

(Reference Translation)



August 3, 2016

To whom it may concern:

**Company Name: JUKI Corporation**

Name and Title of Representative:

Akira Kiyohara, President

(TSE 1st Section Securities Code: 6440)

Name and Title of Contact Person:

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**Notice of “Differences Between Consolidated Earnings Forecasts and Actual Results for the Six Months ended June 30, 2016,” “Revision to Consolidated Earnings Forecasts for the Fiscal Year Ending December 31, 2016,” and “Revision to the Interim Dividend and Revision to the Year-end Dividend Forecasts”**

JUKI Corporation (the “Company”) hereby announces that differences have arisen between consolidated earnings forecasts and actual results for the six months ended June 30, 2016, which were announced on February 10, 2016, and that in light of recent earnings, its consolidated earnings forecasts for the fiscal year ending December 31, 2016 (January 1, 2016 to December 31, 2016), its interim dividend and its year-end dividend forecasts for the year then ending have been revised as follows.

**1. Differences between consolidated earnings forecast figures and actual result figures for the first six months of fiscal year 2016 ending December 31, 2016 (January 1, 2016 to June 30, 2016)**

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Basic earnings per share
Forecasts previously announced (A)	million yen 56,000	million yen 2,200	million yen 1,700	million yen 1,000	yen 33.97
Actual results (B)	50,991	2,028	606	(232)	(7.86)
Difference (B-A)	(5,009)	(172)	(1,094)	(1,232)	–
Increase/decrease (%)	(8.9)	(7.8)	(64.4)	–	–
Reference: Results for the six months ended June 30, 2015	57,369	4,227	3,943	2,719	91.14

**2. Revision to consolidated earnings forecasts for the fiscal year ending December 31, 2016 (January 1, 2016 to December 31, 2016)**

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Basic earnings per share
Forecasts previously announced (A)	million yen 115,000	million yen 6,000	million yen 5,000	million yen 3,000	yen 101.91
Revised forecasts (B)	104,000	4,200	2,400	1,000	33.80
Difference (B-A)	(11,000)	(1,800)	(2,600)	(2,000)	–
Increase/decrease (%)	(9.6)	(30.0)	(52.0)	(66.7)	–
Reference: Results for the fiscal year ended December 31, 2015	112,865	7,110	5,728	3,853	129.14

### (Reason for difference and revision)

- (1) Differences between consolidated earnings forecasts and actual results figures for the six months ended June 30, 2016

Net sales ended lower than the previously announced forecast mainly due to the effect of the slump in capital investment demand in China, which is one of the Company's main markets, and the inability of business expansion in emerging country markets, etc. to cover for this effect.

Operating income ended roughly the same as the previously announced forecast. Ordinary income and profit, however, ended significantly lower than the previously announced forecasts, mainly due to losses incurred on revaluation of receivables amid a significant shift to appreciation of the yen against the U.S. dollar affecting ordinary income and the tax expenses resulting from a revision of recoverability of deferred tax assets affecting profit.

- (2) Revision to consolidated earnings forecast for the full year

Concerning the earnings forecasts for the full year, the Company estimates that the sluggish demand in capital investment will continue in the Electronic Assembly Systems Business, although earnings are firm for the Sewing Machinery Business, and in light of the results of the first six months, it has downwardly revised the consolidated earnings forecasts for the full year, including net sales, income items and profit, from the previously announced forecast.

### 3. Revision to the interim dividend and revision to the year-end dividend forecasts

#### <Revision to the interim dividend>

	Determined amount	Most recent dividend forecasts (announced on February 10, 2016)	Results for the fiscal year ended December 31, 2015
Record date	June 30, 2016	June 30, 2016	June 30, 2015
Dividend per share (After share consolidation)*	0.00 yen	10.00 yen	2.00 yen (10.00 yen)
Total dividends	—	—	298 million yen
Effective date	—	—	September 8, 2015
Source of dividend	—	—	Retained earnings

#### <Revision to the year-end dividend forecasts>

Record date	Dividend per share		
	Second quarter-end	Fiscal year-end	Total
	yen	yen	yen
Previous forecasts (announced on February 10, 2016)	10.00	25.00	35.00
Revised forecasts		20.00	20.00
Results for the current fiscal year	0.00		
Results for the fiscal year ended December 31, 2015 (After share consolidation)*	2.00 (10.00)	25.00 (25.00)	— (35.00)

\* On July 1, 2015, the Company carried out a one-for-five common share consolidation. Accordingly, restated amounts that reflect the share consolidation are also presented for reference.

### (Reason for revision)

The previously announced forecast (announced on February 10, 2016) was 10 yen per share for the interim dividend. However, after considering the results for the first six months of fiscal year 2016 ending December 31, 2016, the Company, with sincere regret, has decided not to pay an interim dividend. Furthermore, although the previously announced forecast was 25 yen per share for the year-end dividend, in light of the revised full-year forecast, the Company has revised this forecast to 20 yen per share.

Note: The above-mentioned forecasts were prepared based on data currently available, and they are subject to a number of risks and uncertainties. The Company therefore wishes to caution readers that actual results may differ from these forecast figures.