

DMG MORI CO., LTD.

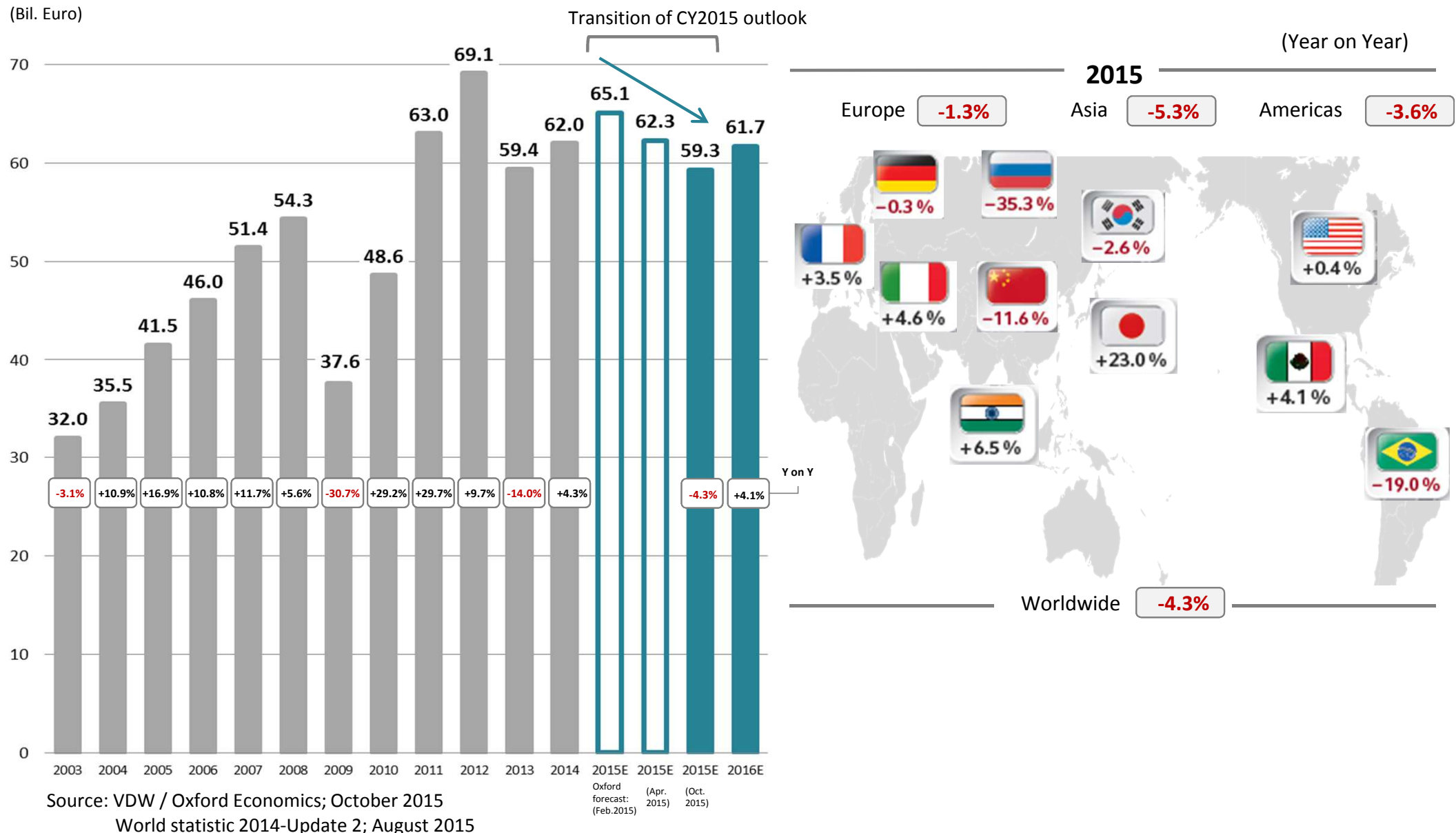
Ending Dec. 2015 2Q (Jul.-Sep.) Result
IR Meeting

