

■ Share outlook

Authorized shares	37,000,000
Outstanding shares	9,333,654
Shareholders	4,139

■ Notes for Shareholders

Fiscal year: April 1 to March 31

Date of General meeting of stockholders: Every June

Shareholder registration date: Every March 31.

Shareholder's register manager:

The Chuo Mitsui Trust and Banking Company, Limited
3-33-1 Shiba, Minato-ku, Tokyo 105-8574

Contact and postal address:

The Chuo Mitsui Trust and Banking Company, Limited

2-8-4 Izumi, Suginami-ku, Tokyo 168-0063

Stock transfer agency department

Phone: (toll-free: 0120-78-2031)

The Chuo Mitsui Trust and Banking Company, Limited
Branches throughout Japan
Japan Securities Agents, Ltd. Head office and branches

Regarding changes in address, fractional share repurchases, additional holdings, and etc.

Please notify the securities company where the shareholder's account of any changes.

Shareholders who do not have any account at a securities company and have set up a special account are requested to please inquire at Chuo Mitsui Trust and Banking Co., Ltd., which is the account managing institution for special accounts.

Regarding payment of unpaid dividends

Please inquire at Chuo Mitsui Trust and Banking Co., Ltd., which is the administrator of the Company's shareholder register, in regard to the payment of unpaid dividends.

Regarding notification concerning payment of listed share dividends, etc.

In accordance with the 2008 revision of the Act on Special Measures Concerning Taxation (Act No. 23, April 30, 2008), Payment Notification detailing the dividend amount, amount of any withholding tax, and other matters is required to be sent to shareholder with respect to dividends paid in January 2009 or after.

At the end of the year or the beginning of the following year, such Payment Notification will be sent to shareholders receiving a Dividend Distribution Receipt and they are kindly requested to review this documentation. For shareholders who have designated an account to accept dividend distribution transfers, the Dividend Distribution Statement forwarded when a distribution is paid shall be the Payment Notification. Both documents may be used as accompanying documentation when preparing any tax filings.

Notification regarding shareholder addresses and characters used for names

With the implementation of the electronic share certificate system, in the event there are Chinese characters or other lettering included in a shareholder's name or address which have not been specified in the Book Entry Transfer System by the Japan Securities Depository Center, Inc. ("JASDEC"), all or part of such shall be converted to either characters designated by JASDEC or katakana, and recorded in the shareholder register. Accordingly, we kindly ask for your consideration in those cases where the name of the destination to which notification being sent to the shareholder has been substituted with characters designated by JASDEC. Please forward any inquiries regarding registered characters or lettering for shareholders names or addresses to the transacting securities company or other institution.

■ Corporate Profile

Company Name: SEIKOH GIKEN Co., Ltd.

Offices:

- Head Office 296-1 Matsuhidai, Matsudo City, Chiba, Japan.
- 1st Building 286-23 Matsuhidai, Matsudo City, Chiba, Japan.
- 2nd Building 296-1 Matsuhidai, Matsudo City, Chiba, Japan.
- 4th Building 415-2 Matsuhidai, Matsudo City, Chiba, Japan.

Overseas Office:

Taiwan Branch 8F-2 285 Kuang Fu Road, Sec 2, Hsin Chu City,
Taiwan, Republic of China

Overseas Subsidiaries:

SEIKOH GIKEN USA, INC.
SEIKOH GIKEN Hangzhou Co., Ltd.
SEIKOH GIKEN EUROPE GmbH
SEIKOH GIKEN Dalian Co., Ltd.
SEIKOH GIKEN Hong Kong Co., Ltd.
Milestone Co., Ltd.

Established: June 17, 1972

Capital: 6,791,682,700 yen

Number of Employees: 839 (including subsidiaries)

■ Executives (As of June 19, 2009)

President and Chief Executive Officer:	Masatoshi Ueno*
Executive Director:	Tamotsu Kimura*
Director:	Haruo Yanase*
Director:	Katsuhiko Okubo
	*Additional post as company executive
Senior Corporate Auditor:	Takeshi Miyanaga
Corporate Auditor:	Toru Miyoshi
Corporate Auditor:	Toshio Aiba
Executive Officer:	Masahide Hioki
Executive Officer:	Shin Sumida
Executive Officer:	Yasuhiko Mori

Notes: 1. Director Katsuhiko Okubo is an external director.
2. Corporate auditors Toru Miyoshi and Toshio Aiba are external auditors.



