

Outline of Consolidated Financial Results of Taiheiyo Cement Corporation for the First Quarter of Fiscal 2013 ended March 31, 2013

August 10, 2012

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

Fiscal 2012 1Q: April 1, 2011- June 30,2011
Fiscal 2012: April 1, 2011-March 31, 2012
Fiscal 2013 1Q: April 1, 2012-June 30, 2012
Fiscal 2013: April 1, 2012-March 31, 2013

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 2013 (April 1, 2012 through June 30, 2012)

(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 FY3/13	166,761	1.3	490	-	(4,222)	-	(5,380)	-
1Q FY3/12	164,540	1.0	(1,276)	-	(4,223)	-	(5,299)	-

*comprehensive income(loss) : Fiscal 2013 1Q 66 Fiscal 2012 1Q (2,210)

	EPS	Diluted EPS
	Yen	Yen
1Q FY3/13	(4.38)	-
1Q FY3/12	(5.63)	-

(2) Financial Position

	Total assets	Total net assets	Equity ratio
	Millions of Yen	Millions of Yen	%
1Q FY3/13	977,349	193,326	17.0
FY3/12	982,231	196,144	17.3

*Equity : Fiscal 2013 1Q 166,514 Fiscal 2012 169,614

2. Dividends

	Dividend per share				
	1Q	2Q	3Q	4Q	Total
	Yen	Yen	Yen	Yen	Yen
FY3/12	—	2.00	—	2.00	4.00
FY3/13	—	—	—	—	—
FY3/13(forecast)	—	2.00	—	2.00	4.00

3. Consolidated Results Forecast for the Fiscal 2013(April 1, 2012 through March 31, 2013)

	Net sales		Operating income		Ordinary income		Net income		EPS
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
1HFY3/13	352,000	1.4	6,500	12.8	1,200	7.8	(3,200)	—	(2.61)
FY3/13	728,000	0.0	36,000	23.3	28,000	51.4	10,000	27.5	8.14

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	FY3/12 (As of 03/31/12)	1Q FY3/13 (As of 6/30/12)
Assets		
Current assets		
Cash and deposits	64,505	58,116
Notes and accounts receivable-trade	167,638	159,418
Merchandise and finished goods	26,155	29,121
Work in process	4,773	4,304
Raw materials and supplies	37,145	39,053
Other	36,046	35,200
Allowance for doubtful accounts	(1,766)	(1,873)
Total current assets	334,496	323,341
Noncurrent assets		
A. Property, plant and equipment		
Buildings and structures, net	150,556	151,516
Machinery, equipment, and vehicles, net	106,117	106,779
Land	151,935	152,825
Other, net	53,180	57,455
Total property, plant and equipment	461,789	468,576
B. Intangible assets		
Goodwill	12,343	12,447
Other	29,617	30,240
Total intangible assets	41,960	42,687
C. Investments and other assets		
Investment securities	78,574	75,921
Other	71,141	72,473
Allowance for doubtful accounts	(5,730)	(5,651)
Total investments and other assets	143,984	142,744
Total noncurrent assets	647,735	654,007
Total assets	982,231	977,349

