

**Consolidated Financial Results for the Second Quarter of the Fiscal Year Ending March 31, 2014
(Six Months Ended September 30, 2013)**

[Japanese GAAP]

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 Scheduled date of filing of Quarterly Report: November 14, 2013
 Starting date of dividend payment: -
 Preparation of supplementary materials for quarterly financial results: Yes
 Holding of quarterly financial results meeting: Yes (institutional investors and analysts)

Note: The original disclosure in Japanese was released on November 12, 2013 at 13:20 (GMT +9).

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

1. Consolidated Financial Results (April 1, 2013 – September 30, 2013)

(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	%
Six months ended Sep. 30, 2013	20,243	10.1	2,629	37.6	2,880	46.6	291	(81.3)
Six months ended Sep. 30, 2012	18,391	(8.9)	1,910	(27.1)	1,965	(24.5)	1,561	7.0

Note: Comprehensive income (million yen) Six months ended Sep. 30, 2013: 2,854 (up 45.4%)
 Six months ended Sep. 30, 2012: 1,963 (up 28.1%)

	Net income per share (basic)	Net income per share (diluted)
	Yen	Yen
Six months ended Sep. 30, 2013	32.05	-
Six months ended Sep. 30, 2012	171.51	-

(2) Financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Sep. 30, 2013	54,739	40,485	71.6	4,306.68
As of Mar. 31, 2013	52,348	38,157	70.8	4,068.54

Reference: Shareholders' equity (million yen) As of Sep. 30, 2013: 39,208 As of Mar. 31, 2013: 37,040

2. Dividends

	Dividend per share				
	1Q-end	2Q-end	3Q-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended Mar. 31, 2013	-	0.00	-	55.00	55.00
Fiscal year ending Mar. 31, 2014	-	0.00			
Fiscal year ending Mar. 31, 2014 (forecast)			-	90.00	90.00

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

3. Consolidated Forecast for the Fiscal Year Ending March 31, 2014 (April 1, 2013 – March 31, 2014)

(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	45,890	21.1	5,660	31.3	5,740	24.0	2,130	(25.9)	233.96

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

*** Notes**

(1) Changes in consolidated subsidiaries during the period (changes in scope of consolidation): None

Newly added: -

Excluded: -

(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: None

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

3) Changes in accounting-based estimates: None

4) Restatements: None

(4) Number of shares outstanding (common stock)

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

As of Sep. 30, 2013:	9,878,040 shares	As of Mar. 31, 2013:	9,878,040 shares
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2) Number of treasury stock shares at the end of period

As of Sep. 30, 2013:	773,929 shares	As of Mar. 31, 2013:	773,901 shares
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3) Average number of shares outstanding during the period

Six months ended Sep. 30, 2013:	9,104,116 shares	Six months ended Sep. 30, 2012:	9,104,225 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 "1. Qualitative Information on Quarterly Consolidated Financial Performance, (3) Explanation of Consolidated Forecast and Other Forward-looking Statements" on page 4 of the attachments.

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1. Qualitative Information on Quarterly Consolidated Financial Performance

(1) Explanation of Results of Operations

The Japanese economy for the first half of the fiscal year under review saw signs of turnaround as the strong yen was corrected and the stock prices continued to rise thanks to the economic package of the new government. However, there were concerns over the price hike of imported raw materials due to the weakened yen and the consumption tax rate to be raised next spring. Economic uncertainty over the future has continued to prevail due to a number of downside risks overseas such as the slowdown and financial instability in China and the fiscal crisis in the United States.

In the electronic devices market, which is the Company's main market area, growth of PCs, liquid crystal display TVs and other digital home appliances was weak due to a prolonged sluggish demand. However, the growth of smartphones and tablet terminals continued to be strong enough to drive the market.

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 in the first half of the fiscal year under review amounted to 20,243 million yen (up 10.1% year-over-year), operating income 2,629 million yen (up 37.6%) and ordinary profit 2,880 million yen (up 46.6%). However, net income decreased 81.3% year-over-year to 291 million yen as a consequence of recognizing income tax penalty of 1,329 million yen due to the reassessment with respect to transfer pricing taxation.

