

<Translation>



August 4, 2014

Consolidated Financial Results for the First Quarter Ended June 30, 2014 <under Japanese GAAP>

Company Name: **Yushin Precision Equipment Co., Ltd.**
Listing: First Section of the Tokyo Stock Exchange
Securities code: 6482
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Scheduled date to submit quarterly report: August 12, 2014
Scheduled date to commence dividend payments: -
Preparation of supplementary materials on financial results: None
Holding of financial results briefing: None

(Amounts less than one million yen are omitted, unless otherwise noted)

1. Consolidated Business Results for the First Quarter Ended June 30, 2014 (from April 1, 2014 to June 30, 2014)

(1) Consolidated operating results (Cumulative)

(Percentages indicate year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2014	3,580	(4.2)	354	(18.4)	382	(31.2)	244	(25.0)
Three months ended June 30, 2013	3,736	7.6	434	85.4	555	75.1	326	74.4

Note: Comprehensive income

Three months ended June 30, 2014: 140 million yen [(74.8) %]

Three months ended June 30, 2013: 557 million yen [92.7%]

	Net income per share	Diluted net income per share
	Yen	Yen
Three months ended June 30, 2014	13.98	-
Three months ended June 30, 2013	18.64	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2014	25,857	21,969	84.4
As of March 31, 2014	26,252	21,875	82.9

Reference: Equity capital (Net assets less minority interests)

As of June 30, 2014: 21,823 million yen

As of March 31, 2014: 21,753 million yen

2. Cash Dividends

	Annual dividends per share				
	1Q	2Q	3Q	4Q	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2014	-	10.00	-	20.00	30.00
Year ending March 31, 2015	-				
Year ending March 31, 2015 (Forecast)		10.00	-	20.00	30.00

Note: Revisions to projected dividends most recently announced: None

**3. Consolidated Earnings Forecasts for the Year Ending March 31, 2015
(from April 1, 2014 to March 31, 2015)**

(Percentages indicate year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First six months ending September 30, 2014	9,000	7.4	1,260	14.2	1,350	6.2	900	16.9	51.46
Year ending March 31, 2015	19,500	8.9	3,100	11.0	3,500	13.1	2,100	10.9	120.09

Note: Revisions to projected results most recently announced: None

*** Notes**

(1) Changes in significant subsidiaries during the period (Changes in specified subsidiaries accompanying changes in scope of consolidation): None

Newly added: -

Excluded: -

(2) Adoption of the special accounting methods: Yes

Note: Please refer to "2. Other Information (Notes), (2) Adoption of special accounting methods for preparation of quarterly financial statements" on page 2 of [Attached Material] for further information.

(3) Changes in accounting policies, changes in accounting estimates, and restatement

- | | |
|---|------|
| 1) Changes in accounting policies due to revisions to accounting standards and other regulations: | Yes |
| 2) Changes in accounting policies due to other reasons: | None |
| 3) Changes in accounting estimates: | None |
| 4) Restatement: | None |

(4) Number of issued shares (Common stock)

1) Number of issued shares at the end of the period (including shares of treasury stock)

As of June 30, 2014 17,819,033 shares

As of March 31, 2014 17,819,033 shares

2) Number of shares of treasury stock at the end of the period

As of June 30, 2014 330,444 shares

As of March 31, 2014 330,197 shares

3) Average number of outstanding shares during the period

Three months ended June 30, 2014 17,488,722 shares

Three months ended June 30, 2013 17,489,513 shares

* Information regarding the implementation of quarterly review procedures

This quarterly financial information included in this summary is out of scope of quarterly review procedure under the Financial Instruments and Exchange Act. Quarterly review procedure under the Financial Instruments and Exchange Act has not been completed at the date of submission of this summary.

* Cautionary statement with respect to forward-looking statements and other special remarks

The forecasts above are based on the information currently available. A number of factors could cause actual results to differ materially from expectations.

For more information about these assumptions and notes regarding the use of earnings forecasts, please refer to “1. Qualitative Information on Quarterly Consolidated Financial Performance, (3) Explanation on the forecast information including consolidated earnings forecast and others” on page 2 of [Attached Material].

