



\* Notes

- (1) Changes in important subsidiaries during the consolidated quarter (three months) under review (changes occurred in specified subsidiaries in conjunction with a change in the scope of consolidation): None  
Newly added: — (company name: )  
Removed: — (company name: )
- (2) Application of accounting procedures specific to creation of quarterly consolidated financial statements:  
None
- (3) Change of accounting policies; change and/or restatement of accounting estimates  
(i) Change of accounting policies caused by revision of accounting standards: None  
(ii) Change of accounting policies other than stated in (i): None  
(iii) Change of accounting estimates: None  
(iv) Retroactive restatement: None

- (4) Number of shares issued and outstanding (shares of common stock)

(i) Shares issued and outstanding as of the balance sheet date (including treasury shares)	1Q FY 2013	53,432,510 shares	FY 2012	53,432,510 shares
(ii) Number of treasury shares as of the balance sheet date	1Q FY 2013	3,112,682 shares	FY 2012	3,112,581 shares
(iii) Average number of shares (consolidated quarter results)	1Q FY 2013	50,319,864 shares	1Q FY 2012	49,511,371 shares

\* Implementation of quarterly review procedures

This summary of quarterly financial statements is not subject to quarterly review procedures pursuant to the Financial Instruments and Exchange Act. At the time of disclosure of this summary of quarterly financial statements, the review procedures of quarterly financial statements pursuant to the FIEA were not completed.

\* Disclaimer

The above forecasts are based on judgments made in accordance with information available at the time these materials were prepared, and contain numerous uncertainties. Changing conditions and other factors may cause actual results to differ from the results in these forecasts. Information concerning the results forecasts is stated in the Summary of Financial Statements (Attachment), page 2, “Qualitative information concerning financial forecasts.”

## Table of Contents of the Attachment

1. Qualitative Information on Quarterly Financial Results .....	2
(1) Qualitative information concerning operating results.....	2
(2) Qualitative information concerning financial position .....	2
(3) Qualitative information concerning financial forecasts .....	2
2. Summary (Notes) Information.....	2
(1) Changes in important subsidiaries during the consolidated quarter (three months) under review .....	2
(2) Application of accounting procedures specific to creation of quarterly consolidated financial statements .....	2
(3) Change of accounting policies; change and/or restatement of accounting estimates.....	2
3. Consolidated Financial Statements.....	3
(1) Consolidated balance sheets .....	3
(2) Consolidated statements of income / Consolidated statements of comprehensive income.....	5
Consolidated statements of income	
1st quarter .....	5
Consolidated statements of comprehensive income	
1st quarter .....	6
(3) Notes on premise of going concern .....	7
(4) Notes in case of significant variation in shareholders' equity .....	7
(5) Segment information, etc. ....	7

## **1. Qualitative Information on Quarterly Financial Results**

### **(1) Qualitative information concerning operating results**

The Japanese economy in the period under review continued to exit from the impact of the Great East Japan Earthquake, displaying a slow-paced but steady recovery surrounded by solid conditions supported by reconstruction demand. The outlook, however, appears increasingly uncertain given ongoing shifts in the global economy, specifically the risk of recession from the European debt crisis, concerns over a slowing U.S. economy, and falling economic growth rates in China.

In this environment, in order to respond to the progressing internationalization and diversification of manufacturing, the Group has been aiming to create sales and marketing activities and production frameworks that transcend the boundaries between operations. To this end, the Group has been working to reform its organization, and in response to the rapidly changing business environment, reduced the number of board directors and adopted an executive director system, and in so doing devised a structure that enables rapid management decision-making and the appropriate execution of job duties.

As a result, consolidated net sales for the period totaled ¥13,845 million, down ¥945 million (-6.4%) from the same period the year earlier, with operating income of ¥1,365 million, down ¥627 million (-31.5%), ordinary income of ¥877 million, down ¥820 million (-48.3%), and net income of ¥992 million, down ¥477 million (-32.5%).

