A large, light blue, horizontally-oriented oval with a gradient from light to dark blue, centered on the page. It is overlaid with several thin, dark blue, hand-drawn style lines that loop around it, creating a dynamic, abstract background for the text.

**Performance
Forecast for
Fiscal Year Ending
March 31, 2016**

Revised consolidated results forecast for fiscal year ending March 31, 2016

(millions of yen)

	Original forecasts (announced May 12)		Revised forecasts (announced Nov. 11)		Vs. original forecasts	
	Amount	Percent (%)	Amount	Percent (%)	Change	Rate (%)
Net sales	29,000	100.0	27,200	100.0	▲ 1,800	▲ 6.2
Operating income	7,800	26.9	7,100	26.1	▲ 700	▲ 9.0
Ordinary income	8,400	29.0	7,400	27.2	▲ 1,000	▲ 11.9
Net income	5,500	19.0	4,700	17.3	▲ 800	▲ 14.5

Consolidated performance forecast for fiscal year ending March 31, 2016

(millions of yen)

	FY ended Mar. 31, 2015		Forecasts FY ending Mar. 31, 2016		Year-on-year change	
	Amount	Percent (%)	Amount	Percent (%)	Change	Rate (%)
Net sales	25,951	100.0	27,200	100.0	1,248	4.8
Operating income	7,066	27.2	7,100	26.1	33	0.5
Ordinary income	7,525	29.0	7,400	27.2	▲125	▲1.7
Net income	4,833	18.6	4,700	17.3	▲133	▲2.8
EPS (yen) *2	52.77		51.31		▲1.46	▲2.8
Capital investment *1	2,475		5,000		2,524	102.0
Depreciation costs	1,305		1,650		344	26.4
R&D costs	1,309		1,450		140	10.7

*1 Capital investment amounts are the amounts of tangible and intangible fixed assets acquired in the term.

*2 EPS calculated as if the October 1, 2014 share split (1:3) took place at the beginning of the previous fiscal year.

*3 Assumed exchange rate for FY ending Mar.31, 2016 forecasts 1US\$ = ¥120.00 € = ¥134.00

Forecasts of main group companies for fiscal year ending March 31, 2016

(millions of yen)

	Equity stake	Net sales		Net income	
		Amount	Year-on-year change (%)	Amount	Year-on-year change (%)
Harmonic Drive Systems Inc.	—	23,000	▲0.1	4,100	0.9
*1 *4 HD Systems, Inc. (Harmonic Drive L.L.C) (U.S.A)	100% (51%)	4,800	40.5	*3 270	110.3
Harmonic AD, Inc.	100%	2,250	7.0	150	54.1
*2 *4 Harmonic Drive AG (Germany)	36.8%	10,400	3.7	850	▲40.9

Percent change(%) indicates increase or decrease from same period of previous fiscal year.

*1 Exchange rates: Jan. – Dec., 2014 1US\$ = 105.85 yen, Jan. – Dec., 2015 forecast 1US\$ = 120.00 yen

*2 Exchange rates: Jan. – Dec., 2014 1€ = 140.42 yen, Jan. – Dec., 2015 forecast 1€ = 134.00 yen

*3 Net income of US subsidiaries (consolidated) is after excluding minority interests.

*4 For overseas subsidiaries and affiliates, the fiscal year ends December 31.

