

Highlights of Consolidated Financial Results for the First Three Months of the Fiscal Year Ending March 2011

Both net sales and income increased year on year.

Net sales	225.9 billion yen	11.0%	up
Operating income	4.3 billion yen	80.9%	up
Ordinary income	3.7 billion yen	119.0%	up
Net income	2.2 billion yen	177.7%	up

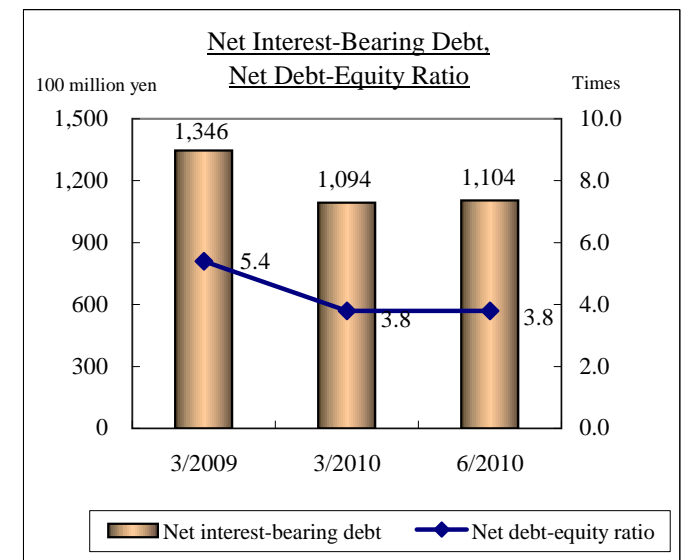
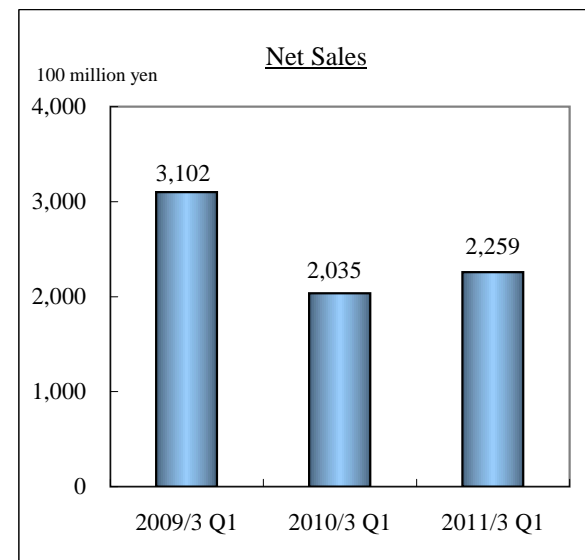
On a consolidated basis							Net sales/Gross trading profit Both net sales and gross trading profit increased, particularly in Electronics & IT and Foods & Foodstuff, owing to a recovery in demand in Japan and overseas.	
(Unit: 100 million yen)		Q1 of FY2009	Q1 of FY2010	Year-on-year		FY2010		
				Change	Change (%)	Forecasts		Change (%)
Net sales		2,035	2,259	224	11.0%	8,500	26.6%	Operating income Operating income increased with the rise in gross trading profit and the reduction in selling, general and administrative expenses.
Gross trading profit		177	184	7	3.9%	-	-	
SG&A expenses		153	141	-12	-8.0%	-	-	
Operating income		24	43	19	80.9%	150	28.7%	Ordinary income Ordinary income expanded, partly helped by a slight improvement in non-operating income.
	Dividends received	3	2	-1	-	-	-	
	Interest	-9	-9	0	-	-	-	
	Gains or losses on equity-method investments	-4	-2	2	-	-	-	
	Others	3	3	0	-	-	-	
Non-operating income/loss		-7	-6	1	-	-	-	Net income Net income increased substantially year on year, thanks to higher income at each level down to ordinary income, despite the posting of extraordinary losses due to the effect of applying the accounting standard for asset retirement obligations.
Ordinary income		17	37	20	119.0%	100	37.0%	
Extraordinary gain		5	3	-2	-	-	-	
Extraordinary loss		-5	-8	-3	-	-	-	
Income (loss) before income taxes		17	32	15	92.8%	-	-	
Income taxes and minority interests		-9	-10	-1	-	-	-	
Net income		8	22	14	177.7%	45	48.9%	

Assets, Liabilities and Net Assets					<p>Total assets</p> <p>Total assets increased 3.4 billion yen, mainly reflecting a rise in operating assets associated with the recovery of trading volume.</p> <p>Interest-bearing debt</p> <p>Gross interest-bearing debt remained flat.</p> <p>Net interest-bearing debt increased 1.0 billion yen, influenced by a decline in cash and bank deposits primarily due to an increase in funds for transactions.</p> <p>Total net assets</p> <p>Total net assets increased 0.2 billion yen, as accumulated deficit was eliminated by posting net income, although valuation and translation adjustments deteriorated due to foreign exchange movements.</p> <p>As a result, the equity ratio remained flat at 7.3%, and the net debt-equity ratio was unchanged at 3.8.</p>
(Unit: 100 million yen)	3/2010	6/2010	Comparison with 3/2010		
			Change	Change (%)	
Total assets	3,986	4,020	34	0.8%	
Gross interest-bearing debt	1,931	1,931	0	-	
Net interest-bearing debt	1,094	1,104	10	0.9%	
<div>Equity capital</div> <div>(Retained earnings)</div> <div>Valuation and translation adjustments</div> <div>Minority interests</div>	545	567	22	4.0%	
	-3	19	22	-	
	-256	-274	-18	-	
	169	168	-1	-0.7%	
Total net assets	458	460	2	0.6%	
Shareholder's equity (Note 1)	289	293	4	1.3%	
Shareholder's equity ratio (Note 2)	7.3%	7.3%	0.0%	-	
Net debt-equity ratio (Note 3)	3.8 times	3.8 times	0	-	