* Disclaimer

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1. Qualitative Information on Quarterly Consolidated Financial Performance

(1) Explanation on the business results

During the first quarter ended June 30th, 2014, since the US economy was on a gradual recovery trend and the Eurozone economy showed a sign of an upturn but economic growths in Asia and some emerging countries were slowing down, the world economy lacked dynamism. Regarding the industry related to the Yushin Group (hereinafter “the Group”), demands on the industry of automotive and IT devices for smartphones and etc. were strong and also demands for consumer goods and container industries increased.

In these circumstances, the Group maintained take-out robot sales a good condition but custom-ordered equipment sales decreased. As the results, consolidated net sales decreased by 4.2% year-on-year to 3,580 million yen. Operating income decreased by 18.4% year-on-year to 354 million yen, ordinary income decreased by 31.2% year-on-year to 382 million yen and net income for the period decreased by 25.0% year-on-year to 244 million yen.

Please note that from this fiscal year, the Group unified the reporting date of accounting period for preparing consolidated financial statements. If the previous method was applied to this first quarter, consolidated net sales slightly increased by 16 million yen.

Regarding orders received, take-out robots developed based on the concepts of a high-speed motion, vibration suppression and an energy saving were recognized its performance in many countries of the world and kept strong orders.

(2) Explanation on the financial condition

<Assets>

Total assets decreased by 394 million yen from the end of the previous fiscal year to 25,857 million yen. This was mainly due to increase of “Other” in “Property, plant and equipment” by 177 million yen and decrease of “Notes and accounts receivable - trade” by 692 million yen.

<Liabilities>

Total liabilities decreased by 487 million yen from the end of the previous fiscal year to 3,888 million yen. This was mainly due to decrease of 613 million yen in “Income taxes payable”.

<Net assets>

Net assets increased by 93 million yen from the end of the previous fiscal year to 21,969 million yen.

(3) Explanation on the forecast information including consolidated earnings forecast and others

No revisions for interim and full year have been made to consolidated earnings forecasts for the fiscal year ending March 31, 2015 released on May 9, 2014.

2. Other Information (Notes)

(1) Changes in significant consolidated subsidiaries

None

(2) Adoption of special accounting methods for preparation of quarterly financial statements

The effective tax rate on income before income tax for the consolidated fiscal year after the application of tax effect accounting is reasonably estimated, and this estimated rate is applied to net income for the quarterly period under review.

Income taxes–deferred are included in income taxes in the consolidated statements of income.

(3) Changes in accounting principles, accounting estimates and retrospective restatement

(Adoption of Accounting Standard for Retirement Benefits)

Effective from this first quarter of the fiscal year ending March 31st, 2015, the Group adopted the Accounting Standard for Retirement Benefits (Accounting Standards Board of Japan [ASBJ] Statement No. 26 issued on May 17, 2012; hereinafter “the Accounting Standard for Retirement Benefits”), and its Guidance on Accounting Standard for Retirement Benefits (ASBJ Guidance No. 25 issued on May 17, 2012; hereinafter “the Guidance on Retirement Benefits”) in accordance with article 35 of ASBJ Statement No. 26 and article 67 of ASBJ Guidance No. 25. The Group changed that the method for calculating retirement benefit obligation and service costs, the attribution method for projected retirement benefit from a straight-line basis to a benefit-formula basis and the

method for determination of a discount rate from based on the number of years that approximates average remaining service period of employees to based on a single weighted-average discount rate reflecting to the projected payment period for retirement benefits and the value of each projected payment period.

Regarding to the adoption of “the Accounting Standard for Retirement Benefits”, in accordance with transitional accounting as stipulated in Article 37 of “the Accounting Standard for Retirement Benefits”, the effect of the changes in the new method for calculating retirement benefit obligation and service costs is recognized as “Retained earnings” in consolidated balance sheet on the beginning of the first quarter.

As the result, “Net defined benefit asset” on the consolidated balance sheet increased 142,415 thousand yen and “Retained earnings” increased 91,858 thousand yen on the beginning of the first quarter of the current fiscal year. Also noted that the effect on profit and loss in the period ending June 30th, 2014 is considered to be minimal.

