

# Financial Results for the First Quarter of Fiscal Year Ending March 31, 2013



August 7, 2012

1st Section of the Tokyo Stock Exchange

Listed Company Name : JMSCO., Ltd. (URL: <http://www.jmco.co.jp>)  
 Stock Code : 7702  
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 Filing date of quarterly reporting : August 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 June 2012 (From April 1, 2012 to June 30, 2012)

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

	Netsales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2012	11,843	4.9	312	(12.2)	430	2.2	284	24.2
Three months ended June 30, 2011	11,292	2.7	355	(24.3)	421	(16.3)	229	(2.7)

(Note) Comprehensive income: Three months ended June 30, 2012: 76 million yen [(73.5)%], Three months ended June 30, 2011: 287 million yen [—%].

	Net income per share	Net income per share, fully diluted
	Yen	Yen
Three months ended June 30, 2012	6.59	—
Three months ended June 30, 2011	5.31	—

### (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As at June 30, 2012	45,380	25,084	55.2
As at March 31, 2012	45,430	25,184	55.3

(Note) Shareholders' equity: June 30, 2012: 25,027 million yen, March 31, 2012: 25,127 million yen.

## 2. Dividends

	Dividends per share									
	1st quarter		2nd quarter		3rd quarter		4th quarter		Total	
	Yen	Yen	Yen	Yen	Yen	Yen	Yen	Yen	Yen	
Year ended March 31, 2012	—	4.00	—	—	—	—	4.00	—	—	8.00
Year ending March 31, 2013	—	—	—	—	—	—	—	—	—	—
Year ending March 31, 2013 (forecast)	—	4.00	—	—	—	—	4.00	—	—	8.00

(Note) Revision to the forecast of dividends since the last announcement.: None

## 3. Consolidated Forecast for the Year Ending March 2013 (From April 1, 2012 to March 31, 2013)

(%: change from the same previous period)

	Netsales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Half year ending September 30, 2012	23,700	5.6	1,100	165.4	1,200	105.3	750	162.1	17.38
Year ending March 31, 2013	48,000	2.5	2,300	118.6	2,500	80.8	1,550	64.5	35.92

(Note) Revision to the forecast of consolidated results since the last announcement.: 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**  
JMSCO., LTD. and Consolidated Subsidiaries

(Million of yen)

	<u>As at March 31,</u> <u>2012</u>	<u>As at June 30,</u> <u>2012</u>
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	3,474	3,869
Notes and accounts receivable-trade	14,991	14,117
Merchandise and finished goods	4,800	5,006
Work in process	1,750	1,779
Raw materials and supplies	2,673	2,592
Other	881	794
Allowance for doubtful accounts	(7)	(6)
<b>Total current assets</b>	<b>28,564</b>	<b>28,153</b>
<b>Noncurrent assets</b>		
Property, plant and equipment	13,076	13,556
Intangible assets	708	715
Investments and other assets		
Investments and other assets, gross	3,086	2,959
Allowance for doubtful accounts	(5)	(5)
<b>Total investments and other assets</b>	<b>3,080</b>	<b>2,954</b>
<b>Total noncurrent assets</b>	<b>16,865</b>	<b>17,226</b>
<b>Total assets</b>	<b>45,430</b>	<b>45,380</b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable-trade	7,271	7,292
Short-term loans payable	3,306	3,089
Current portion of long-term loans payable	1,235	1,250
Income taxes payable	329	121
Provision for product warranties	6	5
Provision for bonuses	992	566
Asset retirement obligations	21	21
Other	3,303	4,314
<b>Total current liabilities</b>	<b>16,466</b>	<b>16,662</b>
<b>Noncurrent liabilities</b>		
Long-term loans payable	2,610	2,454
Provision for retirement benefits	226	224
Provision for directors' retirement benefits	30	33
Asset retirement obligations	165	166
Other	746	754
<b>Total noncurrent liabilities</b>	<b>3,779</b>	<b>3,632</b>
<b>Total liabilities</b>	<b>20,245</b>	<b>20,295</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Capital stock	6,522	6,522
Capital surplus	9,473	9,473
Retained earnings	11,755	11,867
Treasury stock	(270)	(270)
<b>Total shareholders' equity</b>	<b>27,481</b>	<b>27,593</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	31	(45)
Foreign currency translation adjustment	(2,385)	(2,520)
<b>Total accumulated other comprehensive income</b>	<b>(2,353)</b>	<b>(2,566)</b>
<b>Minority interests</b>	<b>56</b>	<b>57</b>
<b>Total net assets</b>	<b>25,184</b>	<b>25,084</b>
<b>Total liabilities and net assets</b>	<b>45,430</b>	<b>45,380</b>

## Consolidated Statements of Income

JMSCO., LTD. and Consolidated Subsidiaries

(Million of yen)

	<u>Three months ended</u> <u>June 30, 2011</u>	<u>Three months ended</u> <u>June 30, 2012</u>
<b>Netsales</b>	11,292	11,843
<b>Cost of sales</b>	8,064	8,534
<b>Gross profit</b>	<u>3,228</u>	<u>3,308</u>
<b>Selling, general and administrative expenses</b>	<u>2,872</u>	<u>2,996</u>
<b>Operating income</b>	<u>355</u>	<u>312</u>
<b>Non-operating income</b>		
Interest income	19	1
Dividend income	11	10
Equity in earnings of affiliates	70	49
Foreign exchange gains	—	58
Other	30	29
<b>Total non-operating income</b>	<u>132</u>	<u>150</u>
<b>Non-operating expenses</b>		
Interest expenses	21	18
Foreign exchange losses	33	—
Commission fee	6	10
Other	4	3
<b>Total non-operating expenses</b>	<u>66</u>	<u>32</u>
<b>Ordinary income</b>	<u>421</u>	<u>430</u>
<b>Extraordinary income</b>		
Gain on sales of noncurrent assets	0	0
<b>Total extraordinary income</b>	<u>0</u>	<u>0</u>
<b>Extraordinary loss</b>		
Loss on sales of noncurrent assets	0	0
Loss on abandonment of noncurrent assets	10	6
Impairment loss	14	—
<b>Total extraordinary losses</b>	<u>24</u>	<u>6</u>
<b>Income before income taxes and minority interests</b>	<u>397</u>	<u>424</u>
Income taxes-current	88	69
Income taxes-deferred	75	66
<b>Total income taxes</b>	<u>164</u>	<u>136</u>
<b>Income before minority interests</b>	<u>232</u>	<u>288</u>
Minority interests in income	3	4
<b>Net income</b>	<u>229</u>	<u>284</u>

## Consolidated Statements of comprehensive income

JMSCO., LTD. and Consolidated Subsidiaries

(Million of yen)

	<u>Three months ended</u> <u>June 30, 2011</u>	<u>Three months ended</u> <u>June 30, 2012</u>
<b>Income before minority interests</b>	232	288
<b>Other comprehensive income</b>		
Valuation difference on available-for-sale securities	(27)	(77)
Foreign currency translation adjustment	82	(135)
<b>Total other comprehensive income</b>	<u>54</u>	<u>(212)</u>
<b>Comprehensive income</b>	<u>287</u>	<u>76</u>
<b>Comprehensive income attributable to</b>		
Comprehensive income attributable to owners of the parent	284	75
Comprehensive income attributable to minority interests	3	0