

FY2009 3rd Quarter Consolidated Financial Results

(Amounts are rounded to the nearest million yen)

Consolidated Results for FY2009 3rd Quarter (January 1, 2009 through September 30, 2009)

Consolidated financial results

(% of change from previous 3rd quarter)

	Net Sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY2009 3Q	34,755	-	444	-	412	-	(237)	-
FY2008 3Q	46,487	(8.2)	5,205	(23.0)	5,141	(13.4)	3,416	(7.6)

	Quarterly Net income(loss) per share - Basic	Quarterly net income per share - Diluted
	yen	yen
FY2009 3Q	(8.67)	-
FY2008 3Q	121.55	-

Consolidated financial position

	Total assets	Total net assets	Ratio of net assets	Net assets per share
	Million yen	Million yen	%	Yen
FY2009 3Q	45,900	31,782	69.2	1,157.78
FY2008	49,176	33,126	67.4	1,206.77

Cash dividends

	Cash dividends per share				
	End of 1st quarter	End of 2nd quarter	End of 3rd quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
FY2008	-	25.00	-	25.00	50.00
FY2009	-	15.00	-	TBD	TBD
FY2010 (forecast)	-	-	-	-	-

Forecast for year-end cash dividends : to be decided

Forecast of consolidated results for FY2009 (January 1, 2009 through December 31, 2009)

(% of change from FY2008)

	Net Sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
FY2009	51,000	(18.4)	2,500	(59.7)	2,500	(57.2)	1,100	(63.7)	40.07

(Note) Revision to the forecast of consolidated results in the current quarter : none

Consolidated quarterly Financial Statements

Consolidated quarterly balance sheets

(Amount: thousands of yen)

	FY2009 3rd quarter (As of September 30, 2009)	FY2008 (As of December 31, 2008)
Assets		
Current assets		
Cash and deposits	9,229,505	10,752,065
Notes and accounts receivable-trade	8,252,409	9,499,434
Finished goods	4,414,895	4,886,292
Work in process	1,585,117	1,509,495
Raw materials and supplies	1,762,884	1,563,706
Deferred tax assets	974,955	830,972
Other	1,274,352	1,093,531
Allowance for doubtful accounts	(49,698)	(71,949)
Total current assets	27,444,421	30,063,549
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	8,410,992	8,297,092
Accumulated depreciation	(4,305,054)	(4,069,963)
Buildings and structures, net	4,105,938	4,227,128
Machinery, equipment and vehicles	12,746,903	12,677,063
Accumulated depreciation	(7,175,895)	(6,312,021)
Machinery, equipment and vehicles, net	5,571,008	6,365,041
Tools, furniture and fixtures	12,101,284	11,097,451
Accumulated depreciation	(9,685,549)	(8,534,961)
Tools, furniture and fixtures, net	2,415,734	2,562,490
Other	992,906	1,187,451
Total property, plant and equipment	13,085,587	14,342,112
Intangible assets	1,287,609	1,687,809
Investments and other assets		
Investment securities	1,511,511	1,066,642
Deferred tax assets	1,409,350	640,190
Other	1,232,844	1,383,277
Allowance for doubtful accounts	(70,524)	(7,110)
Total investments and other assets	4,083,182	3,083,000
Total noncurrent assets	18,456,378	19,112,922
Total assets	45,900,800	49,176,471

(Amount: thousands of yen)

	FY2009 3rd quarter (As of September 30, 2009)	FY2008 (As of December 31, 2008)
Liabilities		
Current liabilities		
Accounts payable-trade	4,153,236	3,694,320
Short-term loans payable	4,246,103	4,781,966
Income taxes payable	146,734	708,100
Provision for directors' bonuses	12,500	69,000
Reserve for loss on withdrawal from pension fund	-	1,149,664
Other	2,817,245	2,966,113
Total current liabilities	11,375,819	13,369,164
Noncurrent liabilities		
Long-term loans payable	1,284,272	1,274,848
Provision for retirement benefits	1,186,599	1,134,728
Other	272,027	270,819
Total noncurrent liabilities	2,742,899	2,680,395
Total liabilities	14,118,719	16,049,560
Net assets		
Shareholders' equity		
Capital stock	6,923,075	6,923,075
Capital surplus	7,440,327	7,440,327
Retained earnings	20,454,292	21,790,201
-----	(1,521,290)	(1,521,227)
Total shareholders' equity	33,296,404	34,632,377
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	76,349	(9,455)
Foreign currency translation adjustment	(1,590,673)	(1,496,010)
Total valuation and translation adjustments	(1,514,323)	(1,505,465)
Total net assets	31,782,080	33,126,911
Total liabilities and net assets	45,900,800	49,176,471