(4) Additional Information

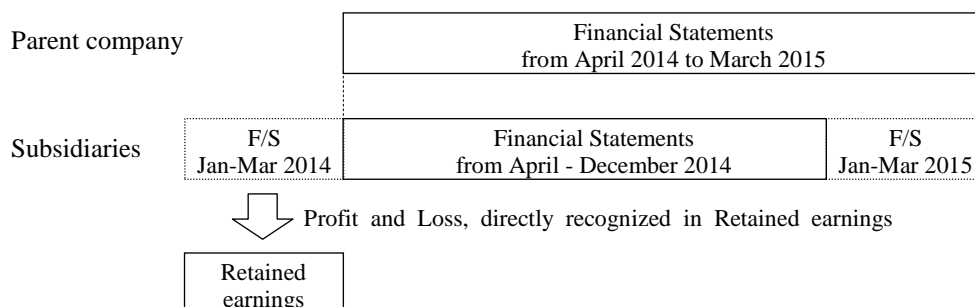
(Change in fiscal year of subsidiaries)

The date of closing accounting period for Yushin America, Inc. and all other consolidated subsidiaries was December 31st of the year until last fiscal year of the Group. Subsidiaries’ financial statements as of the closing date were used in preparation of the consolidated financial statements and adjustments considered necessary for consolidation were affected with respect to material transactions occurred during the period between the day after the account closing date of the subsidiaries and the consolidated account closing date.

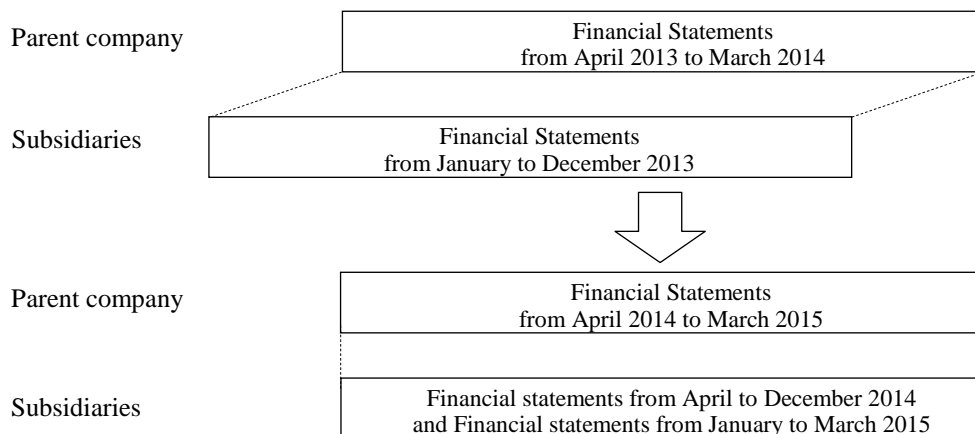
In order to provide more appropriate disclosure of consolidated financial statements, the Group altered the way of disclosure on the consolidated financial statements based on a unified accounting period. All subsidiaries prepare provisional settlements of account as of March 31st and those financial statements are taken into the consolidated financial statements from this first quarter of the fiscal year.

Profit and loss of all subsidiaries between January 1st, 2014 and March 31st, 2014 were directly recognized in “Retained earnings” of the consolidated financial statements.

[Procedure for consolidation in this fiscal year]



[Change of consolidation procedure]



3. Consolidated Financial Statements**(1) Consolidated balance sheets**

(Thousands of yen)

	As of March 31, 2014		As of June 30, 2014		Change Amount
	Amount	%	Amount	%	
<ASSETS>					
Current assets					
Cash and deposits	7,728,245		7,687,185		(41,060)
Notes and accounts receivable - trade	5,263,663		4,571,513		(692,149)
Merchandise and finished goods	837,873		917,099		79,225
Work in process	1,076,358		1,024,815		(51,542)
Raw materials and supplies	2,076,333		2,077,119		786
Deferred tax assets	519,500		489,571		(29,929)
Other	334,029		411,303		77,273
Allowance for doubtful accounts	(25,363)		(16,426)		8,937
Total current assets	17,810,640	67.8	17,162,181	66.4	(648,459)
Non-current assets					
Property, plant and equipment					
Buildings and structures	1,846,455		1,789,590		(56,864)
Land	5,640,928		5,639,489		(1,438)
Other	271,251		448,782		177,530
Total property, plant and equipment	7,758,635	29.6	7,877,862	30.5	119,227
Intangible assets	146,080	0.6	139,230	0.5	(6,849)
Investments and other assets					
Investment securities	230,176		248,254		18,078
Net defined benefit asset	107,464		249,879		142,415
Other	200,015		181,377		(18,637)
Allowance for doubtful accounts	(1,003)		(1,210)		(206)
Total investments and other assets	536,652	2.0	678,302	2.6	141,649
Total non-current assets	8,441,368	32.2	8,695,395	33.6	254,026
Total assets	26,252,009	100.0	25,857,576	100.0	(394,432)