Non-consolidated performance forecast for fiscal year ending March 31, 2016

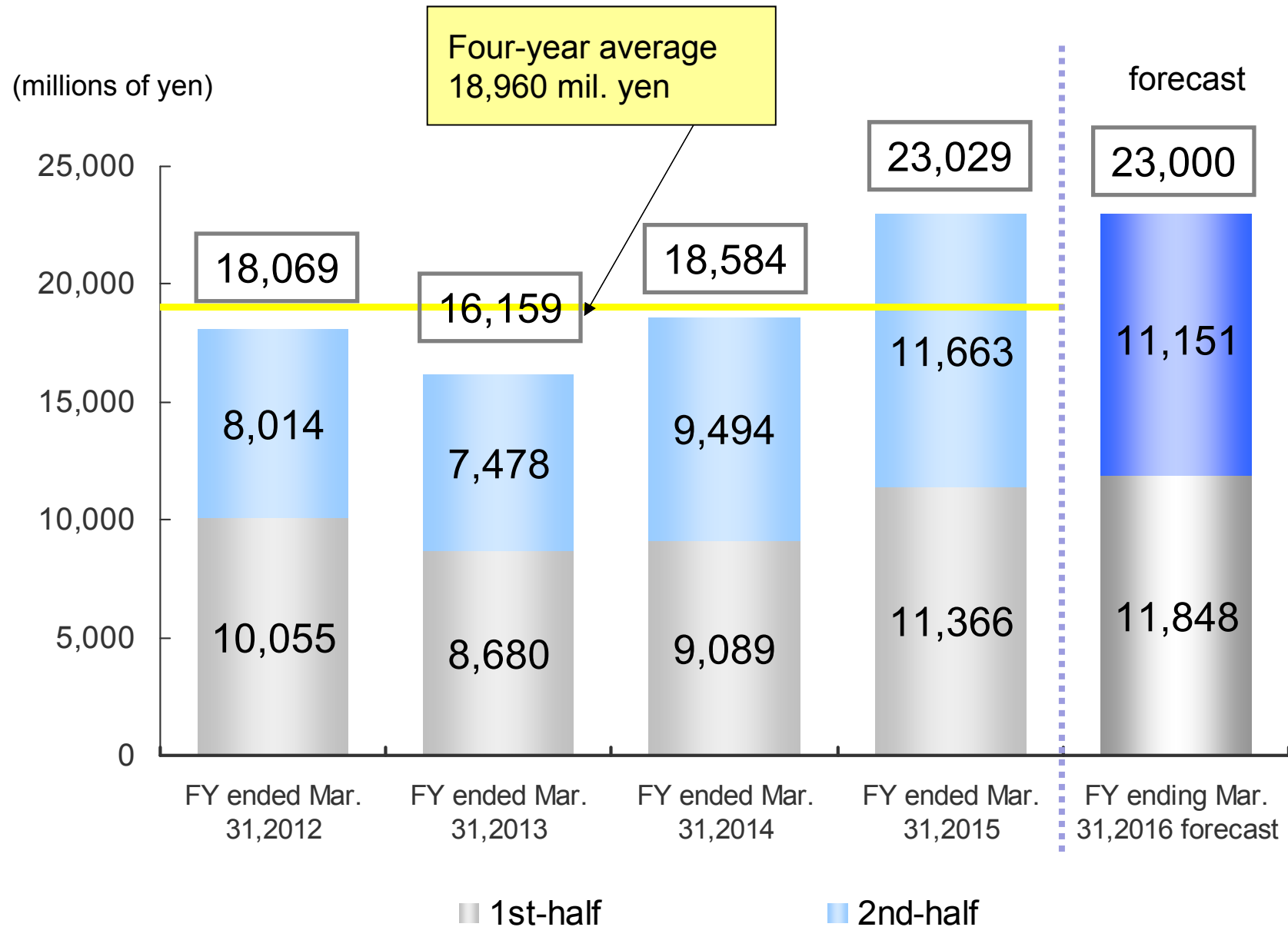
(millions of yen)

	FY ended Mar. 31, 2015		Forecasts FY ending Mar. 31, 2016		Year-on-year change	
	Amount	Percent (%)	Amount	Percent (%)	Change	Rate (%)
Net sales	23,029	100.0	23,000	100.0	▲29	▲0.1
Operating income	5,975	25.9	5,300	23.0	▲675	▲11.3
Ordinary income	6,340	27.5	6,000	26.1	▲340	▲5.4
Net income	4,063	17.6	4,100	17.8	36	0.9
EPS (yen) ^{*2}	44.37		44.76		0.39	0.9
Capital investment ^{*1}	1,456		4,200		2,743	188.4
Depreciation costs	756		1,000		243	32.1
R&D costs	1,296		1,430		133	10.3

