

Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2010 (April 1, 2010 - December 31, 2010)

February 3, 2011

Company Name: Yushin Precision Equipment Co., Ltd.

Securities Code No.: 6482 URL <http://www.yushin.com>

Listing Exchanges: Tokyo, Osaka stock exchanges, first section

Representative: Mayumi Kotani, President

Contact: Satoshi Kimura, Senior Managing Director

Phone: (81)-75-933-9168

Scheduled date of filing of quarterly report: February 14, 2011

Starting date of dividend payment: -

Note: This document has been translated from the Japanese original as a guide to non-Japanese investors and contains forward-looking statements that are based on managements' estimates, assumptions and projections at the time of publication.

A number of factors could cause actual results to differ materially from expectations. Amounts shown in this financial statement have been rounded down to the nearest million yen or thousand of yen.

(Figures shown are rounded down to the nearest million yen)

1. Consolidated Business Results for the Nine Months Ended December 31, 2010

(April 1, 2010 – December 31, 2010)

(1) Consolidated Results of Operations

	Net sales		Operating income		Ordinary income	
	¥ millions	%	¥ millions	%	¥ millions	%
Nine months ended December 31, 2010	8,818	(9.3)	697	9.3	665	(8.1)
Nine months ended December 31, 2009	9,727	(42.0)	638	(77.8)	724	(74.8)

	Net income		Net income per share	Net income per share/diluted
	¥ millions	%	Yen	Yen
Nine months ended December 31, 2010	412	2.9	23.59	
Nine months ended December 31, 2009	400	(72.4)	22.92	

(Note) Changes in net sales, operating income, ordinary income and net income from previous fiscal year are shown in percentage on a year-on-year basis.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	¥ millions	¥ millions	%	Yen
As of December 31, 2010	21,551	18,225	84.4	1,039.72
As of March 31, 2010	20,593	18,115	87.8	1,034.11

(Reference) Shareholders' Equity: 18,185 million yen as of December 31, 2010, 18,087 million yen as of March 31, 2010

2. Dividends

Record date	Dividends per share				
	1Q	2Q	3Q	4Q	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31,2010	-	10.00	-	5.00	15.00
Year ending March 31,2011	-	5.00	-		
Year ending March 31,2011 (Forecast)				13.00	18.00

Note: Revisions to projected dividends during the nine months ended December 31, 2010: None

3. Consolidated Forecast for the Year Ending March 31, 2011 (April 1, 2010 – March 31, 2011)

	Net sales		Operating income		Ordinary income		Net income		Net income per hare
	¥ millions	%	¥ millions	%	¥ millions	%	¥ millions	%	Yen
Annual	13,450	8.7	1,022	35.7	1,125	29.0	704	44.4	40.25

Note: Revisions to projected results during the nine months ended December 31, 2010: None

4. Others (Please refer to “2. Other Information” on page 2 of the attached documents for further information)

(1) Changes in consolidated subsidiaries during the period: None

Newly added: - Excluded: -

Note: Changes in specified subsidiaries affecting the scope of consolidation during the period

(2) Adoption of the simplified accounting methods and special accounting methods: Yes

Note: Application of simplified accounting methods and special accounting methods for presenting quarterly consolidated financial statements

(3) Changes in accounting principles, procedures and presentation methods, etc.

(i) Changes caused by revision of accounting standards: Yes

(ii) Other changes: None

Note: Changes in accounting principles, procedures and presentation methods, etc. for presenting quarterly consolidated financial statements described in “Changes in the Significant Accounting Policies for the Preparation of Quarterly Consolidated Financial Statements”

(4) Issued and outstanding shares

Total number of issued shares at December 31, 2010; 17,819,033 shares

March 31, 2010; 17,819,033 shares

Treasury stock at December 31, 2010; 328,435shares

March 31, 2010; 327,772 shares

Weighted average number of shares for the nine months ended December 31, 2010; 17,490,834shares

For the nine months ended December 31, 2009; 17,491,561 shares

* Information regarding the implementation of quarterly review procedures

The current quarterly financial statements are exempted from quarterly review procedures based on the Financial Instruments and Exchange Act. At the time of disclosure, we have not completed the review process for these consolidated statements.