Consolidated quarterly Statements of income

FY2009 3rd quarter (9months ended September 30, 2009)

(Amount: thousands of yen)

	FY2009 3rd quarter	FY2008 3rd quarter
Net sales	34,755,026	46,487,840
Cost of sales	25,534,288	32,053,921
Gross profit	9,220,737	14,433,919
Selling, general and administrative expenses	8,775,917	9,228,331
Operating income	444,820	5,205,587
Non-operating income		
Interest income	21,282	57,253
Other	124,108	176,032
Total non-operating income	145,391	233,286
Non-operating expenses		
Interest expenses	96,882	120,776
Other	80,978	176,405
Total non-operating expenses	177,861	297,181
Ordinary income	412,350	5,141,692
Extraordinary income		
Reversal of allowance for doubtful accounts	6,678	12,344
Total extraordinary income	6,678	12,344
Extraordinary loss		
Loss on withdrawal from pension fund	1,130,776	-
Total extraordinary losses	1,130,776	-
Income (loss) before income taxes	(711,747)	5,154,036
Income taxes	(473,874)	1,737,497
Net income (loss)	(237,873)	3,416,539

Consolidated quarterly Statements of cash flows
FY2009 3rd quarter (9months ended September 30, 2009)

(Amount: thousands of yen)

	FY2009 3rd quarter	FY2008 3rd quarter
Net cash provided by (used in) operating activities		
Income (loss) before income taxes	(711,747)	5,154,036
Depreciation and amortization	2,856,661	2,873,733
Increase (decrease) in allowance for doubtful accounts	44,185	-
Increase (decrease) in reserve for loss on withdrawal from pension fund	(1,149,664)	-
Increase (decrease) in provision for retirement benefits	51,758	-
Interest and dividends income	(35,045)	-
Interest expenses	96,882	-
Decrease (increase) in notes and accounts receivable-trade	1,224,973	(542,826)
Decrease (increase) in inventories	177,090	(1,303,604)
Increase (decrease) in notes and accounts payable-trade	504,143	640,583
Other, net	367,246	318,840
Subtotal	3,426,484	7,140,763
Interest and dividends income received	32,934	63,123
Interest expenses paid	(99,194)	(127,208)
Income taxes paid	(1,530,652)	(1,894,355)
Net cash provided by (used in) operating activities	1,829,572	5,182,324
Net cash provided by (used in) investment activities		
Purchase of property, plant and equipment	(1,299,429)	(3,556,266)
Purchase of intangible assets	(105,390)	-
Purchase of investment securities	(300,900)	(527,751)
Other, net	(2,712)	(472,599)
Net cash provided by (used in) investment activities	(1,708,432)	(4,556,618)
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	(476,234)	(231,683)
Proceeds from long-term loans payable	1,000,000	700,000
Repayment of long-term loans payable	(1,069,582)	(1,189,956)
Cash dividends paid	(1,100,813)	(1,693,166)
Other, net	(1,171)	-
Net cash provided by (used in) financing activities	(1,647,802)	(3,914,947)
Effect of exchange rate change on cash and cash equivalents	4,102	(402,783)
Net increase (decrease) in cash and cash equivalents	(1,522,559)	(3,692,024)
Cash and cash equivalents at the beginning of period	10,752,065	13,520,940
Cash and cash equivalents at the end of period	9,229,505	9,828,915

Segment Information

Business Segment Information

FY2009 3rd quarter (9months ended September 30, 2009)

