

Outline of Consolidated Financial Results of Taiheiyo Cement Corporation for the First Quarter of Fiscal 2012 ended March 31, 2012

August 11, 2011

Company: Taiheiyo Cement Corporation
Stock code: 5233
URL: <http://www.taiheiyo-cement.co.jp/>

Fiscal 2011 1Q: April 1, 2010- June 30,2010
Fiscal 2011: April 1, 2010-March 31, 2011
Fiscal 2012 1Q: April 1, 2011-June 30, 2011
Fiscal 2012: April 1, 2011-March 31, 2012

The accompanying consolidated financial results are not intended to present the financial results in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Japan.

(All yen figures are rounded down to the nearest one million yen.)

1. Consolidated Financial Results for the First Quarter of Fiscal 2012 (April 1, 2011 through June 30, 2011)

(1) Operating Results

	Net Sales		Operating income(loss)		Ordinary income(loss)		Net loss	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
1Q FY3/12	164,540	1.0	(1,276)	—	(4,223)	—	(5,299)	—
1Q FY3/11	162,959	(6.1)	(3,868)	—	(8,061)	—	(10,823)	—

*comprehensive income : Fiscal 2012 1Q (2,210) Fiscal 2011 1Q (10,063)

	EPS	Diluted EPS
	Yen	Yen
1Q FY3/12	(5.63)	—
1Q FY3/11	(11.51)	—

(2) Financial Position

	Total assets	Total net assets	Equity ratio
	Millions of Yen	Millions of Yen	%
1Q FY3/12	992,569	161,893	13.7
FY3/11	998,741	166,819	14.1

*Equity : Fiscal 2012 1Q 135,782 Fiscal 2011 1Q 140,441

2. Dividends

	Dividend per share				
	1Q	2Q	3Q	4Q	Total
	Yen	Yen	Yen	Yen	Yen
FY3/11	—	0.00	—	2.50	2.50
FY3/12	—	—	—	—	—
FY3/12(forecast)	—	2.00	—	2.00	4.00

3. Consolidated Results Forecast for the Fiscal 2012(April 1, 2011 through March 31, 2012)

	Net sales		Operating income(loss)		Ordinary income(loss)		Net income(loss)		EPS
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
1HFY3/12	338,900	(1.2)	2,700	—	(2,500)	—	(7,200)	—	(7.65)
FY3/12	709,500	(2.3)	27,000	64.3	18,200	145.5	113,000	153.9	12.01

This forecast is based on the information available at the date of publication of this material and assumptions at the same date with respect to the various factors which might have impact on the future financial results. Actual results may differ materially from this forecast due to various factors.

Consolidated Balance Sheets

All yen figures are rounded down to the nearest one million yen.

(Millions of Yen)

Item	FY3/11 (As of 03/31/11)	1Q FY3/12 (As of 6/30/11)
Assets		
Current assets		
Cash and deposits	67,290	68,587
Notes and accounts receivable-trade	150,064	137,932
Merchandise and finished goods	27,168	28,339
Work in process	6,166	6,662
Raw materials and supplies	35,260	34,946
Other	38,796	42,925
Allowance for doubtful accounts	(1,810)	(1,657)
Total current assets	322,936	317,736
Non-current assets		
A. Property, plant and equipment		
Buildings and structures, net	158,150	156,778
Machinery, equipment, and vehicles, net	117,902	115,466
Land	153,479	153,385
Other, net	51,444	54,184
Total property, plant and equipment	480,977	479,815
B. Intangible assets		
Goodwill	15,607	15,345
Other	31,095	31,082
Total intangible assets	46,702	46,427
C. Investments and other assets		
Investment securities	87,466	87,023
Other	66,420	67,222
Allowance for doubtful accounts	(5,762)	(5,656)
Total investments and other assets	148,125	148,589
Total noncurrent assets	675,805	674,832
Total assets	998,741	992,569

All yen figures are rounded down to the nearest one million yen.
(Millions of Yen)

