decrease) in provision for stock payment	—	(9)
Increase (decrease) in provision for management board incentive plan trust	—	(23)
Increase (decrease) in provision for product warranties	121	(14)
Increase (decrease) in provision for loss on order received	172	(19)
Interest and dividends income	(292)	(285)
Interest expenses	144	125
Decrease (increase) in notes and accounts receivable including electronically recorded monetary claims	13,124	21,631
Decrease (increase) in inventories	(3,793)	(19,218)
Decrease (increase) in other current assets	212	(204)
Increase (decrease) in notes and accounts payable including electronically recorded obligations	(5,778)	7,355
Increase (decrease) in other current liabilities	3,196	11,878
Other, net	(291)	(235)
Subtotal	12,846	24,073
Interest and dividends income received	299	289
Interest expenses paid	(134)	(123)
Contribution in connection with the shift to a defined-contribution pension plan	(0)	(1)
Income taxes paid	(7,419)	(13,007)
Net cash provided by operating activities	5,592	11,230

**Cash flow from investing activities:**

Decrease (increase) in time deposits	672	457
Purchase of property, plant and equipment	(1,791)	(4,479)
Purchase of investment securities	(105)	(2,005)
Proceeds from sales of investment securities	232	864
Other, net	152	(1,017)
Net cash used in investing activities	(839)	(6,180)

**Cash flow from financing activities:**

Repayments of long-term loans payable	(200)	—
Repayments of finance lease obligations	(109)	(97)
Proceeds from issuance of convertible bond-type bonds with share acquisition rights	—	30,063
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	—	(98)
Proceeds from share issuance to non-controlling shareholders	—	23
Net decrease (increase) in treasury stock	(5)	1
Purchase of treasury shares of consolidated subsidiaries	(164)	—
Cash dividends paid	(3,949)	(4,992)
Net cash provided by (used in) financing activities	(4,429)	24,900

**Effect of exchange rate change on cash and cash equivalents****Net increase (decrease) in cash and cash equivalents****Cash and cash equivalents at beginning of period****Cash and cash equivalents at end of period**

88	44
411	29,995
44,922	50,817
45,334	80,812

## [ Notes for quarterly consolidated financial statements ]

Application of accounting methods specific to the preparation of quarterly consolidated financial statements:

Calculation of income taxes

Income tax amount is calculated principally by multiplying reasonably estimated annual effective tax rate through the first quarter ended June 30, 2018, with the effects of deferred taxes reflected, by the amount of year-to-date income before income taxes. When calculation using reasonably estimated annual effective tax rate causes irrational results, income tax amount is calculated based on the legal tax rate.

## SEGMENT INFORMATION

### [Segment Information]

I First quarter ended Jun. 30, 2017

Net sales and income (loss) in reportable segment

(Millions of yen)

	Reportable segment *1					Other *2	Total	Adjustments *3	Consolidated *4
	SE	GA	FT	PE	Total				
Sales									
(1)Sales to outside customers	¥ 46,582	¥ 10,819	¥ 12,924	¥ 2,384	¥ 72,710	¥ 247	¥ 72,957	¥ —	¥ 72,957
(2)Intersegment sales and transfers	0	15	7	3	27	3,247	3,275	(3,275)	—
Total	46,582	10,835	12,932	2,387	72,737	3,495	76,232	(3,275)	72,957
Segment income (loss)	6,406	182	1,145	73	7,808	(329)	7,479	(94)	7,385

#### Notes

\*1 The SE segment develops and manufactures semiconductor production equipment and conducts sales and maintenance services. In the GA segment, graphic arts equipment is developed, manufactured, sold and maintained. The FT segment develops, manufactures and markets display production equipment and coater equipment, and it also conducts maintenance services. In the PE segment, PCB related equipment is developed, manufactured, sold and maintained.

\*2 The "Other" category incorporates operations not included in reportable segments, including development, manufacturing and sales of equipment in life science business and other, software development, planning and production of printed matter and other businesses.

\*3 Segment operating income (loss) adjustment of ¥ (94) million is the Company's profit (loss) not attributable to reportable segment.

\*4 Segment income (loss) is reconciled to the operating income in the consolidated statements of income.

## II First quarter ended Jun. 30, 2018

## 1. Net sales and income (loss) in reportable segment

(Millions of yen)

	Reportable segment *1					Other *2	Total	Adjustments *3	Consolidated *4
	SE	GA	FT	PE	Total				
Sales									
(1)Sales to outside customers	¥ 47,164	¥ 11,438	¥ 10,385	¥ 3,248	¥ 72,236	¥ 305	¥ 72,541	¥ —	¥ 72,541
(2)Intersegment sales and transfers	0	17	—	—	18	3,783	3,801	(3,801)	—
Total	47,164	11,455	10,385	3,248	72,254	4,088	76,342	(3,801)	72,541
Segment income (loss)	3,751	229	907	530	5,419	(282)	5,137	(36)	5,100

## Notes

\*1 The SE segment develops and manufactures semiconductor production equipment and conducts sales and maintenance services. In the GA segment, graphic arts equipment is developed, manufactured, sold and maintained. The FT segment develops, manufactures and markets display production equipment and coater equipment, and it also conducts maintenance services. In the PE segment, PCB related equipment is developed, manufactured, sold and maintained.

