

NIPPON THOMPSON CO., LTD.

Corporate Headquarters: Tokyo

Listed Code: 6480

Listed Stock Exchange: Tokyo

(URL: <http://www.ikont.co.jp/eg/>)

August 6, 2012

Consolidated Financial Report
for the First Quarter of the Fiscal Year Ending March 31, 2013
<Japanese GAAP>

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Scheduled Date to Submit Quarterly Annual Securities Report: August 8, 2012

Expected Date of Payment for Dividends: -

Preparation of Supplementary Explanation Material for Quarterly Financial Results: None

Holding of Presentation Meeting for Quarterly Financial Results: None

Figures have been rounded off to eliminate amounts less than one million yen.

1. Consolidated Operating Performance for the First Quarter of Fiscal Year Ending March 31, 2013
(From April 1, 2012 to June 30, 2012)

(1) Results of Consolidated Operations

(Millions of yen)

	Net sales	Percentage change	Operating income	Percentage change	Ordinary income	Percentage change	Net income	Percentage change
June 30, 2012	10,065	(15.0)	665	(49.8)	617	(52.5)	331	(69.2)
June 30, 2011	11,840	15.2	1,327	17.8	1,299	21.6	1,076	19.9

Note: Comprehensive income

Three-month period ended June 30, 2012: 273 million yen (81.9) %

Three-month period ended June 30, 2011: 1,509 million yen 282.4 %

: Percentage change for net sales, operating income, ordinary income, and net income indicate percentage increase/decrease compared to the same period in the previous year.

	Net income per share (Yen)	Diluted net income per share (Yen)
June 30, 2012	4.52	4.09
June 30, 2011	14.65	13.25

(2) Consolidated Financial Position

(Millions of yen)

	Total assets	Net assets	Equity ratio (%)
June 30, 2012	96,455	53,145	55.1
March 31, 2012	92,990	53,349	57.4

Reference: Shareholders' equity

As of June 30, 2012: 53,145 million yen

As of March 31, 2012: 53,349 million yen

2. Dividends

(Yen)

Base date	Dividends per share				
	June 30	September 30	December 31	March 31	Full Fiscal Year
2013 (Forecast)		5.00	-	5.00	10.00
2013	-				
2012	-	6.50	-	6.50	13.00

Note: Change in the current three-month period ended June 30, 2012, to dividend forecast: None

3. Forecast of Consolidated Operating Performance for the Fiscal Year Ending March 31, 2013

(Millions of yen)

	Net sales	Percentage change	Operating income	Percentage change	Ordinary income	Percentage change
Six-month period ending September 30, 2012	21,000	(9.3)	1,600	(25.8)	1,500	(21.6)
Year ending March 31, 2013	43,000	1.2	3,500	14.6	3,300	15.5

	Net income	Percentage change	Net income per share (Yen)
Six-month period ending September 30, 2012	850	(52.9)	11.57
Year ending March 31, 2013	1,800	(36.3)	24.51

Notes: Percentage change for net sales, operating income, ordinary income, and net income indicate percentage increase/decrease compared to the same period in the previous year.

Change in the current three-month period ended June 30, 2012, to consolidated operating performance forecast: None

4. Others

(1) Changes in the state of significant subsidiaries during the period (Changes regarding specific companies accompanying changes in the scope of consolidation): None

(2) Application of the special accounting methods for the presentation of the quarterly consolidated financial statements: Yes

Note: For further details, please refer to “1. Other Information” on page 4.

(3) Changes in accounting policies and accounting estimates, and restatements

Changes in accounting policies arising from revision of accounting standards:	Yes
Changes other than those in above:	None
Changes in accounting estimates:	Yes
Restatements:	None

Note: Effective for the first quarter of the consolidated fiscal period ending March 31, 2013, Nippon Thompson Co., Ltd. (the “Company”) and its domestic consolidated subsidiary have changed the depreciation method. Such changes fall under “Changes in accounting policies which are difficult to distinguish from changes in accounting estimates”. For further details, please refer to “1. Other Information” on page 4.

(4) Number of shares issued (Common stock)

Number of shares outstanding at period-end (Including treasury stock)	
As of June 30, 2012:	73,499,875 shares
As of March 31, 2012:	73,499,875 shares
Number of treasury stock	
As of June 30, 2012:	57,679 shares
As of March 31, 2012:	57,172 shares
Average number of shares outstanding at period-end	
Three-month period ended June 30, 2012:	73,442,534 shares
Three-month period ended June 30, 2011:	73,443,953 shares

Disclosure with Regard to Implementation of Quarterly Review Procedures

Although falling outside quarterly review procedures based on the Financial Instruments and Exchange Law, these financial results are subjected to such review procedures, which are completed at the time of disclosure.

Explanations or Other Items Pertaining to Appropriate use of Operating Performance Forecasts

Performance forecasts presented herein are based on information available to the Nippon Thompson Group as of the date of this document, August 6, 2012. Accordingly, for a wide variety of reasons, there remains the possibility that actual performance results may differ from projections.

