

**Consolidated Financial Results for the Third Quarter of the Fiscal Year Ending March 31, 2013**  
**(Nine Months Ended December 31, 2012)**

[Japanese GAAP]

Company name: **C. Uyemura & Co., Ltd.** Listing: Second Section of the Osaka Securities Exchange  
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 Scheduled date of filing of Quarterly Report: February 14, 2013  
 Starting date of dividend payment: -  
 Preparation of supplementary materials for quarterly financial results: None  
 Holding of quarterly financial results meeting: None

*Note: The original disclosure in Japanese was released on February 8, 2013 at 15:30 (GMT +9).*

(All amounts are rounded down to the nearest million yen)

**1. Consolidated Financial Results (Apr. 1, 2012 – Dec. 31, 2012)**

(1) Results of operations

(Percentages represent year-over-year changes)

	Sales		Operating income		Ordinary profit		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended Dec. 31, 2012	27,536	(9.1)	3,325	(15.7)	3,437	(12.0)	2,450	6.4
Nine months ended Dec. 31, 2011	30,289	0.6	3,945	(9.3)	3,905	(7.4)	2,303	(24.6)

Note: Comprehensive income (million yen) Nine months ended Dec. 31, 2012: 2,816 (up 161.8%)  
 Nine months ended Dec. 31, 2011: 1,075 (down 53.3%)

	Net income per share (basic)	Net income per share (diluted)
	Yen	Yen
Nine months ended Dec. 31, 2012	269.17	-
Nine months ended Dec. 31, 2011	246.45	-

(2) Financial position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of Dec. 31, 2012	48,547	35,325	70.5
As of Mar. 31, 2012	46,087	33,663	69.7

Reference: Shareholders' equity (million yen) As of Dec. 31, 2012: 34,239 As of Mar. 31, 2012: 32,125

**2. Dividends**

	Dividend per share				
	1Q-end	2Q-end	3Q-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended Mar. 31, 2012	-	0.00	-	55.00	55.00
Fiscal year ending Mar. 31, 2013	-	0.00	-	-	-
Fiscal year ending Mar. 31, 2013 (forecast)	-	-	-	55.00	55.00

Note: Revisions to the most recently announced dividend forecast: None

**3. Consolidated Forecast for the Fiscal Year Ending March 31, 2013 (Apr. 1, 2012 – Mar. 31, 2013)**

(Percentages represent year-over-year changes)

	Sales		Operating income		Ordinary profit		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	36,760	(8.7)	4,410	(8.0)	4,560	(6.9)	3,040	34.5	333.91

Note: Revisions to the most recently announced consolidated forecast: None

**\* Notes**

(1) Changes in consolidated subsidiaries during the period (changes in scope of consolidation): Yes

Newly added: 1 (PT.UYEMURA INDONESIA) Excluded: -

Note: Please refer to “2. Matters Related to Summary Information (Notes), (1) Changes in Consolidated Subsidiaries during the Period” on page 3 of the attachments for further information.

(2) Application of the specific method for accounting treatment for preparation of quarterly consolidated financial statements: None

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

1) Changes in accounting policies due to revisions in accounting standards, others: Yes

2) Changes in accounting policies other than 1) above: None

3) Changes in accounting-based estimates: Yes

4) Restatements: None

Note: Subject to Article 10-5 of “Regulations Concerning Terminology, Format, and Preparation Methods for Quarterly Consolidated Financial Statements.” Please refer to “2. Matters Related to Summary Information (Notes), (3) Changes in Accounting Policies and Accounting-based Estimates, and Restatements” on page 3 of the attachments for further information.

(4) Number of shares outstanding (common stock)

1) Number of shares outstanding at the end of period (including treasury stock shares)

As of Dec. 31, 2012:	9,878,040 shares	As of Mar. 31, 2012:	9,878,040 shares
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2) Number of treasury stock shares at the end of period

As of Dec. 31, 2012:	773,901 shares	As of Mar. 31, 2012:	773,720 shares
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3) Average number of shares outstanding during the period

Nine months ended Dec. 31, 2012:	9,104,207 shares	Nine months ended Dec. 31, 2011:	9,344,751 shares
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**\* Indication of quarterly review procedure implementation status**

This quarterly summary report is not subject to the quarterly review procedures based on the Financial Instruments and Exchange Act. At the time of disclosure, the review procedures for the quarterly consolidated financial statements have been completed.

