

Financial Statement for the Nine Months Ended December 31, 2011

February 13, 2012

Trade Name: **Nihon Micro Coating Co., Ltd.**

Stock Code: 5381

Name and Title of Representative: Jun Watanabe, President

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Quarterly Report Filing Date (as planned): February 14, 2012

Stock Exchange: JQ

(URL <http://www.mipox.co.jp>)

1. Summary of Consolidated Financial Results.

1. Financial Result for the Fiscal Year Ended December 31, 2011

(1) Consolidated Operating Result

Amounts to nearest Million yen

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31, 2011	2,290	1.4	30	9.2	2		60	
December 31, 2010	2,322	5.4	22		71		103	

	Net Income or, Net loss () Per Share		Net Income or, Net loss () Per Share(diluted)	
	Yen		Yen	
December 31, 2011	5.92			
December 31, 2010	10.14			

(2) Consolidated Financial Position

	Total Assets		Total Net Assets		Shareholders' Equity Ratio		Total Net Assets Per Share	
	Millions of Yen	%	Millions of Yen	%	%		Yen	
December 31, 2011	5,526		3,691		66.2		359.23	
March 31, 2011	5,663		3,823		67.1		373.09	

(Note) Equity capital (Millions of Yen):

As of December 31, 2011 3,657

As of March 31, 2011 3,798

2. Dividends

	Dividends per share				
	First quarter end	Second quarter end	Third quarter end	Year end	Full year
Fiscal Year ended	Yen		Yen	Millions of Yen	%
March 31, 2011	0.00	0.00		0.00	0.00
March 31, 2012	0.00				
March 31, 2012 (estimate)				0.00	0.00

3. Financial forecasts for the Consolidated Fiscal Year Ending March 31, 2012

(%changes as compared with the previous fiscal year and the corresponding period of the previous fiscal year)

	Net Sales		Operating Income		Ordinary Income		Net Income		Net Income Per Share	
March 31, 2012	3,055	3.2	11		53		109		10.78	

(Note)Revision of forecast for dividends in the Second quarter: None

Notes: Request for appropriate use of the business outlook and other special remarks

(1) Some corrections have not been made to the documentation for the fiscal year concerning the Consolidated Financial Forecast announced on November 11, 2011

(2) Forecasts are based on information available to the management at the time of an announcement. Forecasts contain a lot of the element of the uncertainty. Actual results may differ from the figures provided above due to changes in business conditions.

4.Others

(1)Change in important subsidiaries during the period (Changes in certain specified subsidiaries resulting in revised scope of consolidation): None

(2)Adoptions of simplified accounting methods and accounting methods particular to the presentation of quarterly financial statements: Yes

(3)Changes in accounting principles, presentation methods, etc., pertaining to preparation of consolidated financial statements

(Those to be stated as significant accounting policies)

1. Changes associated with revision in accounting standards: Yes
2. Others changes: None

(4)Shares outstanding

1. Numbers of shares outstanding (including treasury stock)

December 31, 2011	10,696,320	March 31,2010	10,696,320
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2. Numbers of treasury stock

December 31, 2011	515,148	March 31,2011	515,028
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3. Numbers of average shares outstanding (cumulative, consolidated at the end of the first quarter)

December 31, 2011	10,181,236	December 31, 2010	10,181,301
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Consolidated Financial Statement
(1) Consolidated Balance Sheet

(Thousands of yen)

	Q3 FY 2011 (As of Dece 30,2011)	FY 2010 (As of March 31,2011)
(Assets)		
Current Assets		
Cash and Cash Equivalents	872,492	977,635
Notes Receivable and Accounts Receivable	845,597	750,677
Merchandises and Finished Goods	202,516	250,346
Work in Progress	384,462	365,761
Raw Materials and Stored goods	138,074	126,039
Accrued Revenue	14,188	14,062
Deferred Tax Assets	30,039	22,960
Others	28,347	72,780
Allowance for Bud Debt	5,129	2,386
Total Current Assets	2,510,589	2,577,878
Fixed Assets		
Tangible Fixed Assets		
Buildings and Structures	5,462,921	4,690,758
Equipment and Vehicles	1,359,663	1,132,290
Land	1,053,575	1,053,575
Others	420,819	349,409
Accumulated Depreciation	5,214,055	4,319,773
Total Tangible Fixed Assets	3,082,925	2,906,261
Intangible Fixed Assets		
Others	19,707	4,950
Total Intangible Fixed Assets	19,707	4,950
Investments and Other Assets		
Deferred Tax Assets	2,931	1,881
Others	54,452	42,373
Allowance for Doubtful Debts	6,644	6,644
Total Investments and Other Assets	50,739	37,610
Total Fixed Assets	3,153,372	2,948,823
Total Assets	5,663,962	5,526,701