* Cautionary statement with respect to forward-looking statements

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

Contents of Attachments

1. Qualitative Information on Quarterly Consolidated Financial Performance	2
(1) Qualitative Information Regarding Consolidated Result of Operation	2
(2) Qualitative Information Regarding Consolidated Financial Position	2
(3) Qualitative Information Regarding Prospects for Consolidated Financial Results	2
2. Other Information	2
(1) Changes in the Significant Subsidiaries during this Quarterly Period(due to Changes in the Scope of Consolidation)	2
(2) Adoption of Simplified Accounting Methods and Accounting Methods of Used Specifically for Quarterly Consolidated Financial Statements	2
(3) Changes in Accounting Principles, Procedures, and Methods of Presentation, etc., in Preparation of the Quarterly Consolidated Financial Statements	2
3. Consolidated Financial Statements	3
(1) Consolidated Balance Sheets	3
(2) Consolidated Statements of Income	5
(3) Notes regarding assumption of continuing operations	6
(4) Segment information	6
(5) Notes in the event of significant changes in shareholders' equity	7
4. Supplementary Information	8
(1) Order Receiving and Sales	8
(2) Overseas Sales	8

1. Qualitative Information on Quarterly Consolidated Financial Performance

(1) Qualitative Information Regarding Consolidated Result of Operation

During the nine months ended December 31, 2010, although the economic trend of China and the other emerging countries in Asia showed an expansion mainly by domestic demand-led; corporate earnings recovery in the United States was not accompanied with increase of the employment and in Europe the financial deterioration in several EU member nations made the cause for concern. Standstill state of the economy continued in Japan by the severe environment in employment and income and by the sustained deflation and yen's appreciation since last summer.

As for industries related to Yushin, in Asia sales for IT and electronic device field was in good condition and the demand in the car industry showed a recovery trend and also the demand in the medical products and the sundry products field remained strong.

Under these circumstances, Yushin has strengthened sales activity in general-purpose machines by the remained strong demand in the United States and Asia and by the special automation needs in the background of elevated labor cost in China.

Sales of the custom ordered equipments have decreased from the corresponding period of previous year due to the decrease in backlog of orders in the end of last Fiscal Year.

As a result, order received and backlog of orders increased and our net sales on a consolidated basis was ¥8,818 million. Operating income was ¥697 million, ordinary income was ¥665 million and net income was ¥412 million.

(2) Qualitative Information Regarding Consolidated Financial Position

Current assets increased by ¥1,079 million from the end of the previous fiscal year to ¥17,602 million. This was due to the increase of ¥800 million in trade notes and accounts receivable and the increase of ¥255 million in raw material and supplies by the recovery of sales orders.

With little change in fixed assets, total assets increased by ¥957 million to ¥21,551 million.

Current liabilities increased by ¥853 million from the end of the previous fiscal year to ¥3,196 million. Trade notes payable and accounts payable increased by ¥715 million.

With little change in long-term liabilities, total liabilities increased by ¥847 million to ¥3,325 million.

Net assets increased by ¥110 million to ¥18,225 million, due to the rise of retained earnings by ¥237 million.

(3) Qualitative Information Regarding Prospects for Consolidated Financial Results

No revision has made for the prospects for the fiscal year ending March 31, 2011 which were announced on May 11, 2010.

2. Other Information

(1) Changes in the Significant Subsidiaries during this Quarterly Period(due to Changes in the Scope of Consolidation):

None

(2) Adoption of Simplified Accounting Methods and Accounting Methods of Used Specifically for Quarterly Consolidated Financial Statements:

1. Simplified Accounting Methods :

None

2. Accounting Methods of Used Specifically for Quarterly Consolidated Financial Statements: Corporate income tax and other taxes are calculated based on estimated effective statutory tax rate for this fiscal year. Income taxes-differed is included in Corporate income tax and other taxes.

(3) Changes in Accounting Principles, Procedures, and Methods of Presentation, etc., in Preparation of the Quarterly Consolidated Financial Statements:

Beginning with the first quarter of the fiscal year ending March 31, 2011, the Company has applied "Accounting Standard for Asset Retirement Obligations"(ASBJ Statement No.18) and "Guidance on Accounting Standard for Asset Retirement Obligations" (ASBJ Guidance No.21).The effect of this change on quarterly consolidated financial statements was none.

3. Consolidated Financial Statements
(1) Consolidated Balance Sheets

(¥ thousands)

Account	Term	Third quarter of 2010 (As of December 31, 2010)	Previous year (As of March 31, 2010)	Change
		Amount	Amount	Amount
(ASSETS)				
I	Current assets	17,602,300	16,522,543	1,079,756
	Cash and time deposits	9,263,391	9,431,530	(168,139)
	Trade notes and accounts receivable	4,084,186	3,283,520	800,666
	Securities	900,000	900,000	-
	Merchandise and products	611,060	436,823	174,236
	Work-in-process	662,690	560,152	102,538
	Raw material and supplies	1,522,983	1,267,609	255,374
	Accrued refunded corporation tax	-	234,400	(234,400)
	Deferred tax assets	310,633	284,914	25,719
	Others	264,075	137,804	126,271
	Allowance for doubtful receivables	(16,721)	(14,210)	(2,510)
II	Fixed assets	3,948,818	4,071,254	(122,436)
	Property, plant and equipment	3,276,934	3,333,704	(56,770)
	Buildings and structures	1,009,190	1,090,737	(81,547)
	Land	2,045,933	2,049,327	(3,394)
	Others	221,810	193,639	28,171
	Intangible assets	105,165	159,565	(54,400)
	Investments and other assets	566,718	577,984	(11,265)
	Investment securities	253,118	278,894	(25,776)
	Deferred tax assets	67,044	43,221	23,822
	Others	284,672	299,679	(15,007)
	Allowance for bad debt	(38,116)	(43,811)	5,695
Total		21,551,118	20,593,798	957,319

