

Consolidated Financial Results
(Japanese GAAP)
FY2011 ending March 2012
TOPCON CORPORATION
Release Date: July 29, 2011

1. Summary of First Quarter Business Results for FY2011 ending March 2012 (April 1, 2011 – June 30, 2011)

"%" indicate year-to-year increase (decrease)
(Rounded down to the nearest million yen)

(1) Consolidated business results

	Net sales		Operating income (loss)		Ordinary income (loss)		Net income (loss)	
	million yen	%	million yen	%	million yen	%	million yen	%
1st Quarter of FY2011	21,713	(1.1)	(910)	—	(1,166)	—	(1,155)	—
1st Quarter of FY2010	21,950	9.1	(1,584)	—	(2,205)	—	(1,578)	—

Note: Comprehensive income
1st Quarter of FY2011 (1,573) million yen (- %)
1st Quarter of FY2010 (3,151) million yen (- %)

	Net income (loss) per share	Diluted net income per share
	yen	yen
1st Quarter of FY2011	(12.48)	—
1st Quarter of FY2010	(17.05)	—

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Shareholder's equity per share
	million yen	million yen	%	yen
1st Quarter of FY2011	122,617	35,537	28.6	379.19
FY2010 ended March 2011	124,816	37,238	29.6	398.50

Note: Shareholders' equity
1st Quarter of FY2011 35,120 million yen
FY2010 ended March 2011 36,908 million yen

2. Dividends

	Dividends per share				
	end of 1st quarter	end of 2nd quarter	end of 3rd quarter	year-end	annual
	yen	yen	yen	yen	yen
FY2010 ended Mar. 2011	—	2.00	—	2.00	4.00
FY2011 ending Mar. 2012	—				
FY2011 ending Mar. 2012 (forecast)		2.00	—	2.00	4.00

*Revisions to the projected dividends : No

3. Business Forecasts for FY2011 ending Mar. 2012 (April 1, 2011 – March 31, 2012)

	Net Sales		Operating income		Ordinary income (loss)		Net income (loss)		Net income (loss) per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Six months ending Sept. 30	48,500	(2.4)	0	—	(700)	—	(1,200)	—	(12.96)
Annual	100,000	(2.4)	3,000	66.7	1,700	179.3	800	—	8.64

*Revisions to the business forecasts : No

Note: The forecasts above were prepared on the premise of future forecasts available at the time of the release of this document, such as trends of business, competition environment and currency exchange rates. Due to unforeseen circumstances, however, the actual results may differ from these forecast data.

Consolidated quarterly financial statements

Consolidated quarterly balance sheets

(Unit: Million Yen)

	FY 2010 ended March 2011	1st Quarter of FY 2011	Increase (decrease)
Assets			
Current assets			
Cash and deposits	13,927	15,459	1,532
Notes and accounts receivable- trade	35,542	30,855	(4,687)
Merchandise and finished goods	12,759	13,628	869
Work in process	7,187	8,515	1,327
Raw materials and supplies	5,198	5,163	(35)
Other	8,342	8,395	52
Allowance for doubtful accounts	(1,387)	(1,385)	2
Total current assets	81,571	80,631	(939)
Noncurrent assets			
Property, plant and equipment	13,455	13,080	(374)
Intangible assets			
Goodwill	11,261	10,963	(298)
Other	5,934	6,026	91
Total intangible assets	17,196	16,989	(206)
Investments and other assets	12,593	11,915	(678)
Total noncurrent assets	43,245	41,985	(1,259)
Total assets	124,816	122,617	(2,199)

(Unit: Million Yen)

	FY 2010 ended March 2011	1st Quarter of FY 2011	Increase (decrease)
Liabilities			
Current liabilities			
Notes and accounts payable-trade	13,536	13,580	43
Short-term loans payable	28,223	28,678	455
Income taxes payable	1,194	802	(392)
Provision for product warranties	708	703	(4)
Other	8,246	9,031	784
Total current liabilities	51,910	52,796	886
Noncurrent liabilities			
Long-term loans payable	27,077	26,188	(888)
Provision for retirement benefits	6,937	6,819	(118)
Provision for directors' retirement benefits	59	61	1
Other	1,592	1,213	(379)
Total noncurrent liabilities	35,667	34,283	(1,384)
Total liabilities	87,577	87,079	(498)
Net assets			
Shareholders' equity			
Capital stock	10,297	10,297	—
Capital surplus	14,711	14,711	—
Retained earnings	16,799	15,455	(1,343)
Treasury stock	(56)	(56)	(0)
Total shareholders' equity	41,751	40,408	(1,343)
Accumulated other comprehensive income			
Valuation difference on available-for-sale securities	(299)	(379)	(79)
Deferred gains or losses on hedges	2	(11)	(13)
Foreign currency translation adjustment	(4,545)	(4,897)	(351)
Total accumulated other comprehensive income	(4,843)	(5,287)	(444)
Minority interests	329	417	87
Total net assets	37,238	35,537	(1,700)
Total liabilities and net assets	124,816	122,617	(2,199)

Consolidated quarterly statements of income

(Unit: Million Yen)

	1st Quarter of FY 2010	1st Quarter of FY 2011	Increase (decrease)
Net sales	21,950	21,713	(236)
Cost of sales	13,187	13,258	70
Gross profit	8,762	8,455	(307)
Selling, general and administrative expenses	10,347	9,366	(980)
Operating loss	(1,584)	(910)	673
Non-operating income			
Interest income	10	11	0
Dividends income	21	14	(7)
Equity in earnings of affiliates	85	8	(77)
Other	165	114	(50)
Total non-operating income	283	149	(134)
Non-operating expenses			
Interest expenses	300	303	3
Foreign exchange losses	539	47	(491)
Other	64	53	(11)
Total non-operating expenses	904	405	(499)
Ordinary loss	(2,205)	(1,166)	1,038
Extraordinary loss			
Loss on adjustment for changes of accounting standard for asset retirement obligations	28	—	(28)
Total extraordinary losses	28	—	(28)
Loss before income taxes and minority interests	(2,233)	(1,166)	1,066
Income taxes-current	57	277	219
Income taxes-deferred	(751)	(302)	448
Total income taxes	(693)	(25)	668
Loss before minority interests	(1,539)	(1,141)	398
Minority interests in income	38	14	(24)
Net loss	(1,578)	(1,155)	422