

CONSOLIDATED FINANCIAL STATEMENTS(Japan GAAP) (Non-audited)

(for the third quarter of fiscal year 2011)

October 28, 2011

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 : November 11, 2011

Date on which Dividend Payments to Commence : November 29, 2011

Supplementary materials to the quarterly financial statements have been prepared : Yes

Presentation will be held to explain the quarterly financial statements: Yes (for institutional investors, analysts)

(Amounts of less than one million yen are omitted)

1. Consolidated Operating Results through the Third Quarter of FY 2011 (January 1, 2011–September 30, 2011)

(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	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
First nine months of FY2011	40,845	0.0	1,809	(42.8)	1,290	(41.2)	692	(61.4)
First nine months of FY2010	40,829	31.8	3,164	—	2,196	—	1,795	—

	Net income per share (Basic)	Net income per share (Fully diluted)
	Yen	Yen
First nine months of FY2011	36.06	-
First nine months of FY2010	93.45	-

(2) Consolidated Financial Condition

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of September 30, 2011	49,306	7,619	14.5	372.32
As of Dec. 31, 2010	49,410	8,848	16.8	433.22

Reference: Shareholders' equity at September 30, 2011: 7,153 millions of yen

Shareholders' equity at December 31, 2010: 8,323 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
	Yen	Yen	Yen	Yen	Yen
FY ended Dec.2010	5.00	5.00	5.00	10.00	25.00
FY ended Dec.2011	7.00	7.00	6.00	-	-
FY ended Dec.2011(forecast)	-	-	-	-	-

Note: Whether the dividend forecast under review has been revised : Yes

With regard to 4th quarter and yearly-total dividend forecasts for FY2011 (year ended December 31, 2011), the amount is yet to be decided.

3. Forecast of Consolidated Results for FY 2011 (January 1, 2011–December 31, 2011)

(% 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
	Millions of yen	%change	Millions of yen	%change	Millions of yen	%change	Millions of yen	%change	yen
Fully year of FY2011	53,000	(0.8)	2,000	(50.0)	1,230	(45.1)	500	(77.4)	26.03

Note: Whether the forecasts for consolidated figures under review have been revise : Yes

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 nine months of FY 2011 19,944,317 shares

FY 2010 19,944,317 shares

(b) Number of treasury stock at the end of the period

First nine months of FY 2011 732,052 shares

FY 2010 731,940 shares

(c) Average number of shares issued during the period (nine months)

First nine months of FY 2011 19,212,318 shares

First nine months of FY 2010 19,212,488 shares

Consolidated quarterly balance sheets

	(unit : Millions of yen)	
	As of September 30, 2011	As of December 31, 2010 (Summary)
Assets		
Current assets		
Cash and deposits	7,213	7,399
Notes and accounts receivable-trade	10,769	10,086
Merchandise and finished goods	3,997	3,853
Work in process	937	816
Raw materials and supplies	3,138	3,037
Income taxes receivable	288	305
Other	1,607	1,692
Allowance for doubtful accounts	(38)	(22)
Total current assets	27,915	27,168
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	9,498	10,804
Machinery, equipment and vehicles	22,572	22,573
Tools, furniture and fixtures	3,738	3,811
Land	1,286	1,456
Lease assets	893	—
Construction in progress	642	511
Accumulated depreciation	(25,736)	(26,044)
Total property, plant and equipment	12,896	13,112
Intangible assets		
Goodwill	2,617	2,896
Other	888	957
Total intangible assets	3,505	3,854
Investments and other assets	4,919	5,178
Total noncurrent assets	21,322	22,145
Deferred assets	68	96
Total assets	49,306	49,410

	(unit : Millions of yen)	
	As of September 30, 2011	As of December 31, 2010 (Summary)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	3,515	3,995
Short-term loans payable	19,676	19,073
Income taxes payable	357	365
Other	7,595	7,884
Total current liabilities	31,145	31,318
Noncurrent liabilities		
Bonds payable	1,050	2,115
Long-term loans payable	6,813	4,376
Provision for retirement benefits	730	756
Other	1,945	1,995
Total noncurrent liabilities	10,540	9,243
Total liabilities	41,686	40,561
Net assets		
Shareholders' equity		
Capital stock	7,216	7,216
Capital surplus	7,029	7,029
Retained earnings	7,151	6,951
Treasury stock	(1,524)	(1,524)
Total shareholders' equity	19,873	19,673
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	26	33
Foreign currency translation adjustment	(12,746)	(11,384)
Total valuation and translation adjustments	(12,720)	(11,350)
Minority interests	466	525
Total net assets	7,619	8,848
Total liabilities and net assets	49,306	49,410

