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The formal official document is in Japanese.



Summary of Consolidated Financial Results for the
Fiscal Year ended September 30, 2018 (Japanese Accounting Standards)

October 30, 2018

Listed Company Name: MTI Ltd. Listing Exchanges: Tokyo Stock Exchange
 Securities Code: 9438 URL: <https://www.mti.co.jp/eng/>
 Representative: Toshihiro Maeta, President and Chief Executive Officer
 Contact: Hiroshi Matsumoto, Director Phone: +81-3-5333-6323
 Scheduled date of annual meeting of shareholders: December 23, 2018
 Scheduled date to submit the Securities Report (Yuka Shoken Houkokusho): December 25, 2018
 Scheduled date of dividend payment: December 25, 2018
 Supplementary documents for financial results: Yes
 Quarterly results briefing: Yes (for securities analysts and institutional investors)

(Figures less than one millions of yen are omitted)

1. Consolidated business results for the year ended September 30, 2018
(October 1, 2017 – September 30, 2018)

(1) Consolidated operating results (Percentages represent year-on-year changes)

| | Net sales | | Operating income | | Ordinary income | | Profit attributable to owners of parent | |
|---------------------------------------|-----------------|-------|------------------|--------|-----------------|--------|---|--------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| For the year ended September 30, 2018 | 29,075 | (6.0) | 3,218 | (20.6) | 3,116 | (21.6) | 1,629 | 13.6 |
| For the year ended September 30, 2017 | 30,933 | (5.8) | 4,053 | (24.3) | 3,972 | (25.2) | 1,434 | (56.8) |

(Note) Comprehensive income: Year ended September 30, 2018: 1,465 million yen, 2.0%
 Year ended September 30, 2017: 1,437 million yen, (53.1%)

| | Net income per share | Net income per share/diluted | Return on Equity | Return on Assets | Net income |
|---------------------------------------|----------------------|------------------------------|------------------|------------------|------------|
| | Yen | Yen | % | % | % |
| For the year ended September 30, 2018 | 29.85 | 29.75 | 9.3 | 13.0 | 11.1 |
| For the year ended September 30, 2017 | 26.27 | 26.12 | 8.4 | 16.2 | 13.1 |

(Reference) Equity in earnings (losses) of affiliates: Year ended September 30 2018: (100)millions of yen
 Year ended September 30 2017: (148) millions of yen

(2) Consolidated financial position

| | Total assets | Net assets | Equity ratio | Net assets per share |
|-------------------------------|-----------------|-----------------|--------------|----------------------|
| | Millions of yen | Millions of yen | % | Yen |
| Year ended September 30 ,2018 | 23,896 | 18,808 | 75.2 | 328.78 |
| Year ended September 30 ,2017 | 23,897 | 17,937 | 71.2 | 312.28 |

(Reference) Shareholders' equity: Year ended September 30 2018: 17,978 millions of yen
 Year ended September 30 2017: 17,026 millions of yen

(3) Consolidated cash flows

| | Net cash provided by (used in) operating activities | Net cash provided by (used in) investing activities | Net cash provided by (used in) financing activities | Cash and cash equivalent |
|---------------------------------------|---|---|---|--------------------------|
| | Millions of yen | Millions of yen | Millions of yen | Millions of yen |
| For the year ended September 30, 2018 | 4,549 | (3,322) | (855) | 10,504 |
| For the year ended September 30, 2017 | 3,442 | (3,874) | (2,068) | 10,133 |

2. Dividends

| | Dividend per share | | | | | Amount of dividends paid (Total) | Dividend ratio (Consolidated) | Dividends on equity (Consolidated) |
|---------------------------------------|----------------------|----------------------|----------------------|-------------|--------------|----------------------------------|-------------------------------|------------------------------------|
| | End of first quarter | End of second period | End of third quarter | Year end | Annual | | | |
| For the year ended September 30, 2018 | Yen – | Yen 8.00 | Yen – | Yen 8.00 | Yen 16.00 | 871 | % 60.9 | % 5.1 |
| For the year ended September 30, 2017 | – | 8.00 | – | 8.00 | 16.00 | 873 | 53.6 | 5.0 |
| Year ending 9/19 (forecast) | – | 8.00 | – | 8.00 | 16.00 | | 62.5 | |

