

**Summary of Consolidated Financial and Business Results of the First Quarter
for the Fiscal Year 2013(to June 30, 2013) [Japan GAAP]**

(All financial information has been prepared based on the original Japanese-language document, Summary of Consolidated Financial and Business Results of the First Quarter announced on July 30, 2013)

July 30, 2013

Company name Mori Seiki Co., Ltd.

Code Number 6141 Tokyo Stock Exchanges
(URL <http://www.moriseiki.co.jp>)

Representative Title President (the representative director)
Name Masahiko Mori

Contact Title Vice president
Accounting / Finance HQ Executive Officer
Name Tatsuo Kondo (TEL: 052-587-1811)

Expected date of filing the quarterly financial report August 9, 2013

Expected payment date of cash dividends —

Quarterly financial closing supplementary explanatory documents Yes

Quarterly financial closing presentation Yes (for analysts and institutional investors)

Note: All amounts less than one million are disregarded.

1. Consolidated business results for the First quarter of the fiscal year 2013(April 1, 2013 to June 30, 2013)

(1) Consolidated business results

(Percentage shows the change from the previous First quarter.)

	Net sales		Operating income		Ordinary income		Net income	
	million yen	%	million yen	%	million yen	%	Million yen	%
First Quarter Fiscal Year 2013	35,288	-2.6	604	4.8	835	—	1,354	—
First Quarter Fiscal Year 2012	36,246	25.7	576	—	-923	—	-542	—

(Note)

Comprehensive profit First quarter of the Fiscal Year 2013: 3,900 million yen. First quarter of the Fiscal Year 2012: -627 million yen

	Net income per share in this quarter		Diluted net income per share	
	yen		yen	
First Quarter Fiscal Year 2013	12.	38	12.	38
First Quarter Fiscal Year 2012	-4.	96	—	—

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net income per share
	million yen	million yen	%	yen
First Quarter Fiscal Year 2013	195,781	106,891	53.9	964. 33
Fiscal year 2012	186,653	104,481	55.0	938. 53

(Reference) Equity capital First quarter of the Fiscal Year 2013 105,482 million yen Fiscal Year 2012 102,659 million yen

2. Dividends

Dividends per share					
	First Quarter	Second Quarter	Third Quarter	The end of the term	Year
	yen	yen	yen	yen	yen
Fiscal Year 2012	— —	10. 00	— —	10. 00	20. 00
Fiscal Year 2013	— —				
Fiscal Year 2013(Forecast)		10. 00	— —	10. 00	20. 00

Note: Amendment of the latest forecast on dividends No

3. Consolidated earnings forecast for Fiscal Year 2013 (April 1, 2013 to March 31, 2014) (Percent change shows the change from the previous full year.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Full year	155,000	4.3	7,000	69.3	7,500	49.8	7,000	35.4	63. 99

Note: Amendment of the latest consolidated earnings forecast of the fiscal year 2013 : No

※ Notes

(1) Changes of significant subsidiaries during the financial term (changes in specific subsidiaries involving changes in scope of consolidation) No

(2) Adoption of peculiar accounting methods for preparing quarterly consolidated financial statements No

(3) Changes of important accounting policies, procedures, changes of estimate in view of accounting, and amendment.

- ① Changes along the revision of accounting standards, etc. No
- ② Changes other than mentioned in ① Yes
- ③ Changes of estimate in view of accounting Yes
- ④ Amendment No

It comes under Article 5-10 of the regulation of "Term, form and method of drawing up quarterly financial statements". For details, please refer to "(3) Changes in Accounting Principles, accounting estimates and correction of prior period errors" under "2. Notes Regarding Other Information" on page 8.