■ Our company information is available also at our Web site. <http://www.seikoh-giken.co.jp>



Contact:
Management Planning

296-1 Matsuhidai, Matsudo City, Chiba, 270-2214 JAPAN

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Newsletter for shareholders

37th Term Business Report

April 01, 2008 to March 31, 2009

SEIKOH GIKEN Co., Ltd.
Stock code 6834

We are building a business structure capable of stable income generation by achieving a balance between strengthening new operations and improving the earnings of existing operations.



President & CEO
Masatoshi Ueno

I would like to express my gratitude for the continued support of our shareholders and present the following Business Report for the period ended March 2009.

Against the backdrop of the financial crisis in Europe and the United States that was triggered by the failure of Lehman Brothers in September of last year, global markets have undergone a retrenchment and Japan's economy as well has shown signs of an unprecedented deceleration.

The information communication and digital consumer appliance-related industries in which our corporate group operates had pinned expectations on conversion-related demand ahead of termination of terrestrial analog broadcasts scheduled for 2011 and a surge in demand accompanying the Beijing Olympics held last summer, but personal consumption was sluggish due to uncertainty about the direction of the economy and the economic benefits resulting from any increase in sales of high-definition flat panel televisions and Blu-ray disc recorders remained limited.

In such an environment, our Corporate Group has continued to work to bolster new business while our two existing groups, the Optical Disc Mold Group whose main products are optical disc molding dies and the Optical Communications Group whose main products are optical communication components and manufacturing equipment for these, have offered optimal prices which strike the right balance between "price" and "quality." We have concentrated on constructing a business structure so that our corporate group will be selected by customers over the long term and have strived to maintain our current clients and improve profitability.



Newsletter for shareholders 37th Term Business Report

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Share Information / Corporate Data Backcover

We added Milestone Company, Ltd. as a subsidiary to bolster our new optical device operations.

Since the year before last, we have been developing and manufacturing the MSG (Multicomplex Super Glass) Lens, a high heat-resistant lens which applies our die and optical-related technologies, and have concentrated on establishing the technology and broadening our customer base by targeting camera-phones. Nevertheless, the optical device operation (lens operation), which we have embarked upon in this new operation, presents a new challenge for our company, which along with the unexpected deceleration in the market has delayed our launch of the business and put it behind schedule.

To further bolster this new business, Milestone Company, Ltd., which has developed numerous small-sized, high-performance plastic lens and other products and holds over 80 patents, was brought in as a subsidiary.

Milestone Company, Ltd. has advanced design knowledge of small, high-performance plastic lens and other products, and is a venture company which has acquired numerous patents related to a variety of lens. We believe that integrating this company with its advantages in optical design technology unrivaled in the industry into our corporate group and further strengthening our alliance will enable us to accelerate the speed at which our optical business grows by developing and producing a variety of lenses, as well as expanding related-operations. Furthermore, in the future, we will aim to expand the optical device-related areas in which we do business as we develop products to replace conventional lens and pursue possibilities in new markets, such as car-mounted cameras and security cameras.

Preparations are in place for full-scale mass production of Blu-ray disc molding dies. We have made it more efficient to produce optical communication components.

Although the environment for disseminating and expanding the next generation DVD standard Blu-ray has continued to come together, demand remained sluggish during the current year and full-fledged

mass production was not achieved due to a decline in corporate capital investment, a pull back in end users' propensity to consume, and other factors. However, according to market data, movements in storage media devices for Blu-ray discs is forecast to get under way in 2010 and a rise in demand for Blu-ray disc molding dies is expected.

On the other hand, demand for optical communication components remained strong mainly overseas in Asian markets and in Japan for NTT's Next Generation Network (NGN) during the first half of the fiscal year, but subsided as we entered the second half. The decline in retail prices has also continued unabated, so we have worked to cut costs in the aim of generating business income and improved production efficiency by shifting production to China.

We have continued to further enhance our competitive edge to raise our long-term corporate value.

While the market is downsizing in this severe economic climate, we are looking at this period as a time for reform and are operating our business with priority placed on R&D to develop and foster new products and technologies. As a result, we posted a net loss for the second consecutive term and have reduced the dividend for our shareholders from 30 yen to 15 yen. I would like to offer my sincerest apologies to all of our shareholders for this situation.

The uncertainty shadowing recovery of the market has yet to be lifted, but in any economic status, income needs to be generated through existing operations paralleled by development of new business. Accordingly, in this new fiscal year as we conduct a reorganization of our business in which no area will be off limits to cost cutting, we will work to focus on and select proposals for development with the aim of bringing them to market early and strive to establish a system for stable generation of income.

