

Consolidated Financial Results for the Third Quarter Ended December 31, 2011 (Japanese GAAP)

January 31, 2012

Stock exchange listing: TSE - First section

Company name: MEC COMPANY LTD.

Securities code: 4971

URL: http://www.mec-co.com/

Representative : Kazuo MAEDA CEO & President

Contact: Hiroyuki MARUOKA Executive Operating Officer, Finance & Administration Unit

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Schedule date to submit securities report : February 13, 2012

Schedule date to begin dividend payment: -

Creation of reference materials supplementary to the quarterly results: Yes

Holding of briefing sessions regarding the quarterly results : Yes (for investors)

(Amounts less than 1 million yen have been discarded)

1. Consolidated financial results for the third quarter ended December 31, 2011 (April 1, 2011 – December 31, 2011)

(1) Consolidated operating results (year to date)

(Note: Percentages indicate changes from previous year.)

	Net s	sales	Operating	g income	Ordinary	/ income	Net in	come
	¥ Million	%	¥ Million	%	¥ Million	%	¥ Million	%
Third quarter ended December 31, 2011	4,837	-9.6	712	-10.7	775	-0.4	263	-52.5
Third quarter ended December 31, 2010	5,350	22.6	797	51.2	778	45.6	554	20.2

Note: Comprehensive income Third quarter ended December 31, 2011 -106 million yen (—%) Third quarter ended December 31, 2010 279 million yen (—%)

	Net income per share	Diluted net income per share
	Yen	Yen
Third quarter ended December 31, 2011	13.15	-
Third quarter ended December 31, 2010	27.65	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	¥ Million	¥ Million	%	Yen
December 31, 2011	9,834	7,709	78.4	384.11
March 31, 2011	10,521	8,176	77.7	407.40

Note: Shareholders' equity December 31, 2011 7,709 million yen March 31, 2011 8,176 million yen

2. Dividends

		Dividends per share						
	End of 1Q	End of 2Q	End of 3Q	Year-end	Annual			
	Yen	Yen	Yen	Yen	Yen			
FY2011	=	4.00	-	14.00	18.00			
FY2012	=	4.00	-					
FY2012 (forecast)				4.00	8.00			

Note: Revision to most recently announced dividend forecast: None

3. Consolidated Business Forecasts for the year ending March 31, 2012 (April 1, 2011 - March 31, 2012)

(Note: Percentages indicate changes from previous year.)

	Net s	sales	Operatin	g income	Ordinary	/ income	Net in	come	Net income per share
	¥ Million	%	¥ Million	%	¥ Million	%	¥ Million	%	Yen
Full year	6,650	-5.7	868	-5.5	823	-6.2	301	121.3	15.01

Note: Revision to most recently announced dividend forecast: None

4. Other

(1) Changes in important subsidiaries during this quarter (changes to specified subsidiaries accompanying changes in the scope of consolidation during the quarter): None

Newly consolidated companies;

companies excluded from the scope of consolidation:

(2) Application of particular accounting procedures in the creation of consolidated financial statements during this quarter: Yes Note: For details, please see "Application of particular accounting procedures in the creation of consolidated financial statements during this quarter," on page 2.

(3) Changes of principles, procedures, presentation methods and such like in accounting procedures

[1] Changes in association with a revision of accounting standards, etc. : None [2] Changes other than those in [1] : None [3] Changes in accounting estimates : None

[4] Restatements

(4) Number of outstanding shares (Common shares)

- [1] Number of outstanding shares at end of term (including treasury stock)
- [2] Number of treasury stock at end of term
- [3] Average number of shares during term (year to date)

3Q/FY2012	20,071,093 shares	FY2011	20,071,093 shares
3Q/FY2012	34 shares	FY2011	- shares
3Q/FY2012	20,071,069 shares	3Q/FY2011	20,071,158 shares

None

* Presentation of implementation status of procedures for the quarterly review
These Consolidated Financial Results for the Third Quarter are outside the scope of procedures for quarterly review covered
by the Financial Instruments and Exchange Act. Thus, at the time of announcing these Consolidated Financial Results for the
Third Quarter, we have yet to complete the procedures for quarterly review covered by the Financial Instruments and
Exchange Act

* Explanation of appropriate use of earnings forecasts and other points of note.

Earnings forecasts have been created based on the available information as of the date of announcing this material. Actual results may differ from the forecast figures for a variety of reasons. For details of the earnings forecasts, refer to "Qualitative information on consolidated earnings forecasts" on page 2.

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1. Qualitative information regarding consolidated results for this quarter

(1) Qualitative information on consolidated operating results

In the world economy in the third quarter consolidated results under review, owing to factors such as a stagnant global economy caused by the financial and fiscal issues in the euro area and the Thai floods, as ever it has proved hard to dispel uncertainty about the future.

In Japan also, although there were signs of a recovery from the Great East Japan Earthquake, the global economic downturn and sharply higher yen mean that there is still a very uncertain future.

Under these circumstances, the electronics industry saw steady sales of devices such as smart-phones and tablet PCs. However, there have been difficult sales conditions for products such as flat-screen TVs and PCs, and overall no strong demand was observed.

The electronic circuit board industry, including high-density electronic boards, has generally entered a slump. As with the electronics industry, overall we have yet to see a clear recovery trend. In addition, companies in Japan continued shifting their production to places like China and Southeast Asia and the hollowing out of industry in Japan continued.

Under such circumstances, the Company's Group has poured its efforts into selling and offering technical support for chemicals for high-density electronic substrates to be sold in overseas markets, mainly China and Southeast Asia.