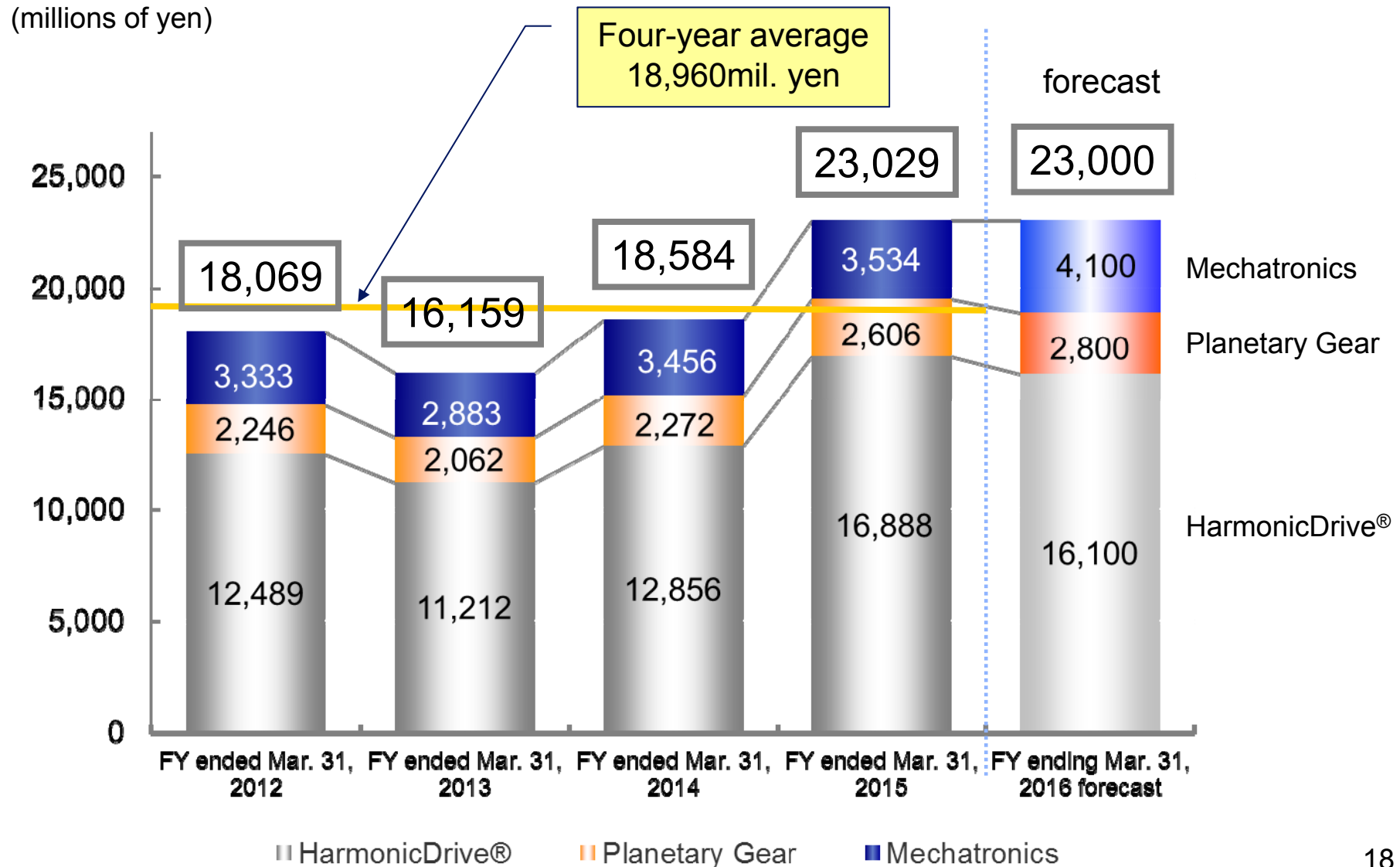
*1 Capital investment amounts are the amounts of tangible and intangible fixed assets acquired in the term.

*2 EPS calculated as if the October 1, 2014 share split (1:3) took place at the beginning of the previous fiscal year.