**\* Cautionary statement with respect to forward-looking statements and other special items**

Forecasts of future performance in this report are based on assumptions judged to be valid and information currently available to the Company, but are not promises by the Company regarding future performance. Actual results are affected by various factors and may differ substantially. For discussion of the assumptions and notes of caution for usage, please refer to “(3) Qualitative Information Regarding Consolidated Forecast” on page 3 of the attachments.

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## **1. Qualitative Information on Quarterly Consolidated Financial Performance**

### **(1) Qualitative Information Regarding Consolidated Results of Operations**

The Japanese economy for the first nine months of the fiscal year under review showed signs of a moderate recovery, which was supported by fully fledged reconstruction demand after the earthquake disaster and solid consumer spending. Furthermore, towards the end of the period under review, there were a few other positive signs including rising share prices and weaker yen, both of which were driven by expectation of the stimulus package announced by the revived LDP-led government. However, the economy still remains precarious due to concerns over the fiscal crisis in Europe and slowdown of the emerging economies to name a few.

In the electronic devices market, which is the Group's (the Company and its consolidated subsidiaries) main market area, demands for smartphones and tablet terminals grew but that for PCs, flat-screen TVs and other digital home appliances stayed sluggish due to a global economic slowdown and a prolonged inventory adjustment.

In this management environment, the Group has focused its management efforts on thorough cost reductions, development of high value-added products and aggressive proposal and sales activities so as to make its operations more profitable.

As a result, consolidated sales for the first nine months of the current fiscal year amounted to 27,536 million yen (down 9.1% year-over-year), operating income 3,325 million yen (down 15.7%), ordinary profit 3,437 million yen (down 12.0%), and net income 2,450 million yen (up 6.4%).

Performance by business segment is shown as below with year-over-year comparison presented as reference.

#### **1) Surface finishing materials business**

While there remained to be a solid demand of the mainstay plating chemicals for printed wire boards (PWBs) for smartphones and tablet terminals, the business performance was adversely affected by the protracted weakness in PC demand and the consequent drop in shipment of our products used for the related electronic components. Especially, sales of plating chemicals for hard disks declined substantially due to weakness in PC demand. Sales of industrial chemicals and non-ferrous metals decreased due to a drop in LME nickel prices.

As a result, sales in the surface finishing materials business decreased 6.7% year-over-year to 22,623 million yen, and operating income decreased 3.9% to 3,098 million yen.

#### **2) Surface finishing machinery business**

In contrast to the market situation in China where we continued to see a strong customer inquiry for the surface finishing machines particularly for aluminum components for smartphones, the order receiving environment in Japan remained challenging across the board as we saw the domestic customers take an even more prudent approach to capital investment given the continued uncertainty over the domestic economic outlook.

As a result, sales in the surface finishing machinery business decreased 15.7% year-over-year to 2,800 million yen, while there was an operating loss of 48 million yen (an operating loss of 7 million yen in the same period previous fiscal year).

#### **3) Plating job business**

Although the consolidated subsidiary in Thailand, which is our main manufacturing base, has now recovered its manufacturing operations thanks to strong automobile sales in this country, sales as well as operating income for the first nine months of the fiscal year under review saw a year-over-year decrease due to the effect of the shutdown of its flood-hit factory during the first quarter of the subsidiary's fiscal year (from January to March 2012).

As a result, sales in the plating job business decreased 23.7% year-over-year to 1,745 million yen, and there was an operating loss of 26 million yen (an operating income of 420 million yen in the same period previous fiscal year).

#### **4) Real estate rental business**

Due to a decline in the occupancy rate and rents of the office buildings, sales decreased year-over-year. However, operating income showed an increase thanks to a reduction in overhead expenses.