As a result, total consolidated sales for the third quarter amounted to 4,837 million yen (down 9.6% year-on-year). Consolidated operating profit was 712 million yen, a decrease of 10.7% compared with the previous year, consolidated ordinary profit was 775 million yen, a decrease of 0.4% compared with the previous year, and consolidated net income for the current period was 263 million yen, a decrease of 52.5% compared with the previous year.

(2) Qualitative information on consolidated financial position

Assets, Liabilities and Net Assets

As a result of paying dividends and tax in Japan, the amount of cash on hand and in banks fell, and so there was a decrease in notes and accounts receivable. Assets came to 686 million yen, down 9,834 million yen compared with the previous fiscal year.

There was a decrease in notes payable and accounts payable because of fewer purchases. As a result, liabilities came to 2,125 million yen, down 219 million yen compared with the previous fiscal year. In terms of net assets, there was a decrease in retained earnings due to the payment of dividends. Consequently, net assets came to 7,709 million yen, down 467 million yen compared with the previous fiscal year.

(3) Qualitative information on consolidated earnings forecasts There is no change to the details announced on June 29, 2011.

As a result of the above, the equity ratio reached 78.4%.

Risk information regarding forecasts

Forecasts are based on currently available information and certain assumptions that the Company deems reasonable at this time; actual results may differ materially from the forecasts for a variety of reasons.

Such reasons include but are not limited to the following. Risks, uncertainties and other factors are also described in the Company's financial report, so please see that for details.

- Rapid changes in the economic state of the global and Japanese markets and rapid changes in demand for products and services
- · Demand from industry
- Shortage of raw materials supply or rises in their prices
- Changes in social infrastructure due to rapid technological change
- Rapid changes in exchange rates
- Developments in businesses that the Company Group is involved in, in collaboration with other companies
- · Possibility of incurring expenses resulting from any defects with our products and services
- Changes in market value of assets such as land held and investment securities, changes in valuation of deferred tax assets, or other changes in accounting policies
- Occurrence of natural disasters such as floods or earthquakes, or other factors that could cause potential disruption to other business activities
- Factors that potentially could have adverse consequences for tax systems such as problems with transfer pricing taxation or increased corporate tax rates.
- 2. Items concerning summary information (other)
 - (1) Changes to significant subsidiaries in consolidated results for this quarter Not applicable.
 - (2) Application of particular accounting procedures in the creation of consolidated financial statements during this quarter

For tax expenses, the Company has adopted the method of reasonably estimating the effective tax rate after the application of tax effect accounting to net income before income taxes for the consolidated accounting year and multiplying quarterly net income before income taxes by this estimated effective tax rate. However, in cases where the result of calculating using this estimated effective tax rate lacks reasonableness in a striking manner, the Company bases calculations on the legal tax rate.

With this in mind, the value of income taxes deferred is included under income taxes.

3. Consolidated Quarterly Financial Statements

(1) Balance sheet

		(Unit: Thousands of yen)
	As of	As of
ACCEPTO	March 31, 2011	December 31, 2011
ASSETS Current assets:		
Cash and deposits	2,873,862	2,621,328
Notes and accounts receivable-trade	1,907,656	1,717,439
Merchandise and finished goods	218,376	190,078
Work in process	50,034	
-	ŕ	31,504
Raw materials and supplies Deferred tax assets	194,961	180,649
	114,406	78,027
Other	43,046	55,012
Allowance for doubtful accounts	(18,656)	(5,733)
Total current assets	5,383,688	4,868,306
Non-current assets:		
Property, plant and equipment		
Buildings and structures	2,728,359	2,781,158
Accumulated depreciation	(1,475,620)	(1,530,236)
Buildings and structures, net	1,252,738	1,250,922
Machinery, equipment and vehicles	1,437,268	1,550,639
Accumulated depreciation	(1,119,322)	(1,165,506)
Machinery, equipment and vehicles, net	317,946	385,132
Tools, furniture and fixtures	559,316	569,682
Accumulated depreciation	(433,130)	(452,290)
Tools, furniture and fixtures, net	126,185	117,391
Land	2,815,259	2,773,935
Construction in progress	49,618	6,607
Total property, plant and equipment	4,561,748	4,533,989
Intangible assets	37,433	45,099
Investments and other assets		
Investment securities	422,246	276,787
Other	120,214	114,293
Allowance for doubtful accounts	(3,918)	(3,856)
Total investments and other assets	538,543	387,224
Total non-current assets	5,137,724	4,966,314
Total assets	10,521,412	9,834,620