Sales trend line (non-consolidated)

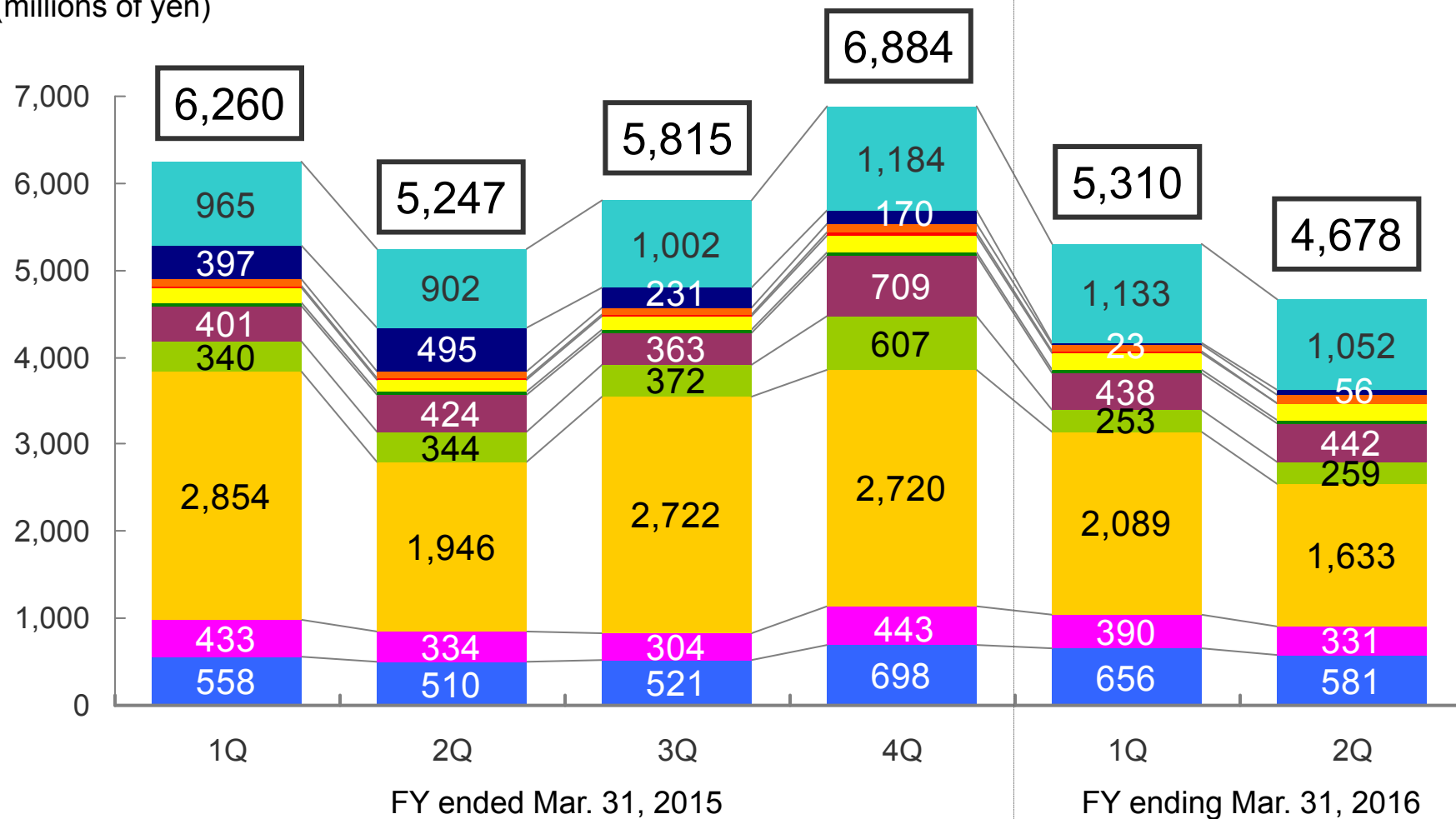


Sales trend line by product (non-consolidated)