DMG MORI

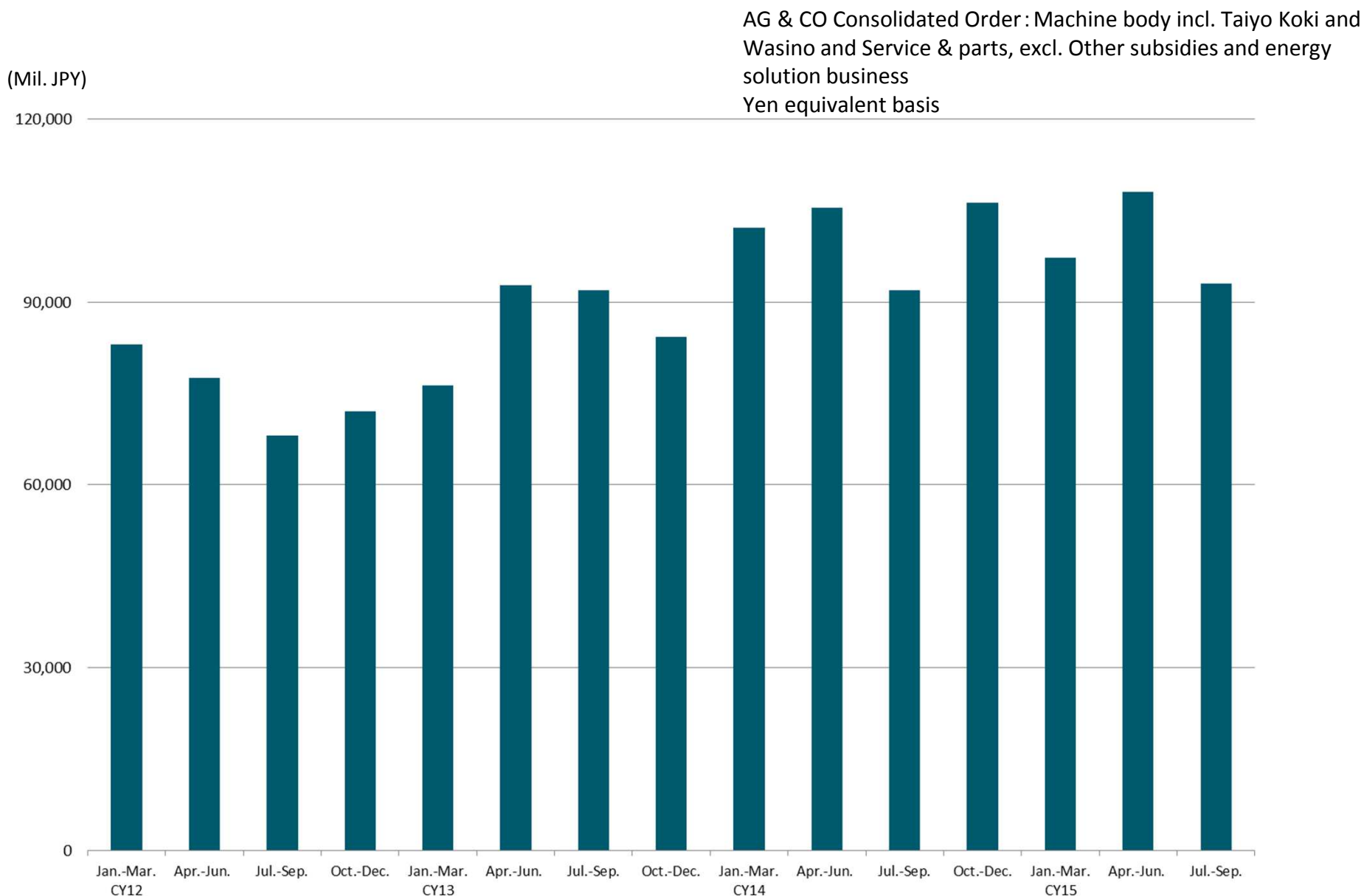
COMPANY LIMITED



Outlook for Worldwide Growth in Machine Tool (VDW / Oxford Economics)



AG & CO Consolidated Quarterly Order Intakes (Machine Tool Business only)



Profit & Loss Statements

(Mil. JPY)	2014 2Q cum. (Apr. – Sep.) Former CO basis	2015 2Q cum. (Apr. – Sep.)	End Dec. 2015 (Apr. – Dec.) 9 month forecast	<Reference> End Dec. 2015 (Jan. – Dec.) 12 month forecast
Sales revenue	80,364	196,735	300,000	410,000
Operating result	5,525	38,679	30,000	40,000
(%)	6.9%	19.7%	10.0%	9.8%
Quarterly profit	6,678	36,455	-	-
(%)	8.3%	18.5%	-	-
Profit attributed to owners of parent company	6,595	33,043	16,500	22,000
(%)	8.2%	16.8%	5.5%	5.4%
EPS (JPY)	50.76	262.2	129.0	172.0
Exchange rate (1USD= **JPY)	103.1	121.8	120.0	119.8
Exchange rate (1EUR= **JPY)	139.0	135.1	130.0	131.0

PL (Supplemental Explanation)

Impact on PL by Adoption of IFRS and Integration with AG (2Q Jul.-Sep.)