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

1) Surface finishing materials business

As for the mainstay plating chemicals for printed wiring boards (PWBs) and package PWBs, shipment for smartphones and tablet terminals remained solid, while sales were affected by the prolonged sluggish demand for PCs. Among others, the strong semiconductor market in Taiwan helped boost our sales of plating chemicals for PWBs and package PWBs for customers in Taiwan.

While sales of plating chemicals for hard disks was affected by the weakness in PC demand, it showed higher demand for servers caused by cloud computing.

As a result, sales in the surface finishing materials business increased 6.4% year-over-year to 16,170 million yen, and operating income increased 12.6% to 2,173 million yen.

2) Surface finishing machinery business

Regarding the overseas business, sales of machinery to Japanese semiconductor manufacturers and auto parts manufacturers contributed to the segment performance. Looking at the domestic business, we have yet to see the full-scale recovery of the order receiving environment despite the positive development of capital expenditure by some customers, which is driven by the government's economic stimulus package.

As a result, sales in the surface finishing machinery business increased 6.1% year-over-year to 2,057 million yen, and there was an operating income of 141 million yen (an operating loss of 98 million yen in the same period previous fiscal year).

3) Plating job business

While the consolidated subsidiary in Thailand, which is our main manufacturing base, suspended its factory operations due to immersion in flood water for the first quarter of its previous fiscal year (for January to March 2012), it saw the recovery in orders for plating job operations for exterior components and PWBs for automobiles thanks to an increase in automobile production in Thailand. Consequently, it saw its sales and operating income to increase year over year.

As a result, sales in the plating job business increased 79.5% year-over-year to 1,808 million yen, and there was an operating income of 119 million yen (an operating loss of 128 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 located mainly in Shin-Osaka area given the market situation in Osaka city that has become more competitive with a wave of large-scale office buildings completed for a short period of time, sales and operating income decreased year over year.

As a result, sales in the real estate rental business decreased 5.6% year-over-year to 352 million yen, and operating income decreased 6.5% to 191 million yen.

Please note that intersegment sales and transfers are included in the above results for segment.

(2) Explanation of Financial Position

1) Changes in financial position

Total assets increased 2,390 million yen from the end of the previous fiscal year to 54,739 million yen at the end of the second quarter of the current fiscal year. This was primarily attributable to a 1,358 million yen increase in cash and deposits with banks, an 825 million yen increase in construction in progress, a 500 million yen increase in long-term deposits with banks, and a 414 million yen increase in buildings and structures, net. On the other hand, we posted a 1,090 million yen decrease in notes and accounts receivable-trade, and a 273 million yen decrease in work in process.

Liabilities increased 63 million yen to 14,253 million yen. This was primarily attributable to a 468 million yen increase in deferred tax liabilities (non-current), a 398 million yen increase in long-term loans payable, and a 384 million yen increase in income taxes payable. On the other hand, we posted a 970 million yen decrease in notes and accounts payable-trade.

Net assets increased 2,327 million yen to 40,485 million yen. This was primarily attributable to a 2,278 million yen increase in foreign currency translation adjustments. On the other hand, we posted a 208 million yen decrease in retained earnings.

As a result, equity ratio increased by 0.8 percentage point from 70.8% at the end of the previous fiscal year, to 71.6%.

2) Cash flows

Cash and cash equivalents at the end of the second quarter of the current fiscal year increased 569 million yen from the end of the previous fiscal year to 13,914 million yen.

A summary of cash flows is as follows:

(Cash flows from operating activities)

Net cash provided by operating activities was 2,609 million yen (1,689 million yen in the same period previous fiscal year). Positive factors included net income before income taxes and minority interests of 2,893 million yen, a 1,785 million yen decrease in notes and accounts receivable, and depreciation and amortization of 800 million yen, while negative factors included a 1,273 million yen decrease in notes and accounts payable, income taxes paid of 913 million yen, and income taxes for prior periods paid of 901 million yen.

