



NICHIDAI CORPORATION
Summary of Consolidated Financial Results
 For the 1st Quarter Ended June 30, 2008

August 4, 2008

Nichidai Corporation

(JASDAQ • Securities Code: 6467)

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

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(Rounded to millions of Japanese Yen)

1. Financial Results for the 1st Quarter Ended June 30, 2008. (From April 1, 2008 to June 30, 2008)

(1) Consolidated Operating Results (Percentage indicates changes in net sales, operating income, etc 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 1 st Quarter Ended June. 30, 2008	3,149	—	216	—	218	—	134	—
Ended June. 30, 2007	3,063	(4.0)	266	(△4.4)	249	(△1.5)	123	(△11.0)

	E P S			Adjusted EPS
	Yen			Yen
For the 1 st Quarter Ended June. 30, 2008	14.84			—
Ended June. 30, 2007	13.70			13.67

(Note) Adjusted EPS for Ended June. 30 2008 is not described, because of no residual securities.

(2) Financial Position (Consolidated)

	Total Assets	Net Assets	Shareholder' s Equity	BPS
	Millions of Yen	Millions of Yen	%	Yen
For the 1 st Quarter Ended June. 30, 2008	12,432	6,695	53.2	730.94
FY2008	11,738	6,738	56.5	733.33

(Ref.) Shareholder' s Equity: Ended June. 30, 2008 6,616 Millions of Yen Ended March. 31, 2008 6,637 Millions of Yen

2. Dividends

(Record Date)	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 2008	—	—	8	00	—	—	8	00	16	00
FY 2009	—	—	—	—	—	—	—	—	—	—
FY2009 (Forecast)	—	—	8	00	—	—	8	00	16	00

(Note) Change made in forecast of dividends: none

3. Consolidated Forecast for the Year Ending March 2009 (From April 1, 2008 to March 31, 2009)

(Percentage indicates changes compared with the previous year for full year)

	Net sales		Operating Income		Ordinary Income		Net Income		EPS
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
The second quarter total	6,300	—	570	—	520	—	270	—	29.83
Full Year	12,900	2.6	1,210	0.4	1,100	2.4	560	32.6	61.87

4. Other

(1) Changes of important subsidiaries during the period (changes in specified subsidiaries that involve changes in the scope of consolidation) Yes

New Two subsidiaries (Company Name : NICHIDAI PRECISION CORPORATION, NICHIDAI (THAILAND) LTD.)

(2) Adoption of any easy 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 financial results

① Changes resulting from revision of accounting policy Applicable

② Changes other than ① N/A

(3) Number of outstanding shares (ordinary shares)

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

Ended June. 30, 2008 9,053,300 shares FY 2008 9,053,300 shares

② Number of treasury stocks at the end of the term

Ended June. 30, 2008 1,555 shares FY 2008 1,504 shares

③ Average number of outstanding shares during the period

Ended June. 30, 2008 9,051,745 shares FY 2008 9,049,276 shares

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

1. There are no revisions to the full-year consolidated business forecasts announced on May 1, 2008. The above-mentioned forecasts were prepared based on information available as of the day on which this material was announced. Therefore, actual future performance may differ from the forecasts due to various factors.

2. Beginning this consolidated financial year, the “Accounting Standard for Quarterly Financial Reporting” (ASBJ Statement No.12) and the “Guidance on Accounting Standard for Quarterly Financial Reporting” (ASBJ Guidance No.14) have been applied. Quarterly consolidated financial statements have also been prepared in accordance with the “Rules for quarterly consolidated financial statements” .

Qualitative Information and Financial Statements

1. Qualitative information regarding consolidated business results

During the first quarter consolidated accounting period under review, there was a growing trend of export and overseas production unit driven by the strong demand for emerging markets in the domestic automobile industry, despite slow sales in the North American market affected by soaring crude oil.

Under these circumstances, the Forging Die Division, Net-Shape Business, recorded healthy domestic sales supported mainly by increased production of mass-producing forging dies for engine parts for our key users in the Chubu region. Overseas, while the North American market saw sluggish growth due to worsened business confidence, sales were virtually according to plan buoyed by increased sales for the Asian region, especially for India, where Japanese automobile parts manufacturers are expanding their businesses. The Precision-Forged Goods Division also achieved sales almost as planned. Consequently, sales of the Net-Shape Business amounted to 1,994 million yen.

As for the Assembly Business, as the current period falls during the period for change of VG turbo charger parts type in preparation for the enforcement of the environmental regulation "EURO5", sales were 830 million yen almost as originally planned.

In the Filter Business, although the production of oil drilling filters at THAI SINTERED MESH CO., LTD., which started full-fledged operation in March 2008, did well enough to exceed the plan, sales of Nichidai Filter Corporation fell short of the plan affected by the decelerating domestic market. Consolidated sales of the Filter Business, therefore, fell slightly below the plan to 324 million yen (up 3.0% over the same period a year earlier).

As a result of the above, consolidated sales totaled 3,149 million yen (up 2.8%).

On the income front, while sales growth of forging dies brought an increase in earnings of the Net-Shape Business, the Assembly Business recorded a drop in sales and the Filter Business suffered from lower operating rate caused by domestic sales decline and rising price materials. As a consequence, consolidated ordinary income was 218 million yen (down 12.3%) and quarterly consolidated net income was 134 million yen (up 8.3%).

Please note that year-on-year comparison for the Net-Shape Business and the Assembly Business are not shown due to the change of business segment effective from the first quarter consolidated accounting period under review.

2. Qualitative information regarding consolidated financial position

(1) Summary of assets, liabilities and net assets

Total assets during the first quarter consolidated accounting period under review increased by 694 million yen over the end of the previous period to 12,432 million yen.

Taking a look at current assets, notes and accounts receivable increased by 690 million yen, and fixed assets increased by 8 million yen through capital investment and depreciation.

With regard to liabilities, site acquisition and construction of the factory of NICHIDAI (THAILAND) LTD. caused interest-bearing debt to increase by 794 million yen over the end of the previous period to 4,039 million yen.

In the first quarter under review, net income was 134 million yen which resulted in equity ratio of 53.2%, and total net assets amounted to 6,695 million yen.

(2) Summary of cash flows

Cash and cash equivalents (hereinafter "cash") during the first quarter consolidated accounting period under review increased by 7 million yen from the same period a year earlier to 665 million yen.

(Cash Flows from Operating Activities)

Net cash spent by operations amounted to 447 million yen. This was resulted from 244 million yen of net income before taxation, 151 million yen of allowance for depreciation, increase of 162 million yen in allowance for bonus, deduction for 699 million yen in increase of notes and accounts receivable, 205 million yen in corporate tax.

(Cash Flows from Investing Activities)

Net cash expenditures in investment amounted to 294 million yen due primarily to the expenditure for fixed assets—acquisition of land of NICHIDAI (THAILAND) LTD., production equipment of domestic production site.

(Cash Flows from Financing Activities)

Net cash provided in financing activities amounted to 771 million yen due mainly to 859 million yen of increase of short-term bond.

3. Qualitative information regarding consolidated business forecasts

There are no revisions to the second quarter consolidated total and full-year business forecasts announced on May 1, 2008.