Item	FY3/11 (As of 03/31/11)	1Q FY3/12 (As of 6/30/11)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	78,757	72,564
Short-term loans payable	282,336	291,897
Commercial papers	12,000	9,000
Current portion of bonds	20,326	20,273
Income taxes payable	3,323	1,374
Provision for bonuses	4,152	3,350
Provision for directors' bonuses	7	7
Provision for loss on disaster	6,542	5,953
Provision for loss on assignment of business	5,953	5,630
Other provisions	878	886
Other	58,599	59,121
Total current liabilities	472,877	470,058
Noncurrent liabilities		
Bonds payable	51,954	52,239
Long-term loans payable	199,554	199,675
Provision for retirement benefits	23,945	24,023
Provision for directors' retirement benefits	626	547
Provision for loss on business of subsidiaries and affiliates	138	138
Provision for removal of assets	2,427	2,427
Provision for special repairs	319	338
Asset retirement obligations	6,251	6,120
Other	73,827	75,106
Total noncurrent liabilities	359,044	360,617
Total liabilities	831,922	830,675
Net assets		
Shareholders' equity		
Capital stock	69,499	69,499
Capital surplus	33,962	33,961
Retained earnings	82,952	75,358
Treasury stock	(918)	(918)
Total shareholders' equity	185,495	177,901
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,393	1,814
Deferred gains or losses on hedges	54	28
Revaluation reserve for land	4,447	4,439
Foreign currency translation adjustment	(49,503)	(45,969)
Adjustments for employee retirement benefit of overseas subsidiary	(2,446)	(2,433)
Total accumulated other comprehensive income	(45,053)	(42,118)
Minority interests	26,378	26,111
Total net assets	166,819	161,893
Total liabilities and net assets	998,741	992,569

Consolidated Statements of Income

All yen figures are rounded down to the nearest one million yen.

(Millions of Yen)

Item	FY3/11 (4/1/10– 6/30/10)	FY3/12 (4/1/11– 6/30/11)
Net sales	162,959	164,540
Cost of sales	137,766	137,286
Gross profit	25,192	27,254
Selling, general and administrative expenses	29,060	28,530
Operating income(loss)	(3,868)	(1,276)
Non-operating income		
Interest income	148	116
Dividends income	480	213
Other	1,308	1,116
Total non-operating income	1,937	1,445
Non-operating expenses		
Interest expenses	2,481	2,340
Equity in losses of unconsolidated subsidiaries and affiliates	1,331	982
Other	2,318	1,069
Total non-operating expenses	6,131	4,392
Ordinary income(loss)	(8,061)	(4,223)
Extraordinary income		
Gain on disposal of property, plant, and equipment	1,031	378
Other	418	144
Total extraordinary income	1,450	522
Extraordinary loss		
Loss on disposal of non-current assets	170	204
Loss on business withdrawal	85	365
Loss on disaster	—	932
Loss on adjustment for changes of accounting standard for asset retirement	4,056	—
Other	814	191
Total extraordinary losses	5,126	1,694
Income(loss) before income taxes and minority interests	(11,737)	(5,394)
Income taxes-current	(1,113)	(253)
Income taxes-deferred	437	282
Income taxes	(675)	28
Net income before minority interests	(11,061)	(5,423)
Minority interests	(237)	(123)
Net income(loss)	(10,823)	(5,299)

Consolidated Statements of Comprehensive Income

All yen figures are rounded down to the nearest one million yen.

(Millions of Yen)

Item	1Q FY3/11 (4/1/10 – 06/30/10)	1Q FY3/12 (4/1/11 – 06/30/11)
Loss before minority interests	(11,061)	(5,423)
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,369)	(538)
Deferred gains or losses on hedges	(0)	(7)
Foreign currency translation adjustment	1,192	1,975
Adjustments for employee retirement benefit of overseas subsidiary	36	13
Share of other comprehensive income of associates accounted for using equity method	1,138	1,769
Total other comprehensive income	998	3,212
Comprehensive income	(10,063)	(2,210)
Comprehensive income attributable to abstract :		
Shareholders of Taiheiyo Cement Corporation	(9,843)	(2,357)
Minority interests	(220)	146

Segment Information

All yen figures are rounded down to the nearest one million yen.

(Millions of Yen)

[Industry Segments]

	FY3/12 (4/1/11 – 6/30/11)								Consolidated total
	Cement Business	Mineral Resources Business	Environmental Business	Construction Materials Business	Ceramics & Electronics Business	Other	Total	Eliminations or corporate assets	
Net sales									
(1) Net sales to outside customers	99,978	15,671	12,520	15,985	11,032	9,351	164,540	—	164,540
(2) Intersegment net sales	2,722	3,866	1,263	875	4	4,881	13,613	(13,613)	—
Total	102,700	19,538	13,784	16,860	11,036	14,233	178,154	(13,613)	164,540
Segment profit (loss)	(1,914)	90	1,202	(814)	(313)	444	(1,304)	(27)	(1,276)