



## 2. Dividend payment

Year ended March 31,	2011	2010
Cash dividends per share (Yen)		
Interim	10.0	8.0
Year-end	10.0 (Forecast)	8.0
Total (Full-year)	20.0 (Forecast)	16.0

Notes: Revision of cash dividend forecast in this quarter - None.

## 3. Forecasts of consolidated financial results for the fiscal year ending March 31, 2011

April 1, 2010 - March 31, 2011	(Millions of yen, except per share data and percentage)				
	Net Sales	Operating Income	Ordinary Income	Net Income	Net Income per share (Yen)
Previous Forecast (A) (announced on May 12, 2010 )	270,000	34,000	34,000	25,000	76.55
<b>Revised Forecast (B)</b>	<b>255,000</b>	<b>30,000</b>	<b>30,000</b>	<b>23,500</b>	<b>71.95</b>
Increase or Decrease (B - A)	(15,000)	(4,000)	(4,000)	(1,500)	-
Percentage Change	-5.6%	-11.8%	-11.8%	-6.0%	-
[For Reference] Results of Fiscal year 2009 (year ended March 31, 2010)	235,489	23,453	24,850	17,808	54.51

Note: Revision of forecasts of consolidated financial results during this period - Yes

## 4. Others

- (1) Significant changes in subsidiaries during this period (changes in specified subsidiaries, "tokutei kogaisha" defined in the "Cabinet Office Ordinance on Disclosure of Corporate Information, etc.", involving a change of the scope of consolidation during this period) : None
- (2) Adoption of simplified accounting methods or special accounting methods for preparing quarterly consolidated financial statements : Yes  
Income tax, deferred tax assets and liabilities  
Only important tax adjustments are applied to income tax calculation.
- (3) Changes of accounting principles, procedures and presentation when preparing consolidated financial statements (changes in major basic items for preparing consolidated financial statements)
  - i . Changes due to revisions of accounting standards : Yes  
"Accounting Standard for Asset Retirement Obligations" (Accounting Standards Board of Japan[ASBJ] Statement No. 18, March 31, 2008) and "Guidance on Accounting Standard for Asset Retirement Obligations" (ASBJ Guidance No. 21, March 31, 2008) are applied from the first quarter beginning April 1, 2010.  
The effect of this change on the consolidated financial statements is immaterial.
  - ii . Changes other than the above ( i ) : None
- (4) Number of shares outstanding (Common Shares)

	September 30, 2010	March 31, 2010
Number of shares outstanding at period end including treasury stocks	337,560,196	337,560,196
Number of treasury stocks at period end	10,964,407	10,971,790
Six months ended September 30,	2010	2009
Average number of shares outstanding over period	326,594,518	326,740,540



## 5. Consolidated Financial Statements

### (1) Consolidated Balance Sheets

(Millions of yen)

	As of September 30, 2010	As of March 31, 2010
<b>Assets</b>		
Current assets		
Cash and bank deposits	70,574	75,697
Notes and accounts receivable trade	47,454	62,534
Securities	41,588	36,433
Inventories	71,908	65,377
Other	25,828	14,364
Allowance for doubtful accounts	(99)	(139)
Total current assets	257,255	254,267
Non-current assets		
Tangible assets		
Buildings and structures	47,823	50,407
Machinery and vehicles	48,152	50,803
Other	41,041	37,774
Total tangible assets	137,017	138,985
Total intangible assets	2,309	2,022
Investments and other assets		
Investment securities	49,873	51,458
Other	27,887	29,400
Allowance for doubtful accounts	(254)	(288)
Total investments and other assets	77,506	80,570
Total non-current assets	216,833	221,579
<b>Total assets</b>	<b>474,088</b>	<b>475,847</b>



(Millions of yen)

	As of September 30, 2010	As of March 31, 2010
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable trade	23,971	23,109
Short-term borrowings	7,688	3,321
Current portion of long-term borrowings	4,000	4,000
Income taxes payable	2,252	4,538
Provision	5,718	2,933
Other	25,395	24,338
Total current liabilities	69,026	62,241
Long-term liabilities		
Long-term bonds payable	20,000	20,000
Long-term borrowings	44,107	44,132
Liability for employees' retirement benefits	16,455	16,737
Other	10,907	13,263
Total long-term liabilities	91,470	94,133
<b>Total liabilities</b>	<b>160,496</b>	<b>156,374</b>
<b>Net assets</b>		
Shareholders' equity		
Common stock	69,849	69,849
Capital surplus	85,136	85,139
Retained earnings	188,447	180,076
Treasury stock	(14,310)	(14,314)
Total shareholders' equity	329,121	320,750
Valuation and translation adjustments		
Unrealized gain on available-for-sale securities	3,484	6,226
Deferred gain on derivatives under hedge accounting	29	81
Foreign currency translation adjustments	(36,126)	(24,732)
Total valuation and translation adjustments	(32,613)	(18,424)
Stock acquisition rights	704	643
Minority interests	16,378	16,502
<b>Total net assets</b>	<b>313,591</b>	<b>319,472</b>
<b>Total liabilities and net assets</b>	<b>474,088</b>	<b>475,847</b>



