

Summary of Consolidated Financial Results
for the First Quarter Ended June 30, 2013(Unaudited)

August 2, 2013

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, 2013 and 2012

(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, 2013	2,991	(9.4)	202	(19.5)	213	(11.0)	131	(13.2)
June 30, 2012	3,300	(14.7)	252	(13.5)	240	(14.9)	151	(11.5)

Note: Comprehensive income:

As of June 30, 2013: 133 million yen (13.1)%

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

	EPS
	Yen
For the First quarter ended	
June 30, 2013	10.74
June 30, 2012	12.38

(2) Financial Position

	Total assets	Total net assets	Shareholders' equity ratio
	Millions of Yen	Millions of Yen	%
As of			
June 30, 2013	10,876	4,354	40.0
March 31, 2013	10,430	4,282	41.1

Note: Shareholders' equity As of June 30, 2013: 4,354 million yen

As of March 31, 2013: 4,282 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, 2013	-	5.00	-	5.00	10.00
March 31, 2014	-				
March 31, 2014(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 2014(April 1, 2013 ~ March 31, 2014):

(%: Change from the previous fiscal half year for First half 2013)

(%: Change from the previous fiscal year for Year ending March 31, 2014)

	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, 2014									
First half 2013	6,200	(1.1)	340	(19.3)	320	(20.4)	200	(20.2)	16.37
Full year	12,400	6.2	720	12.9	670	7.6	410	6.4	33.56

Note: Revision of outlook for fiscal 2013 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, 2013: 13,029,500	As of March 31, 2013: 13,029,500
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 - 2. Number of treasury shares at the end of the period:

As of June 30, 2013: 811,336	As of March 31, 2013: 811,306
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 - 3. Average number of outstanding shares during period:

For the 1st Quarter ending March 31, 2014: 12,218,167	For the 1st Quarter ended March 31, 2013: 12,220,358
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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 31,2013	June 30,2013
Assets		
Current assets		
Cash and deposits	2,040,248	2,354,663
Notes and accounts receivable-trade	1,888,087	2,058,439
Securities	1,000	—
Merchandise and finished goods	1,200,872	1,229,441
Work in process	182,427	179,838
Raw materials and supplies	770,831	721,814
Other	90,628	109,837
Allowance for doubtful accounts	(6,184)	(6,702)
Total current assets	6,167,911	6,647,333
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	1,345,766	1,325,802
Machinery, equipment and vehicles, net	1,040,525	1,019,093
Land	1,478,590	1,478,590
Other, net	69,975	74,314
Total property, plant and equipment	3,934,858	3,897,801
Intangible assets	66,115	63,731
Investments and other assets	257,437	263,014
Total noncurrent assets	4,258,411	4,224,547
Deferred assets	4,525	4,148
Total assets	10,430,848	10,876,029
Liabilities		
Current liabilities		
Notes and accounts payable-trade	889,063	1,300,031
Short-term loans payable	1,987,500	1,908,200
Income taxes payable	99,698	89,015
Provision for bonuses	97,143	83,138
Other	534,357	622,087
Total current liabilities	3,607,762	4,002,473
Noncurrent liabilities		
Bonds payable	274,000	260,000
Long-term loans payable	1,819,900	1,809,900
Provision for retirement benefits	304,535	307,294
Negative goodwill	787	—
Asset retirement obligations	35,279	35,287
Other	106,497	106,888
Total noncurrent liabilities	2,540,999	2,519,370
Total liabilities	6,148,762	6,521,844
Net assets		
Shareholders' equity		
Capital stock	1,018,126	1,018,126
Capital surplus	564,725	564,725
Retained earnings	2,859,236	2,929,420
Treasury stock	(146,705)	(146,713)
Total shareholders' equity	4,295,383	4,365,559
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(13,297)	(11,374)
Total accumulated other comprehensive income	(13,297)	(11,374)
Total net assets	4,282,086	4,354,185
Total liabilities and net assets	10,430,848	10,876,029

Consolidated quarterly statements of income

(Thousands of Japanese yen)

	1st Quarter ended June 30,2012	1st Quarter ended June 30,2013
Net sales	3,300,236	2,991,426
Cost of sales	2,834,033	2,577,244
Gross profit	466,202	414,181
Selling, general and administrative expenses	214,155	211,365
Operating income	252,046	202,815
Non-operating income		
Dividends income	1,016	1,524
Amortization of negative goodwill	7,904	787
Foreign exchange gains	—	21,457
Subsidy income	3,584	—
Other	773	1,953
Total non-operating income	13,279	25,721
Non-operating expenses		
Interest expenses	14,950	10,620
Foreign exchange losses	5,052	—
Other	4,924	3,967
Total non-operating expenses	24,926	14,588
Ordinary income	240,398	213,949
Extraordinary loss		
Loss on retirement of noncurrent assets	1,465	251
Loss on sales of golf club memberships	3,376	—
Total extraordinary losses	4,841	251
Income before income taxes and minority interests	235,556	213,697
Income taxes—current	95,942	90,991
Income taxes—deferred	(11,706)	(8,568)
Total income taxes	84,236	82,422
Income before minority interests	151,320	131,274
Net income	151,320	131,274

Consolidated quarterly statements of comprehensive income

(Thousands of Japanese yen)

	1st Quarter ended June 30,2012	1st Quarter ended June 30,2013
Income before minority interests	151,320	131,274
Other comprehensive income		
Valuation difference on available-for-sale securities	1,908	1,923
Total other comprehensive income	1,908	1,923
Comprehensive income	153,228	133,197
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	153,228	133,197

Segment Information

(1) 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.

(2) For the first quarter ended June 30, 2013

(Thousands of Japanese yen)

	Reportable Segments			Others	Total	Elimination & corporate	Consolidated
	Antimony products	Atomized metal powders	Total				
Net sales							
Outside customers	1,701,947	1,286,305	2,988,252	3,173	2,991,426	-	2,991,426
Inter-segment	-	11,419	11,419	-	11,419	(11,419)	-
Total	1,701,947	1,297,724	2,999,671	3,173	3,002,845	(11,419)	2,991,426
Operating income	37,212	157,146	194,359	2,935	197,294	5,521	202,815

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