(Cash flows from investing activities)

Net cash used in investing activities was 2,467 million yen (2,409 million yen in the same period previous fiscal year). This was mainly due to 1,674 million yen in payment for acquisition of fixed assets and 500 million yen in payments into long-term deposits with banks.

(Cash flows from financing activities)

Net cash used in financing activities was 195 million yen (522 million yen in the same period previous fiscal year). Positive factors included 491 million yen in proceeds from long-term loans payable, while negative factors included cash dividends paid of 500 million yen.

(3) Explanation of Consolidated Forecast and Other Forward-looking Statements

We maintain the consolidated forecast for the fiscal year ending March 31, 2014 we announced on August 9, 2013.

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

Not applicable.

(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

Not applicable.

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

	(Thousands of yen)	
	FY3/2013 (As of Mar. 31, 2013)	Second quarter of FY3/2014 (As of Sep. 30, 2013)
Assets		
Current assets		
Cash and deposits with banks	18,063,056	19,421,887
Notes and accounts receivable-trade	11,021,117	9,930,485
Marketable securities	25,190	29,267
Merchandise and finished goods	1,634,092	1,719,095
Work in process	1,078,516	804,564
Raw materials and supplies	1,016,575	1,113,726
Deferred tax assets	302,699	324,301
Other current assets	1,578,393	1,728,590
Allowance for doubtful accounts	(40,827)	(47,557)
Total current assets	34,678,815	35,024,360
Fixed assets		
Tangible fixed assets		
Buildings and structures	17,530,021	18,440,106
Accumulated depreciation	(8,125,455)	(8,620,776)
Buildings and structures, net	9,404,566	9,819,330
Machinery and vehicles	6,767,573	7,300,075
Accumulated depreciation	(4,819,765)	(5,379,406)
Machinery and vehicles, net	1,947,807	1,920,668
Land	3,346,650	3,505,389
Lease assets	289,616	294,626
Accumulated depreciation	(68,308)	(96,358)
Lease assets, net	221,308	198,268
Construction in progress	269,650	1,095,036
Other tangible fixed assets	3,133,211	3,282,955
Accumulated depreciation	(2,331,813)	(2,491,328)
Other tangible fixed assets, net	801,397	791,626
Total tangible fixed assets	15,991,381	17,330,319
Intangible assets	261,680	309,137
Investments and other assets		
Investment securities	936,468	1,093,018
Long-term loans receivable	26,161	21,886
Deferred tax assets	93,224	91,577
Long-term deposits with banks	-	500,000
Other investments and other assets	388,326	396,590
Allowance for doubtful accounts	(27,796)	(27,796)
Total investments and other assets	1,416,384	2,075,277
Total fixed assets	17,669,446	19,714,734
Total assets	52,348,261	54,739,094

	(Thousands of yen)	
	FY3/2013 (As of Mar. 31, 2013)	Second quarter of FY3/2014 (As of Sep. 30, 2013)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	4,970,330	3,999,770
Short-term loans payable	729,909	700,000
Current portion of long-term loans payable	186,600	218,702
Lease obligations	54,909	55,326
Income taxes payable	884,479	1,268,633
Accrued bonuses	138,474	207,751
Allowance for directors' bonuses	94,600	47,300
Notes payable-facilities	40,887	2,866
Deferred tax liabilities	4,205	-
Other current liabilities	2,857,780	2,571,997
Total current liabilities	9,962,176	9,072,348
Long-term liabilities		
Long-term loans payable	578,604	977,443
Long-term guarantee deposit	586,753	588,183
Lease obligations	166,963	170,914
Deferred tax liabilities	2,376,315	2,844,554
Allowance for employees' retirement benefits	306,414	384,121
Allowance for directors' retirement benefits	160,687	156,692
Other long-term liabilities	52,849	59,596
Total long-term liabilities	4,228,588	5,181,505
Total liabilities	14,190,765	14,253,854
Net assets		
Shareholders' equity		
Common stock	1,336,936	1,336,936
Capital surplus	1,644,653	1,644,653
Retained earnings	38,132,977	37,924,027
Treasury stock	(2,825,400)	(2,825,532)
Total shareholders' equity	38,289,167	38,080,085
Accumulated other comprehensive income		
Cumulative securities holding gain	259,033	357,790
Foreign currency translation adjustments	(1,507,629)	770,617
Total accumulated other comprehensive income	(1,248,596)	1,128,407
Minority interests	1,116,925	1,276,748
Total net assets	38,157,496	40,485,240
Total liabilities and net assets	52,348,261	54,739,094