As a result, sales in the real estate rental business decreased 3.3% year-over-year to 546 million yen, and operating income increased 0.2% to 298 million yen.

Please note that internal sales and transfers generated between segments are included in the above results for segment.

#### **(2) Qualitative Information Regarding Consolidated Financial Position**

Total assets increased 2,459 million yen from the end of the previous fiscal year to 48,547 million yen at the end of the third quarter of the current fiscal year. This was primarily attributable to a 1,316 million yen increase in construction in progress and a 772 million yen increase in work in process. On the other hand, we posted a 600 million yen decrease in long-term deposits with banks and a 361 million yen decrease in cash and deposits with banks.

Liabilities increased 797 million yen to 13,221 million yen. This was primarily attributable to a 261 million yen increase in notes and accounts payable-trade and a 181 million yen increase in deferred tax liabilities (non-current). On the other hand, we posted a 294 million yen decrease in income taxes payable and a 139 million yen decrease in current portion of long-term loans payable.

Net assets increased 1,662 million yen to 35,325 million yen. This was primarily attributable to a 1,949 million yen increase in retained earnings and a 214 million yen increase in foreign currency translation adjustments. On the other hand, we posted a 451 million yen decrease in minority interests.

As a result, equity ratio increased by 0.8 percentage point from 69.7% at the end of the previous fiscal year, to 70.5%.

#### **(3) Qualitative Information Regarding Consolidated Forecast**

We maintain the consolidated forecast for the fiscal year ending March 31, 2013 we announced on November 9, 2012.

Actual results are affected by various factors and may differ from the forecast.

## **2. Matters Related to Summary Information (Notes)**

### **(1) Changes in Consolidated Subsidiaries during the Period**

In the second quarter of the current fiscal year, PT.UYEMURA INDONESIA was included in the consolidation as its establishment.

### **(2) Application of the Specific Method for Accounting Treatment for Preparation of Quarterly Consolidated Financial Statements**

Not applicable.

### **(3) Changes in Accounting Policies and Accounting-based Estimates, and Restatements**

Changes in accounting policies that are difficult to distinguish from changes in accounting-based estimates

Following tax law revisions, from the first quarter of the current fiscal year, the Company and its domestic consolidated subsidiary have changed the method of depreciation of tangible fixed assets (excluding buildings except attached structures) acquired on or after April 1, 2012 in line with methods prescribed in the revised Corporation Tax Law.

The effect of this change on operating income, ordinary profit and net income before income taxes and minority interests for the first nine months of the current fiscal year is insignificant.

**3. Quarterly Consolidated Financial Statements****(1) Consolidated Balance Sheets**

	(Thousands of yen)	
	FY3/2012 (As of Mar. 31, 2012)	Third quarter of FY3/2013 (As of Dec. 31, 2012)
Assets		
Current assets		
Cash and deposits with banks	17,319,179	16,958,079
Notes and accounts receivable-trade	9,820,377	9,610,780
Marketable securities	20,837	23,879
Merchandise and finished goods	1,622,050	1,493,936
Work in process	742,215	1,514,382
Raw materials and supplies	987,358	964,305
Deferred tax assets	265,460	210,466
Other current assets	572,408	1,068,292
Allowance for doubtful accounts	(32,601)	(48,715)
Total current assets	31,317,286	31,795,407
Fixed assets		
Tangible fixed assets		
Buildings and structures	14,677,863	15,298,482
Accumulated depreciation	(7,808,075)	(8,167,625)
Buildings and structures, net	6,869,788	7,130,856
Machinery and vehicles	5,660,168	6,173,323
Accumulated depreciation	(4,518,984)	(4,461,576)
Machinery and vehicles, net	1,141,183	1,711,747
Land	2,876,216	3,203,374
Lease assets	192,721	238,556
Accumulated depreciation	(27,298)	(57,098)
Lease assets, net	165,423	181,458
Construction in progress	1,125,160	2,441,612
Other tangible fixed assets	3,034,186	3,007,926
Accumulated depreciation	(2,461,774)	(2,444,761)
Other tangible fixed assets, net	572,412	563,165
Total tangible fixed assets	12,750,184	15,232,214
Intangible assets	176,852	243,530
Investments and other assets		
Investment securities	768,107	792,620
Long-term loans receivable	25,121	20,518
Deferred tax assets	80,357	89,137
Long-term deposits with banks	600,000	-
Other investments and other assets	399,079	403,367
Allowance for doubtful accounts	(29,717)	(29,788)
Total investments and other assets	1,842,948	1,275,856
Total fixed assets	14,769,986	16,751,601
Total assets	46,087,272	48,547,008

