

Summary of Consolidated Financial Results
for the First Quarter Ended June 30, 2012(Unaudited)

August 3, 2012

English translation from the original Japanese-language document

(All financial information has been prepared in accordance with accounting principles generally accepted in Japan)

Company name: Nihon Seiko Co., Ltd.
 URL: <http://www.nihonseiko.co.jp>
 Listed stock exchange: The second section of Tokyo Stock Exchange
 Securities Code: 5729
 Company Representative: Masanori Kishima, President & CEO
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1. Consolidated Financial Results for the First Quarter Ended June 30, 2012 and 2011

(1) Operating Results (Rounded down to millions of Japanese Yen)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
For the First quarter ended								
June 30, 2012	3,300	(14.7)	252	(13.5)	240	(14.9)	151	(11.5)
June 30, 2011	3,869	52.7	291	26.6	282	26.9	170	59.3

Note: Comprehensive income:

As of June 30, 2012: 153 million yen (5.6)%

As of June 30, 2011: 162 million yen 53.4%

	EPS
	Yen
For the First quarter ended	
June 30, 2012	12.38
June 30, 2011	13.95

(2) Financial Position

	Total assets	Total net assets	Shareholders' equity ratio
	Millions of Yen	Millions of Yen	%
As of			
June 30, 2012	11,101	4,106	37.0
March 31, 2012	10,404	4,014	38.6

Note: Shareholders' equity As of June 30, 2012: 4,106 million yen

As of March 31, 2012: 4,014 million yen

2. Cash Dividends

	Cash Dividends per Share				
	First Quarter	Second Quarter	Third Quarter	Year-end	Annual
For the year ended	Yen	Yen	Yen	Yen	Yen
March 31, 2012	-	5.00	-	5.00	10.00
March 31, 2013	-				
March 31, 2013(expected)		5.00	-	5.00	10.00

Note: Revision of outlook for dividends in the first quarter : No

3. Consolidated Earnings Forecast for the Year Ending March 2013(April 1, 2012 ~ March 31, 2013):

(%: Change from the previous fiscal half year for First half 2012)

(%: Change from the previous fiscal year for Year ending March 31,2013)

	Net sales		Operating income		Ordinary income		Net income		EPS
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
For the year ending March 31, 2013									
First half 2012	6,200	(14.8)	305	(55.0)	295	(54.7)	180	(53.4)	14.73
Full year	12,700	(2.7)	570	(42.8)	540	(43.2)	310	(51.3)	25.37

Note: Revision of outlook for fiscal 2012 consolidated earnings results in the first quarter : No

4. Others

- (1) Changes in major subsidiaries during the fiscal year (changes in specified subsidiaries accompanying changes in scope of consolidation) : No
- (2) Application of special accounting for preparing quarterly consolidated financial statements : No
- (3) Changes in accounting policies, accounting estimates and retrospective restatements in the consolidated financial statements
 - 1. Changes due to amendment of accounting standards : Yes
 - 2. Changes due to other reasons : No
 - 3. Changes in accounting estimates : Yes
 - 4. Retrospective restatements : No
- (4) Number of outstanding shares at the end of the period:
 - 1. Number of outstanding shares at the end of the period:

As of June 30, 2012: 13,029,500	As of March 31, 2012: 13,029,500
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 - 2. Number of treasury shares at the end of the period:

As of June 30, 2012: 809,775	As of March 31, 2012: 809,055
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 - 3. Average number of outstanding shares during period:

For the 1rd Quarter ending March 31, 2013: 12,220,358	For the 1rd Quarter ended March 31, 2012: 12,261,400
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Note concerning the Appropriate Use of Forecast

The aforementioned forecasts are based on certain assumptions that Company has deemed relevant and appropriate as of the date of publication.

Actual results may differ materially from the forecast due to many factors.

Consolidated quarterly balance sheets

(Thousands of Japanese yen)

