



June 29, 2011

Company Name: MEC COMPANY LTD.

Representative: Kazuo MAEDA, CEO & President
(Code Number: 4971)

Contact: Hiroyuki MARUOKA,
Executive Operating Officer,
Finance & Administration Unit
Phone: +81-(0)6-6414-3451

Earnings Forecast and Expected Dividend

We hereby notify you that in a meeting of the board of directors held today the Company decided as follows with regards to the earnings forecast and the expected dividend. The earnings forecast was undecided at the time of making the “Financial Announcement for the Year Ended March 31, 2011 [Japan Standard] (consolidated)” on May 13, 2011.

1. Earnings forecast

Consolidated earnings forecast for the first six months of the fiscal year ended March 31, 2012 (April 1, 2011 to September 30, 2011)

	Net Sales	Operating Income	Ordinary Income	Net income for the quarter	Net income per share for the quarter
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previously announced forecast (A)	—	—	—	—	—
Current forecast (B)	3,200	350	327	(91)	(4.55)
Change in value (B – A)	—	—	—	—	
Rate of change (%)	—	—	—	—	
Reference: Results for the second quarter of the previous fiscal year (the second quarter of the fiscal year ended March 31, 2011)	3,569	535	466	340	16.96

Consolidated earnings forecasts for the fiscal year ending March 31, 2012 (April 1, 2011 to March 31, 2012)

	Net Sales	Operating Income	Ordinary Income	Net income for the quarter	Net income per share for the quarter
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previously announced forecast (A)	—	—	—	—	—
Current forecast (B)	6,650	868	823	301	15.01
Change in value (B – A)	—	—	—	—	
Rate of change (%)	—	—	—	—	
Reference: Results for the previous fiscal year (ended March 31, 2011)	7,049	919	877	136	6.80

Reason for earnings forecast

We declined to make earnings forecasts for the first six months of the fiscal year ending March 31, 2012 and the full-year earnings forecast for the said period. This is because it was difficult to reasonably calculate such forecasts owing to the Great East Japan Earthquake. There are factors such as anticipated future trends in demand and a tight supply of electric power accompanying the reconstruction from the earthquake, as well as prospects for an economic recovery, so uncertainty still remains. However, we have developed some forecasts based on information available at the moment and predictions, and therefore we have decided to announce them.

2. Expected dividend

	Annual dividend				
	End of 1Q	End of 2Q	End of 3Q	End of term	Total
	Yen	Yen	Yen	Yen	Yen
Previous estimate	—	—	—	—	—
Current estimate	—	4.00	—	4.00	8.00
Actual dividend for the current term	—	—	—		
Actual dividend for the previous term (ended March 31, 2011)	—	4.00	—	14.00	18.00

Note: Breakdown of end-of-term dividend for fiscal year ended March 31, 2011:

Ordinary dividend: 4 yen; Commemorative dividend to mark 10 years as a listed company: 10 yen

Reason for the expected dividend

The financial results announced on May 13, 2011 stated that the dividend forecast for the year ending March 31, 2012 was undecided. However, we have now developed a dividend forecast accompanying the development of the earnings forecast shown above, and taking into account the details of those forecasts and the business environment.

Note: The above earnings forecast is based on information available as of the date of this announcement. Actual results may differ from the earnings forecast due to various factors.