Nas of March 31, 2011 December 31, 2011			(Unit: Thousands of yen)
Current liabilities: Notes and accouts payable-trade		As of	As of
Current liabilities: 447,827 Short-term loans payable trade 583,172 447,827 Short-term loans payable decounts 480,000 480,000 Accounts payable-other 204,098 194,047 Accrued expenses 44,037 55,138 Income taxes payable 122,070 166,587 Rrovision for bonuses 151,000 88,837 Reserve for dorectors' bonuses — 7,200 Other 186,374 167,566 Total current liabilities 1,770,753 1,607,205 Noncurrent liabilities 368,707 301,731 Provision for retirement benefits 99,137 111,226 Other 105,904 104,908 Total non-current liabilities 573,749 517,866 Total liabilities 2,344,502 2,125,071 NET ASSETS Shareholders' equity: 2 2,125,071 Capital stock 594,142 594,142 594,142 Capital surplus 446,358 456,358 466,358 7,883,523 Treasury		March 31, 2011	December 31, 2011
Notes and accouts payable-trade 583,172 447,827 Short-term loans payable 480,000 480,000 Accounts payable-other 204,098 194,047 Accrued expenses 44,037 55,138 Income taxes payable 122,070 166,587 Rrovision for bonuses - 7,200 Other 186,374 167,566 Total current liabilities 1,770,753 1,607,205 Noncurrent liabilities 368,707 301,731 Provision for retirement benefits 99,137 111,226 Other 105,904 104,908 Total non-current liabilities 573,749 517,866 Total liabilities 2,344,502 2,125,071 NET ASSETS Shareholders' equity: Shareholders' equity: 594,142 594,142 Capital stock 594,142 594,142 594,142 Capital surplus 446,358 446,358 Rerained earnings 7,780,948 7,683,523 Treasury stock - (12) Total shareholders' equ	LIABILITES		
Short-term loans payable 480,000 480,000 Accounts payable-other 204,098 194,047 Accrued expenses 44,037 55,138 Income taxes payable 122,070 166,587 Rrovision for bonuses 151,000 88,837 Reserve for dorectors' bonuses — 7,200 Other 186,374 167,566 Total current liabilities 1,770,753 1,607,205 Noncurrent liabilities 368,707 301,731 Provision for retirement benefits 99,137 111,226 Other 105,904 104,908 Total non-current liabilities 573,749 517,866 Total liabilities 573,749 517,866 NET ASSETS Shareholders' equity: Shareholders' equity: 2 Capital stock 594,142 594,142 594,142 Capital surplus 446,358 446,358 46,358 Rerained earnings 7,780,948 7,683,523 Treasury stock — — (12) Total shareholder	Current liabilities:		
Accounts payable-other 204,098 194,047 Accrued expenses 44,037 55,138 Income taxes payable 122,070 166,587 Rrovision for bonuses 151,000 88,837 Reserve for dorectors' bonuses — 7,200 Other 186,374 167,566 Total current liabilities 1,770,753 1,607,205 Noncurrent liabilities 368,707 301,731 Provision for retirement benefits 99,137 111,226 Other 105,904 104,908 Total non-current liabilities 573,749 517,866 Total liabilities 2,344,502 2,125,071 NET ASSETS Shareholders' equity: 2 2425,071 Capital stock 594,142 594,142 594,142 Capital surplus 446,358 446,358 446,358 Rerained carnings 7,780,948 7,683,523 Treasury stock - (12) Total shareholders' equity 8,821,449 8,724,011 Valuation and translation adjustment </td <td>Notes and accouts payable-trade</td> <td>583,172</td> <td>447,827</td>	Notes and accouts payable-trade	583,172	447,827
Accrued expenses 44,037 55,138 Income taxes payable 122,070 166,587 Rrovision for bonuses 151,000 88,837 Reserve for dorectors' bonuses — 7,200 Other 186,374 167,566 Total current liabilities 1,770,753 1,607,205 Noncurrent liabilities 368,707 301,731 Provision for retirement benefits 99,137 111,226 Other 105,904 104,908 Total non-current liabilities 573,749 517,866 Total liabilities 2,344,502 2,125,071 NET ASSETS Shareholders' equity: 594,142 594,142 Capital stock 594,142 594,142 594,142 Capital surplus 446,358 446,358 Rerained earnings 7,780,948 7,683,523 Treasury stock — (12) Total shareholders' equity 8,821,449 8,724,011 Valuation and translation adjustment 70,517 2,025 Foreign currency transtation adjustment	Short-term loans payable	480,000	480,000
Income taxes payable 122,070 166,587 Rrovision for bonuses 151,000 88,837 Reserve for dorectors' bonuses — 7,200 Other 186,374 167,566 Total current liabilities 1,770,753 1,607,205 Noncurrent liabilities 368,707 301,731 Provision for retirement benefits 99,137 111,226 Other 105,904 104,908 Total non-current liabilities 573,749 517,866 Total liabilities 2,344,502 2,125,071 NET ASSETS Shareholders' equity: 594,142 594,142 Capital stock 594,142 594,142 Capital surplus 446,358 446,358 Rerained earnings 7,780,948 7,683,523 Treasury stock — (12) Total shareholders' equity 8,821,449 8,724,011 Valuation and translation adjustment 70,517 2,025 Foreign currency transtation adjustment (715,057) (1,016,487) Total valuation and tr	Accounts payable-other	204,098	194,047