	(Thousands of yen)	
	FY3/2012 (As of Mar. 31, 2012)	Third quarter of FY3/2013 (As of Dec. 31, 2012)
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable-trade	4,760,345	5,021,600
Short-term loans payable	749,770	754,640
Current portion of long-term loans payable	310,716	171,060
Lease obligations	34,819	44,147
Income taxes payable	860,475	566,291
Accrued bonuses	141,174	46,519
Allowance for directors' bonuses	86,000	64,500
Notes payable-facilities	115	37,902
Deferred tax liabilities	2,487	3,140
Other current liabilities	1,973,850	2,623,133
<b>Total current liabilities</b>	<b>8,919,755</b>	<b>9,332,936</b>
<b>Long-term liabilities</b>		
Long-term loans payable	408,003	569,815
Long-term guarantee deposit	591,839	586,000
Lease obligations	130,603	137,832
Deferred tax liabilities	1,934,411	2,115,975
Allowance for employees' retirement benefits	241,648	273,794
Allowance for directors' retirement benefits	147,337	157,349
Negative goodwill	6,913	-
Other long-term liabilities	43,384	47,612
<b>Total long-term liabilities</b>	<b>3,504,142</b>	<b>3,888,380</b>
<b>Total liabilities</b>	<b>12,423,898</b>	<b>13,221,316</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Common stock	1,336,936	1,336,936
Capital surplus	1,644,653	1,644,653
Retained earnings	35,758,167	37,708,018
Treasury stock	(2,824,876)	(2,825,400)
<b>Total shareholders' equity</b>	<b>35,914,881</b>	<b>37,864,208</b>
<b>Accumulated other comprehensive income</b>		
Cumulative securities holding gain	218,577	168,666
Foreign currency translation adjustments	(4,007,494)	(3,792,918)
<b>Total accumulated other comprehensive income</b>	<b>(3,788,916)</b>	<b>(3,624,251)</b>
<b>Minority interests</b>	<b>1,537,410</b>	<b>1,085,735</b>
<b>Total net assets</b>	<b>33,663,374</b>	<b>35,325,691</b>
<b>Total liabilities and net assets</b>	<b>46,087,272</b>	<b>48,547,008</b>

**(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income****(For the Nine-month Period)**

(Thousands of yen)

	First nine months of FY3/2012 (Apr. 1, 2011 – Dec. 31, 2011)	First nine months of FY3/2013 (Apr. 1, 2012 – Dec. 31, 2012)
Sales	30,289,637	27,536,818
Cost of goods sold	20,910,484	18,773,435
Gross profit	9,379,153	8,763,382
Selling, general and administrative expenses	5,433,830	5,437,437
Operating income	3,945,322	3,325,945
Non-operating income		
Interests received	64,688	75,784
Dividends received	13,678	13,632
Gains on valuable resources recovery	16,314	22,101
Other non-operating income	64,381	65,374
Total non-operating income	159,062	176,892
Non-operating expenses		
Interest expense	30,379	27,598
Sales discounts	5,289	3,594
Exchange losses	127,636	10,777
Other non-operating expenses	35,596	23,292
Total non-operating expenses	198,901	65,262
Ordinary profit	3,905,483	3,437,574
Extraordinary income		
Gains on sales of fixed assets	7,769	35,144
Insurance income	-	1,030,847
Gains on sales of investment securities	-	16,903
Total extraordinary income	7,769	1,082,896
Extraordinary loss		
Loss on disposal and sales of fixed assets	120,855	38,215
Loss on disaster	-	388,724
Loss on valuation of investment securities	1,928	1,766
Loss on dissolution of employees' pension fund	-	27,629
Total extraordinary losses	122,784	456,336
Net income before income taxes and minority interests	3,790,469	4,064,134
Income taxes-current	1,271,176	1,184,527
Income taxes-deferred	46,316	258,802
Total income taxes	1,317,492	1,443,329
Income before minority interests	2,472,976	2,620,804
Minority interests in income	169,962	170,215
Net income	2,303,014	2,450,588
Minority interests in income	169,962	170,215
Income before minority interests	2,472,976	2,620,804
Other comprehensive income		
Cumulative securities holding gain	(81,672)	(49,910)
Foreign currency translation adjustments	(1,315,651)	245,166
Total other comprehensive income	(1,397,324)	195,256
Comprehensive income	1,075,652	2,816,061
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	1,028,957	2,615,254
Comprehensive income attributable to minority interests	46,694	200,807