(100 Mil. JPY)

Consolidation		FY2014 (IFRS)			FY2015			+ / - ②-①
		1Q 4~6	2Q 7~9	2Q Cum 4~9 ①	1Q 4~6	2Q 7~9	2Q Cum 4~9 ②	
	Sales revenue	372	431	804	961	1,007	1,967	1,164
	Other operating revenues	2	12	15	389	9	397	383
	Revenue	375	443	818	1,349	1,015	2,365	1,546
	(Step gain)				(373)	(0)	(373)	(373)
	Revenue ※excl. Step gain	375	443	818	976	1,015	1,992	1,173
	Operating result	7	48	55	61	69	130	75
	※excl. Step gain	1.9%	10.8%	6.8%	6.2%	6.8%	6.5%	
	Step gain				373	0	373	
	Business restructuring				-94	-22	-116	
	TTL				279	-22	257	
	Operating result	7	48	55	340	47	387	332
		1.9%	10.8%	6.8%	25.2%	4.6%	16.4%	
	EAT	17	50	67	339	26	365	298
	%	4.4%	11.3%	8.2%	25.1%	2.5%	15.4%	
	Attributed to owners of parent company	17	49	66	323	7	330	264
		4.5%	11.1%	8.1%	24.0%	0.7%	14.0%	
	Attributed to minority interests	0	1	2	16	18	34	32
Exchange rate	USD	102.2	103.9	103.1	121.4	122.2	121.8	18.8
	EUR	140.1	137.8	139.0	134.2	136.0	135.1	-3.9

■ Impact for 2Q (7~9)

⇒ Impact on Operating result Δ 2.2 Bil.

- Business restructuring: Δ 1.7 Bil.
 - Sales restructuring in the US Δ 1.2
 - Inventory clearance for distributor
 - Cancellation of contract for sales base
 - Recruitment for new sales division
 - Other Δ 0.5
- Unrealized profit of cross holding inventories Δ 0.5 Bil.

■ Impact for 2Q cumulative (4~9)

⇒ Impact on revenue $+$ 37.3 Bil.

- Other operating revenue $+$ 37.3 Bil.
 - Step gain: AG integration $+$ 36.7
 - Step gain: D/M Finance integration $+$ 0.6

⇒ Impact on Operating result Δ 11.6 Bil.

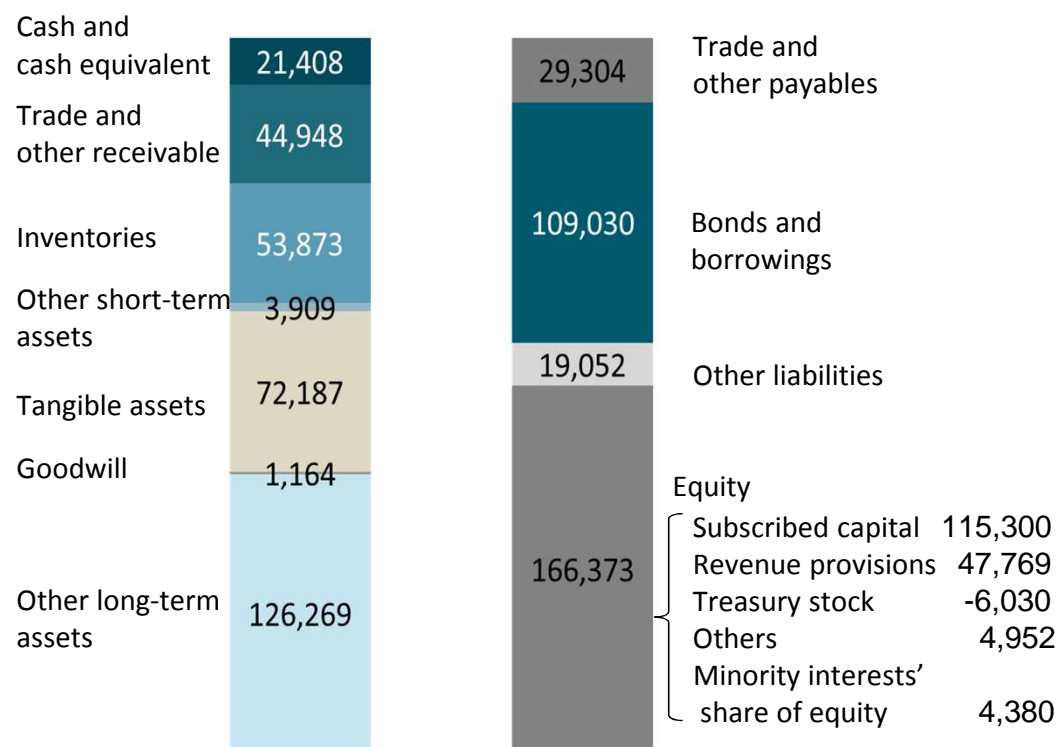
- Business restructuring Δ 10.6 Bil.
 - 1Q: Inventory devaluation, Management integration, etc. Δ 8.9
 - 2Q: Sales restructuring in the US, etc. Δ 1.7
- Unrealized profit of cross holding inventories Δ 1.0 Bil.