Rrovision for bonuses 151,000 88,837 Reserve for dorectors' bonuses — 7,200 Other 186,374 167,566 Total current liabilities 1,770,753 1,607,205 Noncurrent liabilities: 368,707 301,731 Provision for retirement benefits 99,137 111,226 Other 105,904 104,908 Total non-current liabilities 573,749 517,866 Total liabilities 2,344,502 2,125,071 NET ASSETS Shareholders' equity: Shareholders' equity: 594,142 594,142 Capital stock 594,142 594,142 594,142 Capital surplus 446,358 446,358 Rerained earnings 7,780,948 7,683,523 Treasury stock - (12) Total shareholders' equity 8,821,449 8,724,011 Valuation and translation adjustment 70,517 2,025 Foreign currency transtation adjustment (715,057) (1,016,487) Total valuation and translation adjustment (644,539)	Accrued expenses	44,037	55,138
Reserve for dorectors' bonuses — 7,200 Other 186,374 167,566 Total current liabilities 1,770,753 1,607,205 Noncurrent liabilities: 8 Deferred tax liabilities 368,707 301,731 Provision for retirement benefits 99,137 111,226 Other 105,904 104,908 Total non-current liabilities 573,749 517,866 Total liabilities 2,344,502 2,125,071 NET ASSETS Shareholders' equity: 594,142 594,142 Capital stock 594,142 594,142 594,142 Capital surplus 446,358 446,358 46,358 Rerained earnings 7,780,948 7,683,523 7reasury stock - (12) Total shareholders' equity 8,821,449 8,724,011 Valuation and translation adjustment 70,517 2,025 Foreign currency transtation adjustment (715,057) (1,016,487) 7,014,461 Total valuation and translation adjustment (644,539) (1,014,461) 7,709,549 <	Income taxes payable	122,070	166,587
Other 186,374 167,566 Total current liabilities 1,770,753 1,607,205 Noncurrent liabilities: 368,707 301,731 Provision for retirement benefits 99,137 111,226 Other 105,904 104,908 Total non-current liabilities 573,749 517,866 Total liabilities 2,344,502 2,125,071 NET ASSETS Shareholders' equity: 2 594,142 594,142 Capital stock 594,142 594,142 594,142 Capital surplus 446,358 446,358 446,358 Rerained earnings 7,780,948 7,683,523 7683,523 Treasury stock - (12) Total shareholders' equity 8,821,449 8,724,011 Valuation and translation adjustment 70,517 2,025 Foreign currency transtation adjustment (715,057) (1,016,487) Total valuation and translation adjustment (644,539) (1,014,461) Total net assets 8,176,910 7,709,549	Rrovision for bonuses	151,000	88,837
Total current liabilities	Reserve for dorectors' bonuses	_	7,200
Noncurrent liabilities: Deferred tax liabilities 368,707 301,731 Provision for retirement benefits 99,137 111,226 Other 105,904 104,908 Total non-current liabilities 573,749 517,866 Total liabilities 2,344,502 2,125,071 NET ASSETS Shareholders' equity:	Other	186,374	167,566
Deferred tax liabilities 368,707 301,731 Provision for retirement benefits 99,137 111,226 Other 105,904 104,908 Total non-current liabilities 573,749 517,866 Total liabilities 2,344,502 2,125,071 NET ASSETS Shareholders' equity: Capital stock 594,142 594,142 Capital surplus 446,358 446,358 Rerained earnings 7,780,948 7,683,523 Treasury stock - (12) Total shareholders' equity 8,821,449 8,724,011 Valuation and translation adjustment 70,517 2,025 Foreign currency transtation adjustment (715,057) (1,016,487) Total valuation and translation adjustment (644,539) (1,014,461) Total net assets 8,176,910 7,709,549	Total current liabilities	1,770,753	1,607,205
Provision for retirement benefits 99,137 111,226 Other 105,904 104,908 Total non-current liabilities 573,749 517,866 Total liabilities 2,344,502 2,125,071 NET ASSETS Shareholders' equity: Capital stock 594,142 594,142 Capital surplus 446,358 446,358 Rerained earnings 7,780,948 7,683,523 Treasury stock - (12) Total shareholders' equity 8,821,449 8,724,011 Valuation and translation adjustment 70,517 2,025 Foreign currency transtation adjustment (715,057) (1,016,487) Total valuation and translation adjustment (644,539) (1,014,461) Total net assets 8,176,910 7,709,549	Noncurrent liabilities:		
Other 105,904 104,908 Total non-current liabilities 573,749 517,866 Total liabilities 2,344,502 2,125,071 NET ASSETS Shareholders' equity: Capital stock 594,142 594,142 Capital surplus 446,358 446,358 Rerained earnings 7,780,948 7,683,523 Treasury stock - (12) Total shareholders' equity 8,821,449 8,724,011 Valuation and translation adjustment 70,517 2,025 Foreign currency transtation adjustment (715,057) (1,016,487) Total valuation and translation adjustment (644,539) (1,014,461) Total net assets 8,176,910 7,709,549	Deferred tax liabilities	368,707	301,731
Total non-current liabilities 573,749 517,866 Total liabilities 2,344,502 2,125,071 NET ASSETS Shareholders' equity: Capital stock 594,142 594,142 Capital surplus 446,358 446,358 Rerained earnings 7,780,948 7,683,523 Treasury stock - (12) Total shareholders' equity 8,821,449 8,724,011 Valuation and translation adjustment 70,517 2,025 Foreign currency transtation adjustment (715,057) (1,016,487) Total valuation and translation adjustment (644,539) (1,014,461) Total net assets 8,176,910 7,709,549	Provision for retirement benefits	99,137	111,226
