

Summary of Financial Statements for the Third Quarter of the Fiscal Year 2009



February 12, 2009
Listed market JASDAQ

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(All amounts rounded down to the nearest million yen)

1. Consolidated business results for the third quarter of fiscal 2009 (April 1, 2008 to December 31, 2008)

(1) Consolidated business performance

(Percentage figures show the changes from the previous third quarter.)

	Sales amount		Operating profit		Ordinary profit		Net profit	
	¥ million	%	¥ million	%	¥ million	%	¥ million	%
Nine months ended December 31, 2008	5,476	-	(287)	-	(204)	-	(294)	-
Nine months ended December 31, 2007	5,361	1.0	(309)	-	(216)	-	(270)	-

	Net profit per share	Fully diluted net profit per share
	Yen	Yen
Nine months ended December 31, 2008	(31.99)	-
Nine months ended December 31, 2007	(29.36)	-

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	¥ million	¥ million	%	Yen
Nine months ended December 31, 2008	24,234	22,402	92.4	2,450.94
Fiscal year ended March 31, 2008	25,115	23,136	92.1	2,514.95

(Reference) Shareholders' equity Nine months ended December 31, 2008 22,402 million yen Fiscal year ended March 31, 2008 23,136 million yen

2. Dividend status

(Base date)	End of the first quarter	End of the second quarter	End of the third quarter	End of the year	Full-year
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2008	-	0.00	-	30.00	30.00
Fiscal year ending March 31, 2009	-	0.00	-	-	-
Fiscal year ending March 31, 2009 (Forecast)	-	-	-	15.00	15.00

Note: Revision to the forecast for the dividend during the current third quarter: Exists

3. Forecast of consolidated business performance for the fiscal year ending March 31, 2009 (April 1, 2008 to March 31, 2009)

(Percentage figures show the changes from the previous year.)

	Sales amount		Operating profit		Ordinary profit		Net profit		Net profit per share
	¥ million	%	¥ million	%	¥ million	%	¥ million	%	Yen
Full year	6,594	(7.8)	(607)	-	(468)	-	(764)	-	(83.21)

Note: Revision to the forecast for the figures of consolidated business performance during the current third quarter: Exists

4. Others

(1) Transfer of important subsidiaries during the current period (Transfer of specified subsidiaries necessary to change the range of consolidation): None

(2) Simplified accounting procedures and special accounting procedures applied in preparation of quarterly consolidated financial statements: Exist

(3) Changes in principle, procedure, display method, etc. relating to accounting procedures for the preparation of quarterly consolidated financial statements (Items to be described in the "Changes in Important Matters Used as the Base for Preparing the Quarterly Consolidated Financial Statements")

1) Changes according to the amendment of accounting standards, etc.: Exist

2) Changes other than 1): None

(4) Number of shares issued (common shares)

1) Number of shares issued at the end of the term (Treasury stocks included)	Nine months ended December 31, 2008	9,333,654 shares	Fiscal year ended March 31, 2008	9,333,654 shares
2) Number of treasury stocks at the end of the term	Nine months ended December 31, 2008	193,442 shares	Fiscal year ended March 31, 2008	134,046 shares
3) Average number of shares during the term (accumulated quarterly consolidated period)	Nine months ended December 31, 2008	9,193,588 shares	Nine months ended December 31, 2007	9,215,025 shares

1. The forecast figures above are made based on the information available as of the date of disclosure of this report. Actual results may differ from the forecast figures, depending on various factors.

2. Starting from the current consolidated fiscal year, "Accounting standards related to quarterly financial statements" (Corporate accounting standard No. 12) and "Policies applied in accounting standards related to quarterly financial statements" (Policies applied to corporate accounting standards No. 14) are applied. Quarterly financial statements are prepared in accordance with "Principles of quarterly financial statements."