\*2 The “Other” category incorporates operations not included in reportable segments, including development, manufacturing and sales of equipment in life science business and other, software development, planning and production of printed matter and other businesses.

\*3 Segment operating income (loss) adjustment of ¥ (36) million is the Company’s profit (loss) not attributable to reportable segment.

\*4 Segment income (loss) is reconciled to operating income in the consolidated statements of income.

## 2. The changes in reportable segments

EMD Corporation, which was originally included in the “Other” category, has been brought under the organization of SCREEN Finetech Solutions Co., Ltd. to unify operations. From the first quarter of the consolidated fiscal year ending March 31, 2019, EMD Corporation is included in the Display production equipment and coater (FT) business.

In addition, the reportable segment originally named the semiconductor equipment business has been renamed to the semiconductor production equipment business. The change is only to the segment name and does not impact any segment information.

Segment information for the first quarter of the previous fiscal year has been prepared according to the reclassified segments and is presented under “Net sales and income (loss) in reportable segment” for the first quarter ended Jun. 30, 2017.

## Consolidated Financial Highlights for the First Quarter Ended June 30, 2018

(Figures less than one million yen have been omitted and other figures have been rounded.)

	FY2018	FY2019	Difference		FY2018	FY2019	
	3 months ended Jun. 30, 2017	3 months ended Jun. 30, 2018			12 months ended Mar.31, 2018	6 months ending Sept. 30, 2018	12 months ending Mar.31, 2019
	Result	Result	Amount	Percentage	Result	Forecast	Forecast
Net sales	¥ 72,957	¥ 72,541	¥ (416)	-0.6%	¥ 339,368	¥ 183,000	¥ 384,000
Operating income	7,385	5,100	(2,284)	-30.9%	42,725	23,000	53,000
[to net sales ratio]	10.1 %	7.0 %	-3.1 pt	—	12.6 %	12.6 %	13.8 %
Ordinary income	7,534	5,108	(2,425)	-32.2%	41,329	23,000	51,000
[to net sales ratio]	10.3 %	7.0 %	-3.3 pt	—	12.2 %	12.6 %	13.3 %
Profit attributable to owners of parent	5,148	3,566	(1,582)	-30.7%	28,507	15,000	37,000
[to net sales ratio]	7.1 %	4.9 %	-2.1 pt	—	8.4 %	8.2 %	9.6 %
Total assets	297,071	402,922	* 37,048	10.1%	365,874	—	—
Net assets	146,571	168,250	* (2,630)	-1.5%	170,880	—	—
Equity	146,571	168,225	* (2,614)	-1.5%	170,839	—	—
Equity ratio	49.3 %	41.8 %	* -4.9 pt	—	46.7 %	—	—
Net assets per share of capital stock (yen)	3,121.04	3,605.90	* (56.06)	-1.5%	3,661.96	—	—
Interest-bearing debt	17,283	43,215	* 30,058	228.5%	13,156	—	—
Cash flows from operating activities	5,592	11,230	—	—	28,878	—	—
Cash flows from investing activities	(839)	6,180	—	—	(11,230)	—	—
Cash flows from financing activities	(4,429)	24,900	—	—	(11,512)	—	—
Depreciation and amortization	1,359	1,567	207	15.3%	5,708	3,500	8,500
Capital expenditures	1,276	5,305	4,029	315.8%	14,428	15,000	31,000
R&D expenses	4,742	5,306	564	11.9%	20,837	12,000	25,000
Number of employees	5,593	6,078	* 243	4.2%	5,835	—	—
Number of consolidated subsidiaries	56	58	* 1	—	57	—	—
[Domestic]	[28]	[28]	* [-]	—	[28]	—	—
[Overseas]	[28]	[30]	* [1]	—	[29]	—	—
Number of non-consolidated subsidiaries	1	1	* -1	—	2	—	—
[Number of non-consolidated subsidiaries accounted for by equity method]	[-]	[-]	* [-]	—	[-]	—	—
Number of affiliates	—	1	* —	—	1	—	—
[Number of affiliates accounted for by equity method]	[-]	[1]	* [-]	—	[1]	—	—

\* show changes from Mar. 31, 2018

Note: The number of consolidated subsidiaries changed as follows.

SCREEN FT Changshu Co., Ltd.: Established as a 90%-owned consolidated subsidiary.

