

3. Reason for Revision

For the latter half of this consolidated fiscal year, we predicted the slowdown in demand of semi-conductor manufacturing equipment due to the impact of downward revisions to the capital investment plans by major semi-conductor manufacturers and we therefore announced a revision to our Full Year Consolidated Business Forecast on October 21, 2015. However, a decrease in our sales will not be as bad as we had expected since we later managed to win considerable amount of orders from some customers which expanded their production plants.

In respect of profitability, we also predict that we will exceed the forecast we previously announced, judging from the fact that the decline in profitability following the decline in revenue has mitigated and the sales component ratio of the compression-type molding machine, which is one of our high value-added products, has been increasing, being maintained at a high level.

In consideration of these developments, we have decided to modify our consolidated performance forecast and individual performance forecasts for the year ending March 2016.