	March 31,2012	June 30,2012
Assets		
Current assets		
Cash and deposits	1,639,499	1,888,086
Notes and accounts receivable-trade	2,578,564	2,634,062
Short-term investment securities	1,000	1,000
Merchandise and finished goods	1,141,701	1,345,667
Work in process	143,307	189,552
Raw materials and supplies	694,497	751,724
Other	119,397	135,208
Allowance for doubtful accounts	(8,669)	(8,805)
Total current assets	6,309,298	6,936,496
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	572,010	1,397,704
Machinery, equipment and vehicles, net	347,979	876,099
Land	1,478,590	1,478,590
Other, net	1,385,333	101,706
Total property, plant and equipment	3,783,914	3,854,101
Intangible assets	50,318	49,758
Investments and other assets	254,675	255,010
Total noncurrent assets	4,088,909	4,158,870
Deferred assets	6,033	5,656
Total assets	10,404,240	11,101,024
Liabilities		
Current liabilities		
Notes and accounts payable-trade	977,176	1,615,465
Short-term loans payable	1,925,700	1,994,650
Income taxes payable	137,472	94,274
Provision for bonuses	103,021	89,399
Other	1,026,667	504,865
Total current liabilities	4,170,038	4,298,654
Noncurrent liabilities		
Bonds payable	302,000	288,000
Long-term loans payable	1,436,600	1,921,350
Provision for retirement benefits	301,249	316,672
Other provision	12,287	—
Negative goodwill	32,405	24,501
Asset retirement obligations	35,687	35,414
Other	99,417	109,916
Total noncurrent liabilities	2,219,647	2,695,854
Total liabilities	6,389,686	6,994,509
Net assets		
Shareholders' equity		
Capital stock	1,018,126	1,018,126
Capital surplus	564,725	564,725
Retained earnings	2,596,217	2,686,435
Treasury stock	(146,171)	(146,337)
Total shareholders' equity	4,032,897	4,122,949
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(18,343)	(16,434)
Total accumulated other comprehensive income	(18,343)	(16,434)
Total net assets	4,014,554	4,106,514
Total liabilities and net assets	10,404,240	11,101,024

Consolidated quarterly statements of income

(Thousands of Japanese yen)

	1st Quarter ended June 30,2011	1st Quarter ended June 30,2012
Net sales	3,869,227	3,300,236
Cost of sales	3,364,615	2,834,033
Gross profit	504,612	466,202
Selling, general and administrative expenses	213,185	214,155
Operating income	291,426	252,046
Non-operating income		
Dividends income	1,270	1,016
Amortization of negative goodwill	7,904	7,904
Subsidy income	715	3,584
Other	1,807	773
Total non-operating income	11,697	13,279
Non-operating expenses		
Interest expenses	14,219	14,950
Foreign exchange losses	4,280	5,052
Other	2,050	4,924
Total non-operating expenses	20,550	24,926
Ordinary income	282,572	240,398
Extraordinary loss		
Loss on retirement of noncurrent assets	190	1,465
Loss on sales of golf club memberships	—	3,376
Total extraordinary losses	190	4,841
Income before income taxes and minority interests	282,382	235,556
Income taxes-current	47,261	95,942
Income taxes-deferred	64,124	(11,706)
Total income taxes	111,385	84,236
Income before minority interests	170,997	151,320
Net income	170,997	151,320

Consolidated quarterly statements of comprehensive income

(Thousands of Japanese yen)

	1st Quarter ended June 30,2011	1st Quarter ended June 30,2012
Income before minority interests	170,997	151,320
Other comprehensive income		
Valuation difference on available-for-sale securities	(8,673)	1,908
Total other comprehensive income	(8,673)	1,908
Comprehensive income	162,323	153,228
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	162,323	153,228

Segment Information

(1) For the first quarter ended June 30, 2011

(Thousands of Japanese yen)

	Reportable Segments			Others	Total	Elimination & corporate	Consolidated
	Antimony products	Atomized metal powders	Total				
Net sales							
Outside customers	2,435,466	1,427,628	3,863,095	6,132	3,869,227	-	3,869,227
Inter-segment	-	11,158	11,158	495	11,653	(11,653)	-
Total	2,435,466	1,438,786	3,874,253	6,627	3,880,880	(11,653)	3,869,227
Operating income	153,242	130,444	283,686	6,369	290,056	1,369	291,426

※ The above-mentioned "Others" category is a real estate lease business not included in the reportable segments.

(2) For the first quarter ended June 30, 2012

(Thousands of Japanese yen)

	Reportable Segments			Others	Total	Elimination & corporate	Consolidated
	Antimony products	Atomized metal powders	Total				
Net sales							
Outside customers	2,010,533	1,285,649	3,296,183	4,052	3,300,236	-	3,300,236
Inter-segment	-	7,838	7,838	-	7,838	(7,838)	-
Total	2,010,533	1,293,488	3,304,021	4,052	3,308,074	(7,838)	3,300,236
Operating income	87,464	151,097	238,561	3,817	242,379	9,666	252,046

※ The above-mentioned "Others" category is a real estate lease business not included in the reportable segments.