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

Item	FY3/11 (As of 03/31/12)	1Q FY3/13 (As of 6/30/12)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	84,300	81,514
Short-term loans payable	251,710	259,122
Current portion of bonds	30,366	30,351
Income taxes payable	3,251	1,834
Provision for bonuses	4,395	3,475
Provision for directors' bonuses	7	7
Provision for loss on assignment of business	4,191	4,191
Other provision	1,468	1,284
Other	68,488	70,048
Total current liabilities	448,180	451,830
Noncurrent liabilities		
Bonds payable	22,143	22,110
Long-term loans payable	205,965	198,128
Provision for retirement benefits	24,802	25,304
Provision for directors' retirement benefits	550	475
Provision for loss on business of subsidiaries and affiliates	138	138
Provision for asset removal	2,002	1,936
Provision for special repairs	286	303
Asset retirement obligation	7,103	8,065
Other	74,915	75,729
Total noncurrent liabilities	337,907	332,192
Total liabilities	786,087	784,023
Net assets		
Shareholders' equity		
Capital stock	86,174	86,174
Capital surplus	50,636	50,636
Retained earnings	85,041	77,203
Treasury stock	(916)	(918)
Total shareholders' equity	220,935	213,096
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	985	5
Deferred gains or losses on hedges	20	20
Revaluation reserve for land	4,710	4,710
Foreign currency translation adjustment	(53,678)	(47,823)
Adjustments for employee retirement benefit of overseas subsidiary	(3,358)	(3,494)
Total accumulated other comprehensive income	(51,321)	(46,581)
Minority interests in consolidated subsidiaries	26,529	26,811
Total net assets	196,144	193,326
Total liabilities and net assets	982,231	977,349

Consolidated Statements of Income

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

(Millions of Yen)

Item	1QFY3/12 (4/1/11– 6/30/11)	1QFY3/13 (4/1/12– 6/30/12)
Net sales	164,540	166,761
Cost of sales	137,286	137,521
Gross profit	27,254	29,239
Selling, general and administrative expenses	28,530	28,749
Operating income(loss)	(1,276)	490
Non-operating income		
Interest income	116	110
Dividends income	213	203
Other	1,116	926
Total non-operating income	1,445	1,240
Non-operating expenses		
Interest expenses	2,340	2,279
Equity in losses of unconsolidated subsidiaries and affiliates	982	2,836
Other	1,069	836
Total non-operating expenses	4,392	5,953
Ordinary income(loss)	(4,223)	(4,222)
Extraordinary income		
Gain on disposal of property, plant, and equipment	378	127
Other	144	22
Total extraordinary income	522	150
Extraordinary loss		
Loss on disposal of non-current assets	204	229
Loss on business withdrawal	365	215
Loss on disaster	932	–
Other	191	173
Total extraordinary losses	1,694	618
Income(loss) before income taxes and minority interests	(5,394)	(4,690)
Income taxes	28	864
Net income before minority interests	(5,423)	(5,554)
Minority interests	(123)	(174)
Net income(loss)	(5,299)	(5,380)

Consolidated Statements of Comprehensive Income

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

(Millions of Yen)

Item	1Q FY3/12 (4/1/11 – 06/30/11)	1Q FY3/13 (4/1/12 – 06/30/12)
Loss before minority interests	(5,423)	(5,554)
Other comprehensive income		
Valuation difference on available-for-sale securities	(538)	(786)
Deferred gains or losses on hedges	(7)	(0)
Foreign currency translation adjustment	1,975	4,930
Adjustments for employee retirement benefit of overseas subsidiary	13	(135)
Share of other comprehensive income of associates accounted for using equity method	1,769	1,613
Total other comprehensive income	3,212	5,621
Comprehensive income	(2,210)	66
Comprehensive income attributable to abstract :		
Shareholders of Taiheiyo Cement Corporation	(2,357)	(640)
Minority interests	146	707

Segment Information

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

(Millions of Yen)

1QFY3/13 (4/1/12 – 6/30/12)

	Industry Segments						Other	Total	Eliminations or corporate assets	Consolidated total
	Cement Business	Mineral Resources Business	Environmental Business	Construction Materials Business	Ceramics & Electronics Business	Subtotal				
Net sales										
(1) Net sales to outside customers	107,330	16,139	13,551	16,427	3,430	156,879	9,882	166,761	—	166,761
(2) Intersegment net sales	2,519	3,972	1,303	999	9	8,804	5,566	14,371	(14,371)	—
Total	109,849	20,112	14,855	17,427	3,439	165,684	15,448	181,133	(14,371)	166,761
Segment profit (loss)	(913)	326	1,316	(360)	(624)	(256)	622	365	124	490