(4) Number of shares outstanding (Common Stocks)

① Number of shares outstanding at the end of the year (Including treasury stocks)	The first quarter of the fiscal year 2013	118,475,312 shares	Fiscal year 2012	118,475,312 shares
② Treasury stocks at the end of the year	The first quarter of the fiscal year 2013	9,091,390 shares	Fiscal year 2012	9,091,233 shares
③ Number of average shares (during the quarter terms)	The first quarter of the fiscal year 2013	109,383,999 shares	The first quarter of the fiscal year 2012	109,384,906 shares

※Implementation of quarterly review

This summary of Consolidated Financial and Business Results is out of scope in the quarterly audit based on Financial Instrument and Exchange Act. At the time of releasing this summary, the audit has not been completed.

※Proper use of the earnings forecasts and other notes

(Attention for the forecasts)

The above forecasts are based on information available as of the release of this report and assumptions of several uncertain factors which may affect the company's results. Actual results might be different from the above estimates due to subsequent changes in the circumstances. Please refer to "1 Qualitative Information/Financial Statements, etc" (3) Explanation on earnings forecast and etc for further information of the forecasts and assumptions.

(How to get the additional explanation)

We will upload additional explanation on July 30, 2013.

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1. Qualitative Information/Financial Statements, etc.

(1) Qualitative information on consolidated operating results

During the first quarter of the fiscal year ending March 31, 2014 (from April 1 to June 30, 2013), the machine tool industry saw declines in inquiries and orders with the January-to-June machine tool order intake released by Japan Machine Tool Builders' Association decreasing by 18.7% from the same period last year. Despite the overall decline, the Mori Seiki Group has been seeing relatively strong demand mainly in Europe and the U.S.A.

In this business environment, Mori Seiki purchased two machine tool distributors: Tyler Machine Tool Co., Inc., a distributor for DMG MORI SEIKI USA Inc., and Micron S.p.A. for DMG MORI SEIKI ITALIA S.R.L. in April and May, respectively. The acquisition of these companies enables us to provide the best possible solutions and support to customers in the regions.

In May, Mori Seiki hosted Innovation Days 2013 at its Iga Campus and exhibited 64 state-of-the-art machines including two world premier models: the MAX3000 and the NZX-S2500. The event also highlighted machining examples from a wide range of industries, attracting many visitors and orders.

Ever since the NLX2500 high-rigidity, high-precision CNC lathe was launched in September 2010 as the first model in the next-generation X-class series, Mori Seiki has been striving to make the X-class more evolved and matured, while expanding the product lineup to meet the growing demand for high-speed and high-accuracy machining. As the result, the X-class reached a milestone of 5,000 units ordered in April. The company now offers a range of options as packages along with the machines to flexibly meet diversified customer needs.

As for production, the integrated production line of Magnescape, a wholly owned subsidiary of Mori Seiki, was completed in the Iga Campus and a ceremony to celebrate the completion was held in April. The construction of Mori Seiki's new plant in Tianjin, China is near completion, with an anticipated opening in September.

Mori Seiki submitted a proposal for partial amendment to its Articles of Incorporation at its annual shareholders' meeting that took place on June 17 to obtain shareholders' approval for its cooperate name change to DMG MORI SEIKI K.K. (DMG MORI SEIKI CO., LTD. in English), and it was approved and resolved as originally proposed. GILDEMEISTER AG (hereinafter, "GILDEMEISTER") also obtained shareholders' approval for its name change to DMG MORI SEIKI Aktiengesellschaft at its annual shareholders' meeting held on May 17. The Mori Seiki Group will continue to promote the capital and business collaboration with GILDEMEISTER in an effort to further increase our corporate value.

Under these circumstances, our consolidated sales were 35,288 million yen (2.6% decrease from the same period last year), consolidated operating profit was 604 million yen (4.8% increase from the same period last year), consolidated ordinary profit was 835 million yen (the same period last year: consolidated ordinary loss of 923 million yen) and consolidated net profit was 1,354 million yen (the same period last year: quarterly net loss of 542 million yen).

(2) Qualitative information on consolidated financial status

At the end of the first quarter, total assets were 195,781 million yen, 9,127 million yen increased from the end of the previous fiscal year. The main reasons for the increase are that though Cash and deposits have increased by 1,916 million yen, Goods and products 1,555 million yen, Construction in progress 1,062 million yen and Investments in securities 1,432 million yen respectively. Net assets were 106,891 million yen, and shareholders' equity ratio was 53.9%, 1.1 percentage decreased from the end of the previous fiscal year.