(Note) Revisions to dividend forecasts published most recently: No

3. Forecast for consolidated business results for the fiscal year ending September 30, 2019
(October 1, 2018 – September 30, 2019)

(Percentages represent year-on-year changes)

| | Net sales | | Operating income | | Ordinary income | | Profit attributable to owners of parent | | Net income per share |
|--------------------|-----------------|-------|------------------|--------|-----------------|--------|---|--------|----------------------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Yen |
| For the first half | 14,000 | (7.7) | 1,000 | (27.1) | 950 | (28.3) | 600 | (48.0) | 10.97 |
| Full year | 28,000 | (3.7) | 2,400 | (25.4) | 2,300 | (26.2) | 1,400 | (14.1) | 25.60 |

* Notes

(1) Important changes of subsidiaries during the term (changes in specified subsidiaries resulting in change in scope of consolidation): Not applicable

New: –

Exception: –

(2) Changes in accounting policies and changes or restatement of accounting estimates

- | | |
|---|----------------|
| (i) Changes in accounting policies due to the modification in accounting methods: | Not applicable |
| (ii) Changes in accounting policies other than (i): | Not applicable |
| (iii) Changes in accounting estimates: | Not applicable |
| (iv) Restatement: | Not applicable |

(3) Number of outstanding shares (common shares)

- | | | |
|--|-------------------------|--|
| (i) Number of outstanding shares at the end of period (including treasury shares): | | |
| 9/18: 61,016,400 shares | 9/17: 60,854,400 shares | |
| (ii) Number of treasury shares at the end of period | | |
| 9/18: 6,333,128 shares | 9/17: 6,333,128 shares | |
| (iii) Average number of shares during the period | | |
| 9/18: 54,567,909 shares | 9/17: 54,595,270 shares | |

(Reference) Summary of financial results

1. Nonconsolidated financial results for the year ended September 30, 2018
(From October 1, 2017 - September 30, 2018)

(1) Nonconsolidated operating results

(Percentages are shown as year-on-year changes)

| | Net sales | | Operating income | | Ordinary income | | Net income | |
|---------------------------------------|-----------------|--------|------------------|--------|-----------------|--------|-----------------|--------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| For the year ended September 30, 2018 | 24,859 | (10.2) | 3,442 | (22.9) | 3,505 | (22.3) | 1,308 | 38.6 |
| For the year ended September 30, 2017 | 27,698 | (10.4) | 4,463 | (24.1) | 4,512 | (23.2) | 944 | (74.2) |

| | Net income per share | Fully diluted net income per share |
|---------------------------------------|----------------------|------------------------------------|
| | Yen | Yen |
| For the year ended September 30, 2018 | 23.99 | 23.90 |
| For the year ended September 30, 2017 | 17.29 | 17.19 |

(2) Nonconsolidated financial position

| | Total assets | Net assets | Equity ratio | Net assets per share |
|---------------------------------------|-----------------|-----------------|--------------|----------------------|
| | Millions of yen | Millions of yen | % | Yen |
| For the year ended September 30, 2018 | 21,754 | 17,321 | 78.7 | 313.10 |
| For the year ended September 30, 2017 | 21,947 | 16,661 | 75.2 | 302.55 |

(Reference) Shareholders' equity

As of September 30, 2018: 17,121 millions of yen As of September 30, 2017: 16,495 millions of yen

* This Summary of Consolidated Financial Results is exempt from audit by a certified public accountant or audit corporation.

* Status of review

Financial results is out of audit.

* Cautionary statement with respect to forward-looking statements

The forward-looking statements included in this material are based on the Company's judgments, assumptions, and convictions based on information available to the Company at the time of publication of this document and may differ materially from actual results for a range of factors, including conditions of Japanese and overseas economies, changes in the situation of operations in Japan and overseas, and uncertainties and potential risks inherent in forward-looking statements. The risks and uncertainties include unforeseeable effects of future events. For the assumptions underlying the forecasts and other notice on the use of earnings forecasts, please refer to "(2) Outlook for the next fiscal year" on page 3 in the accompanying material.

The Company will hold a briefing on earnings chiefly for securities analysts and institutional investors on Tuesday, October 31, 2018. A video of the briefing and a document to be used at the briefing will be posted on the Company's website as soon as the briefing ends.