Consolidated quarterly statements of income

(Unit : Millions of yen)

	First nine months of FY2010 (Jan.1, 2010-Sep.30, 2010)	First nine months of FY2011 (Jan.1, 2011-Sep.30, 2011)
Net sales	40,829	40,845
Cost of sales	31,313	32,875
Gross profit	9,516	7,970
Selling, general and administrative expenses		
Freightage and packing expenses	491	466
Employees' salaries and allowances	2,202	2,166
Depreciation	269	207
Research and development expenses	830	833
Other	2,557	2,486
Total selling, general and administrative expenses	6,351	6,160
Operating income	3,164	1,809
Non-operating income		
Interest and dividends income	20	—
Interest income	—	29
Dividends income	—	61
Gain on valuation of derivatives	—	34
Other	77	43
Total non-operating income	97	168
Non-operating expenses		
Interest expenses	442	413
Foreign exchange losses	397	170
Loss on valuation of derivatives	147	—
Other	78	103
Total non-operating expenses	1,066	687
Ordinary income	2,196	1,290
Extraordinary income		
Gain on sales of noncurrent assets	6	31
Reversal of impairment loss	—	74
Gain on sales of investment securities	0	0
Other	0	2
Total extraordinary income	6	108
Extraordinary loss		
Loss on sales and retirement of noncurrent assets	10	11
Business structure improvement expenses	3	171
Loss on disaster	—	51
Other	0	13
Total extraordinary losses	14	248
Income before income taxes and minority interests	2,188	1,149
Income taxes	323	418
Income before minority interests	—	731
Minority interests in income	68	39
Net income	1795	692

Consolidated quarterly statements of income

	(Unit : Millions of yen)	
	3rd Quarter of FY2010 (Jul.1, 2010-Sep.30, 2010)	3rd Quarter of FY2011 (Jul.1, 2011-Sep.30, 2011)
Net sales	13,828	13,705
Cost of sales	10,643	11,159
Gross profit	3,184	2,545
Selling, general and administrative expenses		
Freightage and packing expenses	179	150
Employees' salaries and allowances	803	701
Depreciation	81	69
Research and development expenses	273	294
Other	743	799
Total selling, general and administrative expenses	2,081	2,015
Operating income	1,102	530
Non-operating income		
Interest and dividends income	6	10
Insurance return	122	—
Gain on valuation of derivatives	—	24
Other	18	8
Total non-operating income	146	43
Non-operating expenses		
Interest expenses	137	144
Foreign exchange losses	—	309
Loss on valuation of derivatives	124	—
Other	26	36
Total non-operating expenses	288	491
Ordinary income	961	82
Extraordinary income		
Gain on sales of noncurrent assets	4	9
Gain on sales of investment securities	0	—
Total extraordinary income	5	9
Extraordinary loss		
Loss on sales and retirement of noncurrent assets	0	2
Business structure improvement expenses	—	3
Other	—	0
Total extraordinary losses	0	6
Income before income taxes and minority interests	966	85
Income taxes	57	74
Income before minority interests	—	10
Minority interests in income	18	9
Net income	889	1

Consolidated quarterly statements of cash flows

(Unit : Millions of yen)