Total liabilities 2,344,502 2,125,071 NET ASSETS Shareholders' equity: Capital stock 594,142 594,142 Capital surplus 446,358 446,358 Rerained earnings 7,780,948 7,683,523 Treasury stock - (12) Total shareholders' equity 8,821,449 8,724,011 Valuation and translation adjustment Valuation difference on avalable-for-sale securities 70,517 2,025 Foreign currency transtation adjustment (715,057) (1,016,487) Total valuation and translation adjustment (644,539) (1,014,461) Total net assets 8,176,910 7,709,549	Other	105,904	104,908
NET ASSETS Shareholders' equity: Capital stock 594,142 594,142 Capital surplus 446,358 446,358 Rerained earnings 7,780,948 7,683,523 Treasury stock - (12) Total shareholders' equity 8,821,449 8,724,011 Valuation and translation adjustment 70,517 2,025 Foreign currency transtation adjustment (715,057) (1,016,487) Total valuation and translation adjustment (644,539) (1,014,461) Total net assets 8,176,910 7,709,549	Total non-current liabilities	573,749	517,866
Shareholders' equity: 594,142 594,142 Capital stock 594,142 594,142 Capital surplus 446,358 446,358 Rerained earnings 7,780,948 7,683,523 Treasury stock - (12) Total shareholders' equity 8,821,449 8,724,011 Valuation and translation adjustment 70,517 2,025 Foreign currency transtation adjustment (715,057) (1,016,487) Total valuation and translation adjustment (644,539) (1,014,461) Total net assets 8,176,910 7,709,549	Total liabilities	2,344,502	2,125,071
Capital stock 594,142 594,142 Capital surplus 446,358 446,358 Rerained earnings 7,780,948 7,683,523 Treasury stock - (12) Total shareholders' equity 8,821,449 8,724,011 Valuation and translation adjustment 70,517 2,025 Foreign currency transtation adjustment (715,057) (1,016,487) Total valuation and translation adjustment (644,539) (1,014,461) Total net assets 8,176,910 7,709,549	NET ASSETS		
Capital surplus 446,358 446,358 Rerained earnings 7,780,948 7,683,523 Treasury stock - (12) Total shareholders' equity 8,821,449 8,724,011 Valuation and translation adjustment Valuation difference on avalable-for-sale securities 70,517 2,025 Foreign currency transtation adjustment (715,057) (1,016,487) Total valuation and translation adjustment (644,539) (1,014,461) Total net assets 8,176,910 7,709,549	Shareholders' equity:		
Rerained earnings 7,780,948 7,683,523 Treasury stock - (12) Total shareholders' equity 8,821,449 8,724,011 Valuation and translation adjustment - 2,025 Foreign currency transtation adjustment (715,057) (1,016,487) Total valuation and translation adjustment (644,539) (1,014,461) Total net assets 8,176,910 7,709,549	Capital stock	594,142	594,142
Treasury stock - (12) Total shareholders' equity 8,821,449 8,724,011 Valuation and translation adjustment 70,517 2,025 Foreign currency transtation adjustment (715,057) (1,016,487) Total valuation and translation adjustment (644,539) (1,014,461) Total net assets 8,176,910 7,709,549	Capital surplus	446,358	446,358
Total shareholders' equity 8,821,449 8,724,011 Valuation and translation adjustment Valuation difference on available-for-sale securities 70,517 2,025 Foreign currency transtation adjustment (715,057) (1,016,487) Total valuation and translation adjustment (644,539) (1,014,461) Total net assets 8,176,910 7,709,549	Rerained earnings	7,780,948	7,683,523
Valuation and translation adjustment Valuation difference on available-for-sale securities Foreign currency translation adjustment Total valuation and translation adjustment Total net assets 70,517 2,025 (1,016,487) (1,016,487) (644,539) (1,014,461) 7,709,549	Treasury stock	-	(12)
Valuation difference on available-for-sale securities70,5172,025Foreign currency transtation adjustment(715,057)(1,016,487)Total valuation and translation adjustment(644,539)(1,014,461)Total net assets8,176,9107,709,549	Total shareholders' equity	8,821,449	8,724,011
Foreign currency transtation adjustment (715,057) (1,016,487) Total valuation and translation adjustment (644,539) (1,014,461) Total net assets 8,176,910 7,709,549	Valuation and translation adjustment		
Total valuation and translation adjustment (644,539) (1,014,461) Total net assets 8,176,910 7,709,549	Valuation difference on avalable-for-sale securities	70,517	2,025
Total net assets 8,176,910 7,709,549	Foreign currency transtation adjustment	(715,057)	(1,016,487)
	Total valuation and translation adjustment	(644,539)	(1,014,461)
Total liabilities and net assets 10,521,412 9,834,620	Total net assets	8,176,910	7,709,549
	Total liabilities and net assets	10,521,412	9,834,620