Consolidated Financial Statement
(1) Consolidated Balance Sheet

	(Thousands of yen)	
	Q3 FY 2011	FY 2010
	(As of Dece 30,2011)	(As of March 31,2011)
(Liabilities)		
Current Liabilities		
Notes Receivable and Accounts Payable	288,457	198,397
Short-term Borrowings	858,000	858,000
Current Position of Long-term Borrowings	243,089	138,720
Accrued Income Taxes and Other Taxes	28,669	23,610
Reserve for Employees' Bonuses	11,853	24,460
Others	76,921	175,193
Total Current Liabilities	1,506,991	1,418,382
Fixed Liabilities		
Long-term Borrowings	202,855	287,126
Reserve for Employees' Retirement Benefits	111,403	112,407
Deferred Tax Liabilities	-	1,693
Others	18,870	16,089
Total Fixed Liabilities	333,130	417,316
Total Liabilities	1,840,121	1,835,699
(Net Assets)		
Shareholders' Equity		
Capital Stock	1,998,700	1,998,700
Capital Surplus	2,953,700	2,953,700
Earned Surplus	637,304	697,609
Treasury Stock	481,314	481,329
Total Shareholders' Equity	3,833,781	3,773,461
Valuation and Foreign Currency Translation		
Foreign Currency Translation Adjustments	35,275	116,040
Total Valuation and Foreign Currency Translation	35,275	116,040
New Stock Reservation Rights	25,335	33,580
Total Net Assets	3,823,840	3,691,002
Total Liabilities and Net Assets	5,663,962	5,526,701

(2) Consolidated Statement of Income
 FY 2011 (From April 1,2010 To December 31,2010)

(Thousands of yen)

	FY 2010 (From April 1,2010 To Decem 31,2010)	FY 2011 (From April 1,2011 To Decem 31,2011)
Net Sales	2,322,022	2,290,466
Cost of Sales	1,383,320	1,432,391
Gross Profit	938,702	858,075
Selling and General Administrative Expenses	916,510	827,159
Operating Income or Losses ()	22,191	30,916
Non-Operating Income		
Interest Income	348	308
Dividend Income	648	-
Rent Income	13,614	15,910
Others	4,326	8,469
Total Non-Operating Income	18,936	24,688
Non-Operating Expenses		
Interest Expenses	28,707	25,999
Foreign Currency Exchange Losses	77,442	26,827
Others	6,154	5,008
Total Non-Operating Expense	112,304	57,835
Ordinary Income or Losses ()	71,176	2,231
Extraordinary Gains		
Gain from Sales of Fixed assets	685	3,022
Gain from Doubtful Debts	2,263	-
Gain from New Stock Reservation Rights	3,049	-
Total Extraordinary Gains	5,998	3,022
Extraordinary Losses		
Loss on Disposal of Fixed Assets	849	5,897
Impairment Loss	8,791	15,679
Loss on Sale of Membership	5,584	-
Loss on Valuation of Membership	7,750	11,380
Others	942	-
Total Extraordinary Losses	23,919	32,956
Net Income or Losses Before Tax ()	89,097	32,165
Income Taxes-Current	13,127	25,887
Deferred Income Taxes	1,014	2,251
Total Income Taxes	14,142	28,139
Net Income or Losses Before Minority interest adjustment	103,239	60,304
Net Income or Losses ()	103,239	60,304
Income before minority interests	103,239	60,304
Other Comprehensive Income		
Unrealized Gain on Securities	2,519	-
Foreign Currency Translation Adjustments	83,699	80,764
Total Other Comprehensive Income	86,218	80,764
Comprehensive Income or Losses ()	189,457	141,069
Comprehensive Income attribute to:		
Shareholders of NIHON MICRO COATING	189,457	141,069
Minority interests	-	-