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

(Thousands of yen)

	First six months of FY3/2013 (Apr. 1, 2012 – Sep. 30, 2012)	First six months of FY3/2014 (Apr. 1, 2013 – Sep. 30, 2013)
Sales	18,391,301	20,243,940
Cost of goods sold	12,859,244	13,258,656
Gross profit	5,532,057	6,985,284
Selling, general and administrative expenses	3,621,559	4,355,840
Operating income	1,910,497	2,629,443
Non-operating income		
Interests received	49,707	57,703
Dividends received	9,838	16,894
Exchange gains	-	141,952
Gains on valuable resources recovery	19,038	22,326
Other non-operating income	42,886	46,141
Total non-operating income	121,471	285,019
Non-operating expenses		
Interest expense	19,462	13,348
Sales discounts	2,555	3,470
Exchange losses	30,781	-
Commission fee	6,485	7,302
Other non-operating expenses	7,684	9,501
Total non-operating expenses	66,969	33,623
Ordinary profit	1,965,000	2,880,839
Extraordinary income		
Gains on sales of fixed assets	1,818	9,693
Gains on sales of investment securities	16,903	-
Insurance income	1,034,890	33,646
Total extraordinary income	1,053,613	43,340
Extraordinary loss		
Loss on disposal and sales of fixed assets	22,950	1,762
Loss on valuation of investment securities	2,364	964
Loss on disaster	390,249	28,139
Total extraordinary losses	415,564	30,866
Net income before income taxes and minority interests	2,603,048	2,893,313
Income taxes-current	696,092	813,570
Income taxes for prior periods	-	1,329,780
Income taxes-deferred	204,632	394,497
Total income taxes	900,724	2,537,849
Income before minority interests	1,702,324	355,463
Minority interests in income	140,851	63,686
Net income	1,561,472	291,777
Minority interests in income	140,851	63,686
Income before minority interests	1,702,324	355,463
Other comprehensive income		
Cumulative securities holding gain	(112,085)	98,757
Foreign currency translation adjustments	373,380	2,400,675
Total other comprehensive income	261,295	2,499,432
Comprehensive income	1,963,619	2,854,896
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	1,792,621	2,668,780
Comprehensive income attributable to minority interests	170,998	186,115

(3) Consolidated Statements of Cash Flows

(Thousands of yen)