1. Other Information

- (1) Application of the special accounting methods for the presentation of the quarterly consolidated financial statements

Calculation of tax expenses

Tax expenses are calculated by reasonably estimating the effective tax rate after the application of deferred tax accounting on income before income taxes and minority interests in the current consolidated fiscal year, including the first quarter, and multiplying income before income taxes and minority interests by said estimated effective tax rate.

- (2) Changes in accounting policies and accounting estimates, and restatements
(Changes in accounting policies which are difficult to distinguish from changes in accounting estimates)

From the first quarter of the consolidated fiscal period ending March 31, 2013, the Company and its domestic consolidated subsidiary have changed the method of depreciation for tangible fixed assets acquired after April 1, 2012 in accordance with the revised Corporation Tax Act.

The effect of this change on income was immaterial for the first quarter of the consolidated fiscal period ending March 31, 2013.

2. Consolidated Financial Statements

(1) Consolidated Balance Sheets

As of June 30, 2012 and March 31, 2012

	Millions of yen	
ASSETS	June 30, 2012	March 31, 2012
Current Assets:		
Cash and deposits	18,242	14,744
Notes and accounts receivable-trade	10,071	9,463
Finished products	17,257	17,628
Material in process	10,727	10,368
Raw material	7,846	7,522
Others	3,451	3,606
Less: Allowance for doubtful accounts	(32)	(31)
Total current assets	<u>67,563</u>	<u>63,301</u>
Fixed Assets:		
Tangible fixed assets:		
Machinery and vehicles	9,703	10,453
Others	10,702	10,189
Total tangible fixed assets	<u>20,406</u>	<u>20,643</u>
Intangible fixed assets	334	302
Investments and other assets:		
Investment securities	4,960	5,890
Others	3,257	2,919
Less: Allowance for doubtful accounts	(67)	(67)
Total investments and other assets	<u>8,151</u>	<u>8,743</u>
Total fixed assets	<u>28,892</u>	<u>29,688</u>
TOTAL ASSETS	<u><u>96,455</u></u>	<u><u>92,990</u></u>

LIABILITIES	Millions of yen	
	June 30, 2012	March 31, 2012
Current Liabilities:		
Notes and accounts payable-trade	8,129	9,390
Short-term bank loans	350	231
Current portion of corporate bonds	4,000	4,000
Current portion of long-term bank loans	2,902	2,915
Income taxes payable	248	1,289
Allowance for directors' and corporate auditors' bonuses	17	80
Others	4,675	4,140
Total current liabilities	20,322	22,047
Long-Term Liabilities:		
Corporate bond	5,000	-
Convertible bond	5,000	5,000
Long-term bank loans	11,556	10,969
Accrued retirement benefits	1,321	1,351
Others	108	273
Total long-term liabilities	22,987	17,593
TOTAL LIABILITIES	43,310	39,640
NET ASSETS		
Shareholders' Equity:		
Common stock	9,532	9,532
Capital surplus	12,886	12,886
Retained earnings	32,694	32,840
Treasury stock	(47)	(46)
Total shareholders' equity	55,066	55,212
Accumulated Other Comprehensive Income:		
Net unrealized holding gains on available-for-sale securities	424	964
Deferred gains or losses on hedges	-	(2)
Foreign currency translation adjustments	(2,346)	(2,824)
Total accumulated other comprehensive income	(1,921)	(1,862)
TOTAL NET ASSETS	53,145	53,349
TOTAL LIABILITIES AND NET ASSETS	96,455	92,990

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income

For the first quarter ended June 30, 2012 and 2011

	Millions of yen	
	June 30, 2012	June 30, 2011
Net Sales	10,065	11,840
Cost of Sales	7,215	8,252
Gross Profit	2,849	3,587
Selling, General and Administrative Expenses	2,183	2,260
Operating Income	665	1,327
Non-Operating Income:		
Interest income	1	4
Dividend income	64	139
Others	22	29
	88	173
Non-Operating Expenses:		
Interest expenses	51	64
Sales discounts	14	16
Loss on retirement of tangible fixed assets	6	9
Bond issuance cost	32	24
Others	31	85
	137	200
Ordinary Income	617	1,299
Extraordinary Income:		
Gain on sales of investment securities	-	79
	-	79
Extraordinary Loss:		
Loss from write-down of investment in securities	86	65
	86	65
Income before Income Taxes	531	1,314
Income Taxes	199	238
Income before Minority Interests	331	1,076
Net Income	331	1,076

Consolidated Statements of Comprehensive Income

For the first quarter ended June 30, 2012 and 2011

	Millions of yen	
	<u>June 30, 2012</u>	<u>June 30, 2011</u>
Income before Minority Interests	331	1,076
Other Comprehensive Income:		
Net unrealized holding gains on available-for-sale securities	(539)	126
Deferred gains or losses on hedges	2	4
Foreign currency translation adjustments	478	302
Total Other Comprehensive Income	<u>(58)</u>	<u>433</u>
Comprehensive Income	<u>273</u>	<u>1,509</u>
Comprehensive income attributable to:		
Comprehensive income attributable to owners of the parent	273	1,509

(3) Notes on the Premise of a Going Concern

There are no applicable articles.

(4) Notes on the Statement of Changes in Consolidated Shareholders' Equity

There are no applicable articles.