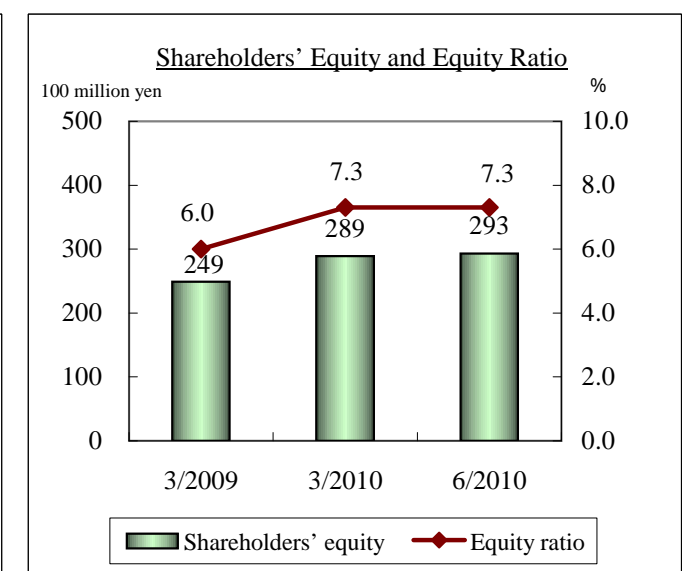
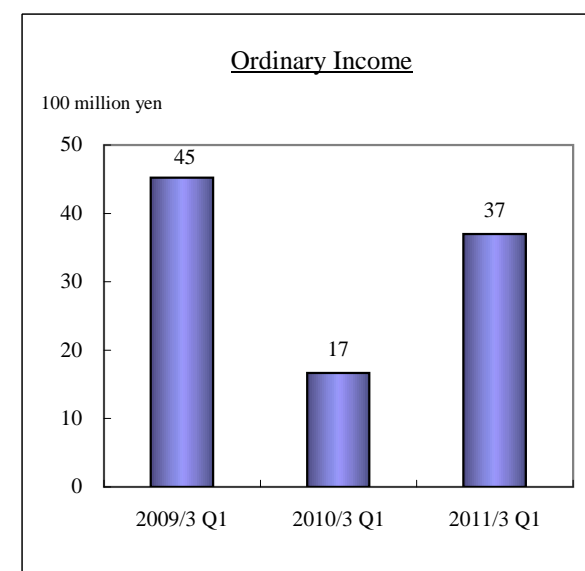
(Note 1) Shareholder's equity = Total net assets - Minority interests

(Note 2) Shareholder's equity ratio = Shareholder's equity / Total assets

(Note 3) Net debt-equity ratio = Net interest-bearing debt / Equity capital



Segment information							Electronics & IT: Both net sales and income increased	
(Unit: 100 million yen)		Net sales (net external sales)			Operating income			Operating income increased as a result of the improvement of the semiconductor equipment business, aided by a recovery in demand for semiconductors, steady growth in the aerospace business and the mobile solutions business, and cost cutting in the ICT solutions business.
		Q1 of FY2009	Q1 of FY2010	Change	Q1 of FY2009	Q1 of FY2010	Change	
	Electronics & IT	541	628	87	7	23	16	Foods & Foodstuff: Both net sales and income increased The foods business remained solid due to healthy growth in sales of processed agricultural products and beverage ingredients. In the foodstuff business, grain and feedstuff transactions generally remained strong, and the pet-related business steadily expanded.
	Foods & Foodstuff	667	716	49	6	12	6	
	Iron & Steel	219	235	16	11	6	-5	
	Machinery & Plant	138	135	-3	-3	0	3	
	Environment & Materials	433	504	71	1	1	0	
Total for reportable segments		1,998	2,218	220	22	42	20	Iron & Steel: Net sales increased but income declined Although transactions of automobile wire rods and iron ore were strong, transactions for North America declined and some steel plates for the Middle East had a hard time under intensified competition due to the weaker currencies in South Korea and Europe.
Other (including adjustment)		37	40	3	2	1	-1	Machinery & Plant: Net sales declined but loss narrowed Transactions involving automobile parts for China and transactions related to plants for the Middle East remained solid. However, the overall business performance was weak due to poor market conditions.
Grand total		2,035	2,259	224	24	43	19	Environment & Materials: Net sales increased but income remained flat The overall business performance, including the export of raw materials for car batteries and sales of lubricant oils and raw materials for resin, remained solid. Sales of colostrums products were strong, and the export of generic drugs recovered. In the energy business, profitability declined due to reduced domestic demand and falling product prices.



* Business segments were reclassified and renamed from the current fiscal year and presented retroactive to the previous fiscal year.

* Results forecasts and forward-looking statements in this document assume information available to the Company as of the date of the announcement and estimates based on rational assumptions. Please note that actual results may differ materially from the forecasts presented here, depending on various factors.

* Since the figures above are rounded off to the nearest 100 million yen, the sum of each item and the total may differ.