

Highlights of Consolidated Results for the 1st Quarter of Fiscal Year ending March 31, 2012

Millions of yen (except for per share amounts)			
	Three months ended June 30, 2011	Three months ended June 30, 2010	Change (%)
Net sales	Y 122,773	Y 123,244	-0.4
Operating income	14,204	13,283	6.9
Current profits	14,604	13,226	10.4
Net income	6,567	8,741	-24.9
(Ref.) Comprehensive income	4,480	(2,418)	-
Net income per share:			
Basic	Y 24.54	Y 32.66	
Diluted	24.50	32.62	
	As of June 30, 2011	As of March 31, 2011	
Total assets	Y 357,064	Y 372,645	
Net assets	222,059	220,468	
Owners' equity ratio	62.1 %	59.1 %	
(Ref.) Owners' equity	221,716	220,122	
Number of consolidated subsidiaries	55	54	
Number of affiliates using the applied equity method	8	8	

Highlights of Consolidated Forecast for Fiscal Year ending March 31, 2012

Millions of yen (except for per share amounts)						
	[Revised] Year ending March 31, 2012	Year ended March 31, 2011	Change (%)	[Forecast] Six months ending September 30, 2011	Six months ended September 30, 2010	Change (%)
Net sales	Y 520,000	Y 502,830	3.4	Y 250,000	Y 246,176	1.6
Operating income	35,500	36,092	-1.6	20,000	21,534	-7.1
Current profits	36,000	38,612	-6.8	20,000	23,008	-13.1
Net income	21,000	26,238	-20.0	9,000	14,291	-37.0
Net income per share	Y 78.46	Y 98.03		Y 33.63	Y 53.40	
Dividends per common share	24.00	24.00		12.00	12.00	
	[Revised] Year ending March 31, 2012	[Previous] Year ending March 31, 2012	Change (%)			
Net sales	Y 520,000	Y 520,000	-			
Operating income	35,500	34,000	4.4			
Current profits	36,000	34,000	5.9			
Net income	21,000	20,000	5.0			
Net income per share	Y 78.46	Y 74.72				
Dividends per common share	24.00	24.00				

(Note 1) Forecasted operating results have been changed in in this quarterly period.

(Note 2) No change has been made in forecasted dividends per common share in this quarterly period.

Notes:

- The financial statements have been prepared in accordance with accounting principles generally accepted in Japan.
- Amounts less than 1 million yen have been rounded down.
- Yen amounts for the three months ended June 30, 2011 have been translated into U.S. dollars for convenience only, at a uniform rate of US\$1=83.00 yen, in the accompanying consolidated financial statements.
- Operating results for the three months ended June 30, 2011 are based on the following currency exchange rates:
Actual average rates for the three months ended June 30, 2011: US\$=81.71 yen, EURO=118.11 yen
Forecasts for the year ending March 31, 2012 are based on the following currency exchange rates:
Assumed average rates for the fiscal year: US\$=80.58 yen, EURO=116.10 yen
- Number of shares outstanding (including treasury stock): 277,535 thousands as of June 30, 2011, 277,535 thousands as of March 31, 2011
Number of treasury stock outstanding: 9,893 thousands as of June 30, 2011, 9,887 thousands as of March 31, 2011
Number of weighted average shares (quarterly): 267,645 thousands during the period ended June 30, 2011, 267,629 thousands during the period ended June 30, 2010

The above-mentioned forecasts are the results of estimations based on outlook for economic environment and predictions at the time of this announcement. The actual results of business performance may sometimes differ from these forecasts due to various factors.

CONSOLIDATED BALANCE SHEETS

	Millions of yen		Thousands of U.S. dollars
	As of June 30, 2011	As of March 31, 2011	As of June 30, 2011
ASSETS			
Current assets			
Cash and cash equivalents	Y 64,251	Y 67,239	\$ 774,120
Trade receivables	57,021	63,910	687,005
Inventories	72,813	72,255	877,272
Other current assets	21,537	25,612	259,485
Total current assets	<u>215,624</u>	<u>229,017</u>	<u>2,597,881</u>
Net property, plant and equipment	67,461	68,159	812,793
Intangible fixed assets	19,861	20,845	239,300
Other assets	54,116	54,623	652,008
Total assets	<u>Y 357,064</u>	<u>Y 372,645</u>	<u>\$ 4,301,982</u>
LIABILITIES AND NET ASSETS			
Current liabilities			
Short-term debt	Y 3,978	Y 9,136	\$ 47,931
Trade payables	33,891	33,615	408,329
Other current liabilities	58,234	70,169	701,622
Total current liabilities	<u>96,104</u>	<u>112,921</u>	<u>1,157,883</u>
Long-term liabilities			
Long-term debt	15,500	15,250	186,747
Other long-term liabilities	23,401	24,005	281,942
Total liabilities	<u>135,005</u>	<u>152,176</u>	<u>1,626,572</u>
Net assets			
Shareholders' equity			
Capital stock	19,209	19,209	231,444
Capital surplus	16,157	16,156	194,674
Retained earnings	234,034	230,351	2,819,689
Treasury stock	(11,692)	(11,688)	(140,868)
Total shareholders' equity	<u>257,710</u>	<u>254,029</u>	<u>3,104,940</u>
Other comprehensive income			
Unrealized gain (loss) on available-for-sale securities	2,376	2,445	28,630
Deferred gain (loss) under hedge accounting	(21)	(90)	(255)
Foreign currency translation adjustments	(38,348)	(36,261)	(462,032)
Total other comprehensive income	<u>(35,993)</u>	<u>(33,906)</u>	<u>(433,657)</u>
Stock acquisition rights	338	338	4,081
Minority interests	3	7	46
Total net assets	<u>222,059</u>	<u>220,468</u>	<u>2,675,411</u>
Total liabilities and net assets	<u>Y 357,064</u>	<u>Y 372,645</u>	<u>\$ 4,301,982</u>

