

February 12, 2013

Consolidated Financial Results
Year-to-Date through the 3rd Quarter
from April 1 through December 31, 2012 of FY ending March 31, 2013

Figures in Million Yen, unless otherwise noted

1. Revenue and Income from April 1, 2012, through December 31, 2012

	Revenue	Operating Income	Ordinary Income	Net Income	Net Income Per Share
Current Year 3rd Quarter Year-to-Date	25,610	332	171	243	4.78Yen
Last Year 3rd Quarter Year-to-Date	25,949	209	149	(111)	(2.19Yen)
Percent Change From Last Year 3rd Quarter Year-to-Date	(1.3%)	58.5%	14.9%	-	-

Note

- Numbers in parentheses indicate negative figures or a decrease.

2. Financial Status

December 31, 2012

	Total Assets	Net Assets	Capital to Asset Ratio	Net Assets Per Share
End of Current Year 3rd Quarter Dec. 31, 2012	41,699	12,339	27.3%	223.13Yen
End of Last Fiscal Year March 31, 2012	42,614	12,291	26.6%	222.38Yen

3. Forecast of Current Fiscal Year, which will end on March 31, 2013

	Revenue	Operating Income	Ordinary Income	Net Income	Net Income Per Share
Forecast	35,000	450	450	150	2.94Yen
Last Year Results For FY 2012	34,699	297	282	189	3.71Yen
Percent Change From Last Year Results	0.9%	51.4%	59.2%	(20.7%)	-

Note

- Numbers in parentheses indicate negative figures or a decrease.

During the first three quarters (April through December, 2012), the Japanese economy gradually improved, making better conditions for businesses. This was partly due to the demand created by the effort to recover from the mega earthquake in 2011. As seen in the European debt crisis and the slowing down of the growth of emerging economies such as China and India, uncertainty still looms in the global economy. Still, exporting industries in Japan are beginning to see signs of improvement, thanks to the downward swing in the Yen exchange rate.

Under these circumstances, TOMOEGAWA recorded revenues of ¥25,610 million, for the first three quarters, which was \triangle ¥338 million or \triangle 1.3% lower than the revenue of the same period of the previous year. Our Operating Income, Ordinary Income, and Net Income were ¥332 million (a 58.5% increase), ¥171 million (a 14.9% increase), and ¥243 million (an increase of ¥354 million from last year's \triangle ¥111 million), respectively.

The decline in the Semiconductor-related business and the Flat Panel Display (FPD) business were off-set by the sales growth in our Functional Paper and Toner businesses. Revenue of the paper business resulted in ¥10,125 million, an increase in revenue of 3.1% over the same period of the previous year. Revenue from our plastic-related business was ¥15,425 million a decrease of \triangle 4.0%.

TOMOEGAWA Group announced the Fifth Mid-Term Management Plan starting with the current fiscal year. In this plan the strategy is to increase growth by expanding overseas markets, and the well-timed launching of competitive, high-function materials and products. We have already seen positive results under this plan. The development of new high-function paper and the start of operations at our new China toner plant have already contributed to the increase of sales of respective products.

Taking the revenue decline of existing products in the semiconductor-related business and the FPD-related business into consideration, we revised the forecast of the current fiscal year in November. Forecasted sales figures are now ¥35,000 million, an increase of 0.9% from the last fiscal year's figure. Our Operating Income, Ordinary Income, and Net Income projections are ¥450 million (a 51.4% increase from last FY), ¥450 million (a 59.2% increase), and ¥150 million (a \triangle 20.7% decrease), respectively.

Even though the business climate around us is still challenging, TOMOEGAWA will capitalize on the lower Yen exchange rate, by increasing its competitive edge and expanding international sales activities. Through that process, we will make sure that the current year's annual sales and profits exceed those of the previous year, and that the trend will continue in coming years, putting TOMOEGAWA on a steady recovery path with sustained growth.

Your continuous support of TOMOEGAWA is greatly appreciated.