	First six months of FY3/2013 (Apr. 1, 2012 – Sep. 30, 2012)	First six months of FY3/2014 (Apr. 1, 2013 – Sep. 30, 2013)
Cash flows from operating activities		
Net income before income taxes and minority interests	2,603,048	2,893,313
Depreciation and amortization	578,494	800,969
Increase (decrease) in allowance for doubtful accounts	14,778	2,382
Increase (decrease) in allowance for directors' bonuses	(43,000)	(47,300)
Increase (decrease) in allowance for employees' retirement benefits	15,696	56,958
Increase (decrease) in allowance for directors' retirement benefits	6,675	(3,995)
Interests and dividends income	(59,546)	(74,597)
Interest expense	19,462	13,348
Losses (gains) on sales of investment securities	(16,903)	-
Loss on valuation of investment securities	2,364	964
Losses (gains) on disposal and sales of fixed assets	21,132	(7,931)
Insurance income	(1,034,890)	(33,646)
Loss on disaster	390,249	28,139
Decrease (increase) in notes and accounts receivable	140,471	1,785,626
Decrease (increase) in inventories	43,104	498,839
Increase (decrease) in notes and accounts payable	(143,883)	(1,273,110)
Others	(59,760)	(279,355)
Subtotal	2,477,494	4,360,603
Interests and dividends received	61,876	70,594
Interests paid	(20,075)	(13,285)
Proceeds from insurance income	638,563	33,646
Payments for loss on disaster	(608,840)	(27,762)
Income taxes paid	(859,619)	(913,165)
Income taxes for prior periods paid	-	(901,453)
Net cash provided by operating activities	1,689,398	2,609,178
Cash flows from investing activities		
Payments into time deposits	(803,826)	(432,647)
Proceeds from withdrawal of time deposits	347,774	123,601
Payments into long-term deposits with banks	-	(500,000)
Proceeds from withdrawal of long-term deposits with banks	600,000	-
Payment for acquisition of fixed assets	(2,506,189)	(1,674,683)
Proceeds from sales of fixed assets	64,563	29,302
Payment for acquisition of investment securities	(157,343)	(4,132)
Proceeds from sales of investment securities	71,947	-
Payment for loans receivable	(8,275)	(3,775)
Proceeds from collection of loans receivable	10,876	12,285
Others	(29,488)	(17,457)
Net cash used in investing activities	(2,409,960)	(2,467,507)

	(Thousands of yen)	
	First six months of FY3/2013 (Apr. 1, 2012 – Sep. 30, 2012)	First six months of FY3/2014 (Apr. 1, 2013 – Sep. 30, 2013)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	8,515	(33,070)
Proceeds from long-term loans payable	300,000	491,485
Repayment for long-term loans payable	(271,490)	(97,360)
Repayments for lease obligations	(18,569)	(28,047)
Payment for acquisition of treasury stock	(296)	(131)
Payment for acquisition of treasury stock of subsidiaries	(40,676)	(27,359)
Proceeds from payments by minority shareholders	941	-
Cash dividends paid	(500,737)	(500,727)
Net cash used in financing activities	(522,313)	(195,210)
Effect of exchange rate changes on cash and cash equivalents	143,369	623,411
Increase (decrease) in cash and cash equivalents	(1,099,506)	569,871
Cash and cash equivalents at beginning of period	14,350,437	13,344,622
Cash and cash equivalents at end of period	13,250,931	13,914,493

(4) Notes to Quarterly Consolidated Financial Statements**Going Concern Assumption**

Not applicable.

Significant Changes in Shareholders' Equity

Not applicable.

Segment and Other Information

I. First six months of FY3/2013 (Apr. 1, 2012 – Sep. 30, 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	15,116,599	1,915,807	982,768	373,852	18,389,028	2,273	18,391,301	-	18,391,301
Intersegment sales and transfers	82,021	22,553	24,588	-	129,162	-	129,162	(129,162)	-
Total	15,198,620	1,938,360	1,007,356	373,852	18,518,190	2,273	18,520,464	(129,162)	18,391,301
Segment profit (loss)	1,930,636	(98,240)	(128,963)	205,132	1,908,565	1,932	1,910,497	-	1,910,497

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

2. Segment profit (loss) is 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 six months of FY3/2014 (Apr. 1, 2013 – Sep. 30, 2013)

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	16,065,035	2,038,959	1,783,906	352,837	20,240,740	3,200	20,243,940	-	20,243,940
Intersegment sales and transfers	105,325	18,346	24,673	-	148,346	-	148,346	(148,346)	-
Total	16,170,361	2,057,306	1,808,580	352,837	20,389,086	3,200	20,392,286	(148,346)	20,243,940
Segment profit	2,173,672	141,862	119,481	191,885	2,626,901	2,542	2,629,443	-	2,629,443

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

2. Segment profit is 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.