

<Translation>



February 5, 2014

## **Consolidated Financial Results for the Nine Months Ended December 31, 2013 <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: February 14, 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 Nine Months Ended December 31, 2013 (From April 1, 2013 to December 31, 2013)**

#### **(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	%
Nine months ended								
December 31, 2013	12,821	20.5	1,894	101.6	2,090	105.9	1,332	116.2
December 31, 2012	10,642	(0.8)	939	(2.8)	1,015	7.8	616	8.8

Note: Comprehensive income

Nine months ended December 31, 2013: 1,712 million yen [146.8%]

Nine months ended December 31, 2012: 693 million yen [ 53.9%]

	Net income per share	Diluted net income per share
Nine months ended	Yen	Yen
December 31, 2013	76.18	-
December 31, 2012	35.24	-

#### **(2) Consolidated financial position**

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2013	25,000	21,051	83.7
As of March 31, 2013	23,744	19,865	83.4

Reference: Equity capital (Net assets less minority interests)

As of December 31, 2013: 20,912 million yen

As of March 31, 2013: 19,791 million yen

**2. Cash Dividends**

	Annual dividends per share				
	1Q	2Q	3Q	4Q	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2013	-	10.00	-	20.00	30.00
Year ending March 31, 2014	-	10.00	-		
Year ending March 31, 2014 (Forecast)				10.00	20.00

Note: Revisions to projected dividends most recently announced: None

The dividend of 20.00 yen per share for the fourth quarter–end of the fiscal year ended March 31, 2013

- Ordinary dividend of 10.00 yen per share
- 40<sup>th</sup> anniversary commemorative dividend of 10.00 yen per share

**3. Consolidated Earnings Forecasts for the Year Ending March 31, 2014  
(From April 1, 2013 to March 31, 2014)**

(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
Year ending March 31, 2014	17,200	16.8	2,240	49.5	2,580	47.7	1,500	34.6	85.77

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: None
- 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 December 31, 2013 17,819,033 shares

As of March 31, 2013 17,819,033 shares

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

As of December 31, 2013 330,079 shares

As of March 31, 2013 329,376 shares

3) Average number of outstanding shares during the period

Nine months ended December 31, 2013 17,489,382 shares

Nine months ended December 31, 2012 17,489,915 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

In the nine month ended December 2013, the economic recovery of the United States was significant and the economy of Asian countries had also picked up accompanying with the recovery. However, the European economy was still struggling caused by the debt crisis and in some countries there were some unstable political situations. Thus, the world economy also had some concern. Regarding the industries relating to Yushin Group, the demand on automotive industry was strong, and the demands on industries of IT devices and consumer goods also increased. And there were some improvements of the investment for the equipment in Japan following strong overseas markets. The Japanese economy seemed to have entered into a recovery phase.

In these circumstance, Yushin Group increased unit sales of main products, take-out robots which were developed based on the concepts of an energy saving, vibration suppression and a high-speed motion, and which have been recognized its performance in many countries all over the world. Especially, sales in the United States, China and South Korea were maintained a good condition and orders from new customers significantly increased. And Yushin Group has received results of cost reduction activities as like local purchases and making up production systems. As the results, consolidated net sales increased by 20.5% year-on-year to 12,821 million yen. And operating income increased by 101.6% year-on-year to 1,894 million yen, ordinary income increased by 105.9% year-on-year to 2,090 million yen and net income for the period increased by 116.2% year-on-year to 1,332 million yen.

### (2) Explanation on the financial condition

#### <Assets>

Total assets increased by 1,255 million yen from the end of the previous fiscal year to 25,000 million yen. This was due to decrease of Cash and deposits by 781 million yen and increase of Land by 1,674 million yen.

#### <Liabilities>

Total liabilities increased by 69 million yen from the end of the previous fiscal year to 3,948 million yen.

#### <Net assets>

Net assets increased by 1,186 million yen from the end of the previous fiscal year to 21,051 million yen. This was mainly due to the increase of Retained earnings by 807 million yen.

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

No revision for full year has been made to consolidated earnings forecasts for the fiscal year ending March 31, 2014 released on November 5, 2013.