### **(2) Qualitative information concerning financial position**

Consolidated assets decreased ¥4,150 million from the end of the previous fiscal year to ¥88,842 million. Main factors include a ¥7,257 million decline in cash and deposits due to efforts to reduce interest-bearing debt.

Consolidated liabilities, compared with the end of the previous fiscal year, decreased ¥4,958 million to ¥58,316 million. This was mainly due to a ¥4,773 million decrease in short-term loans payable.

Net assets increased ¥807 million from the end of the previous fiscal year to ¥30,526 million due to the ¥674 million increase in retained earnings.

### **(3) Qualitative information concerning financial forecasts**

The consolidated earnings estimates published on May 18, 2012 remain unchanged.

## **2. Summary (Notes) Information**

### **(1) Changes in important subsidiaries during the consolidated quarter (three months) under review**

No relevant category.

### **(2) Application of accounting procedures specific to creation of quarterly consolidated financial statements**

No relevant category.

### **(3) Change of accounting policies; change and/or restatement of accounting estimates**

(Change of depreciation method)

Due to the revision of the Corporation Tax Act, beginning with the period under review, the Company and its domestic consolidated subsidiaries changed their depreciation method for tangible fixed assets acquired on or after April 1, 2012, consistent with the revised Corporation Tax Act.

This change has negligible effects on consolidated operating income, ordinary income, and net income before income taxes for the period under review.

**3. Consolidated Financial Statements****(1) Consolidated balance sheets**

(In million yen)

	FY 2012 (consolidated) (As of March 31, 2012)	1Q FY 2013 (consolidated) (As of June 30, 2012)
<b>Assets</b>		
<b>Current Assets</b>		
Cash and deposits	28,034	20,776
Notes and accounts receivable – trade	12,745	13,685
Commodity and merchandise	5,325	5,289
Work-in-process	4,905	4,753
Raw materials and inventory	8,706	9,604
Other current assets	4,013	4,045
Allowance for doubtful accounts	(193)	(238)
<b>Total current assets</b>	<b>63,536</b>	<b>57,916</b>
<b>Fixed Assets</b>		
<b>Tangible Fixed Assets</b>		
Buildings and structures	18,804	18,510
Machinery, equipment and vehicles	11,727	11,163
Other fixed assets	11,010	11,543
Accumulated depreciation	(19,134)	(18,717)
<b>Total tangible fixed assets</b>	<b>22,408</b>	<b>22,499</b>
<b>Intangible Fixed Assets</b>		
Goodwill	2,632	2,582
Other intangible fixed assets	894	904
<b>Total intangible fixed assets</b>	<b>3,527</b>	<b>3,487</b>
<b>Investments and other assets</b>		
Other assets	3,879	5,323
Allowance for doubtful accounts	(358)	(383)
<b>Total investments and other assets</b>	<b>3,521</b>	<b>4,939</b>
<b>Total Fixed Assets</b>	<b>29,456</b>	<b>30,926</b>
<b>Total Assets</b>	<b>92,993</b>	<b>88,842</b>

