



NICHIDAI CORPORATION

Summary of Consolidated Financial Results for the 2nd Quarter Ended September 30, 2011

November 4, 2011

Company name: NICHIDAI CORPORATION

Listed Stock Exchange: Osaka Securities Exchange

Code number: 6467

(URL <http://www.nichidai.jp>)

Company Representative: Motonobu Furuya, President & CEO

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Reporting date of financial statements: November 14, 2011

Commencement date of dividend payment: December 1, 2011

(Rounded down to the nearest million yen.)

1. Consolidated Financial Results for the 2nd Quarter Ended September 30, 2011 (From April 1, 2011 to September 30, 2011)

(1) Consolidated Operating Results (Total)

(% indicates changes in net sales compared with preceding same period.)

	Net sales		Operating Income		Ordinary Income		Net Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
For the 2 nd Quarter								
Ended Sept. 30, 2011	5,726	26.5	277	75.4	247	61.1	149	11.1
Ended Sept. 30, 2010	4,526	46.8	158	—	153	—	134	—

(Note) Comprehensive income FY 2012 for the 2nd Quarter 140 million yen (14.5%)

FY 2011 for the 2nd Quarter 122 million yen (- %)

	EPS		Adjusted EPS	
	Yen	Sen	Yen	Sen
For the 2 nd Quarter				
Ended Sept. 30, 2011	16	53	—	—
Ended Sept. 30, 2010	14	88	—	—

(2) Consolidated Financial Position

	Total Assets		Net Assets		Shareholders' Equity Ratio	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
Ended Sept. 30, 2011	12,805	52.2	7,034	52.2		
FY 2011	12,370	53.5	6,948	53.5		

(Ref.) Shareholders' Equity FY 2012 for the 2nd Quarter 6,690 million yen FY 2011 6,619 million yen

2. Dividends

	Dividends per Share									
	End of 1 st Quarter		End of 2 nd Quarter		End of 3 rd Quarter		Year End		Full Year	
	Yen	Sen	Yen	Sen	Yen	Sen	Yen	Sen	Yen	Sen
FY 2011	—	—	3	00	—	—	6	00	9	00
FY 2012	—	—	6	00						
FY2012 (Forecast)					—	—	6	00	12	00

(Note) Change made in forecast of dividends: N/A

3. Consolidated Forecast for the Year Ending March 2012 (From April 1, 2011 to March 31, 2012)

(% indicates changes in net sales, operating income, etc compared with preceding same period.)

	Net sales		Operating Income		Ordinary Income		Net Income		EPS	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen	Sen
Full Year	12,500	21.3	880	25.1	800	17.4	500	0.8	55	24

(Note) Change made in Consolidated Forecast: N/A

We will inform you promptly if it becomes clear that the flood in Thailand will have a serious impact on our business results.

4. Others

(1) Changes of important subsidiaries during the period (changes in specified subsidiaries that involve changes in the scope of consolidation): N/A

(2) Adoption of any simplified way of accounting method or any accounting procedure specific to the preparation of quarterly financial statements: N/A

(3) Changes in accounting principle, procedure or method associated with preparing the consolidated of quarterly financial results

① Changes resulting from revision of accounting policy N/A

② Changes other than ① N/A

(4) Number of outstanding shares (ordinary shares)

① Number of outstanding shares at the end of the term (including treasury stocks)

Ended Sept. 30, 2011 9,053,300 shares FY 2011 9,053,300 shares

② Number of treasury stocks at the end of the term

Ended Sept. 30, 2011 1,757 shares FY 2011 1,701 shares

③ Average number of outstanding shares during the period

Ended Sept. 30, 2011 9,051,571 shares Ended Sept. 30, 2010 9,051,618 shares

※ Explanation regarding appropriate use of business forecasts and other special instructions

The above forecasts of operating results are based on the information available at the time this document was released, and actual operating results may differ from these forecasts due to various factors.