(Thousands of yen)

	As of March 31, 2014		As of June 30, 2014		Change
	Amount	%	Amount	%	Amount
<LIABILITIES>					
Current liabilities					
Notes and accounts payable - trade	1,696,371		1,825,640		129,269
Accounts payable - other	633,809		583,934		(49,875)
Income taxes payable	767,962		154,117		(613,844)
Advances received	388,832		216,112		(172,720)
Provision for bonuses	214,000		116,000		(98,000)
Provision for directors' bonuses	34,500		6,000		(28,500)
Provision for product warranties	138,670		132,568		(6,101)
Other	233,757		505,535		271,778
Total current liabilities	4,107,905	15.7	3,539,909	13.7	(567,995)
Non-current liabilities					
Provision for directors' retirement benefits	66,780		66,780		-
Net defined benefit liability	33,938		34,947		1,008
Deferred tax liabilities	93,145		176,189		83,044
Other	74,314		70,510		(3,803)
Total non-current liabilities	268,178	1.0	348,427	1.3	80,249
Total liabilities	4,376,083	16.7	3,888,337	15.0	(487,746)
<NET ASSETS>					
Shareholders' equity					
Capital stock	1,985,666		1,985,666		-
Capital surplus	2,023,903		2,023,903		-
Retained earnings	17,758,839		17,941,599		182,759
Treasury stock	(350,265)		(350,931)		(666)
Total shareholders' equity	21,418,143	81.6	21,600,237	83.5	182,093
Accumulated other comprehensive income					
Valuation difference on available-for-sale securities	53,416		64,884		11,467
Foreign currency translation adjustment	242,279		118,207		(124,071)
Remeasurements of defined benefit plans	40,105		40,528		423
Total accumulated other comprehensive income	335,801	1.3	223,620	0.9	(112,180)
Minority interests	121,980	0.4	145,380	0.6	23,400
Total net assets	21,875,926	83.3	21,969,239	85.0	93,313
Total liabilities and net assets	26,252,009	100.0	25,857,576	100.0	(394,432)

(2) Consolidated statements of income and consolidated statements of comprehensive income**Consolidated statements of income**

	(Thousands of yen)				
	Three months ended June 30, 2013		Three months ended June 30, 2014		Change
	Amount	%	Amount	%	Amount
Net sales	3,736,098	100.0	3,580,559	100.0	(155,539)
Cost of sales	2,132,150	57.1	2,119,435	59.2	(12,715)
Gross profit	1,603,947	42.9	1,461,124	40.8	(142,823)
Selling, general and administrative expenses	1,169,275	31.3	1,106,556	30.9	(62,718)
Operating income	434,672	11.6	354,567	9.9	(80,105)
Non-operating income					
Interest income	3,978		3,206		(771)
Dividends income	2,234		2,453		219
Purchase discounts	3,384		2,551		(832)
Foreign exchange gains	104,857		9,834		(95,023)
Other	7,227		11,098		3,870
Total non-operating income	121,681	3.3	29,144	0.8	(92,537)
Non-operating expenses					
Sales discounts	254		532		277
Other	332		554		221
Total non-operating expenses	587	0.0	1,086	0.0	499
Ordinary income	555,767	14.9	382,625	10.7	(173,142)
Extraordinary income					
Gain on sales of non-current assets	1,302		135		(1,166)
Total extraordinary income	1,302	0.0	135	0.0	(1,166)
Extraordinary loss					
Loss on sales and retirement of non-current assets	0		1		1
Total extraordinary losses	0	0.0	1	0.0	1
Income before income taxes and minority interests	557,068	14.9	382,758	10.7	(174,310)
Income taxes	199,682	5.3	126,757	3.5	(72,925)
Income before minority interests	357,386	9.6	256,001	7.1	(101,385)
Minority interests in income	31,384	0.8	11,471	0.3	(19,912)
Net income	326,002	8.7	244,530	6.8	(81,472)