(Amount: thousands of yen)

	Photographic Products	Optical Components	Commercial/Industrial use optics	Total	Eliminations and/or corporate	Consolidated
Net sales :						
(1) Sales to external customers	20,064,478	9,355,473	5,335,074	34,755,026	-	34,755,026
(2) Intersegment sales	-	-	-	-	-	-
Total	20,064,478	9,355,473	5,335,074	34,755,026	-	34,755,026
Operating income (loss)	1,726,479	(261,676)	391,625	1,856,428	(1,411,608)	444,820

FY2008 3rd quarter (9months ended September 30, 2008)

(Amount: thousands of yen)

	Photographic Products	Optical Components	Commercial/Industrial use optics	Total	Eliminations and/or corporate	Consolidated
Net sales :						
(1) Sales to external customers	21,219,739	18,687,171	6,580,929	46,487,840	-	46,487,840
(2) Intersegment sales	-	-	-	-	-	-
Total	21,219,739	18,687,171	6,580,929	46,487,840	-	46,487,840
Operating expenses	18,301,532	15,803,947	5,614,248	39,719,728	1,562,524	41,282,252
Operating income	2,918,206	2,883,223	966,681	6,768,111	(1,562,524)	5,205,587

Geographical Segment Information

FY2009 3rd quarter (9months ended September 30, 2009)

(Amount: thousands of yen)

	Japan	North America	Europe	Asia	Total	Eliminations and/or corporate	Consolidated
Net sales :							
(1) Sales to external customers	23,647,480	3,311,256	5,751,333	2,044,956	34,755,026	-	34,755,026
(2) Intersegment sales	7,422,394	2,871	-	15,918,796	23,344,061	(23,344,061)	-
Total	31,069,874	3,314,127	5,751,333	17,963,752	58,099,088	(23,344,061)	34,755,026
Operating income (loss)	(113,154)	109,263	483,085	1,213,197	1,692,392	(1,247,572)	444,820

FY2008 3rd quarter (9months ended September 30, 2008)

(Amount: thousands of yen)

	Japan	North America	Europe	Asia	Total	Eliminations and/or corporate	Consolidated
Net sales :							
(1) Sales to external customers	35,772,739	3,968,789	5,116,023	1,630,288	46,487,840	-	46,487,840
(2) Intersegment sales	7,224,881	-	148	22,277,744	29,502,774	(29,502,774)	-
Total	42,997,620	3,968,789	5,116,171	23,908,033	75,990,614	(29,502,774)	46,487,840
Operating expenses	39,017,615	3,698,997	4,318,528	22,093,029	69,128,171	(27,845,918)	41,282,252
Operating income	3,980,004	269,791	797,642	1,815,004	6,862,442	(1,656,855)	5,205,587

Note:

1. Country and regional segments are classified on the basis of geographical proximity.
2. Principal markets in the above designated areas
 - (1) North America: U.S.A.
 - (2) Europe: Germany, France
 - (3) Asia: Hong Kong, China

Overseas Sales

FY2009 3rd quarter (9months ended September 30, 2009)

	North America	Europe	Asia	Total
Overseas sales (Thousands of yen)	4,051,149	6,145,949	13,267,211	23,464,310
Consolidated sales (Thousands of yen)				34,755,026
Percentage of consolidated sales (%)	11.6	17.7	38.2	67.5

FY2008 3rd quarter (9months ended September 30, 2008)

	North America	Europe	Asia	Total
Overseas sales (Thousands of yen)	4,233,864	6,074,595	16,349,151	26,657,611
Consolidated sales (Thousands of yen)				46,487,840
Percentage of consolidated sales (%)	9.1	13.0	35.2	57.3

- Note:
1. Country and regional segments are classified on the basis of geographical proximity.
 2. Principal markets in the above designated areas
 - (1) North America: U.S.A. and Canada
 - (2) Europe: Germany, U.K., France, Northern Europe and European Countries
 - (3) Asia: Hong Kong, China and other Asian Countries
 3. Overseas sales represent those of Tamron Co., Ltd. and consolidated companies in countries and regions other than Japan.