(2) Statement of comprehensive income and statements of income (Statement of income)

Nine months ended Pecember 31, 2010 (From April 1, 2011 (From A			(Unit: Thousands of yen)
Net sales From April 1, 2010 To December 31, 2010 From April 1, 2011 To December 31, 2011 Net sales 5,350,042 4,837,839 Costs of sales 2,201,623 1,1871,526 Gross profit 3,148,418 2,966,312 Selling, general and administrative expenses 2,350,742 2,253,615 Operating income 797,676 712,696 Nonoperating income 11,001 13,204 Dividends income 7,881 8,838 Gain on sales of investment securities 18,149 Foreign exchange gains 6,507 77,137 Other 13,672 10,162 Total nonoperating income 37,211 109,342 Nonoperating expenses 3,546 3,122 Loss on valuation of investment securities 4,832 38,808 Other 8,209 5,006 Total Nonoperating expenses 76,589 46,937 Ordinary income 778,298 775,102 Total extraordinary income 1,511 1,483 Surrender value of insurance <td< th=""><th></th><th></th><th></th></td<>			
Costs of sales 2,201,623 1,871,526 Gross profit 3,148,418 2,966,312 Selling, general and administrative expenses 2,350,742 2,253,615 Operating income 797,676 712,696 Nonoperating income 11,001 13,204 Dividends income 7,881 8,838 Gain on sales of investment securities 18,149 - Foreign exchange gains 6,507 77,137 Other 13,672 10,162 Total nonoperating income 57,211 109,342 Nonoperating expenses 3,546 3,122 Interest expenses 3,546 3,122 Loss on valuation of investment securities 64,832 38,808 Other 8,209 5,006 Total Nonoperating expenses 75,589 46,937 Ordinary income 778,298 775,102 Total extraordinary income 1,511 1,483 Surrender value of insurance 1,549 2,744 Total extraordinary income 1,549 2,744		From April 1, 2010	From April 1, 2011
Gross profit 3,148,418 2,966,312 Selling, general and administrative expenses 2,350,742 2,253,615 Operating income 797,676 712,696 Nonoperating income 11,001 13,204 Dividends income 7,881 8,838 Gain on sales of investment securities 18,149 - Foreign exchange gains 6,507 77,137 Other 13,672 10,162 Total nonoperating income 57,211 109,342 Nonoperating expenses 1 1,512 1,512 Interest expenses 3,546 3,122 2,533,408 3,546 3,122 Loss on valuation of investment securities 64,832 38,808 3,606<	Net sales	5,350,042	4,837,839
Selling, general and administrative expenses 2,350,742 2,253,615 Operating income 797,676 712,696 Nonoperating income 1 1 Interest income 11,001 13,204 Dividends income 7,881 8,838 Gain on sales of investment securities 18,149 - Foreign exchange gains 6,507 77,137 Other 13,672 10,162 Total nonoperating income 57,211 109,342 Nonoperating expenses 3,546 3,122 Loss on valuation of investment securities 64,832 38,808 Other 8,209 5,006 Total Nonoperating expenses 76,589 46,937 Ordinary income 778,298 775,102 Total extraordinary income 1,549 2,744 Total extraordinary income 1,549 2,744 Total extraordinary income 1,549 2,744 Total extraordinary income 1,944 269 Loss on sales of noncurrent assets 1,944 269 <t< td=""><td>Costs of sales</td><td>2,201,623</td><td>1,871,526</td></t<>	Costs of sales	2,201,623	1,871,526
Operating income 797,676 712,696 Nonoperating income Interest income 11,001 13,204 Dividends income 7,881 8,838 Gain on sales of investment securities 18,149 - Foreign exchange gains 6,507 77,137 Other 13,672 10,162 Total nonoperating income 57,211 109,342 Nonoperating expenses 3,546 3,122 Loss on valuation of investment securities 64,832 38,808 Other 8,209 5,006 Total Nonoperating expenses 76,589 46,937 Ordinary income 778,298 775,102 Total extraordinary income 1,549 2,744 Total extraordinary income 3,061 4,228 Extraordinary loss 1,549 2,744 Total extraordinary income 3,061 4,228 Extraordinary loss 1,944 269 Loss on sales of noncurrent assets 1,944 269 Loss on edjustment for changes of accounting standard for asset retirement obligatio	Gross profit	3,148,418	2,966,312
Nonoperating income 11,001 13,204 Dividends income 7,881 8,838 Gain on sales of investment securities 18,149 - Foreign exchange gains 6,507 77,137 Other 13,672 10,162 Total nonoperating income 57,211 109,342 Nonoperating expenses 3,546 3,122 Loss on valuation of investment securities 64,832 38,808 Other 8,209 5,006 Total Nonoperating expenses 76,589 46,937 Ordinary income 778,298 775,102 Total extraordinary income 1,511 1,483 Surrender value of insurance 1,549 2,744 Total extraordinary income 3,061 4,228 Extraordinary loss 1,944 269 Loss on sales of noncurrent assets 7,334 4,107 Loss on adjustment for changes of accounting standard for asset retirement obligations 2,570 - Total extraordinary loss 11,849 4,377 Income taxes 769,510	Selling, general and administrative expenses	2,350,742	2,253,615
Interest income 11,001 13,204 Dividends income 7,881 8,838 Gain on sales of investment securities 18,149 - Foreign exchange gains 6,507 77,137 Other 13,672 10,162 Total nonoperating income 57,211 109,342 Nonoperating expenses 3,546 3,122 Loss on valuation of investment securities 64,832 38,808 Other 8,209 5,006 Total Nonoperating expenses 76,589 46,937 Ordinary income 778,298 775,102 Total extraordinary income 1,511 1,483 Surrender value of insurance 1,549 2,744 Total extraordinary income 3,061 4,228 Extraordinary loss 1,944 269 Loss on sales of noncurrent assets 7,334 4,107 Loss on adjustment for changes of accounting standard for asset retirement obligations 2,570 - Total extraordinary loss 11,849 4,377 Income before income taxes 769,	Operating income	797,676	712,696
Dividends income 7,881 8,838 Gain on sales of investment securities 18,149 - Foreign exchange gains 6,507 77,137 Other 13,672 10,162 Total nonoperating income 57,211 109,342 Nonoperating expenses 3,546 3,122 Loss on valuation of investment securities 64,832 38,808 Other 8,209 5,006 Total Nonoperating expenses 76,589 46,937 Ordinary income 778,298 775,102 Total extraordinary income 1,511 1,483 Surrender value of insurance 1,549 2,744 Total extraordinary income 3,061 4,228 Extraordinary loss 1,944 269 Loss on sales of noncurrent assets 1,944 269 Loss on retirement of noncurrent assets 7,334 4,107 Loss on adjustment for changes of accounting standard for asset retirement obligations 2,570 - Total extraordinary loss 11,849 4,377 Income before income taxes </td <td>Nonoperating income</td> <td></td> <td></td>	Nonoperating income		
