

CONSOLIDATED FINANCIAL STATEMENTS

(for the first quarter of fiscal year 2010)

April 26, 2010

Name of Company: SUMIDA CORPORATION
 Stock Listing: Tokyo
 Security Code No.: 6817
 (URL <http://www.sumida.com>)

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Date of Submission of Marketable Securities Filings: May 12, 2010

Date on which Dividend Payments to Commence: May 21, 2010

(Amounts are rounded to less than one million yen.)

1. Consolidated Operating Results for the First Quarter of FY 2010 (January 1, 2010-March 31, 2010)

(1) Consolidated Operating Results (cumulative)

(Percentages represent changes compared with the same period of the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income	
	<i>Millions of yen</i>	%	<i>Millions of yen</i>	%	<i>Millions of yen</i>	%	<i>Millions of yen</i>	%
1st Quarter of FY2010	12,894	50.3	1,025	—	787	—	652	—
1st Quarter of FY2009	8,579		(1,345)	—	(1,057)	—	(1,071)	—

	Net income per share (Basic)	Net income per share (Fully diluted)
	<i>Yen</i>	<i>Yen</i>
1st Quarter of FY2010	33.95	-
1st Quarter of FY2009	(55.73)	-

(2) Consolidated Financial Condition

	Total assets	Net assets	Equity ratio	Net assets per share
	<i>Millions of yen</i>	<i>Millions of yen</i>	%	<i>Yen</i>
As of Mar. 31, 2010	53,413	11,107	19.7	547.80
As of Dec. 31, 2009	54,505	11,068	19.2	545.55

Reference: Shareholders' equity at March 31, 2010: millions of yen

Shareholders' equity at December 31, 2009: 10,482 millions of yen

2. Dividends

	Dividend per share				
	End of first quarter	End of second quarter	End of third quarter	End of fiscal year	Annual
	<i>Yen</i>	<i>Yen</i>	<i>Yen</i>	<i>Yen</i>	<i>Yen</i>
FY ended Dec.2009	5.00	5.00	5.00	5.00	20.00
FY ended Dec.2010	5.00	-	-	-	-
FY ended Dec.2010(forecast)	-	5.00	5.00	5.00	20.00

Note: Whether the dividend forecast under review has been revised: No

3. Forecast of Consolidated Results for FY 2010 (January 1, 2010-December 31, 2010)

(% change figures for revenues, operating income, recurring profit, and net income is presented in comparison with the same period of the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	<i>Millions of yen</i>	%change	<i>Millions of yen</i>	%change	<i>Millions of yen</i>	%change	<i>Millions of yen</i>	%change	<i>yen</i>
First half of FY2010	24,400	30.9	1,360	-	1,060	-	890	-	46.32
Fully year of FY2010	50,000	14.5	3,000	-	2,700	-	2,000	-	104.10

Note: Whether the forecasts for consolidated figures under review have been revised: No

4. Others

- (1) Changes in the state of material subsidiaries during the period (changes regarding specific subsidiaries attendant with change in scope of consolidation): None
 Newly added: — Excluded: —
- (2) Application of simplified accounting methods and/or special accounting method for preparation of the quarterly consolidated financial statements: Yes
- (3) Changes in principles, procedures, methods of presentation, etc., related to the quarterly consolidated financial statements (Changes in material items that form the basis for the preparation and presentation of the quarterly consolidated financial statements):
- (a) Changes accompanying revisions in accounting principles: Yes
- (b) Changes other than those in (a) above: Yes
- (4) Number of shares issued (common shares)
- (a) Number of shares issued at the end of the period (including treasury stock)
- | | |
|--------------------------|-------------------|
| First quarter of FY 2010 | 19,944,317 shares |
| FY 2009 | 19,944,317 shares |
- (b) Number of treasury stock at the end of the period
- | | |
|--------------------------|----------------|
| First quarter of FY 2010 | 731,753 shares |
| FY 2010 | 731,669 shares |
- (c) Average number of shares issued during the period (three months)
- | | |
|--------------------------|-------------------|
| First quarter of FY 2010 | 19,212,621 shares |
| First quarter of FY 2009 | 19,212,752 shares |