(3)Qualitative information on consolidated earnings forecast

There is not any changes in the forecast for the full year of the fiscal year 2013 (April 1, 2013 to March 31, 2014) originally announced by "Summary of Consolidated Financial and Business Results for the Fiscal Year 2012 (to March 31, 2013)〔Japan GAAP〕"on May 10, 2013.

2. Information for the summery (notes)

(1) Changes of important accounting policies, procedures, changes of estimate in view of accounting, and amendment
(Change of method for calculating depreciation of property, plant and equipment)

Depreciation of property, plant and equipment of the Company and its domestic consolidated subsidiaries, except for buildings (other than structures attached to the buildings) acquired on or subsequent to April 1, 1998, had been calculated by the declining-balance method over the estimated useful lives of the respective assets. However, effective the first quarter of the current fiscal year, the Company and all its domestic consolidated subsidiaries, with the exception of one domestic consolidated subsidiary, have adopted the straight-line method.

The Mori Seiki Group has been globalizing its manufacturing bases and promoting collaboration with GILDEMEISTER in various fields including sales, development and production based on its medium-term management plan. As our collaboration progressed, the companies shared the same recognition of the need for a standardized production management system. We then examined the operating status of our production equipment. Our study results suggested that the integration of both companies' sales bases and the globalization of production bases resulting in more stable and efficient operation. Taking these into consideration, we concluded that it was appropriate to use the straight-line method for calculating depreciation as it best reflects the pattern of consumption of economic benefits that are obtained based on the actual operating status.

As a result of this change, compared with the previous method, operating profit, ordinary profit and, income before income taxes and minority interests increased by 140 million yen, respectively.

3. Consolidated financial statements

(1) The first quarter consolidated balance sheet

(Amount : million yen)

	At the end of the previous consolidated fiscal year (March 31, 2013)	At the end of the 1 st consolidated quarter (June 30, 2013)
(Assets)		
Current Assets		
1 Cash and deposits	6,287	8,204
2 Notes and accounts receivable	24,824	23,950
3 Goods and products	12,195	13,751
4 Work in process	7,189	7,892
5 Raw material and Supplies	18,555	18,360
6 Deferred tax assets	2,742	3,064
7 Consumption tax receivable	430	440
8 Other	2,744	4,043
9 Allowance for doubtful receivables	-230	-193
Total current assets	74,739	79,515
Fixed assets		
1 Tangible fixed assets		
(1) Buildings and structures, net	26,094	26,722
(2) Machinery, equipment and vehicles, net	5,989	6,003
(3) Land	21,774	21,899
(4) Lease assets, net	3,995	3,998
(5) Construction in progress	1,882	2,945
(6) Other, net	3,052	3,139
Total tangible fixed assets	62,788	64,708
2 Intangible fixed assets		
(1) Goodwill	666	1,424
(2) Other	5,245	5,371
Total Intangible fixed assets	5,912	6,796
3 Investments and other assets		
(1) Investments in securities	40,367	41,799
(2) Long-term prepaid expenses	310	320
(3) Deferred tax assets	944	1,098
(4) Other	1,591	1,542
Total investments and other assets	43,213	44,761
Total fixed assets	111,914	116,266
Total assets	186,653	195,781