Qualitative information and financial statements

1. Qualitative information regarding consolidated business results

Against the backdrop of the global financial crisis originating in the United States, corporate performance in Japan deteriorated significantly due to factors such as unstable raw material costs, the sharp appreciation of the yen, and falling stock prices in the third quarter of the current consolidated financial year. These developments caused the employment situation to worsen significantly and consumer spending to decline, leading to one of the most serious decelerations in recent years for the Japanese domestic economy. In the global economy, the financial crisis has had an impact on the real economy as well. Exchange rates have been very volatile and the economy has been hit hard by recession, and the world appears to be heading into a depression. In the information telecommunications and digital electronic appliance industries related to the businesses of our Company Group, demand was expected to increase for high-definition flat-screen televisions and Blu-ray disc recorders, but consumer demand was lackluster due to uncertainty about the economy and the market environment for these products was harsh.

Amid this environment, our Company Group worked to keep existing customers and cultivate new customers for both the Optical Disc Mold Group, which handles mainly optical disc molds, and the Optical Communications Group, which handles mainly optical communication parts. Due to a decline in demand for capital investments by customers, sales for the nine months ended December 31, 2008 were ¥5,476,006 thousand. As a result of stagnant sales, we recorded an operating loss of ¥287,233 thousand and an ordinary loss of ¥204,738 thousand for the nine months ended December 31, 2008. Net loss for the same period was ¥294,076 thousand after deferred income taxes.

Performance by sector was as follows.

1) Optical Disc Mold Group

Demand for capital investments by optical disc mold manufacturers was weak and facility operation rates slackened in the nine months ended December 31, 2008. Demand for optical disc molds and maintenance was flat, resulting in sales of ¥1,236,811 thousand. The Company posted an operating loss of ¥284,285 thousand due to development expenses related to high heat-resistant lenses.

2) Optical Communications Group

A gradual expansion in the optical communication market is expected in the long term. However, in the nine months ended December 31, 2008, there was a slight decrease in demand for the installation of communication networks, causing a slowdown in growth in this market. This resulted in sales of ¥4,239,194 thousand for the same period. Accompanying this lag in sales, we recorded an operating loss of ¥2,947 thousand.

2. Qualitative information regarding consolidated financial position

Total assets at the end of the third quarter of the current consolidated financial year were ¥24,234,484 thousand, a reduction of ¥881,027 thousand from the end of the previous consolidated accounting year. Current assets were ¥16,833,095 thousand, down ¥683,915 thousand from the end of the previous consolidated accounting year. The major contributing factors were a decrease in the balance of cash and deposits resulting from payment of dividends and a reduction in inventory assets. Fixed assets were ¥7,401,389 thousand, a decrease of ¥197,111 thousand from the end of the previous consolidated accounting year. The major factor was the application of depreciation to assets.

Total liabilities at the end of the third quarter of the current consolidated financial year were ¥1,832,371 thousand, down ¥146,553 thousand from the end of the previous consolidated accounting year. The major contributing factor was a decrease in accrued liabilities and expenses.

Total net assets at the end of the third quarter of the current fiscal year amounted to ¥22,402,113 thousand, a decrease of ¥734,474 thousand from the end of the previous consolidated accounting year. The major contributing factors were payment of dividends and the posting of a net loss.

3. Qualitative information regarding forecasts for consolidated financial results

Entering the third quarter of this fiscal year, the economy deteriorated more rapidly as the global financial crisis worsened. This caused a significant deterioration in corporate performance in the information, telecommunications, and digital electronic appliance industries. Lagging demand caused a large drop in sales of the Company's main products, optical disc molds and optical communication parts. In addition, due to an unexpectedly strong yen, foreign-denominated sales will be lower upon conversion into yen. Although the Company is making efforts to improve profitability by reducing material costs and business expenses, the depreciation of fixed assets will squeeze profits.

Based on these factors, the forecast for the full-year consolidated financial results are as follows. The projections are consolidated sales of ¥6,594 million (down 7.8% year on year), an operating loss of ¥607 million (loss of ¥426 million in the previous year), an ordinary loss of ¥468 million (loss of ¥540 million in the previous year), and a net loss of ¥764 million (loss of ¥1,071 million in the previous year).

For details, please refer to the "Announcement of revision of forecast for financial results and dividends" that was announced on February 12, 2009.