Consolidated quarterly balance sheet

	(Millions of yen)	
	As of March 31, 2010	As of December 31, 2009
Assets		
Current assets		
Cash and deposits	8,603	9,317
Notes and accounts receivable-trade	10,840	10,423
Merchandise and finished goods	3,047	3,084
Work in process	902	718
Raw materials and supplies	2,849	2,692
Income taxes receivable	541	510
Other	1,718	1,915
Allowance for doubtful accounts	(35)	(40)
Total current assets	<u>28,465</u>	<u>28,619</u>
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	11,808	12,063
Machinery, equipment and vehicles	25,918	26,300
Tools, furniture and fixtures	4,256	4,303
Land	1,600	1,633
Construction in progress	480	313
Accumulated depreciation	(29,295)	(29,324)
Total property, plant and equipment	<u>14,767</u>	<u>15,288</u>
Intangible assets		
Goodwill	3,538	3,838
Other	1,119	1,162
Total intangible assets	4,657	5,000
Investments and other assets	5,434	5,503
Total noncurrent assets	<u>24,859</u>	<u>25,791</u>
Deferred assets	89	95
Total assets	<u>53,413</u>	<u>54,505</u>
Liabilities		
Current liabilities		
Notes and accounts payable-trade	3,977	3,832
Short-term loans payable	18,909	18,484
Income taxes payable	410	366
Other	7,168	7,467
Total current liabilities	<u>30,464</u>	<u>30,149</u>
Noncurrent liabilities		
Bonds payable	3,700	4,075
Long-term loans payable	4,917	5,551
Provision for retirement benefits	965	1,050
Other	2,260	2,612
Total noncurrent liabilities	<u>11,842</u>	<u>13,288</u>
Total liabilities	<u>42,306</u>	<u>43,437</u>
Net assets		
Shareholders' equity		
Capital stock	7,217	7,217
Deposit for subscriptions to shares	7,030	7,030
Retained earnings	5,681	5,125
Treasury stock	(1,524)	(1,524)
Total shareholders' equity	<u>18,404</u>	<u>17,848</u>
Valuation and translation adjustments		
Valuation difference on available-for-sale	30	28
Foreign currency translation adjustment	(7,909)	(7,394)
Total valuation and translation adjustments	<u>(7,879)</u>	<u>(7,366)</u>
Minority interests	582	586
Total net assets	<u>11,107</u>	<u>11,068</u>
Total liabilities and net assets	<u>53,413</u>	<u>54,505</u>

Consolidated quarterly statement of income

	(Millions of yen)	
	First quarter of FY2009 (Jan.1, 2009-Mar.31, 2009)	First quarter of FY2010 (Jan.1, 2010-Mar.31, 2010)
Net sales	8,579	12,894
Cost of sales	7,715	9,784
Gross profit	864	3,110
Selling, general and administrative expenses		
Freightage and packing expenses	111	143
Employees' salaries and allowances	773	676
Depreciation	142	95
Research and development expenses	302	275
Other	881	896
Total selling, general and administrative expenses	2,209	2,085
Operating income (loss)	(1,345)	1,025
Non-operating income		
Interest and dividends income	14	7
Foreign exchange gains	50	—
Gain on valuation of derivatives	316	139
Other	82	33
Total non-operating income	462	179
Non-operating expenses		
Interest expenses	139	147
Foreign exchange losses	—	239
Other	35	31
Total non-operating expenses	174	417
Ordinary income (loss)	(1,057)	787
Extraordinary income		
Gain on sales of noncurrent assets	1	0
Total extraordinary income	1	0
Extraordinary loss		
Loss on sales and retirement of noncurrent assets	1	5
Business structure improvement expenses	79	4
Loss on valuation of inventories	37	—
Other	3	0
Total extraordinary losses	120	9
Income (loss) before income taxes and minority interests	(1,176)	778
Income taxes	(84)	102
Minority interests in loss	(21)	24
Net income (loss)	(1,071)	652

Consolidated quarterly statement of cash flows

(Millions of yen)

	First quarter of FY2009 (Jan. 1, 2009-Mar. 31, 2009)	First quarter of FY2010 (Jan. 1, 2010-Mar. 31, 2010)
Net cash provided by (used in) operating activities		
Income (loss) before income taxes and minority interests	(1,176)	778
Depreciation and amortization	752	634
Amortization of goodwill	69	83
Interest and dividends income	(14)	(7)
Interest expenses	139	147
Foreign exchange losses (gains)	(106)	10
Business structure improvement expenses	79	4
Loss (gain) on sales and retirement of noncurrent assets	—	5
Loss (gain) on valuation of derivatives	(316)	(119)
Decrease (increase) in notes and accounts receivable-	1,776	(565)
Decrease (increase) in inventories	1,627	(446)
Increase (decrease) in notes and accounts payable-trade	(872)	200
Other, net	(1,391)	71
Subtotal	567	795
Interest and dividends income received	14	7
Interest expenses paid	(130)	(146)
Income taxes (paid) refund	108	(106)
Net cash provided by (used in) operating activities	559	550
Net cash provided by (used in) investing activities		
Proceeds from withdrawal of time deposits	309	107
Payments into time deposits	(97)	(169)
Purchase of property, plant and equipment	(269)	(386)
Collection of loans receivable	49	42
Proceeds from sales of investment securities	—	19
Purchase of stocks of subsidiaries and affiliates	—	(13)
Other, net	(182)	2
Net cash provided by (used in) investing activities	(190)	(398)
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	(570)	435
Proceeds from long-term loans payable	3,900	50
Repayment of long-term loans payable	(601)	(672)
Proceeds from issuance of bonds	3,421	—
Redemption of bonds	(7,975)	(415)
Cash dividends paid	(193)	(96)
Other, net	(5)	(15)
Net cash provided by (used in) financing activities	(2,023)	(713)
Effect of exchange rate change on cash and cash	374	(167)
Net increase (decrease) in cash and cash equivalents	(1,280)	(728)
Cash and cash equivalents at beginning of period	10,502	9,063
Cash and cash equivalents at end of period	9,222	8,335

