

1. Financial results for the first half of the year ending March 2017
2. Existing medium-term management plan
3. Restructuring plan
4. Forecast for the year ending March 2017

Summary of Forecast for the Year Ending March 31, 2017



Sales vs. Forecast

- Sales of FPD lithography systems is expected to increase
- Semiconductor lithography systems is expected to have fewer field upgrades
- Sales plans for Imaging Products and Instruments are revised
- Overall sales forecast is revised downward by ¥20 billion

Operating Income vs. Forecast

- Income is expected to increase due to increased sales of FPD lithography systems
- Overall income forecast is revised upward by ¥3 billion

Net Income attributable to owners of parent

- Restructuring cost of ¥48 billion is recorded as an extraordinary loss
- Net loss of ¥6 billion is expected for the fiscal year

Planned annual cash dividend per share

- ¥16 (interim: ¥12, year-end: ¥4)

Forecast for the Year Ending March 31, 2017: Financial Highlights



Billions of yen	2016/3 Actual (A)	2017/3 Previous forecast (B) (Aug. 4)	2017/3 New forecast (C)	Change (C)-(A)	Change (C)-(B)
Net Sales	819.3	820.0	800.0	-19.3	-20.0
Operating Income % vs. Net Sales	31.6 3.9%	46.0 5.6%	49.0 6.1%	+17.4	+3.0
Ordinary Income % vs. Net Sales	37.8 4.6%	49.0 6.0%	52.0 6.5%	+14.2	+3.0
Net Income attributable to owners of parent % vs. Net Sales	18.2 2.2%	30.0 3.7%	-6.0 -0%	-24.2	-36.0
FCF	24.3	45.0	45.0	+20.7	±0
Exchange Rate:				vs. 2016/3 Actual <u>Impact on Net Sales</u> Approx. -68.0	
US\$	¥120	¥106	¥105		
EURO	¥133	¥117	¥117	<u>Impact on Op. Income</u> Approx. -16.0	

Forecast for the Year Ending March 31, 2017: Financial Highlights by Segment



Billions of yen		2016/3 Actual (A)	2017/3 New forecast (B)	Change
Precision Equipment Business	Net Sales	178.8	255.0	+43%
	Operating Income	9.6	45.0	+35.4
Imaging Products Business	Net Sales	520.4	415.0	-20%
	Operating Income	45.7	33.0	-12.7
Instruments Business	Net Sales	77.2	84.0	+9%
	Operating Income	2.8	3.0	+0.2
Medical Business	Net Sales	18.3	19.0	+4%
	Operating Income	-4.6	-6.0	-1.4
Other	Net Sales	24.4	27.0	+11%
	Operating Income	4.5	4.0	-0.5
Corporate Expenses Total/Elimination of Intersegment Transactions	Net Sales	-	-	-
	Operating Income	-26.4	-30.0	-3.6
Consolidated	Net Sales	819.3	800.0	-2%
	Operating Income	31.6	49.0	+17.4

Forecast for the Year Ending March 31, 2017: Precision Equipment Business



Billions of yen	2016/3 Actual	Previous forecast (Aug. 4)	2017/3 New forecast
Net Sales	178.8	260.0	255.0
Operating Income	9.6	40.0	45.0
% vs. Net Sales	5.4%	15.4%	17.6%
Semiconductor Lithography systems New/Refurbished (units)	14/21	26/16	26/16
FPD Lithography Systems (units)	46	90	92
Semiconductor Lithography systems Market Scale CY15/16 (units)	220	Approx. 210	Approx. 210
FPD Lithography Systems Market Scale CY15/16 (units)	80	Approx. 120	Approx. 120

- **Sales:** FPD lithography systems is projected to have 2 additional units in sales, but the sales forecast is reduced by ¥5 billion due to delays in field upgrades of semiconductor lithography systems
- **Operating income:** The forecast is revised favorably by ¥5 billion aided by increased sales of FPD lithography systems

Forecast for the Year Ending March 31, 2017: Imaging Products Business



Billions of yen Cameras & Lenses (1,000 of units sold)	2016/3 Actual	Previous forecast (Aug. 4)	2017/3 New forecast
Net Sales	520.4	423.0	415.0
Operating Income % vs. Net Sales	45.7 8.8%	33.0 7.8%	33.0 8.0%
Digital camera - Interchangeable Lens Type	4,040	3,350	3,250
Interchangeable Lens	5,900	4,900	4,750
Compact DSC	6,230	3,350	3,450
D-CIL Market Scale	13,040	-	12,000
IL Market Scale	21,340	-	20,000
C-DSC Market Scale	20,790	-	13,500

- **Sales:** The forecast is revised and lowered by ¥8 billion in consideration of the 1st half year result and revised 2nd half sales forecast
- **Operating income:** The forecast remains unchanged

Forecast for the Year Ending March 31, 2017: Instruments Business



Billions of yen	2016/3 Actual	Previous forecast (Aug. 4)	2017/3 New forecast
Net Sales	77.2	88.0	84.0
Operating Income	2.8	4.0	3.0
% vs. Net Sales	3.6%	4.5%	3.6%

- Microscope solutions business is expected to perform as planned
- Industrial metrology business sales and operating income forecasts are reduced by ¥4 billion and ¥1 billion, respectively, due to weaker than expected customer capital expenditure

Forecast for the Year Ending March 31, 2017: Medical Business



Billions of yen	2016/3 Actual	Previous forecast (Aug. 4)	2017/3 New forecast
Net Sales	18.3	21.0	19.0
Operating Income	-4.6	-6.0	-6.0
% vs. Net Sales	-%	-%	-%

- Sales forecast is lowered by ¥2 billion in consideration of 1st half year results and operating income forecast remains unchanged