I respectfully request the continued understanding and support of all of our shareholders.

Optical Disc Mold Group

While steadfastly maintaining our position as the world's number one brand for optical disc molding dies, the Optical Disc Mold Group has worked since its founding to pioneer new businesses applying precision mold and precision polishing technology.



Blu-ray Disc Molding Die

Many of the CDs and DVDs distributed throughout the world are made from Seikoh Giken molding dies.



High Heat-resistant Lens (MSG Lens)

Mobile phone manufacturers around the world have focused their attention on this epoch-making lens.

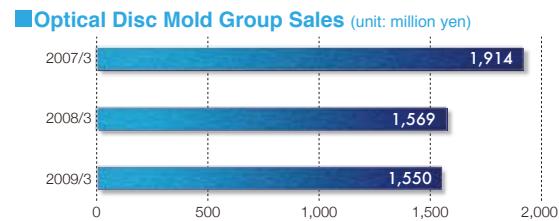


Business Performance

Hit by the global economic recession, personal consumption has stagnated. Despite signs of a slight increase in demand for Blu-ray disc molding dies in the first half, optical disc mold manufacturers held off on expanding production lines as the second half progressed due to uncertainty surrounding demand, leading sales of optical disc molding dies to become markedly more challenging. The slack in manufacturers' production line operations has increased since the end of the year and a decrease in orders for die assembly maintenance, which were expected to have comparatively stable sales, was seen as well.

In the current consolidated fiscal year, the Optical Disc Mold Group has built a foundation for expanding its precision machining and precision polishing technology over an even broader market, and focused on cultivating clients to employ dies for uses other than optical discs as well as various types of metal component processing, precision-required polishing processing, and other

technologies. Launch of the high heat-resistant lens operation, which was expected to contribute to performance in new business for the corporate group, was delayed due to the market slowdown among other factors. As a result, sales of the Optical Disc Mold Group during the current consolidated fiscal year were 1,550 million yen.



Optical Communications Group

The Optical Communications Group provides technology and products to support optical networks and to achieve miniaturization, faster speeds and higher capacity. The Group is also applying technology cultivated through the manufacture of optical communication components and proceeding to develop new products aimed at markets outside the communications field.



Optical Fiber Cords

Seikoh Giken's products are essential for enabling optical communication networks maintain trouble-free enjoyment of the internet.



Passive Optical Transmission Device

This device has made a significant contribution to expanding the availability of terrestrial digital broadcasting.

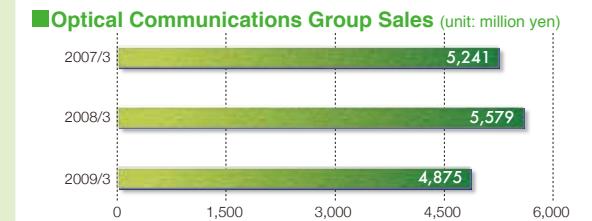


Business Performance

Following change in customer requirements in the search for greater convenience and amenities in a variety of uses, the information distributed over the internet around the world has expanded from data transmission into voice and video, broadening these fields. As a world-wide optical communications network is being developed, the Next Generation Network (NGN) utilizing optical lines was launched in the Japan market in March of last year.

During the current consolidated fiscal year, the Optical Communications Group focused on developing new products having higher added value and greater profitability. Aiming for a business structure in which income would be more easily generated, the Group strove to reduce procurement costs for components and materials, rework the manufacturing processes, and modify supply chains. Additionally, having resolutely eyed the arrival of a time when the average household is wired with optical fiber, the Group developed the "Optical Connector with Shutter" to make high particle control and

eye protection more feasible, a new type of optical connector cleaner "HandiMate," and other products, which were released on the market. As a result, sales of the Optical Communications Group during the current consolidated fiscal year were 4,875 million yen.



NEWS & TOPICS

Seikoh Giken participated in many events and exhibitions.

Seikoh Giken actively displays its products and technologies at events and exhibitions in the aim of introducing new products and technologies, encountering new customers, and understanding the most recent market trends. During the period under review, the Company took part in many events and exhibitions.