	First nine months of FY2010 (Jan.1, 2010-Sep.30, 2010)	First nine months of FY2011 (Jan.1, 2011-Sep.30, 2011)
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	2,188	1,149
Depreciation and amortization	1,895	1,644
Amortization of goodwill	234	224
Interest and dividends income	(20)	(90)
Interest expenses	442	413
Foreign exchange losses (gains)	(61)	(0)
Loss (gain) on sales of investment securities	(0)	(0)
Business structure improvement expenses	3	171
Loss (gain) on valuation of derivatives	147	(34)
Reversal of impairment loss	—	(74)
Decrease (increase) in notes and accounts receivable-trade	(1,468)	(1,088)
Decrease (increase) in inventories	(1,535)	(749)
Increase (decrease) in notes and accounts payable-trade	403	(279)
Other, net	(336)	(106)
Subtotal	1,893	1,180
Interest and dividends income received	20	90
Interest expenses paid	(410)	(411)
Income taxes (paid) refund	(228)	(345)
Net cash provided by (used in) operating activities	1,274	514
Net cash provided by (used in) investing activities		
Proceeds from withdrawal of time deposits	277	94
Payments into time deposits	(188)	(16)
Purchase of property, plant and equipment	(1,418)	(1,911)
Proceeds from sales of investment securities	30	21
Purchase of stocks of subsidiaries and affiliates	(26)	(113)
Collection of loans receivable	195	1
Other, net	59	42
Net cash provided by (used in) investing activities	(1,071)	(1,882)
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	1,379	800
Proceeds from long-term loans payable	550	5,000
Repayment of long-term loans payable	(2,154)	(1,721)
Redemption of bonds	(1,055)	(1,955)
Cash dividends paid	(287)	(460)
Other, net	(41)	(46)
Net cash provided by (used in) financing activities	(1,609)	1,617
Effect of exchange rate change on cash and cash equivalents	(672)	(373)
Net increase (decrease) in cash and cash equivalents	(2,078)	(123)
Cash and cash equivalents at beginning of period	9,064	7,275
Cash and cash equivalents at end of period	6,985	7,152

Segment information

[Business segments]

For the first nine months ended September 30, 2010 (Jan. 1, 2010 - Sep. 30, 2010)

	Asia Pacific Business	EU Business	Environment /Energy Business	Total	Elimination or corporate	Consolidated
	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Millions of yen)
Sales						
(1)Sales to third parties	22,634	14,139	4,055	40,829	-	40,829
(2) Inter-segment sales or transfers	747	795	104	1,647	(1,647)	-
Total	23,382	14,934	4,160	42,476	(1,647)	40,829
Operating income (loss)	3,744	1,108	53	4,906	(1,741)	3,164

[Geographic segment information]

For the first nine months ended September 30, 2010 (Jan. 1, 2010 - Sep. 30, 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	8,491	11,598	861	3,407	3,714	12,756	40,829	-	40,829
(2) Inter-segment sales or transfers	1,180	10,561	2	146	358	572	12,821	(12,821)	-
Total	9,672	22,160	864	3,553	4,072	13,328	53,651	(12,821)	40,829
Operating income (loss)	705	2,876	(9)	150	313	855	4,892	(1,727)	3,164

[Overseas sales]

For the first nine months ended September 30, 2010 (Jan. 1, 2010 - Sep. 30, 2010)

	Hong Kong/China	ASEAN	Taiwan/Korea	NAFTA	EU	Other	Total
Overseas sales (millions of yen)	5,936	3,423	1,000	4,475	17,382	104	32,323
Consolidated net sales (millions of yen)							40,829
Overseas sales as a percentage of consolidated net sales(%)	14.5	8.4	2.5	11.0	42.6	0.2	79.2

Segment information

For the First nine month of FY2011 (Jan. 1, 2011 - Sep. 30, 2011)

	Asia Pacific	EU	Total
	<i>(Millions of yen)</i>	<i>Millions of yen</i>	<i>Millions of yen</i>
Sales			
(1) Sales to third parties	25,923	14,921	40,845
(2) Inter-segment sales or transfers	660	862	1,523
Total	26,584	15,784	42,368
Segment profit	2,105	1,316	3,422

For the First nine month of FY2011 (Jan. 1, 2011 - Sep. 30, 2011)

Operating income	Amount
	<i>(Millions of yen)</i>
Segment profit	3,422
Eliminations	(1,612)
Operating income	1,809

Supplementary Information

Beginning with the first quarter of the fiscal year ending December 31, 2011, "Accounting Standard for Disclosures about Segments of an Enterprise and Related Information" (ASBJ Statement No. 17, issued on March 27, 2009) and the "Guidance on the Accounting Standard for Disclosures about Segments of an Enterprise and Related Information" (ASBJ Guidance No. 20, issued on March 21, 2008) have been applied.

Notes Regarding Major Changes in Shareholders' Equity

None