## 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

None

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

	(Thousands of yen)				
	As of March 31, 2013		As of December 31, 2013		Change
	Amount	%	Amount	%	Amount
<b>&lt;ASSETS&gt;</b>					
<b>Current assets</b>					
Cash and deposits	7,345,829		6,564,814		(781,014)
Notes and accounts receivable - trade	4,601,853		4,860,889		259,035
Short-term investment securities	300,000		-		(300,000)
Merchandise and finished goods	1,077,587		1,287,796		210,208
Work in process	1,142,033		1,189,247		47,214
Raw materials and supplies	1,808,738		2,071,436		262,697
Deferred tax assets	392,745		423,108		30,363
Other	370,154		271,749		(98,405)
Allowance for doubtful accounts	(16,073)		(17,435)		(1,361)
<b>Total current assets</b>	<b>17,022,868</b>	<b>71.7</b>	<b>16,651,606</b>	<b>66.6</b>	<b>(371,261)</b>
<b>Noncurrent assets</b>					
<b>Property, plant and equipment</b>					
Buildings and structures	1,954,861		1,811,011		(143,849)
Land	3,953,407		5,628,080		1,674,673
Other	228,151		263,744		35,593
<b>Total property, plant and equipment</b>	<b>6,136,420</b>	<b>25.9</b>	<b>7,702,837</b>	<b>30.8</b>	<b>1,566,416</b>
<b>Intangible assets</b>	<b>100,007</b>	<b>0.4</b>	<b>132,562</b>	<b>0.5</b>	<b>32,554</b>
<b>Investments and other assets</b>					
Investment securities	246,287		274,257		27,970
Deferred tax assets	6,144		6,937		792
Other	233,423		232,833		(590)
Allowance for doubtful accounts	(686)		(932)		(245)
<b>Total investments and other assets</b>	<b>485,169</b>	<b>2.0</b>	<b>513,096</b>	<b>2.1</b>	<b>27,927</b>
<b>Total noncurrent assets</b>	<b>6,721,597</b>	<b>28.3</b>	<b>8,348,496</b>	<b>33.4</b>	<b>1,626,898</b>
<b>Total assets</b>	<b>23,744,465</b>	<b>100.0</b>	<b>25,000,102</b>	<b>100.0</b>	<b>1,255,636</b>

(Thousands of yen)

	As of March 31, 2013		As of December 31, 2013		Change
	Amount	%	Amount	%	Amount
<b>&lt;LIABILITIES&gt;</b>					
<b>Current liabilities</b>					
Notes and accounts payable - trade	1,719,798		2,029,918		310,120
Accounts payable - other	907,062		521,730		(385,331)
Income taxes payable	280,914		273,265		(7,648)
Advances received	264,646		356,838		92,191
Provision for bonuses	192,000		104,000		(88,000)
Provision for directors' bonuses	19,720		20,500		780
Provision for product warranties	127,013		133,984		6,970
Other	188,950		223,503		34,553
<b>Total current liabilities</b>	<b>3,700,105</b>	<b>15.6</b>	<b>3,663,741</b>	<b>14.7</b>	<b>(36,363)</b>
<b>Noncurrent liabilities</b>					
Provision for directors' retirement benefits	66,780		66,780		-
Other	111,957		217,646		105,688
<b>Total noncurrent liabilities</b>	<b>178,737</b>	<b>0.7</b>	<b>284,426</b>	<b>1.1</b>	<b>105,688</b>
<b>Total liabilities</b>	<b>3,878,843</b>	<b>16.3</b>	<b>3,948,168</b>	<b>15.8</b>	<b>69,324</b>
<b>&lt;NET ASSETS&gt;</b>					
<b>Shareholders' equity</b>					
Capital stock	1,985,666		1,985,666		-
Capital surplus	2,023,903		2,023,903		-
Retained earnings	16,390,498		17,198,099		807,600
Treasury stock	(348,598)		(349,967)		(1,369)
<b>Total shareholders' equity</b>	<b>20,051,469</b>	<b>84.5</b>	<b>20,857,701</b>	<b>83.4</b>	<b>806,231</b>
<b>Accumulated other comprehensive income</b>					
Valuation difference on available-for-sale securities	58,239		75,504		17,264
Foreign currency translation adjustment	(317,906)		(20,576)		297,330
<b>Total accumulated other comprehensive income</b>	<b>(259,667)</b>	<b>(1.1)</b>	<b>54,927</b>	<b>0.2</b>	<b>314,595</b>
Minority interests	73,819	0.3	139,305	0.6	65,485
<b>Total net assets</b>	<b>19,865,622</b>	<b>83.7</b>	<b>21,051,934</b>	<b>84.2</b>	<b>1,186,312</b>
<b>Total liabilities and net assets</b>	<b>23,744,465</b>	<b>100.0</b>	<b>25,000,102</b>	<b>100.0</b>	<b>1,255,636</b>

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

(Thousands of yen)