	At the end of the previous consolidated fiscal year (March 31, 2013)	At the end of the 1 st consolidated quarter (June 30, 2013)
(Liabilities)		
Current liabilities		
1 Payable-trade	9,077	11,666
2 Short-term bank loans	23,929	5,796
3 Lease obligations	428	422
4 Accrued payments	3,855	6,151
5 Accrued expenses	1,583	2,127
6 Advances received	1,894	1,701
7 Accrued income taxes	981	447
8 Accrued consumption taxes	75	26
9 Deferred tax liabilities	249	210
10 Allowance for product warranties	832	812
11 Allowance for bonuses	168	86
12 Others	1,177	1,136
Total current liabilities	44,253	30,587
Fixed liabilities		
1 Bonds	30,000	50,000
2 Lease obligations	3,986	4,013
3 Deferred tax liabilities	1,400	1,321
4 Deferred tax liabilities for land revaluation	1,485	1,485
5 Accrued retirement benefits	222	236
6 Long-term accrued payments	748	712
7 Asset retirement obligations	62	63
8 Other	13	470
Total fixed liabilities	37,918	58,302
Total liabilities	82,172	88,889
(Net assets)		
Shareholders' equity		
1 Capital	41,132	41,132
2 Capital surplus	53,863	53,863
3 Retained earnings	18,270	18,519
4 Treasury stock	-11,743	-11,743
Total shareholders' equity	101,523	101,771
Other comprehensive profit		
1 Net unrealized holding gain on securities	2,616	2,692
2 Net unrealized gain/loss on derivative instruments	185	164
3 Land revaluation reserve	1,759	1,759
4 Translation adjustments	-3,423	-904
Total other comprehensive profit	1,136	3,711
Stock acquisition rights	434	57
Minority interests	1,386	1,351
Total net assets	104,481	106,891
Total liabilities and net assets	186,653	195,781

(2) The first quarter consolidated statement of income and statement of comprehensive profit
(The first consolidated quarter total)

(Amount : million yen)

	The previous 1 st consolidated quarter total (April 1, 2012 to June 30, 2012)	The 1 st consolidated quarter total (April 1, 2013 to June 30, 2013)
Net sales	36,246	35,288
Cost of sales	25,938	24,124
Gross profit	10,307	11,164
Selling, general and administrative expenses	9,730	10,559
Operating income	576	604
Non-operating income		
1 Interest income	9	5
2 Dividend income	129	111
3 Exchange gain	—	545
4 Equity in earnings of affiliates	134	—
5 Other	65	43
Total of non-operating income	338	705
Non-operating expenses		
1 Interest expense	136	135
2 Fees and commissions	24	44
3 Exchange loss	1,432	—
4 Equity in losses of affiliates	—	136
5 Other	245	158
Total of non-operating expenses	1,838	474
Ordinary income/loss (-)	-923	835
Extraordinary gain		
1 Gain on sales of fixed assets	3	11
2 Gain on reversal of subscription rights to shares	11	373
3 Insurance income	333	—
Total of extraordinary income	348	385
Extraordinary loss		
1 Loss on sales of fixed assets	0	0
2 Loss on disposal of fixed assets	5	5
3 Loss on valuation of other investments	—	1
Total of extraordinary loss	5	7
Income before income taxes/ Loss before income taxes and minority interests (-)	-579	1,213
Income taxes	232	212
Income taxes deferred	-274	-342
Total of Income taxes	-42	-129
Income before minority interests/ Loss before minority interests (-)	-537	1,343
Minority interests in income/loss (-)	4	-11
Net income/loss(-)	-542	1,354

statement of comprehensive profit
(The first consolidated quarter total)

(Amount: million yen)

	The previous 1 st consolidated quarter total (April 1, 2012 to June 30 2012)	The 1 st consolidated quarter total (April 1, 2013 to June 30, 2013)
Income before minority interests/Loss before minority interests	-537	1,343
Other comprehensive profit		
Net unrealized holding gain on securities	-1,099	46
Translation adjustments	-1,109	966
Share of other comprehensive income of associates accounted for using equity method	2,118	1,544
Other comprehensive profit	-90	2,557
Quarterly comprehensive profit	-627	3,900
Contents		
Comprehensive income attributable to owners of the parent	-622	3,928
Comprehensive income attributable to minority interests	-4	-27

(3) Notes (Consolidated financial statements)

Notes about premise of going concern

There are no applicable matters.

Note regarding remarkable fluctuation of shareholder's equity

There are no applicable matters.