- Microwave Workshops and Exhibition 2008
- Inter BEE 2008
- 9th FIBER OPTICS EXPO
- The Optical Fiber Communication Conference and Exposition 2009



Launch of Optical Connector Cleaner "HandiMate"

In February 2009, Seikoh Giken commenced sales of "HandiMate," a low-priced, small-size, highly-efficient cleaner fully employing the Company's polishing technology to provide a cleaning tool which may be used over 500 times and available in handheld size. This product eliminates any worker discrepancy and enables connectors to be easily cleaned with one slide.

Seikoh Giken will pursue possibilities for its precision machining and optical technologies and would like to continue to be a company supporting the development of a more prosperous and convenient society.



Summary of Consolidated Financial Statement Units: million yen rounded down

Consolidated Balance Sheets

Item	Period	Current fiscal year As of March 31, 2009	Previous fiscal year As of March 31, 2008
Assets			
Current assets		16,459	17,517
Cash and deposits		13,796	13,984
Notes and accounts receivable		1,414	1,845
Inventories		—	1,294
Goods and products		195	—
Goods in progress		385	—
Raw materials and stored goods		411	—
Accrued corporate tax, etc.		17	68
Other current assets		242	329
Allowance for doubtful accounts		△5	△6
Fixed assets		6,885	7,598
Property, plant, and equipment		5,686	6,269
Buildings and structures		2,241	2,516
Machinery and delivery equipment		607	848
Land		2,211	2,211
Other		626	693
Intangible fixed assets		177	293
Goodwill		89	162
Other		87	130
Investments and other assets		1,021	1,034
Investment securities		13	23
Investment in real estates		876	886
Other		132	126
Allowance for doubtful accounts		△1	△1
Total Assets		23,344	25,115

Item	Period	Current fiscal year As of March 31, 2009	Previous fiscal year As of March 31, 2008
Liabilities			
Current liabilities		1,195	1,371
Trade accounts payable		449	395
Long term debts payable within a year		20	—
Income taxes payable		31	56
Other		694	920
Fixed liabilities		611	606
Allowance for retirement benefits		297	269
Long term accounts payable		148	149
Guarantee deposits received		145	164
Lease deposits received		19	19
Other		—	5
Total Liabilities		1,807	1,978
Net assets			
Shareholders' equity		21,816	22,979
Common Stock		6,791	6,791
Capital Surplus		10,571	10,571
Retained earnings		4,880	5,986
Treasury stock		△427	△370
Valuation and translation adjustments		△290	157
Unrealized gains on securities		△4	1
Foreign currency translation adjustment		△285	155
Minority interests		12	—
Total net assets		21,537	23,136
Total liabilities and net assets		23,344	25,115

Consolidated Income Statements

Item	Period	Current fiscal year April 1, 2008 to March 31, 2009	Previous fiscal year April 1, 2007 to March 31, 2008
Net sales		6,426	7,148
Cost of sales		4,523	4,898
Gross profit		1,902	2,250
Selling, general and administrative expenses		2,613	2,677
Operating income or loss		△710	△426
Non-operating income		190	204
Non-operating expenses		32	317
Ordinary income or loss		△552	△540
Extraordinary profit		0	7
Extraordinary loss		279	295
Net income or loss before taxes		△831	△828
Income taxes		61	48
Deferred income taxes		48	194
Loss of minority interests		△83	—
Net income or loss		△857	△1,071

Consolidated Statement of Cash Flows

Item	Period	Current fiscal year April 1, 2008 to March 31, 2009	Previous fiscal year April 1, 2007 to March 31, 2008
Cash flows from operating activities		779	984
Cash flows from investing activities		△823	347
Cash flows from financing activities		△394	△335
Effect of exchange rate on cash and cash equivalents		△200	△26
Decrease or increase in cash and cash equivalents		△638	970
Balance of cash and cash equivalents at the beginning of year		2,857	1,887
Balance of cash and cash equivalents at the end of year		2,218	2,857

Consolidated Statements of Changes in Net Assets (April 1, 2008 to March 31, 2009)

Item	Shareholders' equity					Valuation and translation adjustments	Minority interests	Total net assets
	Common Stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity			
Balance on March 31, 2008	6,791	10,571	5,986	△370	22,979	157	—	23,136
Changes due to change in accounting method of subsidiaries			27		27			27
Changes of items during the period			△275		△275			
Dividends from retained earnings			△857		△857			△275
Net loss				△56	△56			△857
Purchase of treasury stocks								△56
Changes except in shareholders' equity						△448	12	△436
Total changes during the period	—	—	△1,133	△56	△1,190	△448	12	△1,626
Balance on March 31, 2009	6,791	10,571	4,880	△427	21,816	△290	12	21,537