	Nine months ended December 31, 2012		Nine months ended December 31, 2013		Change Amount
	Amount	%	Amount	%	
Net sales	10,642,784	100.0	12,821,096	100.0	2,178,312
Cost of sales	6,592,308	61.9	7,440,850	58.0	848,542
Gross profit	4,050,475	38.1	5,380,246	42.0	1,329,770
Selling, general and administrative expenses	3,110,838	29.3	3,485,913	27.2	375,074
Operating income	939,636	8.8	1,894,332	14.8	954,695
Non-operating income					
Interest income	14,474		12,743		(1,730)
Dividends income	4,592		4,297		(294)
Purchase discounts	7,853		9,050		1,196
Foreign exchange gains	32,077		154,526		122,449
Other	19,201		16,421		(2,780)
Total non-operating income	78,199	0.7	197,039	1.5	118,840
Non-operating expenses					
Sales discounts	710		691		(18)
Other	1,701		250		(1,450)
Total non-operating expenses	2,411	0.0	942	0.0	(1,469)
Ordinary income	1,015,424	9.5	2,090,429	16.3	1,075,005
Extraordinary income					
Gain on sales of noncurrent assets	38		1,664		1,625
Total extraordinary income	38	0.0	1,664	0.0	1,625
Extraordinary loss					
Loss on sales and retirement of noncurrent assets	873		23,459		22,586
Total extraordinary losses	873	0.0	23,459	0.2	22,586
Income before income taxes and minority interests	1,014,589	9.5	2,068,634	16.1	1,054,045
Income taxes	340,029	3.2	683,098	5.3	343,069
Income before minority interests	674,560	6.3	1,385,535	10.8	710,975
Minority interests in income	58,301	0.5	53,247	0.4	(5,053)
Net income	616,258	5.8	1,332,287	10.4	716,029



## Consolidated statements of comprehensive income

(Thousands of yen)

	Nine months ended December 31, 2012	Nine months ended December 31, 2013	Change
Income before minority interests	674,560	1,385,535	710,975
Other comprehensive income			
Valuation difference on available-for-sale securities	2,423	17,264	14,841
Foreign currency translation adjustments	16,825	309,568	292,743
Total other comprehensive income	19,248	326,833	307,585
Comprehensive income	693,808	1,712,368	1,018,560
(Details)			
Comprehensive income attributable to owners of the parent	634,858	1,646,883	1,012,024
Comprehensive income attributable to minority interests	58,950	65,485	6,535

**(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 >**

Nine Months of FY2013 (from April 1, 2012 to December 31, 2012)

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	6,245,179	1,473,876	2,598,552	325,175	10,642,784	-	10,642,784
Inter-segment sales	2,559,019	4,007	191,807	3,686	2,758,520	(2,758,520)	-
Total	8,804,199	1,477,883	2,790,360	328,861	13,401,305	(2,758,520)	10,642,784
Segment profit	571,058	137,293	270,103	5,511	983,967	(44,330)	939,636

\*Notes 1: The (44,330) thousand yen adjustment to segment profit includes eliminations for inter-segment transactions of 20,642 thousand yen and inventory adjustments of (64,973) thousand yen.

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

Nine Months of FY2014 (from April 1, 2013 to December 31, 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	6,883,061	2,005,574	3,476,965	455,494	12,821,096	-	12,821,096
Inter-segment sales	2,963,626	14,594	216,430	7,770	3,202,421	(3,202,421)	-
Total	9,846,688	2,020,168	3,693,395	463,264	16,023,518	(3,202,421)	12,821,096
Segment profit	876,237	345,175	635,264	83,476	1,940,153	(45,821)	1,894,332

\*Notes 1: The (45,821) thousand yen adjustment to segment profit includes eliminations for inter-segment transactions of 4,404 thousand yen and inventory adjustments of (50,225) thousand yen.

\*Notes 2: Segment profit 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	Nine Months of FY2013	Nine Months of FY2014	Change (%)
Take-out robots	7,827,748	9,670,656	123.5
Custom-ordered equipments	1,062,452	2,239,570	210.8
Parts and maintenance service	1,832,877	1,933,645	105.5
Total	10,723,078	13,843,872	129.1

## 2) Backlog of orders

(Thousands of yen)

Products	As of December 31, 2012	As of December 31, 2013	Change (%)
Take-out robots	1,780,243	2,162,895	121.5
Custom-ordered equipments	679,321	813,677	119.8
Parts and maintenance service	202,065	169,244	83.8
Total	2,661,629	3,145,817	118.2

## b. Net sales

(Thousands of yen)

Products	Nine Months of FY2013	Nine Months of FY2014	Change (%)
Take-out robots	7,642,420	9,134,713	119.5
Custom-ordered equipments	1,210,960	1,775,735	146.6
Parts and maintenance service	1,789,403	1,910,648	106.8
Total	10,642,784	12,821,096	120.5

**(2) Overseas Sales**

Nine Months of FY2013 (from April 1, 2012 to December 31, 2012)

(Thousands of yen)

	North America	Asia	Europe	Other areas	Total
I Overseas sales	1,519,854	5,058,918	410,338	121,018	7,110,130
II Consolidated net sales					10,642,784
III Ratio of overseas sales to consolidated net sales (%)	14.3	47.5	3.9	1.1	66.8

Nine Months of FY2014 (from April 1, 2013 to December 31, 2013)

(Thousands of yen)

	North America	Asia	Europe	Other areas	Total
I Overseas sales	2,018,561	5,731,196	939,852	330,276	9,019,887
II Consolidated net sales					12,821,096
III Ratio of overseas sales to consolidated net sales (%)	15.7	44.7	7.3	2.6	70.3