4. Other

(1) Transfer of important subsidiaries during the term (Transfer of specified subsidiaries necessary to change the range of consolidation)

No applicable transfers

(2) Simplified accounting procedures and special accounting procedures applied in preparation of quarterly consolidated financial statements

·Simplified accounting procedures

Regarding the method used to calculate depreciation of fixed assets, for assets to which the declining balance method is applied, the amount of depreciation cost is distributed across the consolidated fiscal year.

(3) Changes in principle, procedure, display method, etc. relating to accounting procedures for the preparation of quarterly consolidated financial statements

·Changes in accounting standards

1. Starting from the current consolidated fiscal year, "Accounting standards related to quarterly financial statements" (Corporate accounting standard No. 12) and "Policies applied in accounting standards related to quarterly financial statements" (Policies applied to corporate accounting standards No. 14) are applied. Quarterly financial statements are prepared in accordance with "Principles of quarterly consolidated financial statements."

2. Changes in valuation standards and valuation methods for major assets

Inventory assets

Starting from the current consolidated first quarter, "Accounting standards related to valuation of inventory assets" (Accounting Standards Board of Japan, July 5, 2006, Corporate accounting standard No. 9) is applied. Regarding valuation standards, the Company has changed from the cost accounting method to the method of reducing book value due to a decline in profitability.

As a result of this change, operating loss for the nine months ended December 31, 2008 increased by ¥54,720 thousand, and ordinary loss and net loss before taxes and other adjustments each increased by ¥54,720 thousand.

Effects on segment information are listed for applicable items.

3. Application of handling of accounting procedures from overseas subsidiaries in the preparation of consolidated financial statements.

"Application of handling of accounting procedures from overseas subsidiaries in the preparation of consolidated financial results" (Accounting Standards Board of Japan, May 17, 2006, Practical report No. 18) has been applied starting in this consolidated financial first quarter, and the necessary revisions to the consolidated financial results have been made.

The effect of this revision on profits and loss is negligible.

There is no effect on segment information.

5. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheet

(Unit: Thousands of yen)

	At the end of the current consolidated third quarter (December 31, 2008)	Summary of consolidated balance sheet at the end of the previous year (March 31, 2008)
Assets		
Current Assets		
Cash and deposits	13,525,126	13,984,423
Notes receivable and trade accounts receivable	1,861,640	1,845,576
Merchandise	6	21
Products	216,873	211,526
Raw materials	432,557	466,632
Work-in-process	485,053	600,760
Supplies	14,748	15,913
Accrued refund of corporation tax	17,494	68,395
Others	284,773	329,767
Bad debt allowance	(5,179)	(6,005)
Total Current Assets	16,833,095	17,517,010
Fixed Assets		
Tangible Fixed Assets		
Buildings and structures	4,455,829	4,458,047
Accumulated depreciation	(2,055,920)	(1,941,999)
Buildings and structures (net base)	2,399,909	2,516,048
Mechanical equipment and vehicles	2,636,063	2,583,250
Accumulated depreciation	(1,868,285)	(1,734,279)
Mechanical equipment and vehicles (net base)	767,778	848,970
Land	2,211,508	2,211,508
Others	2,121,034	1,866,409
Accumulated depreciation	(1,351,874)	(1,173,260)
Others (net base)	769,159	693,149
Total Tangible Fixed Assets	6,148,355	6,269,677
Intangible Fixed Assets		
Goodwill	101,837	162,964
Others	104,415	130,935
Total Intangible Fixed Assets	206,252	293,899
Investment and Other Assets		
Investment securities	15,402	23,730
Investment real estate assets (net base)	879,274	886,100
Others	153,701	126,690
Bad debt allowance	(1,597)	(1,597)
Total Investment and Other Assets	1,046,782	1,034,924
Total Fixed Assets	7,401,389	7,598,501
Total Assets	24,234,484	25,115,511

SEIKOH GIKEN CO., LTD. (6834): Summary of Financial Statements: Third Quarter of 2009/03 Term

(Unit: Thousands of yen)