## Sales Breakdown (Consolidated)

(Millions of yen)

		FY2018						FY2019		
		3 months ended	3 months ended	6 months ended	3 months ended	3 months ended	12 months ended	3 months ended	6 months ending	12 months ending
		Jun. 30, 2017	Sept. 30, 2017	Sept. 30, 2017	Dec. 31, 2017	Mar. 31, 2018	Mar.31, 2018	Jun. 30, 2018	Sept. 30, 2018	Mar.31, 2019
		Result	Result	Result	Result	Result	Result	Result	Forecast	Forecast
Semiconductor Production Equipment Business (SE)	Domestic	5,394	9,081	14,476	8,426	9,171	32,075	7,114	—	—
	Overseas	41,187	44,153	85,341	37,082	72,685	195,109	40,050	—	—
	Total	46,582	53,235	99,818	45,509	81,856	227,184	47,164	125,000	260,000
Graphic Arts Equipment Business (GA)	Domestic	4,678	6,554	11,233	5,350	6,197	22,781	4,722	—	—
	Overseas	6,156	7,415	13,571	6,454	10,606	30,632	6,733	—	—
	Total	10,835	13,969	24,804	11,804	16,804	53,414	11,455	26,000	56,000
Display Production Equipment and Coater Business (FT)	Domestic	507	1,324	1,831	728	827	3,386	304	—	—
	Overseas	12,417	8,622	21,039	8,381	12,444	41,865	10,081	—	—
	Total	12,924	9,946	22,870	9,109	13,271	45,252	10,385	24,000	50,000
PCB-Related Equipment Business (PE)	Domestic	468	840	1,309	1,031	590	2,931	659	—	—
	Overseas	1,918	2,549	4,468	2,437	2,356	9,262	2,588	—	—
	Total	2,387	3,390	5,777	3,469	2,946	12,193	3,248	7,000	14,000
Other	Domestic	195	340	536	384	451	1,372	237	—	—
	Overseas	51	56	107	69	73	250	68	—	—
	Total	247	396	644	453	525	1,623	305	1,000	4,000
Intersegment sales	Domestic	(19)	(61)	(81)	(19)	(198)	(299)	(18)	—	—
	Overseas	—	—	—	—	—	—	—	—	—
	Total	(19)	(61)	(81)	(19)	(198)	(299)	(18)	—	—
Grand Total	Domestic	11,225	18,081	29,306	15,902	17,039	62,247	13,019	—	—
	Overseas	61,732	62,796	124,528	54,425	98,166	277,120	59,521	—	—
	Total	72,957	80,877	153,834	70,327	115,205	339,368	72,541	183,000	384,000
	Overseas Ratio	84.6%	77.6%	80.9%	77.4%	85.2%	81.7%	82.1%	—	—

## Orders received &amp; Order backlog (Consolidated)

(Millions of yen)

		FY2018						FY2019			
		3 months ended Jun. 30, 2017		3 months ended Sept. 30, 2017		3 months ended Dec. 31, 2017		3 months ended Mar. 31, 2018		3 months ended Jun. 30, 2018	
		Orders received	Order backlog	Orders received	Order backlog	Orders received	Order backlog	Orders received	Order backlog	Orders received	Order backlog
Semiconductor Production Equipment Business (SE)	Domestic	7,850	11,128	8,526	10,572	10,201	12,346	12,682	15,857	12,988	21,732
	Overseas	45,103	65,654	44,699	66,200	78,186	107,304	59,896	94,516	37,670	92,136
	Total	52,953	76,783	53,225	76,773	88,387	119,651	72,579	110,374	50,659	113,868
Graphic Arts Equipment Business (GA)	Domestic	6,413	3,670	5,718	2,834	5,634	3,118	4,931	1,852	4,894	2,025
	Overseas	6,699	3,458	7,257	3,300	6,623	3,470	10,374	3,237	6,067	2,571
	Total	13,113	7,129	12,975	6,135	12,257	6,588	15,306	5,090	10,962	4,597
Display Production Equipment and Coater Business (FT)	Domestic	1,014	2,189	802	1,668	2,179	3,119	397	2,689	291	2,676
	Overseas	10,011	37,626	12,540	41,544	12,161	45,324	24,220	57,100	4,347	51,366
	Total	11,025	39,815	13,343	43,212	14,341	48,444	24,617	59,790	4,638	54,043
PCB-Related Equipment Business (PE)	Domestic	1,062	728	756	644	787	399	764	574	368	283
	Overseas	2,448	1,976	2,282	1,709	2,987	2,258	2,911	2,813	2,636	2,861
	Total	3,511	2,705	3,038	2,353	3,774	2,658	3,675	3,388	3,005	3,145
Grand Total	Domestic	16,341	17,716	15,804	15,719	18,802	18,985	18,776	20,974	18,543	26,718
	Overseas	64,263	108,716	66,778	112,755	99,959	158,358	97,403	157,668	50,721	148,936
	Total	80,604	126,433	82,583	128,475	118,761	177,343	116,179	178,643	69,265	175,654
	Overseas Ratio	79.7%	86.0%	80.9%	87.8%	84.2%	89.3%	83.8%	88.3%	73.2%	84.8%