Gain on sales of investment securities 18,149 - Foreign exchange gains 6,507 77,137 Other 13,672 10,162 Total nonoperating income 57,211 109,342 Nonoperating expenses - - Interest expenses 3,546 3,122 Loss on valuation of investment securities 64,832 38,808 Other 8,209 5,006 Total Nonoperating expenses 76,589 46,937 Ordinary income 778,298 775,102 Total extraordinary income 1,511 1,483 Surrender value of insurance 1,549 2,744 Total extraordinary income 3,061 4,228 Extraordinary loss 1,944 269 Loss on sales of noncurrent assets 1,944 269 Loss on retirement of noncurrent assets 7,334 4,107 Loss on adjustment for changes of accounting standard for asset retirement obligations 2,570 - Total extraordinary loss 11,849 4,377 Income before income taxes	Interest income	11,001	13,204
Foreign exchange gains 6,507 77,137 Other 13,672 10,162 Total nonoperating income 57,211 109,342 Nonoperating expenses	Dividends income	7,881	8,838
Other 13,672 10,162 Total nonoperating income 57,211 109,342 Nonoperating expenses 3,546 3,122 Loss on valuation of investment securities 64,832 38,808 Other 8,209 5,006 Total Nonoperating expenses 76,589 46,937 Ordinary income 778,298 775,102 Total extraordinary income 1,511 1,483 Surrender value of insurance 1,549 2,744 Total extraordinary income 3,061 4,228 Extraordinary loss 1,944 269 Loss on sales of noncurrent assets 1,944 269 Loss on retirement of noncurrent assets 7,334 4,107 Loss on retirement ofligations 2,570 - Total extraordinary loss 11,849 4,377 Income taxer etterment of taxes 769,510 774,953 Total income taxes 214,542 266,686 Income taxes-crrection - 244,412 Income (loss) before minority interests 554,968 <td< td=""><td>Gain on sales of investment securities</td><td>18,149</td><td>-</td></td<>	Gain on sales of investment securities	18,149	-
Total nonoperating income 57,211 109,342 Nonoperating expenses 3,546 3,122 Loss on valuation of investment securities 64,832 38,808 Other 8,209 5,006 Total Nonoperating expenses 76,589 46,937 Ordinary income 778,298 775,102 Total extraordinary income 1,511 1,483 Surrender value of insurance 1,549 2,744 Total extraordinary income 3,061 4,228 Extraordinary loss 1,944 269 Loss on sales of noncurrent assets 1,944 269 Loss on retirement of noncurrent assets 7,334 4,107 Loss on adjustment for changes of accounting standard for asset retirement obligations 2,570 — Total extraordinary loss 11,849 4,377 Income before income taxes 769,510 774,953 Total income taxes 214,542 266,686 Income (loss) before minority interests 554,968 263,853	Foreign exchange gains	6,507	77,137
Nonoperating expenses 3,546 3,122 Loss on valuation of investment securities 64,832 38,808 Other 8,209 5,006 Total Nonoperating expenses 76,589 46,937 Ordinary income 778,298 775,102 Total extraordinary income Gain on sales of noncurrent assets 1,511 1,483 Surrender value of insurance 1,549 2,744 Total extraordinary income 3,061 4,228 Extraordinary loss Loss on sales of noncurrent assets 1,944 269 Loss on retirement of noncurrent assets 7,334 4,107 Loss on adjustment for changes of accounting standard for asset retirement obligations 11,849 4,377 Income before income taxes 769,510 774,953 Total income taxes 214,542 266,686 Income taxes - crrection 244,412 Income (loss) before minority interests 554,968 263,853	Other	13,672	10,162
Interest expenses 3,546 3,122 Loss on valuation of investment securities 64,832 38,808 Other 8,209 5,006 Total Nonoperating expenses 76,589 46,937 Ordinary income 778,298 775,102 Total extraordinary income 1,511 1,483 Surrender value of insurance 1,549 2,744 Total extraordinary income 3,061 4,228 Extraordinary loss 1,944 269 Loss on sales of noncurrent assets 7,334 4,107 Loss on retirement of noncurrent assets 7,334 4,107 Loss on adjustment for changes of accounting standard for asset retirement obligations 2,570 - Total extraordinary loss 11,849 4,377 Income before income taxes 769,510 774,953 Total income taxes 214,542 266,686 Income taxes-crrection - 244,412 Income totaxes crrection - 244,412	Total nonoperating income	57,211	109,342
Loss on valuation of investment securities 64,832 38,808 Other 8,209 5,006 Total Nonoperating expenses 76,589 46,937 Ordinary income 778,298 775,102 Total extraordinary income 3,011 1,483 Surrender value of insurance 1,549 2,744 Total extraordinary income 3,061 4,228 Extraordinary loss 1,944 269 Loss on sales of noncurrent assets 7,334 4,107 Loss on adjustment for changes of accounting standard for asset retirement oblications 2,570 - Total extraordinary loss 11,849 4,377 Income before income taxes 769,510 774,953 Total income taxes 214,542 266,868 Income taxes-crrection - 244,412 Income (loss) before minority interests 554,968 263,853	Nonoperating expenses		
Other 8,209 5,006 Total Nonoperating expenses 76,589 46,937 Ordinary income 778,298 775,102 Total extraordinary income Gain on sales of noncurrent assets 1,511 1,483 Surrender value of insurance 1,549 2,744 Total extraordinary income 3,061 4,228 Extraordinary loss 1,944 269 Loss on sales of noncurrent assets 7,334 4,107 Loss on adjustment for changes of accounting standard for asset retirement obligations 2,570 - Total extraordinary loss 11,849 4,377 Income before income taxes 769,510 774,953 Total income taxes 214,542 266,686 Income taxes-crrection - 244,412 Income (loss) before minority interests 554,968 263,853	Interest expenses	3,546	3,122
Total Nonoperating expenses 76,589 46,937 Ordinary income 778,298 775,102 Total extraordinary income Gain on sales of noncurrent assets 1,511 1,483 Surrender value of insurance 1,549 2,744 Total extraordinary income 3,061 4,228 Extraordinary loss 1,944 269 Loss on sales of noncurrent assets 7,334 4,107 Loss on retirement of noncurrent assets 7,334 4,107 Loss on adjustment for changes of accounting standard for asset retirement obligations 2,570 - Total extraordinary loss 11,849 4,377 Income before income taxes 769,510 774,953 Total income taxes 214,542 266,686 Income taxes-crrection - 244,412 Income (loss) before minority interests 554,968 263,853	Loss on valuation of investment securities	64,832	38,808