	At the end of the current consolidated third quarter (December 31, 2008)	Summary of consolidated balance sheet at the end of the previous year (March 31, 2008)
Liabilities		
Current Liabilities		
Trade accounts payable	390,574	395,398
Accrued corporate taxes and others	32,458	56,392
Others	801,349	920,197
Total Current Liabilities	1,224,383	1,371,988
Fixed Liabilities		
Allowance for retirement benefits	285,339	269,076
Long-term accrued liabilities	149,075	149,126
Long-term guarantee deposit received	149,913	164,191
Long-term deposit key money	19,037	19,037
Others	4,621	5,504
Total Fixed Liabilities	607,987	606,936
Total Liabilities	1,832,371	1,978,924
Net Assets		
Shareholders' Equity		
Capital	6,791,682	6,791,682
Capital surplus	10,571,419	10,571,419
Retained earnings	5,443,743	5,986,363
Treasury stocks	(427,072)	(370,462)
Total Shareholders' Equity	22,379,773	22,979,003
Valuation/Conversion Differentials and Others		
Differential from valuation of securities	(2,052)	1,814
Foreign exchange translation adjustment	24,392	155,770
Total of Valuation/Conversion Differentials and Others	22,340	157,584
Total Net Assets	22,402,113	23,136,587
Total Liabilities/Net Assets	24,234,484	25,115,511

(2) Quarterly Consolidated Income Statement
(Nine months ended December 31, 2008)

	(Unit: Thousands of yen)
	Nine months ended December 31, 2008 (From April 1, 2008 to December 31, 2008)
Sales Amount	5,476,006
Cost of Sales	3,831,289
Gross Profit	1,644,716
Selling, General and Administrative Expenses	1,931,950
Operating (Loss)	(287,233)
Non-Operating Income	
Interest received	75,703
Dividends received	396
Invested real estate rent income	28,800
Others	30,403
Total Non-Operating Income	135,303
Non-Operating Expenses	
Foreign exchange loss	39,521
Cost of real estate rent income	10,809
Others	2,477
Total Non-Operating Expenses	52,808
Ordinary (Loss)	(204,738)
Extraordinary Profit	
Gain on sale of fixed assets	110
Reversal of allowance for bad debts	4
Total Extraordinary Profit	114
Extraordinary Loss	
Loss on devaluation of investment securities	2,089
Loss on retirement of fixed assets	1,438
Total Extraordinary Loss	3,527
Net (Loss) before Taxes and Other Adjustments	(208,150)
Corporate Taxes, Local and Enterprise Taxes	47,950
Adjustment to Corporate Taxes	37,975
Total Corporate Taxes	85,925
Net (Loss)	(294,076)

SEIKOH GIKEN CO., LTD. (6834): Summary of Financial Statements: Third Quarter of 2009/03 Term

(Three months ended December 31, 2008)

(Unit: Thousands of yen)	
Three months ended December 31, 2008	
(From October 1, 2008 to December 31, 2008)	
Sales Amount	1,498,631
Cost of Sales	1,111,942
Gross Profit	386,689
Selling, General and Administrative Expenses	598,802
Operating (Loss)	(212,113)
Non-Operating Income	
Interest received	26,064
Dividends received	146
Invested real estate rent income	9,600
Others	8,020
Total Non-Operating Income	43,830
Non-Operating Expenses	
Foreign exchange loss	72,633
Cost of real estate rent income	3,603
Others	75
Total Non-Operating Expenses	76,312
Ordinary (Loss)	(244,594)
Extraordinary Profit	
Gain on sale of fixed assets	(1)
Reversal of allowance for bad debts	4
Total extraordinary profit	2
Extraordinary Loss	
Loss on devaluation of investment securities	2,089
Loss on retirement of fixed assets	1,404
Total extraordinary loss	3,493
Net (Loss) before Taxes and Other Adjustments	(248,085)
Corporate Taxes, Local and Enterprise Taxes	12,518
Adjustment to Corporate Taxes	69,375
Total Corporate Taxes	81,894
Net (Loss)	(329,979)

(3) Quarterly Consolidated Cash Flow Statement

(Unit: Thousands of yen)

