


NICHIDAI CORPORATION
Summary of Financial Results for the Ended March 31, 2009

May 1, 2009

Company name: Nichidai Corporation

Listed Stock Exchange: JASDAQ

Code number: 6467

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

Company Representative: Motonobu Furuya, President & CEO

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Annual shareholders' meeting: June 25, 2009

Reporting date of financial statements: —

(Rounded down to the nearest million yen.)

1. Consolidated Financial Results for the Year Ended March 31, 2009 (From April 1, 2008 to March 31, 2009)
(1) Consolidated Operating Results(Total)

(% = Year-on-year change)

	Net sales		Operating Income		Ordinary Income		Net Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
FY 2009	10,394	△17.4	315	△73.9	190	△82.2	205	△51.3
FY 2008	12,577	4.0	1,205	5.8	1,073	2.6	422	△22.2

	EPS		Adjusted EPS		Return on Equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
	Yen	Sen	Yen	Sen	%	%	%
FY 2009	22	73	—	—	3.1	1.6	3.0
FY 2008	46	67	46	67	6.5	9.0	9.6

(Ref.) Gain or loss on investment by equity method

FY 2009 —million yen

FY 2008 —million yen

(2) Consolidated Financial Position

	Total Assets		Net Assets		Shareholders' Equity Ratio	BPS	
	Millions of Yen		Millions of Yen		%	Yen	Sen
FY 2009	11,522		6,848		57.2	728	08
FY 2008	11,738		6,738		56.5	733	33

(Ref.) Shareholders' Equity

FY 2009 6,590 million yen

FY 2008 6,637 million yen

(3) Consolidated Statements of Cash Flows

	Operating Activities	Investing Activities	Financing Activities	Cash & Cash Equivalents at the end of the period
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
FY 2009	1,033	△632	395	1,320
FY 2008	1,389	△573	△981	658

2. Dividends

(Record Date)	Dividends per Share						Total Dividends (Full Year)	Payout Ratio (Consolidated)	Dividend on Equity Ratio (Consolidated)
	End of 1 st Quarter	End of Interim Period	End of 3 rd Quarter	Year End	Full Year	Full Year			
FY 2008	Yen — Sen —	Yen 8 Sen 00	Yen — Sen —	Yen 8 Sen 00	Yen 16 Sen 00	Millions of Yen 144	% 34.3	% 2.2	
FY 2009	— —	8 00	— —	0 00	8 00	72	35.2	1.1	
FY 2010 (Forecast)	— —	0 00	— —	0 00	0 00	—	—	—	

3. Consolidated Forecast for the Year Ending March 2010 (From April 1, 2009 to March 31, 2010)

(Percentage indicates changes compared with the previous year for full year, and changes compared with the interim period of the previous year for interim period.)

	Net sales		Operating Income		Ordinary Income		Net Income		EPS	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen	Sen
6months ended	3,100	△50.4	△485	—	△540	—	△360	—	△39	77
Full Year	7,500	△27.8	△490	—	△610	—	△400	—	△44	19

4. Others

(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.)

Exclusion One subsidiary (Company Name : NICHIDAI AMERICA CORPORATION)

(2) Changes in accounting principle, procedure or method associated with preparing the consolidated financial results (to be stated in the changes of important items that form the basis of the consolidated financial results)

① Changes resulting from revision of accounting policy Applicable

② Changes other than ① Applicable

(3) Number of outstanding shares (ordinary shares)

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

FY 2009 9,053,300 shares FY 2008 9,053,300 shares

② Number of treasury stocks at the end of the term

FY 2009 1,643 shares FY 2008 1,504 shares

(Ref.) Overview of non-consolidated operating results

1. Non-Consolidated Operating Results for the FY 2009 (From April 1, 2008 to March 31, 2009)

(1) Non-Consolidated Operating Results

(% = Year-on-year change)

	Net sales		Operating Income		Ordinary Income		Net Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
FY 2009	5,904	—	177	—	89	—	173	—
FY 2008	11,050	4.1	1,111	10.9	989	12.0	315	—

	EPS		Adjusted EPS	
	Yen	Sen	Yen	Sen
FY 2009	19	19	—	—
FY 2008	34	84	34	84

*Percentage is not indicated as the Assembly Division was spinned off as of April.1, 2008.

(2) Non-Consolidated Financial Position

	Total Assets		Net Assets		Shareholders' Equity Ratio		BPS	
	Millions of Yen		Millions of Yen		%	Yen	Sen	
FY 2009	9,315		6,312		67.8	697	44	
FY 2008	10,500		6,292		59.9	695	16	

(Ref.) Shareholders' Equity

FY 2009 6,312 million yen FY 2008 6,292 million yen

2. Non-Consolidated Forecast for the Year Ending 2010 (From April 1, 2009 to March 31, 2010)

(Percentage indicates changes compared with the previous year for full year, and changes compared with the interim period of the previous year for interim period.)