(¥ thousands)

Account	Term	Third quarter of 2010 (As of December 31, 2010)	Previous year (As of March 31, 2010)	Change
		Amount	Amount	Amount
(LIABILITIES)				
I Current liabilities		3,196,353	2,342,359	853,994
Trade notes and accounts payables		2,173,639	1,458,106	715,533
Accounts payables – other		326,876	256,714	70,162
Income tax payable		127,782	30,554	97,227
Accrued employees' bonuses		90,000	210,000	(120,000)
Accrued bonuses to directors and corporate auditors		15,000	10,898	4,102
Warranty reserve		124,327	135,172	(10,844)
Others		338,727	240,914	97,813
II Long-term liabilities		129,515	136,212	(6,696)
Liabilities for retirement benefits to directors and corporate auditors		66,780	66,780	-
Others		62,735	69,432	(6,696)
Total liabilities		3,325,869	2,478,572	847,297
(NET ASSETS)				
I Shareholders' equity		18,594,654	18,358,040	236,613
Common stock		1,985,666	1,985,666	-
Capital surplus		2,023,903	2,023,903	-
Retained earnings		14,932,188	14,694,569	237,619
Treasury stock – at cost		(347,104)	(346,098)	(1,005)
II Valuation and translation adjustments		(409,372)	(270,114)	(139,258)
Unrealized gain on available for sale securities		51,480	68,374	(16,894)
Foreign currency translation adjustments		(460,853)	(338,489)	(122,363)
III Minority interests		39,967	27,300	12,667
Total net assets		18,225,249	18,115,226	110,022
Total		21,551,118	20,593,798	957,319

(2) Consolidated Statements of Income

(¥ thousands)

Account	Term	Nine months ended December 31, 2009 (April 1, 2009 to December 31, 2009)	Nine months ended December 31, 2010 (April 1, 2010 to December 31, 2010)	Change
		Amount	Amount	Amount
I	Net sales	9,727,812	8,818,724	(909,087)
II	Cost of sales	6,355,954	5,336,699	(1,019,255)
	Gross profit	3,371,857	3,482,025	110,167
III	Selling, general and administrative expenses	2,733,230	2,784,127	50,896
	Operating income	638,627	697,898	59,270
IV	Non-operating income	89,662	64,111	(25,550)
	Interest income	52,100	33,673	(18,426)
	Dividend income	3,611	3,958	347
	Purchase discount	4,966	6,116	1,149
	Foreign exchange gain	9,858	-	(9,858)
	Others	19,125	20,364	1,238
V	Non-operating expenses	3,641	96,393	92,752
	Foreign exchange loss	-	94,251	94,251
	Loss on termination of lease	2,421	211	(2,209)
	Others	1,219	1,930	710
	Ordinary income	724,647	665,616	(59,031)
VI	Extraordinary income	2,782	748	(2,034)
	Gain on sales of fixed assets	2,782	-	(2,782)
	Gain on sales of investment securities	-	748	748
VII	Extraordinary losses	4,678	287	(4,390)
	Loss on disposals and sales of property	4,678	287	(4,390)
	Income before income taxes and minority interests	722,751	666,076	(56,675)
	Income taxes	321,252	243,414	(77,838)
	Income before minority interests	-	422,662	422,662
	Minority interests in net income	630	10,132	9,501
	Net income	400,868	412,529	11,661

(3) Notes regarding assumption of continuing operations: None

(4) Segment information

a. Industrial segment information: we have only one industrial segment: Elision

b. Geographical segment information

Nine months ended December 31, 2009 (April 1, 2009 to December 31, 2009)

(¥ thousands;rounded down)

	Japan	North America	Asia	Europe	Total	Eliminations	Consolidated
Sales							
Sales to customers	8,165,202	902,182	479,605	180,821	9,727,812	-	9,727,812
Inter-segment sales	998,845	3,896	88,528	8,594	1,099,865	(1,099,865)	-
Total	9,164,047	906,078	568,134	189,415	10,827,677	(1,099,865)	9,727,812
Operating income	724,352	(76,228)	(61,488)	12,123	598,759	39,867	638,627

c. Overseas sales

Nine months ended December 31, 2009 (April 1, 2009 to December 31, 2009)

(¥ thousands;rounded down)

	North America	Asia	Europe	Other areas	Total
I Overseas sales	2,839,952	1,580,906	1,749,915	78,993	6,249,767
II Consolidated sales	-	-	-	-	9,727,812
III Ratio of overseas sales on consolidated sales (%)	29.2	16.2	18.0	0.8	64.2

Segment Information

1. Overview of reportable segment

Segments used for financial reporting are the Company's constituent units for which separate financial information is available and for which the Board of Directors performs periodic studies for the purposes of determining the allocation of resources and evaluating performance.