Consolidated statements of comprehensive income

	(Thousands of yen)		
	Three months ended June 30, 2013	Three months ended June 30, 2014	Change
Income before minority interests	357,386	256,001	(101,385)
Other comprehensive income			
Valuation difference on available-for-sale securities	190	11,467	11,276
Foreign currency translation adjustments	199,569	(127,468)	(327,037)
Remeasurements of defined benefit plans, net of tax	-	423	423
Total other comprehensive income	199,759	(115,577)	(315,337)
Comprehensive income	557,146	140,423	(416,722)
Comprehensive income attributable to owners of the parent	509,643	132,349	(377,294)
Comprehensive income attributable to minority interests	47,502	8,074	(39,428)

(3) Notes related to consolidated financial statements**< Notes related to going concern assumption >**

None

< Notes in the event of significant changes in shareholders' equity >

None

< Segment information >

FY2014 1Q (from April 1, 2013 to June 30, 2013)

Information related to sales and profit or loss for each reportable segment

(Thousands of yen)

	Reportable segment				Total	Adjustment *1	Amounts shown on quarterly consolidated statements of income *2
	Japan	U.S.A.	Asia	Europe			
Net sales							
Sales to customers	2,012,417	602,026	820,426	301,228	3,736,098	-	3,736,098
Inter-segment sales	1,233,742	3,124	77,088	1,409	1,315,365	(1,315,365)	-
Total	3,246,159	605,150	897,515	302,638	5,051,463	(1,315,365)	3,736,098
Segment profit	193,036	89,049	106,352	108,544	496,982	(62,310)	434,672

*Notes 1: The (62,310) thousand yen adjustment to segment profit includes eliminations for inter-segment transactions of 1,702 thousand yen and inventory adjustments of (64,012) thousand yen.

*Notes 2: Segment profit is adjusted to be consistent with operating income shown on the consolidated statements of income.

FY2015 1Q (from April 1, 2014 to June 30, 2014)

Information related to sales and profit or loss for each reportable segment

(Thousands of yen)

	Reportable segment				Total	Adjustment *1	Amounts shown on quarterly consolidated statements of income *2
	Japan	U.S.A.	Asia	Europe			
Net sales							
Sales to customers	1,650,456	610,839	1,230,984	88,278	3,580,559	-	3,580,559
Inter-segment sales	1,023,099	3,431	56,406	26	1,082,964	(1,082,964)	-
Total	2,673,556	614,270	1,287,391	88,305	4,663,524	(1,082,964)	3,580,559
Segment profit (loss)	57,833	83,911	203,669	(26,693)	318,721	35,846	354,567

*Notes 1: The 35,846 thousand yen adjustment to segment profit (loss) is inventory adjustments.

*Notes 2: Segment profit (loss) is adjusted to be consistent with operating income shown on the consolidated statements of income.

4. Supplemental Information**(1) Orders, backlog and sales**

a. Orders

1) Order received

(Thousands of yen)

Products	FY2014 1Q	FY2015 1Q	Change (%)
Take-out robots	3,254,775	3,537,806	108.7
Custom-ordered equipment	609,743	269,649	44.2
Parts and maintenance service	587,292	713,072	121.4
Total	4,451,811	4,520,528	101.5

2) Backlog of orders

(Thousands of yen)

Products	As of June 30, 2013	As of June 30, 2014	Change (%)
Take-out robots	2,283,675	2,321,003	101.6
Custom-ordered equipment	378,947	649,001	171.3
Parts and maintenance service	176,132	168,969	95.9
Total	2,838,754	3,138,974	110.6

b. Net sales

(Thousands of yen)

Products	FY2014 1Q	FY2015 1Q	Change (%)
Take-out robots	2,598,052	2,701,510	104.0
Custom-ordered equipment	580,638	219,297	37.8
Parts and maintenance service	557,407	659,751	118.4
Total	3,736,098	3,580,559	95.8

(2) Overseas Sales

FY2014 1Q (from April 1, 2013 to June 30, 2013)

(Thousands of yen)

	North America	Asia	Europe	Other areas	Total
I Overseas sales	631,579	1,658,727	374,426	84,075	2,748,809
II Consolidated net sales					3,736,098
III Ratio of overseas sales to consolidated net sales (%)	16.9	44.4	10.0	2.3	73.6

FY2015 1Q (from April 1, 2014 to June 30, 2014)

(Thousands of yen)

	North America	Asia	Europe	Other areas	Total
I Overseas sales	525,472	1,738,565	157,345	156,552	2,577,935
II Consolidated net sales					3,580,559
III Ratio of overseas sales to consolidated net sales (%)	14.7	48.6	4.4	4.4	72.0