Nine months ended December 31, 2008 (From April 1, 2008 to December 31, 2008)	
Cash Flow from Operating Activities	
Net (Loss) before Taxes and Other Adjustments	(208,150)
Depreciation expenses	477,803
Depreciation of goodwill	56,518
(Loss) on devaluation of investment securities	2,089
Interest received and dividends received	(76,099)
Rent Income	(28,800)
(Profit) or loss on sale of fixed assets	(110)
Loss on retirement of fixed assets	1,438
Increase/(decrease) in bad debt allowance	(277)
Increase/(decrease) in allowance for retirement benefits	16,263
Foreign exchange (gain)/loss	162
(Increase)/decrease in trade accounts receivable	(78,271)
(Increase)/decrease in inventory assets	110,497
(Increase)/decrease in other assets	(3,274)
Increase/(decrease) in trade accounts payable	72,702
Increase/(decrease) in other current liabilities	(191,802)
Subtotal	150,687
Interest and dividends received	95,035
Refund of corporate taxes and others	68,782
Payment of corporate taxes and others	(31,441)
Cash Flow from Operating Activities	283,063
Cash Flow from Investing Activities	
Payment into time deposit	(11,726,395)
Income from repayment of time deposit	11,311,190
Payment for acquisition of tangible fixed assets	(315,338)
Income from sale of tangible fixed assets	15,167
Payment for acquisition of intangible fixed assets	(8,545)
Payment for acquisition of investment securities	(248)
Income from rent of invested real estate	28,800
Payment of loans receivable	(50,000)
Others	(674)
Cash Flow from Investing Activities	(746,044)
Cash Flow from Financing Activities	
Payment for purchase of treasury stocks	(56,610)
Payment of dividends	(275,982)
Cash Flow from Financing Activities	(332,592)
Conversion Differentials Related to Cash and Cash Equivalents	(78,767)
Increase/(decrease) in Cash and Cash Equivalents	(874,340)
Opening Balance of Cash and Cash Equivalents	2,857,613
Ending Balance of Cash and Cash Equivalents	1,983,272

Starting from the current consolidated fiscal year, “Accounting standards related to quarterly financial statements” (Corporate accounting standard No. 12) and “Policies applied in accounting standards related to quarterly financial statements” (Policies applied to corporate accounting standards No. 14) are applied. Quarterly financial statements are prepared in accordance with “Principles of quarterly consolidated financial statements.”

(4) Notes on premise as a going concern

No applicable items

(5) Segment Information

[Segment Information by Business Type]

Three months ended December 31, 2008 (From October 1, 2008 to December 31, 2008)

(Unit: Thousands of yen)

	Optical Disk Mold Group	Optical Communications Group	Total	Elimination or Company-total	Consolidated
Sales Amount					
(1) Sales amount to external customers	270,037	1,228,594	1,498,631	–	1,498,631
(2) Internal sales amount or transfer amount between segments	–	–	–	–	–
Total	270,037	1,228,594	1,498,631	–	1,498,631
Operating Profit or (Loss)	(126,762)	(85,350)	(212,113)	–	(212,113)

Nine months ended December 31, 2008 (From April 1, 2008 to December 31, 2008)

(Unit: Thousands of yen)

	Optical Disk Mold Group	Optical Communications Group	Total	Elimination or Company-total	Consolidated
Sales Amount					
(1) Sales amount to external customers	1,236,811	4,239,194	5,476,006	–	5,476,006
(2) Internal sales amount or transfer amount between segments	–	–	–	–	–
Total	1,236,811	4,239,194	5,476,006	–	5,476,006
Operating Profit or (Loss)	(284,285)	(2,947)	(287,233)	–	(287,233)

Notes: 1. The business category is defined in consideration of the product group and market similarity.