Segment information

[Business segments]

For the first quarter ended March 31, 2009 (Jan. 1, 2009 - Mar. 31, 2009)

	Asia Pacific Business	EU Business	Environment /Energy Business	Total	Elimination or corporate	Consolidated
	<i>(Millions of yen)</i>	<i>Millions of yen</i>	<i>Millions of yen</i>	<i>Millions of yen</i>	<i>Millions of yen</i>	<i>Millions of yen</i>
Sales						
(1)Sales to third parties	4,644	3,247	688	8,579	-	8,579
(2) Inter-segment sales or transfers	99	11	0	210	(210)	-
Total	4,743	3,358	688	8,789	(210)	8,579
Operating income (loss)	(174)	(481)	(61)	(716)	(629)	(1,345)

For the first quarter ended March 31, 2010 (Jan. 1, 2010 - Mar. 31, 2010)

	Asia Pacific Business	EU Business	Environment /Energy Business	Total	Elimination or corporate	Consolidated
	<i>(Millions of yen)</i>	<i>Millions of yen</i>	<i>Millions of yen</i>	<i>Millions of yen</i>	<i>Millions of yen</i>	<i>Millions of yen</i>
Sales						
(1)Sales to third parties	6,878	4,654	1,362	12,894	-	12,894
(2) Inter-segment sales or transfers	181	248	37	466	(466)	-
Total	7,059	4,902	1,399	13,360	(466)	12,894
Operating income (loss)	1,270	282	28	1,580	(555)	1,025

[Geographic segment information]

For the first quarter ended March 31, 2009 (Jan. 1, 2009 - Mar. 31, 2009)

	Japan	Hong Kong/China	Taiwan/Korea	Asian	NAFTA	EU	Total	Elimination or corporate	Consolidated
	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)
Sales									
(1)Sales to third parties	1,417	2,620	102	818	559	3,063	8,579	-	8,579
(2) Inter-segment sales or transfers	300	1,571	0	34	36	36	1,977	(1,977)	-
Total	1,717	4,191	102	852	595	3,099	10,556	(1,977)	8,579
Operating income (loss)	(121)	(38)	(11)	(15)	(26)	(445)	(656)	(689)	(1,345)

For the first quarter ended March 31, 2010 (Jan. 1, 2010 - Mar. 31, 2010)

	Japan	Hong Kong/China	Taiwan/Korea	ASEAN	NAFTA	EU	Total	Elimination or corporate	Consolidated
	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)
Sales									
(1)Sales to third parties	2,627	3,548	213	1,161	1,096	4,249	12,894	-	12,894
(2) Inter-segment sales or transfers	55	2,966	0	42	122	175	3,360	(3,360)	-
Total	2,682	6,514	213	1,203	1,218	4,424	16,254	(3,360)	12,894
Operating income (loss)	(160)	1,334	(1)	83	73	250	1,579	(554)	1,025

[Overseas sales]

For the first quarter ended March 31, 2009 (Jan. 1, 2009 - Mar. 31, 2009)

	Hong Kong/China	ASEAN	Taiwan/Korea	NAFTA	EU	Other	Total
Overseas sales (millions of yen)	1,194	831	206	688	4,188	49	7,156
Consolidated net sales (millions of yen)							8,579
Overseas sales as a percentage of consolidated net sales(%)	13.9	937.0	2.4	80.0	48.8	0.6	83.4

For the first quarter ended March 31, 2010 (Jan. 1, 2010 - Mar. 31, 2010)

	Hong Kong/China	ASEAN	Taiwan/Korea	NAFTA	EU	Other	Total
Overseas sales (millions of yen)	1,750	1,172	250	1,360	5,698	30	10,260
Consolidated net sales (millions of yen)							12,894
Overseas sales as a percentage of consolidated net sales(%)	13.6	9.1	1.9	10.6	44.2	0.2	79.6