1. Qualitative Information on the Second Quarter Financial Results

(1) Qualitative information on consolidated business results

During the six months ended September 30, 2011, in the Japanese automobile industry, or our primary customer, the domestic production, which experienced a rapid decline due to supply chain disruptions in the aftermath of the East Japan Great Earthquake, picked up sharply after June and kept the upward trend in the second quarter.

Amid such circumstances, in the Net-Shape Business, the Forging Die Division enjoyed a substantial rise in domestic sales in the second quarter, despite the differences in the level of recovery from customer to customer, after the steep decline in the first quarter. As a consequence, overall segment sales amounted to 2,640 million yen (up 5.4% year-on-year).

Sales of the Assembly Business soared at both Japanese and Thai production bases fueled by the booming demand for VG turbocharger parts for the European market continued from the first quarter, resulting in overall segment sales of 2,455 million yen (up 62.6% year-on-year).

The Filter Business also increased sales to 630 million yen (up 23.6% year-on-year) thanks to robust sales for the healthcare and other domestic markets along with a recovery in demand for the overseas oil drilling market.

As a result of the above, consolidated sales for the period under review totaled 5,726 million yen (up 26.5% year-on-year).

With regard to income, while in the Net-Shape Business the decline in sales of dies for the domestic market after the Earthquake reduced ordinary income, this was covered by increases in profits of the Assembly Business and the Filter Business. Consequently, operating income was 277 million yen (up 75.4% year-on-year), ordinary income of 247 million yen (up 61.1% year-on-year) and net income of 149 million yen (up 11.1% year-on-year).

(2) Qualitative information on consolidated financial position

[1] Summary of assets, liabilities and net assets

Total assets at the end of the second quarter consolidated accounting period under review increased by 435 million yen from the end of the previous consolidated fiscal year to 12,805 million yen. The increase is mainly attributable to increases of 207 million yen in cash and deposits and 287 million yen in inventories. A decrease of 139 million yen in notes and accounts receivable is also reflected.

Total liabilities increased by 348 million yen from the end of the previous consolidated fiscal year to 5,771 million yen. Primary factors contributing to the increase are increases of 91 million yen in accounts payable, 167 million yen in borrowings and 68 million yen in allowance for bonus.

Net assets increased by 86 million yen from the end of the previous consolidated fiscal year to 7,034 million yen, reflecting net income of 149 million yen and other factors. Equity ratio was 52.2%.

[2] Summary of cash flows

Cash and cash equivalents (hereinafter, "cash") at the end of the second quarter consolidated accounting period under review increased by 207 million yen from the end of the previous consolidated fiscal year to 1,552 million yen.

(Cash Flows from Operating Activities)

Net cash provided by operations amounted to 382 million yen (up 261.3% year-on-year). This is the amount obtained after having deducted factors contributing to decreases which include: an increase of 293 million yen in inventories, a decrease of 77 million yen in others such as accrued consumption tax and 54 million yen of payment of income taxes from factors contributing to increases which include: 244 million yen of net income before taxation, 249 million yen of depreciation, an increase of 69 million yen in allowance for bonus, a decrease of 130 million yen in trade receivables and an increase of 100 million yen of accounts payable.

(Cash Flows from Investing Activities)

Net cash used in investment amounted to 245 million yen (up 98.6% year-on-year). The increase is mainly attributable to an expenditure of 221 million yen for acquisition of tangible fixed assets, such as expansion of the Filter Business production base and replacement of facility for the Net-Shape Business in Japan.

(Cash Flows from Financing Activities)

Net cash provided by financing activities amounted to 96 million yen (down 11.2% year-on-year). This is the amount obtained after having deducted factors contributing to decrease which include: a net decrease of 464 million yen in short-term loan, an expenditure of 664 million yen in payment of long-term debt and 53 million yen of dividend payment from factors contributing to increases which include 1,300 million yen of proceeds from long-term debt.

(3) Qualitative Information regarding Forecast of Consolidated Financial Results

No revisions have been made to the forecast of consolidated financial results that was announced on July 27, 2011.