2. Main products by business category

(1) Optical Disk Mold Group: Molds for optical disc molding, molds for powder metallurgy molding

(2) Optical Communications Group: Optical connectors, optical connector cords, optical attenuators, ferrules, isolators, optical connector polishing machines and others

3. Changes in the method of accounting procedures

(Accounting standards related to valuation of inventory assets)

As indicated in 2 of “Changes in principle, procedure, display method, etc. relating to accounting procedures for the preparation of quarterly consolidated financial statements,” starting from the current consolidated first quarter, “Accounting standards related to valuation of inventory assets” (Corporate accounting standard No. 9, July 5, 2006) is applied. The result of this change on the nine months ended December 31, 2008 increases the operating loss for the Optical Disk Mold Group by ¥7,709 thousand and for the Optical Communications Group by ¥47,010 thousand.

[Segment Information by Location]

Three months ended December 31, 2008 (From October 1, 2008 to December 31, 2008)

(Unit: Thousands of yen)

	Japan	North America	Asia	Europe	Total	Elimination or Company-total	Consolidated
Sales Amount							
(1) Sales amount to external customers	561,788	346,911	394,355	195,576	1,498,631	–	1,498,631
(2) Internal sales amount or transfer amount between segments	473,657	2,816	291,275	–	767,749	(767,749)	–
Total	1,035,446	349,727	685,631	195,576	2,266,381	(767,749)	1,498,631
Operating Profit or (Loss)	(278,630)	20,337	33,945	(6,007)	(230,353)	18,240	(212,113)

Nine months ended December 31, 2008 (From April 1, 2008 to December 31, 2008)

(Unit: Thousands of yen)

	Japan	North America	Asia	Europe	Total	Elimination or Company-total	Consolidated
Sales Amount							
(1) Sales amount to external customers	2,476,082	995,473	1,051,506	952,943	5,476,006	–	5,476,006
(2) Internal sales amount or transfer amount between segments	1,838,978	12,974	1,202,493	353	3,054,800	(3,054,800)	–
Total	4,315,060	1,008,448	2,253,999	953,297	8,530,806	(3,054,800)	5,476,006
Operating Profit or (Loss)	(523,140)	48,894	161,367	14,392	(298,485)	(11,252)	(287,233)

Notes:1. The category of country or territory is based on geographical proximity.

2. Details of countries and territories belonging to categories other than Japan are as follows:

- (1) North America: U.S.A.
- (2) Asia: China, Taiwan
- (3) Europe: Germany

3. Changes in the method of accounting procedures

(Accounting standards related to valuation of inventory assets)

As indicated in 2 of "Changes in principle, procedure, display method, etc. relating to accounting procedures for the preparation of quarterly consolidated financial statements," starting from the current consolidated first quarter, "Accounting standards related to valuation of inventory assets" (Corporate accounting standard No. 9, July 5, 2006) is applied. The result of this change on the nine months ended December 31, 2008 increases the operating loss for Japan by ¥53,768 thousand and reduces the operating profit for Asia by ¥951 thousand.

[Overseas Sales Amount]

Three months ended December 31, 2008 (From October 1, 2008 to December 31, 2008)

(Unit: Thousands of yen)

	America and Regions	Europe and Regions	Asia and Other Regions	Total
I Overseas sales amount	346,911	195,576	429,195	971,682
II Consolidated sales amount	–	–	–	1,498,631
III Ratio of overseas sales amount to consolidated sales amount (%)	23.1	13.1	28.6	64.8

Nine months ended December 31, 2008 (From April 1, 2008 to December 31, 2008)

(Unit: Thousands of yen)

	America and Regions	Europe and Regions	Asia and Other Regions	Total
I Overseas sales amount	995,473	993,589	1,210,017	3,199,079
II Consolidated sales amount	–	–	–	5,476,006
III Ratio of overseas sales amount to consolidated sales amount (%)	18.2	18.1	22.1	58.4

Notes: 1. The category of country or territory is based on geographical proximity.

2. Details of countries and territories belonging to categories are as follows:

- (1) America and Regions: U.S.A.
- (2) Europe and Regions: Germany
- (3) Asia and Other Regions: China, Taiwan

3. Overseas sales amount means the sales amount of our Company and consolidated subsidiaries in countries and territories other than Japan.

(6) Notes on when there is a significant change to the shareholders' equity

No applicable items