	FY 2012 (consolidated) (As of March 31, 2012)	1Q FY 2013 (consolidated) (As of June 30, 2012)
<b>Liabilities</b>		
Current Liabilities		
Notes and accounts payable-trade	10,888	12,191
Short-term loans payable	16,083	11,310
Long-term borrowings redeemable within one year	6,132	7,828
Income taxes payable	225	220
Allowance	726	500
Other current liabilities	7,842	5,919
<b>Total current liabilities</b>	<b>41,899</b>	<b>37,971</b>
Fixed Liabilities		
Corporate bonds	44	44
Long-term loans payable	19,065	18,230
Provision for retirement benefits	1,047	1,003
Allowance	136	104
Asset removal obligations	220	221
Other fixed liabilities	862	741
<b>Total fixed liabilities</b>	<b>21,376</b>	<b>20,345</b>
<b>Total Liabilities</b>	<b>63,275</b>	<b>58,316</b>
<b>Net Assets</b>		
Shareholders' Equity		
Capital stock	20,775	20,775
Capital surplus	5,879	5,879
Retained earnings	6,891	7,565
Treasury stock	(1,694)	(1,694)
<b>Total shareholders' equity</b>	<b>31,851</b>	<b>32,525</b>
Accumulated other comprehensive income (loss)		
Unrealized gain (loss) on available-for-sale securities	206	38
Foreign currency translation adjustment	(2,405)	(2,101)
<b>Total accumulated other comprehensive income (loss)</b>	<b>(2,198)</b>	<b>(2,062)</b>
Subscription rights to shares	23	23
Minority interests	41	39
<b>Total Net Assets</b>	<b>29,718</b>	<b>30,526</b>
<b>Total Liabilities and Net Assets</b>	<b>92,993</b>	<b>88,842</b>

**(2) Consolidated statements of income / Consolidated statements of comprehensive income**  
**(Consolidated statements of income)**  
**(1st quarter)**

(In million yen)

	1Q FY 2012 (April 1, 2011 – June 30, 2011)	1Q FY 2013 (April 1, 2012 – June 30, 2012)
Net Sales	14,791	13,845
Cost of Sales	9,758	9,493
Gross Profit	5,032	4,352
Reversal of Unrealized Income on Installment Sales	1	1
Gross Profit after Income Deferrals	5,034	4,353
Selling, General and Administrative Expenses		
Personal expenses	1,219	1,218
Reversal of allowance for loan losses	58	21
Other	1,764	1,748
Total selling, general and administrative expenses	3,042	2,988
Operating Income	1,992	1,365
Non-operating Income		
Interest income	8	25
Dividends income	14	15
Gain on sales of scraps	9	32
Other non-operating income	52	42
Total non-operating income	85	116
Non-operating Expenses		
Interest expenses	155	171
Foreign exchange loss	188	352
Other non-operating expenses	36	79
Total non-operating expense	380	604
Ordinary Income	1,698	877
Extraordinary Income		
Gain on sales of fixed assets	10	7
Proceeds from insurance money received	—	512
Other extraordinary income	—	44
Total extraordinary income	10	563
Extraordinary Loss		
Loss on disposition of fixed assets	6	—
Loss from natural disaster	—	101
Other extraordinary losses	1	14
Total extraordinary loss	8	116
Net Income before Income Taxes	1,700	1,325
Current Income Taxes	258	195
Deferred Income Taxes	(45)	134
Total Income Taxes	212	330
Net Income before Minority Interest	1,487	995
Minority Interests in Income	17	2
Net Income	1,470	992

**(Consolidated statements of comprehensive income)**  
**(1st quarter)**

(In million yen)

	1Q FY 2012 (April 1, 2011 – June 30, 2011)	1Q FY 2013 (April 1, 2012 – June 30, 2012)
Net Income before Minority Interest	1,487	995
Other Comprehensive Income		
Unrealized gain (loss) on available-for-sale securities	29	(167)
Foreign currency translation adjustment	101	306
Total other comprehensive income	131	138
Quarterly Comprehensive Income	1,618	1,133
(Breakdown)		
Comprehensive income attributable to shareholders of the parent	1,595	1,128
Comprehensive income attributable to minority interests	23	5



**(3) Notes on premise of going concern**

No relevant category.

**(4) Notes in case of significant variation in shareholders' equity**

No significant changes.