Yushin carries out the development, production, sales, and after-sales maintenance of take-out robots for injection-molded products and peripheral equipment, including labour-saving systems. In the domestic market, these operations are handled by the Company; overseas markets—North America, Asia (South Korea, Taiwan, Malaysia, Singapore, Thailand, China, and India), and Europe (UK and Slovakia)—are serviced by local subsidiaries, including Yushin America Inc. (US), Yushin Korea Co., Ltd. (South Korea), and Yushin Automation Limited (Europe). The local subsidiaries are independently managed units, with separately drafted strategies and activities.

Accordingly, Yushin's operations, based on its production, sales, and after-sales maintenance setups, are geographically grouped into four reportable segments: Japan, North America, Asia, and Europe.

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

Nine months ended December 31, 2010 (April 1 to December 31, 2010) (Units: ¥thousands; rounded down)

	Reportable segment				Total	Adjustment *1	Amounts shown on quarterly consolidated statements of income *2
	Japan	North America	Asia	Europe			
Sales							
(1) Sales to customers	6,162,910	1,210,738	1,292,496	152,578	8,818,724	-	8,818,724
(2) Inter-segment sales	2,198,978	3,559	180,410	9,125	2,392,074	(2,392,074)	-
Total	8,361,889	1,214,298	1,472,907	161,704	11,210,799	(2,392,074)	8,818,724
Segment profit (loss)	476,819	107,211	178,675	(3,504)	759,202	(61,304)	697,898

Notes:

1. The ¥(61,304) thousand adjustment to segment loss includes eliminations for inter-segment transactions of ¥13,567 thousand and inventory adjustments of ¥(74,871) thousand.

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

(Additional information)

Beginning with the first quarter of the current fiscal year, the "Accounting Standard for Disclosures about Segments of an Enterprise and Related Information" (ASBJ Statement No. 17, March 27, 2009) and "Guidance on the Accounting Standard for Disclosures about Segments of an Enterprise and Related Information" (ASBJ Guidance No. 20, March 21, 2008) have been applied.

(5) Notes in the event of significant changes in shareholders' equity: None

4. Supplementary Information

(1) Order receiving and Sales

a. Order

1) Order received

(¥ thousands; rounded down)

Products	Nine months ended December 31, 2009	Nine months ended December 31, 2010	Changes
			Ratio (%)
Take-out robots	4,468,688	7,108,808	159.1
Custom-ordered equipments	1,130,390	1,159,090	102.5
Parts and maintenance services	1,110,506	1,379,521	124.2
Total	6,709,585	9,647,420	143.8

2) Backlog of orders

(¥ thousands; rounded down)

Products	Nine months ended December 31, 2009	Nine months ended December 31, 2010	Changes
			Ratio (%)
Take-out robots	1,020,083	1,731,090	169.7
Custom-ordered equipments	475,257	486,536	102.4
Parts and maintenance services	99,738	136,372	136.7
Total	1,595,080	2,353,999	147.6

b. Net sales

(¥ thousands; rounded down)

Products	Nine months ended December 31, 2009	Nine months ended December 31, 2010	Changes
			Ratio (%)
Take-out robots	4,032,431	6,340,176	157.2
Custom-ordered equipments	4,499,293	1,013,582	22.5
Parts and maintenance services	1,196,087	1,464,966	122.5
Total	9,727,812	8,818,724	90.7

(2) Overseas sales

Nine months ended December 31, 2009 (April 1, 2009 to December 31, 2009)

(¥ thousands; rounded down)

	North America	Asia	Europe	Other areas	Total
I Overseas sales	2,839,952	1,580,906	1,749,915	78,993	6,249,767
II Consolidated sales	-	-	-	-	9,727,812
III Ratio of overseas sales on consolidated sales (%)	29.2	16.2	18.0	0.8	64.2

Nine months ended December 31, 2010 (April 1, 2010 to December 31, 2010)

(¥ thousands; rounded down)

	North America	Asia	Europe	Other areas	Total
I Overseas sales	1,273,205	3,287,036	427,467	124,800	5,112,509
II Consolidated sales	-	-	-	-	8,818,724
III Ratio of overseas sales on consolidated sales (%)	14.4	37.3	4.9	1.4	58.0