

NIPPON THOMPSON CO., LTD.

Corporate Headquarters: Tokyo

Listed Code: 6480

Listed Stock Exchange: Tokyo

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

August 5, 2013

Consolidated Financial Report
for the First Quarter of the Fiscal Year Ending March 31, 2014
<Japanese GAAP>

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Scheduled Date to Submit Quarterly Annual Securities Report: August 8, 2013

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, 2014
(From April 1, 2013 to June 30, 2013)

(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, 2013	9,547	(5.1)	466	(29.9)	929	50.6	952	187.2
June 30, 2012	10,065	(15.0)	665	(49.8)	617	(52.5)	331	(69.2)

Note: Comprehensive income

Three-month period ended June 30, 2013: 2,098 million yen 668.2 %

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

: 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, 2013	12.97	11.74
June 30, 2012	4.52	4.09

(2) Consolidated Financial Position

(Millions of yen)

	Total assets	Net assets	Equity ratio (%)
June 30, 2013	86,768	54,979	63.4
March 31, 2013	84,343	53,167	63.0

Reference: Shareholders' equity

As of June 30, 2013: 54,979 million yen

As of March 31, 2013: 53,167 million yen

2. Dividends

(Yen)

Base date	Dividends per share				
	June 30	September 30	December 31	March 31	Full Fiscal Year
2014(Forecast)		5.00	-	5.00	10.00
2014	-				
2013	-	5.00	-	4.00	9.00

Note: Change in the current three-month period ended June 30, 2013, to dividend forecast: None

3. Forecast of Consolidated Operating Performance for the Fiscal Year Ending March 31, 2014

(Millions of yen)

	Net sales	Percentage change	Operating income	Percentage change	Ordinary income	Percentage change
Six-month period ending September 30, 2013	20,000	4.4	1,100	14.7	1,600	85.3
Year ending March 31, 2014	42,000	16.8	3,000	153.1	3,000	104.7

	Net income	Percentage change	Net income per share (Yen)
Six-month period ending September 30, 2013	1,400	359.8	19.06
Year ending March 31, 2014	2,300	-	31.32

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, 2013, to consolidated operating performance forecast: Yes

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: None

Changes other than those in above: None

Changes in accounting estimates: None

Restatements: None

(4) Number of shares issued (Common stock)

Number of shares outstanding at period-end (Including treasury stock)

As of June 30, 2013: 73,499,875 shares

As of March 31, 2013: 73,499,875 shares

Number of treasury stock

As of June 30, 2013: 59,601 shares

As of March 31, 2013: 59,769 shares

Average number of shares outstanding at period-end

Three-month period ended June 30, 2013: 73,440,037 shares

Three-month period ended June 30, 2012: 73,442,534 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 5, 2013. 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. Consolidated Financial Statements

(1) Consolidated Balance Sheets

As of June 30, 2013 and March 31, 2013

	Millions of yen	
ASSETS	June 30, 2013	March 31, 2013
Current Assets:		
Cash and deposits	11,303	10,095
Notes and accounts receivable-trade	8,924	8,696
Finished products	14,796	15,614
Material in process	10,563	10,672
Raw material	7,865	7,990
Others	4,475	3,108
Less: Allowance for doubtful accounts	(23)	(25)
Total current assets	<u>57,905</u>	<u>56,151</u>
Fixed Assets:		
Tangible fixed assets:		
Machinery and vehicles	9,241	9,451
Others	9,616	9,378
Total tangible fixed assets	<u>18,858</u>	<u>18,829</u>
Intangible fixed assets	420	396
Investments and other assets:		
Investment securities	6,958	6,106
Others	2,667	2,922
Less: Allowance for doubtful accounts	(41)	(64)
Total investments and other assets	<u>9,584</u>	<u>8,965</u>
Total fixed assets	<u>28,863</u>	<u>28,191</u>
TOTAL ASSETS	<u><u>86,768</u></u>	<u><u>84,343</u></u>

LIABILITIES	Millions of yen	
	June 30, 2013	March 31, 2013
Current Liabilities:		
Notes and accounts payable-trade	4,958	4,487
Current portion of long-term bank loans	3,586	3,556
Income taxes payable	419	125
Allowance for directors' and corporate auditors' bonuses	17	70
Others	2,988	2,575
Total current liabilities	11,970	10,815
Long-Term Liabilities:		
Corporate bond	5,000	5,000
Convertible bond	5,000	5,000
Long-term bank loans	8,711	9,179
Accrued retirement benefits	1,021	1,096
Others	84	84
Total long-term liabilities	19,818	20,360
TOTAL LIABILITIES	31,788	31,176
NET ASSETS		
Shareholders' Equity:		
Common stock	9,532	9,532
Capital surplus	12,886	12,886
Retained earnings	32,528	31,870
Treasury stock	(369)	(378)
Total shareholders' equity	54,578	53,911
Accumulated Other Comprehensive Income:		
Net unrealized holding gains on available-for-sale securities	1,725	1,173
Deferred gains or losses on hedges	-	0
Foreign currency translation adjustments	(1,324)	(1,918)
Total accumulated other comprehensive income	401	(744)
TOTAL NET ASSETS	54,979	53,167
TOTAL LIABILITIES AND NET ASSETS	86,768	84,343

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

Consolidated Statements of Income

For the first quarter ended June 30, 2013 and 2012

	Millions of yen	
	June 30, 2013	June 30, 2012
Net Sales	9,547	10,065
Cost of Sales	6,890	7,215
Gross Profit	2,656	2,849
Selling, General and Administrative Expenses	2,190	2,183
Operating Income	466	665
Non-Operating Income:		
Interest income	2	1
Dividend income	52	64
Foreign currency translation gain	408	-
Others	68	22
	532	88
Non-Operating Expenses:		
Interest expenses	43	51
Others	26	85
	69	137
Ordinary Income	929	617
Extraordinary Loss:		
Loss from write-down of investment in securities	-	86
	-	86
Income before Income Taxes	929	531
Income Taxes	(22)	199
Income before Minority Interests	952	331
Net Income	952	331

Consolidated Statements of Comprehensive Income

For the first quarter ended June 30, 2013 and 2012

	Millions of yen	
	<u>June 30, 2013</u>	<u>June 30, 2012</u>
Income before Minority Interests	952	331
Other Comprehensive Income:		
Net unrealized holding gains on available-for-sale securities	552	(539)
Deferred gains or losses on hedges	(0)	2
Foreign currency translation adjustments	593	478
Total Other Comprehensive Income	<u>1,145</u>	<u>(58)</u>
Comprehensive Income	<u>2,098</u>	<u>273</u>
Comprehensive income attributable to:		
Comprehensive income attributable to owners of the parent	2,098	273

(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.