

Financial Results for the Third Quarter of Fiscal Year Ending March 31, 2012



February 3, 2012
1st Section of the Tokyo Stock Exchange

Listed Company Name : JMS Co., Ltd. (URL <http://www.jms.cc/>)
 Stock Code : 7702
 Representative: : Hiroaki Okukubo, President and Representative Director
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 Filling date of quarterly reporting : February 10, 2012 Payment date of cash dividends : —
 Supplemental material on quarterly reporting : None
 Presentation on quarterly results : None

(Note: Amounts below are rounded down to the nearest million yen)

1. Consolidated Financial Highlights for the Interim Period Ended December 2011 (From April 1, 2011 to December 31, 2011)

(1) Consolidated Financial Results (%: change from the same previous period)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December, 2011	34,701	2.0	919	(36.9)	1,224	(21.0)	797	(18.4)
Nine months ended December, 2010	34,015	1.9	1,456	(21.1)	1,550	(17.0)	977	(34.2)

(Note) Comprehensive income : December 31, 2011: 90 million yen [(55.1%)], December 31, 2010: 202 million yen (—%).

	Net income per share	Net income per share, fully diluted
	Yen	Yen
Nine months ended December, 2011	18.48	—
Nine months ended December, 2010	22.65	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As at December 31, 2011	45,142	24,462	54.1
As at March 31, 2011	44,016	24,723	56.1

(Note) Shareholders' equity : December 31, 2011: 24,413 million yen, March 31, 2011: 24,677 million yen.

2. Dividends

	Dividends per share				
	1st quarter	2nd quarter	3rd quarter	4th quarter	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2011	—	3.50	—	4.00	7.50
Year ending March 31, 2012	—	4.00	—	—	—
Year ending March 31, 2012 (forecast)	—	—	—	4.00	8.00

(Note) Revise of dividends forecast : None

3. Consolidated Forecast for the Year Ending March 2012 (From April 1, 2011 to March 31, 2012)

(%: change from the same previous period)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Year ending March 31, 2012	46,500	2.0	1,000	(41.4)	1,100	(40.0)	500	(61.3)	11.59

(Note) Whether the forecast of consolidated financial results has been revised in the current quarter or not: None

The aforementioned projections are based on the information currently available, and may contain some uncertainties.
 The final results might be significantly different from the aforementioned projections due to changes in business conditions.

Consolidated Balance Sheet

JMS CO., LTD. and Consolidated Subsidiaries

(Millions of yen)

	<u>As at March 31,</u> <u>2011</u>	<u>As at December 31,</u> <u>2011</u>
Assets		
Current assets		
Cash and deposits	4,987	4,838
Notes and accounts receivable-trade	13,278	14,235
Merchandise and finished goods	4,484	4,816
Work in process	1,477	1,584
Raw materials and supplies	2,697	2,573
Other	761	649
Allowance for doubtful accounts	(12)	(9)
Total current assets	27,674	28,688
Noncurrent assets		
Property, plant and equipment	12,780	12,831
Intangible assets	627	669
Investments and other assets		
Investments and other assets, gross	2,939	2,959
Allowance for doubtful accounts	(6)	(6)
Total investments and other assets	2,933	2,952
Total noncurrent assets	16,341	16,454
Total assets	44,016	45,142
 Liabilities		
Current liabilities		
Notes and accounts payable-trade	6,919	7,383
Short-term loans payable	3,354	3,921
Current portion of long-term loans payable	1,405	1,400
Income taxes payable	309	87
Provision for product warranties	7	6
Provision for bonuses	760	419
Asset retirement obligations	—	21
Other	2,786	3,159
Total current liabilities	15,542	16,399
Noncurrent liabilities		
Long-term loans payable	2,485	3,057
Provision for retirement benefits	211	209
Provision for directors' retirement benefits	28	27
Asset retirement obligations	184	165
Other	840	820
Total noncurrent liabilities	3,750	4,279
Total liabilities	19,292	20,679
 Net assets		
Shareholders' equity		
Capital stock	6,522	6,522
Capital surplus	9,473	9,473
Retained earnings	11,158	11,610
Treasury stock	(269)	(269)
Total shareholders' equity	26,884	27,336
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	9	(69)
Foreign currency translation adjustment	(2,217)	(2,853)
Total accumulated other comprehensive income	(2,207)	(2,923)
Minority interests	46	49
Total net assets	24,723	24,462
Total liabilities and net assets	44,016	45,142

Consolidated Statements of Income

JMS CO., LTD. and Consolidated Subsidiaries

(Millions of yen)

	<u>For nine months ended</u> <u>December 31, 2010</u>	<u>For nine months ended</u> <u>December 31, 2011</u>
Net sales	34,015	34,701
Cost of sales	24,047	25,105
Gross profit	9,967	9,595
Selling, general and administrative expenses	8,511	8,676
Operating income	1,456	919
Non-operating income		
Interest income	7	27
Dividends income	20	22
Equity in earnings of affiliates	177	174
Foreign exchange gains	—	94
Other	78	85
Total non-operating income	284	403
Non-operating expenses		
Interest expenses	78	66
Other	111	32
Total non-operating expenses	190	98
Ordinary income	1,550	1,224
Extraordinary income		
Gain on sales of noncurrent assets	2	4
Gain on sales of investment securities	4	—
Reversal of allowance for doubtful accounts	0	—
Total extraordinary income	6	4
Extraordinary loss		
Loss on sales of noncurrent assets	24	1
Loss on abandonment of noncurrent assets	34	59
Impairment loss	—	14
Loss on sales of investment securities	0	—
Loss on valuation of investment securities	63	10
Loss on adjustment for changes of accounting standard for asset retirement obligations	146	—
Total extraordinary losses	269	85
Income before income taxes and minority interests	1,288	1,143
Income taxes-current	294	280
Refund of income taxes	(43)	—
Income taxes-deferred	51	56
Total income taxes	302	336
Income before minority interests	985	807
Minority interests in income	7	9
Net income	977	797

Consolidated Statements of comprehensive income

JMS CO., LTD. and Consolidated Subsidiaries

(Millions of yen)

	<u>For nine months ended</u> <u>December 31, 2010</u>	<u>For nine months ended</u> <u>December 31, 2011</u>
Income before minority interests	985	807
Other comprehensive income		
Valuation difference on available-for-sale securities	(76)	(79)
Foreign currency translation adjustment	(706)	(636)
Total other comprehensive income	(782)	(716)
Comprehensive income	202	90
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	199	87
Comprehensive income attributable to minority interests	2	3