**(5) Segment information, etc.**

## I. 1Q FY 2012 (from April 1, 2011 to June 30, 2011)

Information by reportable segment on sales and income amounts

(In million yen)

	Reportable Segment								
	Machine Tool Operations								Industrial Machinery Operations
	Japan (Note 1)	North and South America	Europe	Greater China	Other Asia	Total	Adjustment amount (Note 2)	Machine Tool Operations Total	
Net Sales									
Sales to outside customers	3,204	927	1,414	4,381	755	10,684	—	10,684	2,347
Inter-segment sales or transfers	2,986	73	7	657	3,006	6,730	(6,678)	51	28
Total	6,191	1,001	1,421	5,038	3,761	17,415	(6,678)	10,736	2,376
Segment income (loss)	1,264	77	135	617	159	2,253	33	2,287	56

  

	Reportable Segment				Others (Note 3)	Total	Adjustment amount (Note 4)	Amount stated on the consolidated statement of income for the quarter (Note 5)
	High-precision Mold and Die Machinery Operations	Food Processing Machinery Operations	Elemental Technology Operations	Reportable Segment Total				
Net Sales								
Sales to outside customers	638	613	480	14,764	26	14,791	—	14,791
Inter-segment sales or transfers	2	—	554	637	59	697	(697)	—
Total	640	613	1,035	15,402	86	15,488	(697)	14,791
Segment income (loss)	47	(10)	63	2,444	(31)	2,412	(420)	1,992

- Notes: 1. The category "Machine Tool Operations / Japan" includes overseas sales (Korea, Taiwan, India, etc.) for which orders were received in Japan.
2. The segment income (loss) adjustment amount of ¥33 million includes ¥33 million in eliminations of inter-segment transactions.
3. The "Others" category refers to business segments such as lease operations and printing operations not included in reportable segments.
4. The segment income (loss) adjustment amount of -¥420 million includes -¥40 million in eliminations of inter-segment transactions and -¥380 million in group overhead not attributable to individual reportable segments. Group overhead consists mainly of the cost of head office functions not attributable to reportable segments.
5. The segment income (loss) has been reconciled with the operating income stated on the consolidated statement of income for the period.

II. 1Q FY 2013 (from April 1, 2012 to June 30, 2012)  
Information by reportable segment on sales and income amounts

(In million yen)

	Reportable Segment								
	Machine Tool Operations								Industrial Machinery Operations
	Japan (Note 1)	North and South America	Europe	Greater China	Other Asia	Total	Adjustment amount (Note 2)	Machine Tool Operations Total	
Net Sales									
Sales to outside customers	3,007	715	1,129	1,934	1,297	8,085	—	8,085	4,425
Inter-segment sales or transfers	2,239	1	3	1,209	2,123	5,577	(5,518)	58	14
Total	5,247	717	1,133	3,143	3,421	13,662	(5,518)	8,143	4,440
Segment income (loss)	603	85	72	67	236	1,064	182	1,247	379

  

	Reportable Segment					Others (Note 3)	Total	Adjustment amount (Note 4)	Amount stated on the consolidated statement of income for the quarter (Note 5)
	High-precision Mold and Die Machinery Operations	Food Processing Machinery Operations	Elemental Technology Operations	Reportable Segment Total					
Net Sales									
Sales to outside customers	783	358	174	13,827	18	13,845	—	13,845	
Inter-segment sales or transfers	1	—	773	847	56	904	(904)	—	
Total	784	358	948	14,674	75	14,750	(904)	13,845	
Segment income (loss)	64	(84)	143	1,749	0	1,750	(384)	1,365	

- Notes:
1. The category "Machine Tool Operations / Japan" includes overseas sales (Korea, Taiwan, India, etc.) for which orders were received in Japan.
  2. The segment income (loss) adjustment amount of ¥182 million includes ¥182 million in eliminations of inter-segment transactions.
  3. The "Others" category refers to business segments such as lease operations and printing operations not included in reportable segments.
  4. The segment income (loss) adjustment amount of -¥384 million includes -¥50 million in eliminations of inter-segment transactions and -¥334 million in group overhead not attributable to individual reportable segments. Group overhead consists mainly of the cost of head office functions not attributable to reportable segments.
  5. The segment income (loss) has been reconciled with the operating income stated on the consolidated statement of income for the period.