

Financial Statement for the Three Months Ended June 30, 2012

August 10, 2012

Name of listed company: Nihon Micro Coating Co., Ltd.
 Stock Code: 5381 (URL <http://www.mipox.co.jp>)
 Name and Title of Representative: Jun Watanabe, President
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 Quarterly Report Filing Date (as planned): August 10, 2012

Stock Exchange: Osaka Securities Exchange, Inc. JASDAQ

1. Consolidated Financial Result for the Three Months Ended June 30, 2012 (April 1, 2012 – June 30, 2012)

(Figures are rounded down to the nearest million)

(1) Consolidated Operating Result

(% implies the rate of increase/decrease year-on-year)

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2012	826	12.0	87	—	85	—	96	—
June 30, 2011	737	-5.4	2	-83.7	-19	—	-20	—

Note: Comprehensive Income: 31 million yen (- %) for the three months ended June 30, 2012
 -45 million yen (- %) for the three months ended June 30, 2011

	Net Income Per Share		Net Income Per Share (diluted)	
	Yen		Yen	
June 30, 2012	9.46		—	
June 30, 2011	-2.02		—	

(2) Consolidated Financial Position

	Total Assets	Total Net Assets	Shareholders' Equity Ratio	Total Net Assets Per Share
	Millions of Yen	Millions of Yen	%	Yen
June 30, 2012	5,068	3,782	73.9	367.94
March 31, 2012	5,631	3,749	66.0	364.87

(Note) Equity capital (Millions of Yen): As of June 30, 2012 3,746
 As of March 31, 2012 3,714

2. Status of Distribution

	Dividends per share				
	First quarter end	Second quarter end	Third quarter end	Year end	Full year
	Yen	Yen	Yen	Yen	Yen
FY2012	—	0.00	—	0.00	0.00
FY2013	—	—	—	—	—
FY2013 (Expected)	—	0.00	—	0.00	10.00

Note: Revisions to dividend forecasts published most recently: None

3. Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2013 (April 1, 2012– March 31, 2013)

(%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
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
September 30, 2012	1,793	15.7	186	726.7	180	—	171	—	16.80
March 31, 2013	3,710	21.8	274	—	264	—	222	—	21.88

(Note)Revision of forecast for dividends in the Second quarter: Yes

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

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: None

(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)

June 30, 2012	10,696,320	March 31, 2011	10,696,320
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2. Numbers of treasury stock

June 30, 2012	515,188	March 31, 2011	515,068
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3. Numbers of average shares outstanding (cumulative, consolidated at the end of the first quarter)

June 30, 2012	10,181,142	June 30, 2011	10,181,265
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Consolidated Financial Statements

(1) Consolidated Balance Sheets

	(Thousands of Yen)	
	End of previous fiscal year (March 31, 2012)	End of first quarter of current fiscal year (June 30, 2012)
Assets		
Current assets		
Cash and deposits	1,008,597	1,017,778
Notes and accounts receivable - trade	794,038	885,173
Merchandise and finished goods	272,663	263,422
Work in process	339,507	374,303
Raw materials and supplies	132,890	108,445
Deferred tax assets	12,949	16,608
Accounts receivable -non trade	22,915	29,618
Other	118,119	28,943
Allowance for doubtful accounts	-2,396	-2,297
Total current assets	<u>2,699,284</u>	<u>2,721,996</u>
Non-current assets		
Property, plant and equipment		
Buildings and structures	4,563,589	4,541,868
Machinery, equipment and vehicles	1,165,914	1,157,729
Land	1,053,575	515,267
Other	357,127	360,004
Accumulated depreciation	-4,250,535	-4,258,378
Total property, plant and equipment	<u>2,889,672</u>	<u>2,316,490</u>
Intangible assets	4,524	5,478
Investments and other assets		
Deferred tax assets	149	145
Other	44,546	30,796
Allowance for doubtful accounts	-6,644	-6,644
Total investments and other assets	<u>38,051</u>	<u>24,296</u>
Total non-current assets	<u>2,932,248</u>	<u>2,346,265</u>
Total assets	<u>5,631,532</u>	<u>5,068,262</u>

Consolidated Financial Statements

(1) Consolidated Balance Sheets

	(Thousands of Yen)	
	End of previous fiscal year (March 31, 2012)	End of first quarter of current fiscal year (June 30, 2012)
Liabilities		
Current liabilities		
Notes and accounts payable - trade	188,881	207,226
Short-term loans payable	858,000	290,000
Current portion of long-term loans payable	117,085	115,965
Income taxes payable	27,125	45,392
Provision for bonuses	50,670	75,550
Other	202,980	144,428
Total current liabilities	1,444,743	878,563
Non-current liabilities		
Long-term loans payable	304,939	272,238
Allowance for employee retirement benefits	114,678	118,544
Deferred tax liabilities	1,954	1,380
Other	15,741	14,943
Total non-current liabilities	437,314	407,107
Total liabilities	1,882,058	1,285,670
Net assets		
Shareholders' equity		
Capital stock	1,998,700	1,998,700
Capital surplus	2,953,700	2,953,700
Retained earnings	-719,528	-623,183
Treasury shares	-481,329	-481,334
Total shareholders' equity	3,751,542	3,847,882
Accumulated other comprehensive income		
Foreign currency translation adjustment	-36,777	-101,815
Total accumulated other comprehensive income	-36,777	-101,815
Subscription rights to shares	34,708	36,523
Total net assets	3,749,473	3,782,591
Total liabilities and net assets	5,631,532	5,068,262

Consolidated Financial Statements

(2) Consolidated Income Statements & Comprehensive Income

(Thousands of Yen)

	First three-month period of previous fiscal year (April 1, 2011 to June 30, 2011)	First three-month period of current fiscal year (April 1, 2012 to June 30, 2012)
Net sales	737,323	826,097
Cost of sales	442,059	458,891
Gross profit	295,263	367,205
Selling, general and administrative expenses	293,061	279,949
Operating income	2,202	87,256
Non-operating income		
Interest income	153	1,129
Rent income	5,308	5,543
Other	1,289	670
Total non-operating income	6,751	7,343
Non-operating expenses		
Interest expenses	8,662	7,158
Foreign exchange losses	18,426	182
Other	1,770	1,666
Total non-operating expenses	28,859	9,007
Ordinary income (loss)	-19,904	85,591
Extraordinary income		
Gain on sales of non-current assets	1,688	39,460
Total extraordinary income	1,688	39,460
Extraordinary losses		
Loss on retirement of non-current assets	303	835
Loss on sale of membership	-	850
Total extraordinary losses	303	1,685
Income (loss) before income taxes	-18,519	123,366
Income taxes - current	11,045	31,775
Income taxes - deferred	-8,955	-4,754
Total income taxes	2,089	27,021
Net income (loss) before minority interests adjustment	-20,609	96,345
Net income (loss)	-20,609	96,345
Other comprehensive income		
Foreign currency translation adjustment	-24,992	-65,037
Total other comprehensive income	-24,992	-65,037
Comprehensive income	-45,602	31,307
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	-45,602	31,307
Comprehensive income attributable to non-controlling interests	-	-