Balance Sheet

End of Mar. 2015

(Former CO basis)

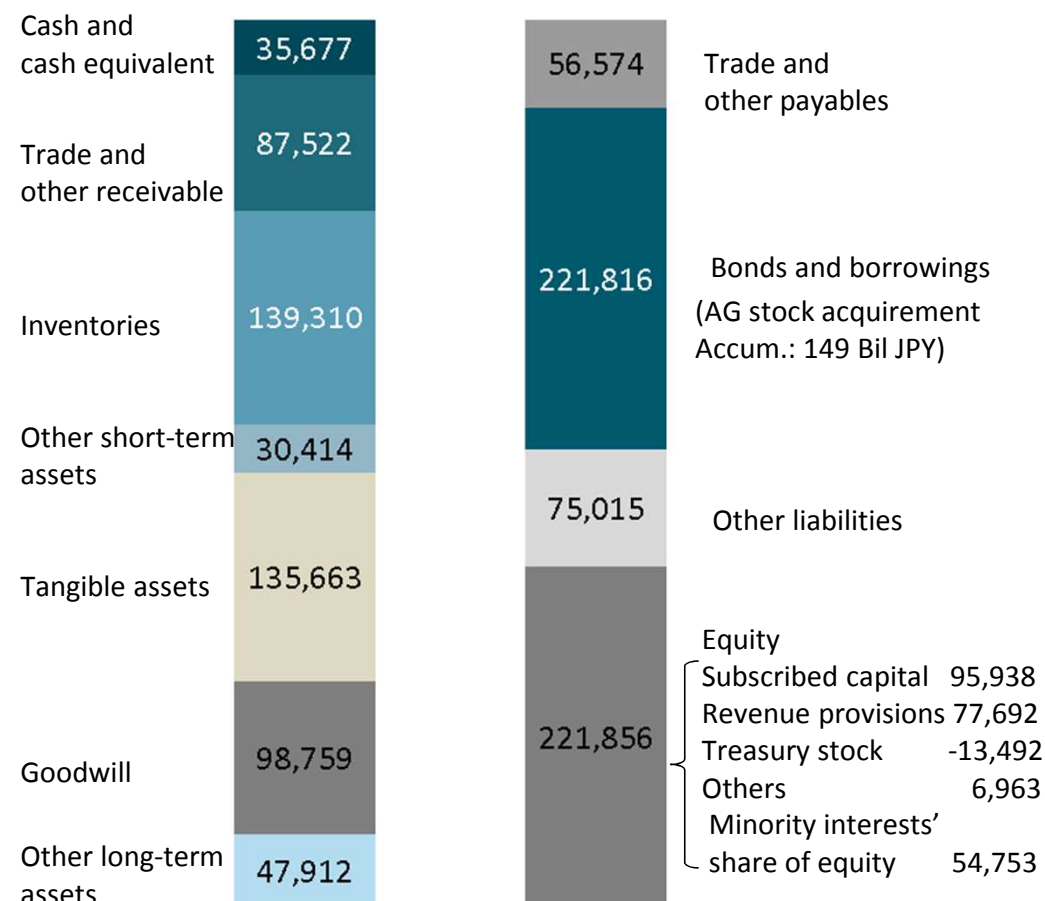
Total assets 323,759 Mil. JPY



Net debt 87,622 Mil. JPY
Shareholders' equity ratio 50.0%

End of Sep. 2015

Total assets 575,262 Mil. JPY



Net debt 186,139 Mil. JPY
Shareholders' equity ratio 29.0 %

Cash Flow Statements

(Mil. JPY)	CY2015 Apr. – Jun.	CY2015 Jul. – Sep.
Cash flow from operating activities	-13,616	-3,226
- Amount paid out for changes of working capital	-6,849	-5,785
Cash flow from investment activities	-11,063	-8,029
- Amount paid out for investments in tangible assets	-6,135	-6,329
- Amount paid out for investments in subsidiary stocks	-4,808	0
Cash flow from financing activities	43,045	7,020
Cash and cash equivalents at the end of the period	40,841	35,677

Disclaimer

This material contains targets, plans, etc, concerning the future of DMG MORI CO., LTD. and the DMG MORI Group. All predictions concerning the future are judgments and assumptions based on information available to DMG MORI at the time of writing. There is a possibility that the actual future results may differ significantly from these forecasts, due to changes in management policy or changes in external factors.

There are many factors which contain elements of uncertainty or the possibility of fluctuation, including the following:

- Fluctuations in exchange rates
- Changes to the laws, regulations and government policies in the markets where DMG MORI CO., LTD. conducts its business
- DMG MORI CO., LTD.'s ability to develop and sell new products in a timely fashion
- Instability of governments in the markets where DMG MORI CO., LTD. conducts its business
- Operational changes by the competent authorities or regulations related to anti-trust, etc.