Ordinary income 778,298 775,102 Total extraordinary income 3,01 1,483 Surrender value of insurance 1,549 2,744 Total extraordinary income 3,061 4,228 Extraordinary loss 1,944 269 Loss on sales of noncurrent assets 7,334 4,107 Loss on adjustment for changes of accounting standard for asset retirement obligations 2,570 - Total extraordinary loss 11,849 4,377 Income before income taxes 769,510 774,953 Total income taxes 214,542 266,686 Income taxes-crrection - 244,412 Income (loss) before minority interests 554,968 263,853	Other	8,209	5,006
Total extraordinary income Gain on sales of noncurrent assets 1,511 1,483 Surrender value of insurance 1,549 2,744 Total extraordinary income 3,061 4,228 Extraordinary loss	Total Nonoperating expenses	76,589	46,937
Gain on sales of noncurrent assets 1,511 1,483 Surrender value of insurance 1,549 2,744 Total extraordinary income 3,061 4,228 Extraordinary loss 1,944 269 Loss on sales of noncurrent assets 7,334 4,107 Loss on adjustment for changes of accounting standard for asset retirement obligations 2,570 - Total extraordinary loss 11,849 4,377 Income before income taxes 769,510 774,953 Total income taxes 214,542 266,686 Income (loss) before minority interests 554,968 263,853	Ordinary income	778,298	775,102
Surrender value of insurance 1,549 2,744 Total extraordinary income 3,061 4,228 Extraordinary loss Loss on sales of noncurrent assets Loss on retirement of noncurrent assets 7,334 4,107 Loss on adjustment for changes of accounting standard for asset retirement obligations 2,570 - Total extraordinary loss 11,849 4,377 Income before income taxes 769,510 774,953 Total income taxes 214,542 266,686 Income taxes-crrection - 244,412 Income (loss) before minority interests 554,968 263,853	Total extraordinary income		
Total extraordinary income 3,061 4,228 Extraordinary loss 1,944 269 Loss on sales of noncurrent assets 7,334 4,107 Loss on adjustment for changes of accounting standard for asset retirement obligations 2,570 - Total extraordinary loss 11,849 4,377 Income before income taxes 769,510 774,953 Total income taxes 214,542 266,686 Income (loss) before minority interests 554,968 263,853	Gain on sales of noncurrent assets	1,511	1,483
Extraordinary loss 1,944 269 Loss on sales of noncurrent assets 7,334 4,107 Loss on adjustment for changes of accounting standard for asset retirement obligations 2,570 - Total extraordinary loss 11,849 4,377 Income before income taxes 769,510 774,953 Total income taxes 214,542 266,686 Income taxes-crrection - 244,412 Income (loss) before minority interests 554,968 263,853	Surrender value of insurance	1,549	2,744
Loss on sales of noncurrent assets 1,944 269 Loss on retirement of noncurrent assets 7,334 4,107 Loss on adjustment for changes of accounting standard for asset retirement obligations 2,570 - Total extraordinary loss 11,849 4,377 Income before income taxes 769,510 774,953 Total income taxes 214,542 266,686 Income taxes-crrection - 244,412 Income (loss) before minority interests 554,968 263,853	Total extraordinary income	3,061	4,228
Loss on retirement of noncurrent assets 7,334 4,107 Loss on adjustment for changes of accounting standard for asset retirement obligations 2,570 - Total extraordinary loss 11,849 4,377 Income before income taxes 769,510 774,953 Total income taxes 214,542 266,686 Income taxes-crrection - 244,412 Income (loss) before minority interests 554,968 263,853	Extraordinary loss		
Loss on adjustment for changes of accounting standard for asset retirement obligations 2,570 - Total extraordinary loss 11,849 4,377 Income before income taxes 769,510 774,953 Total income taxes 214,542 266,686 Income taxes-crrection - 244,412 Income (loss) before minority interests 554,968 263,853	Loss on sales of noncurrent assets	1,944	269
for asset retirement obligations 2,570 Total extraordinary loss 11,849 4,377 Income before income taxes 769,510 774,953 Total income taxes 214,542 266,686 Income taxes-crrection - 244,412 Income (loss) before minority interests 554,968 263,853	Loss on retirement of noncurrent assets	7,334	4,107
Total extraordinary loss 11,849 4,377 Income before income taxes 769,510 774,953 Total income taxes 214,542 266,686 Income taxes-crrection - 244,412 Income (loss) before minority interests 554,968 263,853		2,570	-
Total income taxes 214,542 266,686 Income taxes-crrection - 244,412 Income (loss) before minority interests 554,968 263,853		11,849	4,377
Income taxes-crrection - 244,412 Income (loss) before minority interests 554,968 263,853	Income before income taxes	769,510	774,953
Income (loss) before minority interests 554,968 263,853	Total income taxes	214,542	266,686
	Income taxes-crrection	-	244,412
Net income (loss) 554,968 263,853	Income (loss) before minority interests	554,968	263,853
	Net income (loss)	554,968	263,853

(Statements of comprehensive income)

	(Unit: Thous	ands of yen)
	Nine months ended Nine month	is ended
	December 31, 2010 December 3	31, 2011
	From April 1, 2010 From April	
	To December 31, 2010 J To December	31, 2011
Income before minority intersts	554,968	263,853
Other comprehensive income		
Valuation defference on available for sales securities	(1,202)	(68,492)
Foreign currency translation adjustment	(274,340)	(301,429)
Other comprehensive income	(275,543)	(369,922)
Comprehensive income	279,425	(106,068)
[Comprehensive income attributable to]		
Comprehensive income attributable to owners of the parent	279,425	(106,068)
Comprehensive income attributable to minority interests	-	-

- (3) Notes on the premise of a going concern Not applicable.
- (4) Notes on marked changes in the amount of shareholders' equity Not applicable.