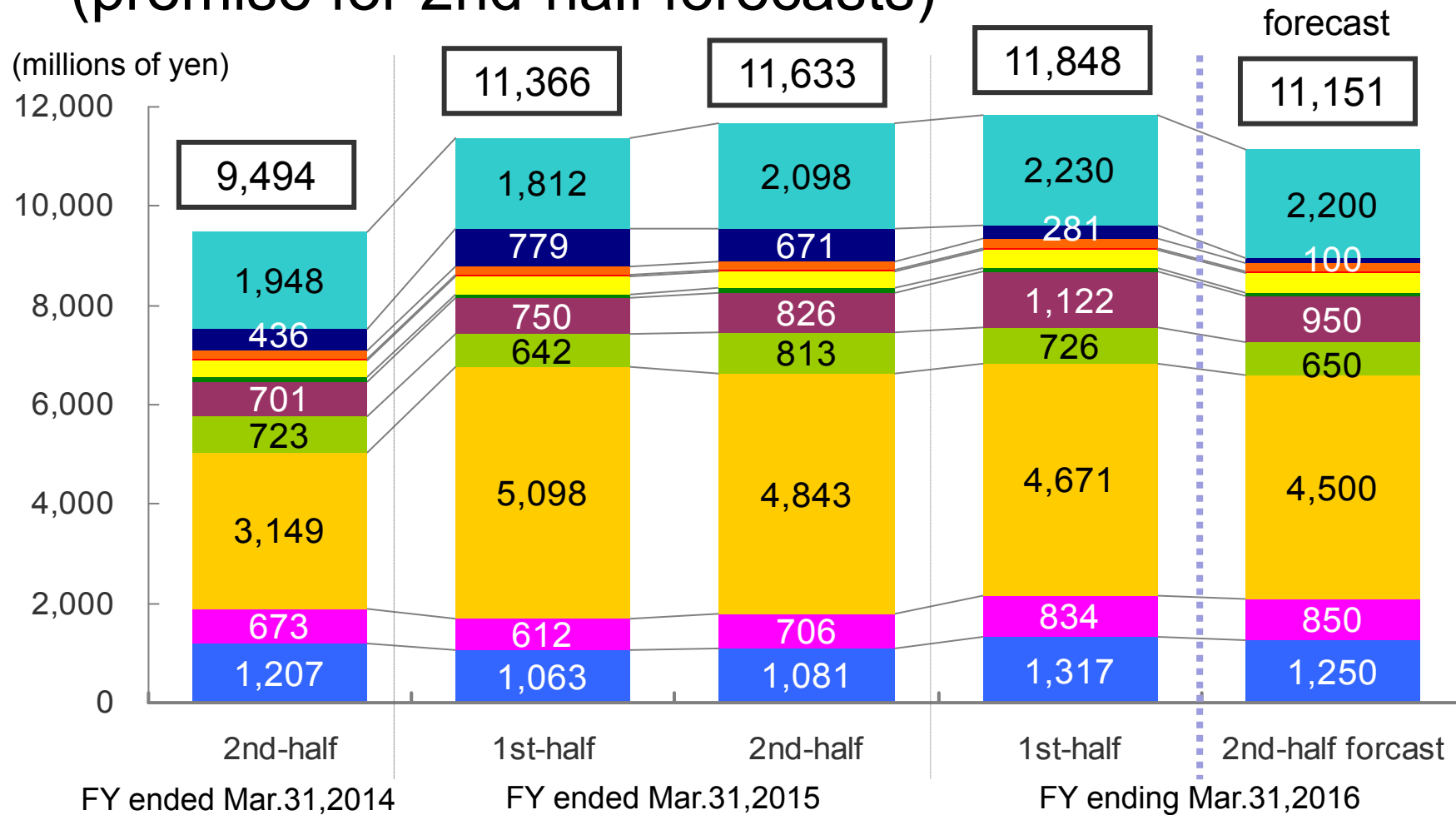
Non-consolidated bookings by application (quarterly)

(millions of yen)