CONSOLIDATED STATEMENTS OF INCOME

	Millions of yen		Thousands of U.S. dollars
	Three months ended	Three months ended	Three months ended
	June 30, 2011	June 30, 2010	June 30, 2011
Net sales	Y 122,773	Y 123,244	\$ 1,479,196
Cost of sales	67,454	69,190	812,702
Gross profit	55,319	54,054	666,494
Selling, general and administrative expenses	41,114	40,771	495,352
Operating income	14,204	13,283	171,143
Non-operating income (expenses):			
Interest and dividend income	464	508	5,601
Interest expenses	(159)	(228)	(1,919)
Other, net	94	(336)	1,139
Current profits	14,604	13,226	175,964
Extraordinary income (expenses):			
Gain (Loss) on sales and disposals of property, plant and equipment, net	117	145	1,411
Other, net	745	(774)	8,985
Income before income taxes	15,467	12,597	186,359
Income taxes	8,900	4,049	107,237
Income before minority interests	6,567	8,548	79,122
Minority interests in net income	0	(192)	1
Net income	Y 6,567	Y 8,741	\$ 79,121
Net income per share:	Yen	Yen	U.S. dollars
Basic	Y 24.54	Y 32.66	\$ 0.30
Diluted	24.50	32.62	0.30

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	Millions of yen		Thousands of U.S. dollars
	Three months ended	Three months ended	Three months ended
	June 30, 2011	June 30, 2010	June 30, 2011
Income before minority interests	Y 6,567	Y 8,548	\$ 79,122
Other comprehensive income:			
Unrealized gain (loss) on available-for-sale securities	(58)	(1,681)	(709)
Deferred gain (loss) under hedge accounting	69	650	840
Foreign currency translation adjustments	(2,087)	(9,884)	(25,151)
Share of other comprehensive income of associates	(10)	(52)	(123)
Total other comprehensive income (loss)	(2,086)	(10,967)	(25,142)
Comprehensive income	Y 4,480	Y (2,418)	\$ 53,980
Comprehensive income attributable to:			
Owners of the Company	Y 4,480	Y (2,225)	\$ 53,979
Minority interests	0	(193)	1

SEGMENT INFORMATION

	Millions of yen		Thousands of U.S. dollars	
	Three months ended June 30, 2011	Three months ended June 30, 2010	Three months ended June 30, 2011	
Printing & Solutions				
Net sales				
Unaffiliated customers	Y 81,692	Y 84,854	\$ 984,244	
Intersegment	-	-	-	
Total	81,692	84,854	984,244	
Operating income	10,637	11,600	128,166	
Personal & Home				
Net sales				
Unaffiliated customers	Y 6,759	Y 6,513	\$ 81,437	
Intersegment	-	-	-	
Total	6,759	6,513	81,437	
Operating income	353	455	4,256	
Machinery & Solution				
Net sales				
Unaffiliated customers	Y 20,837	Y 15,649	\$ 251,051	
Intersegment	-	-	-	
Total	20,837	15,649	251,051	
Operating income	3,227	1,662	38,890	
Network & Contents				
Net sales				
Unaffiliated customers	Y 10,907	Y 13,325	\$ 131,414	
Intersegment	-	-	-	
Total	10,907	13,325	131,414	
Operating income (loss)	(344)	(678)	(4,146)	
Others				
Net sales				
Unaffiliated customers	Y 2,577	Y 2,900	\$ 31,051	
Intersegment	1,393	1,425	16,786	
Total	3,970	4,326	47,837	
Operating income	330	242	3,976	
Adjustment				
Net sales				
Unaffiliated customers	Y -	Y -	\$ -	
Intersegment	(1,393)	(1,425)	(16,786)	
Total	(1,393)	(1,425)	(16,786)	
Operating income	-	-	-	
Consolidated				
Net sales				
Unaffiliated customers	Y 122,773	Y 123,244	\$ 1,479,196	
Intersegment	-	-	-	
Total	122,773	123,244	1,479,196	
Operating income	14,204	13,283	171,143	

Note:

Main products in each business segment are as follows:

Printing & Solutions	Printers, Multi-function printers, Electronic stationeries,
Personal & Home	Home sewing machines
Machinery & Solution	Industrial sewing machines, Machine tools
Network & Contents	Online karaoke, Contents distribution services
Others	Sales of products other than those above, and so forth