

Summary of Consolidated Financial Results  
for the First Quarter Ended June 30, 2011(Unaudited)

August 5, 2011

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, 2011 and 2010

(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, 2011	3,869	52.7	291	26.6	282	26.9	170	59.3
June 30, 2010	2,533	86.1	230	-	222	-	107	-

Note: Comprehensive income:

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

As of June 30, 2010: 105 million yen (-%)

	EPS
	Yen
For the First quarter ended	
June 30, 2011	13.95
June 30, 2010	8.75

## (2) Financial Position

	Total assets	Total net assets	Shareholders' equity ratio
	Millions of Yen	Millions of Yen	%
As of			
June 30, 2011	9,422	3,616	38.4
March 31, 2011	9,530	3,539	37.1

Note: Shareholders' equity As of June 30, 2011: 3,616 million yen As of March 31, 2011: 3,539 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, 2011	-	3.00	-	7.00	10.00
March 31, 2012	-				
March 31, 2012(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 2012(April 1, 2011 ~ March 31, 2012):

(%: Change from the previous fiscal half year for First half 2011)

(%: Change from the previous fiscal year for Year ending March 31, 2012)

	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, 2012									
First half 2011	6,700	33.8	480	4.0	450	1.8	300	(13.0)	24.47
Full year	14,000	28.7	970	10.6	930	12.5	600	(12.4)	48.93

Note: Revision of outlook for fiscal 2011 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 : No
  - 2. Changes due to other reasons : No
  - 3. Changes in accounting estimates : No
  - 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, 2011: 13,029,500	As of March 31, 2011: 13,029,500
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  - 2. Number of treasury shares at the end of the period:

As of June 30, 2011: 768,136	As of March 31, 2011: 767,964
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  - 3. Average number of outstanding shares during period:

For the 1st Quarter ending March 31, 2012: 12,261,400	For the 1st Quarter ended March 31, 2011: 12,265,449
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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 31,2011	June 30,2011
<b>Assets</b>		
Current assets		
Cash and deposits	2,026,257	1,212,088
Notes and accounts receivable-trade	2,234,189	2,831,559
Short-term investment securities	1,000	1,000
Merchandise and finished goods	1,117,160	1,033,376
Work in process	144,150	161,781
Raw materials and supplies	893,056	1,101,474
Other	259,729	241,776
Allowance for doubtful accounts	(7,371)	(9,402)
Total current assets	6,668,172	6,573,654
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	616,624	607,696
Machinery, equipment and vehicles, net	461,166	433,711
Land	1,478,590	1,478,590
Other, net	78,892	112,784
Total property, plant and equipment	2,635,274	2,632,783
Intangible assets	25,752	25,882
Investments and other assets	193,656	182,791
Total noncurrent assets	2,854,683	2,841,458
Deferred assets	7,611	7,166
Total assets	9,530,466	9,422,279
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable-trade	2,071,138	1,679,554
Short-term loans payable	1,993,200	1,963,200
Income taxes payable	187,147	52,085
Provision for bonuses	101,952	85,682
Other	281,158	369,624
Total current liabilities	4,634,596	4,150,146
Noncurrent liabilities		
Bonds payable	330,000	316,000
Long-term loans payable	512,300	831,000
Provision for retirement benefits	276,574	288,112
Other provision	20,150	10,784
Negative goodwill	64,024	56,119
Asset retirement obligations	35,385	35,488
Other	117,869	118,618
Total noncurrent liabilities	1,356,303	1,656,123
Total liabilities	5,990,899	5,806,270
<b>Net assets</b>		
Shareholders' equity		
Capital stock	1,018,126	1,018,126
Capital surplus	564,725	564,725
Retained earnings	2,107,110	2,192,277
Treasury stock	(133,145)	(133,197)
Total shareholders' equity	3,556,817	3,641,932
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(17,249)	(25,923)
Total accumulated other comprehensive income	(17,249)	(25,923)
Total net assets	3,539,567	3,616,008
Total liabilities and net assets	9,530,466	9,422,279

## Consolidated quarterly statements of income

(Thousands of Japanese yen)

	1st Quarter ended June 30,2010	1st Quarter ended June 30,2011
Net sales	2,533,160	3,869,227
Cost of sales	2,114,995	3,364,615
Gross profit	418,165	504,612
Selling, general and administrative expenses	187,885	213,185
Operating income	230,279	291,426
Non-operating income		
Dividends income	880	1,270
Amortization of negative goodwill	7,904	7,904
Subsidy income	1,045	715
Other	364	1,807
Total non-operating income	10,195	11,697
Non-operating expenses		
Interest expenses	14,455	14,219
Foreign exchange losses	2,169	4,280
Other	1,110	2,050
Total non-operating expenses	17,736	20,550
Ordinary income	222,738	282,572
Extraordinary loss		
Loss on retirement of noncurrent assets	8	190
Loss on adjustment for changes of accounting standard for asset retirement obligations	30,389	—
Total extraordinary losses	30,397	190
Income before income taxes and minority interests	192,341	282,382
Income taxes-current	89,111	47,261
Income taxes-deferred	(4,130)	64,124
Total income taxes	84,980	111,385
Income before minority interests	107,360	170,997
Net income	107,360	170,997

## Consolidated quarterly statements of comprehensive income

(Thousands of Japanese yen)

	1st Quarter ended June 30,2010	1st Quarter ended June 30,2011
Income before minority interests	107,360	170,997
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,557)	(8,673)
Total other comprehensive income	(1,557)	(8,673)
Comprehensive income	105,803	162,323
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	105,803	162,323

## 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.

(1) For the first quarter ended June 30, 2010

(Thousands of Japanese yen)

	Reportable Segments			Others	Total	Elimination & corporate	Consolidated
	Antimony products	Atomized metal powders	Total				
Net sales							
Outside customers	1,397,690	1,129,044	2,526,734	6,425	2,533,160	-	2,533,160
Inter-segment	-	5,933	5,933	-	5,933	(5,933)	-
Total	1,397,690	1,134,978	2,532,668	6,425	2,539,093	(5,933)	2,533,160
Operating income	23,785	198,832	222,618	6,202	228,820	1,458	230,279

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