	Net sales		Operating Income		Ordinary Income		Net Income		EPS	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen	Sen
6months ended	1,660	△54.8	△400	—	△450	—	△270	—	△29	83
Full Year	4,000	△32.3	△460	—	△560	—	△345	—	△38	11

* Explanation of appropriate use of the forecast 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. Operating Results

(1) Analysis on Operating Results

1) Overview of operating results for the year ended March 31, 2009

During the consolidated financial year under review, although the domestic automobile industry, or our key customer, had been producing cars virtually more than the previous year until the first half of the current year, a rapid decline in the number of cars sold across the world caused by the worsening economy originating from the U.S. financial crisis forced it into inventory adjustment, putting the production units at record low levels after January 2009.

Under these circumstances, sales of the Forging Die Division, the Net-Shape Business, had remained almost according to the original plan until the first-half year. From the second-half year onward, however, things have turned around due to the worsening economy. The main users here and abroad started to adjust production, causing sales to drop sharply after the fourth quarter. The Precision-Forged Goods Division, which manufactures automobile-related parts such as scroll forged goods, posted sales similar to that of the Forging Die Division. Consequently, sales of the Net-Shape Business amounted to 6,232 million yen (down 17.4% from a year ago).

The Assembly Business generated sales as planned in the first-half year. However, steep declines in the European automobile market, which is the main customer of VG turbocharger parts, from the second-half year onward pushed down sales to 2,811 million yen (down 26.2% from a year ago).

Meanwhile, the Filter Business enjoyed brisk sales of 1,350 million yen (up 10.7% from a year ago). This sales increase is attributable to the less impact of the worsening economy as this segment is not heavily dependent on the automobile industry compared with others, as well as to the growth of oil drilling filters manufactured and marketed by THAI SINTERED MESH CO., LTD. After the fourth quarter, however, the effects of declining production of the oil drilling filters due to declining crude oil prices and substantially decreasing capital investment in the Japanese market have started to set in.

As a result of the above, consolidated sales totaled 10,394 million yen (down 17.4% from a year ago).

In terms of income, operating income was 315 million yen (down 73.9% from a year ago), and ordinary income was 190 million yen (down 82.2% from a year ago). The stagnant automobile industry caused the Net-Shape Business and the Assembly Business to deliver considerably lower sales after the fourth quarter onward, with an operating loss registered in the fourth quarter.

Net income was 205 million yen (down 51.3% from a year ago). Although we posted net loss before taxation of 262 million yen after the recognition of an extraordinary loss from the sale of NICHIDAI AMERICA CORPORATION (hereinafter, "NAC"), our U.S. subsidiary, tax-effect accounting was applied to the operating loss for tax purposes, allowing us to post deferred tax assets.

2) Forward-looking statement for the next financial year

For the next financial year, while the automobile industry, or our key customer, is expected to complete inventory adjustment in the first-half year, the worldwide demand for automobile will fall short of a full-scale recovery, resulting in slow production growth. On the other hand, approach to the Chinese and other emerging economies' automobile markets, where early recovery is anticipated, will be enhanced and also the development toward the spread of environment-responsive cars will make progress.

In light of such situation, continuing on from the previous term, there will be no signs of picking up in the first-half year, however, we expect the Nichidai group to recover in stages after the second-half year. We will carry out measures to ride out such harsh business environment in each business segment, thus further promote our businesses.

In the Net-Shape Business, our initiatives include to reduce costs through enhanced production engineering, to continue the "Manufacturing Reform Project" activities we did in the previous year and to advance "visualization" of the production process, thus aiming for shortening of deliver times. We will also set up a special sales division within the Net-Shape Business Department to deal with precision-forged dies and precision-forged goods for manufacturing large-sized car parts, which are behind in precision forging, intended

for American parts manufacturers in the North American region where being.

As for the Assembly Business, besides launching a cost reduction project in order to halt the deterioration in profitability due to drastic production cutbacks, we will embark on an approach to develop next-generation products for gasoline turbo. In addition, in view of the mid-to-long term turbocharger market's condition, we will work to go into full-scale operation at the factory of NICHIDAI (THAILAND) LTD. (hereinafter, "NDT") within the current financial year.

In the Filter Business, we will strive to look for new filter applications and new customers and to seek multiple use of sintering furnace including materials other than stainless, thereby making up for decreases in existing demand and posting a full-year profit.

As a result of the above, we foresee the sales of 7,500 million yen (down 27.8% from a year ago). Regarding income, although we will strive to reduce costs in each business segment, sales are expected to fall much below the previous year's level. We, therefore, forecast operating loss of 490 million yen, ordinary loss of 610 million yen and net loss of 400 million yen.