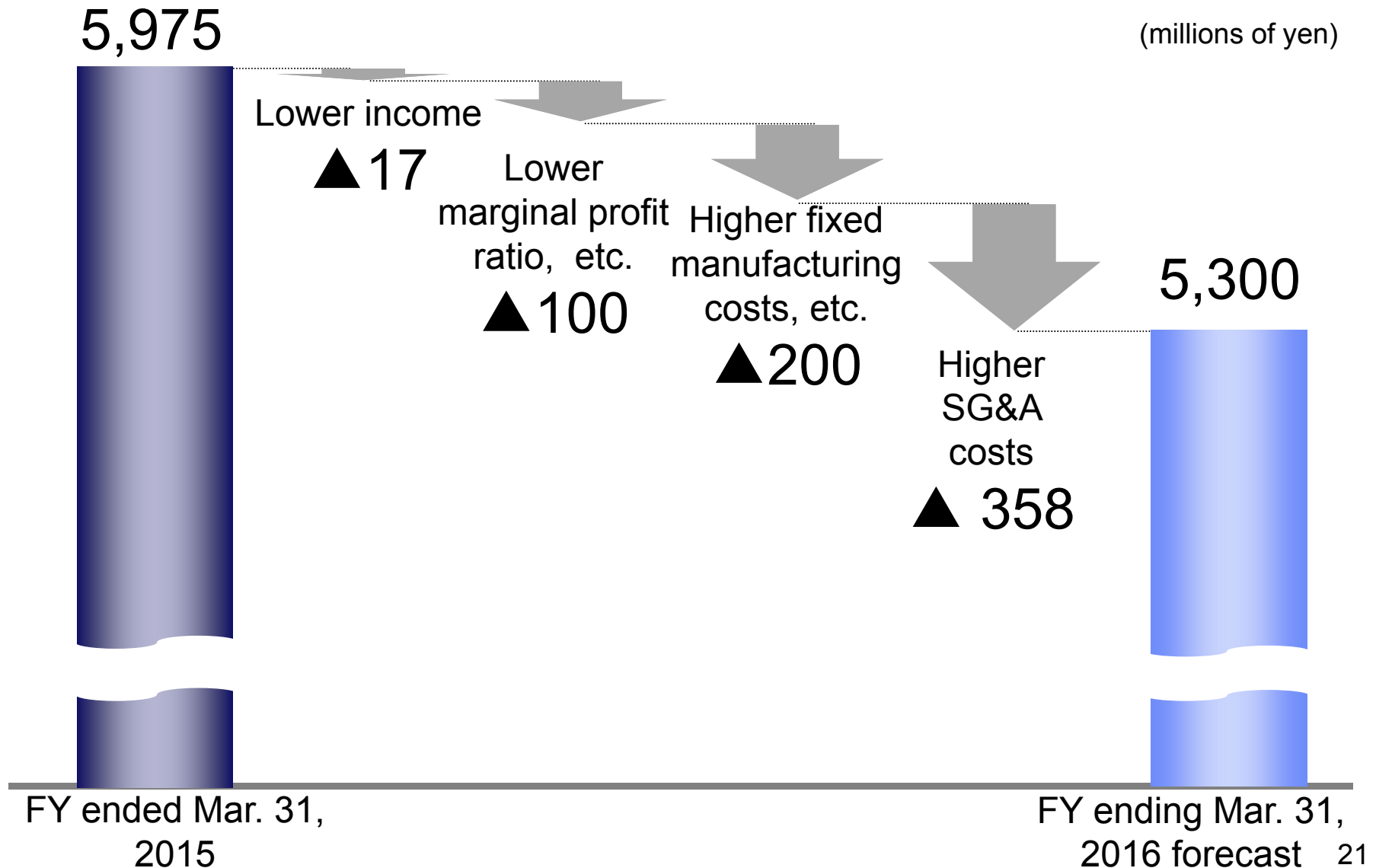
- Semiconductor equipment
- Flat panel equipment
- Robotics
- Gearbox for motor manufactures
- Machine tools
- Printing machines
- Optical devices
- Transporter
- Measuring machines
- Excavation systems for the oil, etc.
- Others

Non-consolidated net sales by application (premise for 2nd-half forecasts)



- Semiconductor equipment
- Flat panel equipment
- Robotics
- Gearbox for motor manufactures
- Machine tools
- Printing machines
- Optical devices
- Transporter
- Measuring machines
- Excavation system for the oil, etc.
- Others

Factors in year-on-year change in non-consolidated operating income (fiscal year ending March 31, 2016 forecast)



Trends in operating income (non-consolidated)