## Consolidated Financial Statements

### (2) Consolidated Statements of Income

(Millions of yen)

	Six months ended September 30, 2010	Six months ended September 30, 2009
<b>Net sales</b>	<b>119,976</b>	<b>103,416</b>
Cost of sales	79,332	75,623
<b>Gross profit</b>	<b>40,644</b>	<b>27,793</b>
Selling, general and administrative expenses	24,092	21,516
<b>Operating income</b>	<b>16,551</b>	<b>6,277</b>
<b>Non-operating income</b>	<b>2,889</b>	<b>2,812</b>
Interest income	495	588
Dividend income	524	548
Gain on evaluation of derivative	1,105	996
Other	763	678
<b>Non-operating expenses</b>	<b>5,025</b>	<b>3,250</b>
Interest expense	548	704
Foreign Exchange loss	2,780	968
Equity in loss of unconsolidated subsidiaries and associated companies	1,199	913
Other	496	664
<b>Ordinary income</b>	<b>14,415</b>	<b>5,839</b>
<b>Extraordinary income</b>	<b>21</b>	<b>28</b>
Gain on sales of fixed assets	21	28
<b>Extraordinary loss</b>	<b>158</b>	<b>189</b>
Loss on sales and disposals of fixed assets	158	189
<b>Income before income taxes and minority interests</b>	<b>14,279</b>	<b>5,677</b>
<b>Income taxes - total</b>	<b>2,842</b>	<b>2,497</b>
Income taxes -current	3,332	1,627
Income taxes -deferred	(490)	870
<b>Income before minority interests</b>	<b>11,436</b>	<b>-</b>
<b>Minority interests in earnings (loss) of consolidated subsidiaries</b>	<b>453</b>	<b>(561)</b>
<b>Net income</b>	<b>10,983</b>	<b>3,740</b>



## 6. Note on the Assumption as a Going Concern

Not applicable

## 7. Segment Information

**Six months ended September 30, 2010** (Millions of yen)

	Power	Ceramics	Electronics	Total	Elimination or Adjustment	Consolidated
<b>Sales</b>						
Sales to customers	29,613	59,203	31,158	119,976	-	119,976
Intersegment sales	16	229	-	246	(246)	-
<b>Total sales</b>	<b>29,630</b>	<b>59,433</b>	<b>31,158</b>	<b>120,222</b>	<b>(246)</b>	<b>119,976</b>
<b>Segment Income (Operating income)</b>	<b>(4,248)</b>	<b>15,394</b>	<b>5,390</b>	<b>16,536</b>	<b>15</b>	<b>16,551</b>

Notes:

1. Accounting Standard for Disclosures about Segments of an Enterprise and Related information (ASBJ Statement No. 17 March 27, 2009) and "Guidance on Accounting Standard for Disclosures about Segments of an Enterprise and Related Information" (ASBJ Guidance No. 20, March 21, 2008) are applied from the first quarter beginning April 1, 2010. The business segments in the above table were categorized in consideration of internal corporate policies.

2. Main products by business segment

Business Segment	Main products
Power	Insulators, hardware for insulator assemblies, current limiting arching horn, bushing shells, fuse cut-outs, APM, line arrester and NAS (sodium-sulfur) batteries
Ceramics	Automotive ceramics for exhaust gas purification, corrosion-resistant ceramic apparatuses for chemical industries, gas analyzer, industrial heating systems, refractory products and radioactive waste treatment systems
Electronics	Beryllium copper wrought products, molds and ceramic components for electronics and semiconductor manufacturing equipment

**Six months ended September 30, 2009** (Millions of yen)

	Power	Ceramics	Electronics	Total	Elimination or Corporate	Consolidated
<b>Sales</b>						
Sales to customers	39,085	44,168	20,161	103,416	-	103,416
Intersegment sales	30	79	-	110	(110)	-
<b>Total sales</b>	<b>39,116</b>	<b>44,248</b>	<b>20,161</b>	<b>103,526</b>	<b>(110)</b>	<b>103,416</b>
<b>Operating income</b>	<b>3,684</b>	<b>3,096</b>	<b>(516)</b>	<b>6,264</b>	<b>12</b>	<b>6,277</b>

## 8. Significant changes in stockholder's equity

Not applicable