**(3) Going Concern Assumption**

Not applicable.

**(4) Significant Changes in Shareholders' Equity**

Not applicable.

**(5) Segment and Other Information**

I. First nine months of FY3/2012 (Apr. 1, 2011 – Dec. 31, 2011)

1. Information related to sales and profit or loss for each reportable segment (Thousands of yen)

	Reportable segment					Other (Note 1)	Total	Adjustment	Amounts shown on consolidated statements of income/ comprehensive income (Note 2)
	Surface Finishing Materials	Surface Finishing Machinery	Plating Job	Real Estate Rental	Subtotal				
Sales									
Sales to third parties	24,129,402	3,295,521	2,287,804	565,339	30,278,067	11,570	30,289,637	-	30,289,637
Intersegment sales and transfers	124,901	24,683	145	-	149,729	-	149,729	(149,729)	-
Total	24,254,303	3,320,204	2,287,949	565,339	30,427,797	11,570	30,439,367	(149,729)	30,289,637
Segment profit (loss)	3,224,461	(7,050)	420,672	297,475	3,935,560	9,762	3,945,322	-	3,945,322

Notes: 1. The "Other" business segment is not included in any of the four reportable segments, and its sales include loyalty revenues.

2. Segment profit (loss) is adjusted to be consistent with operating income shown on the consolidated statements of income and comprehensive income.

2. Information related to impairment losses on fixed assets, goodwill, etc. for each reportable segment

Not applicable.

II. First nine months of FY3/2013 (Apr. 1, 2012 – Dec. 31, 2012)

1. Information related to sales and profit or loss for each reportable segment (Thousands of yen)

	Reportable segment					Other (Note 1)	Total	Adjustment	Amounts shown on consolidated statements of income/ comprehensive income (Note 2)
	Surface Finishing Materials	Surface Finishing Machinery	Plating Job	Real Estate Rental	Subtotal				
Sales									
Sales to third parties	22,497,339	2,777,953	1,708,903	546,920	27,531,116	5,701	27,536,818	-	27,536,818
Intersegment sales and transfers	125,947	22,514	36,760	-	185,222	-	185,222	(185,222)	-
Total	22,623,286	2,800,468	1,745,663	546,920	27,716,339	5,701	27,722,040	(185,222)	27,536,818
Segment profit (loss)	3,098,418	(48,655)	(26,696)	298,006	3,321,073	4,871	3,325,945	-	3,325,945

Notes: 1. The "Other" business segment is not included in any of the four reportable segments, and its sales include loyalty revenues.

2. Segment profit (loss) is adjusted to be consistent with operating income shown on the consolidated statements of income and comprehensive income.

2. Information related to impairment losses on fixed assets, goodwill, etc. for each reportable segment

Not applicable.

*Note: This report of consolidated financial results is solely a translation of summary of Japanese "Kessan Tanshin" (including the attachments), which has been prepared in accordance with accounting principles and practices generally accepted in Japan, for the convenience of readers who prefer English translation. All readers are recommended to refer to the original version in Japanese of the report for complete information.*