

**Consolidated Financial Results**  
**for the First Quarter of the Fiscal Year Ending September 30, 2012**

Name of Registrant : SHOEI CO., LTD.  
Code No : 7839  
Securities Traded : Tokyo Stock Exchange, 2nd Section  
Headquarters : Tokyo, Japan  
(URL <http://www.shoei.com>)  
Representative : Hironori Yasukochi, President and Representative Director  
Contact : Akihito Hirano, Director and General Manager  
of Administration Division

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## I. Financial Summary

### 1) Operating Performance

	Millions of yen		
	Oct.2010-Dec.2010	Oct.2011-Dec.2011	Change (%)
Net Sales	1,977	1,748	-11.6
Operating Income	52	(40)	—
Ordinary Income	47	(11)	—
Net Income	6	(10)	—
<i>Per Share Amounts</i>			
	Yen		
Net Income	0.45	(0.73)	
Net Income, Diluted	—	—	

Notes :

1. Earnings (losses) of affiliates in equity method :

Millions of yen	
Oct.2010-Dec.2010	Oct.2011-Dec.2011
—	—

2. Average number of shares outstanding during the period (Consolidated) :

Shares	
Oct.2010-Dec.2010	Oct.2011-Dec.2011
13,772,336	13,772,283

3. Number of treasury stocks as of December 31, 2011 : 750,175

4. Change of accounting method : Not applicable

5. Percentages of net sales, operating income, ordinary income and net income show changes from those in the corresponding period of the previous year.

6. Amounts less than 1 million yen are omitted.

7. The net income per share is calculated using the weighted average number of shares (excluding treasury stock) during the period.

### 2) Financial Position

	Millions of yen	
	Sep.30, 2011	Dec. 31, 2011
Total Assets	8,091	8,049
Net Assets	6,499	6,110
	Percentage	
Net Assets to Total Assets	80.3%	75.9%
	Yen	
Net Assets per Share	471.92	443.67

Notes :

1. Number of shares outstanding on September 30, 2011 and December 31, 2011 (Consolidated) :

Shares	
Sep.30, 2011	Dec. 31, 2011
14,522,400	14,522,400

## II. Consolidated Forecasts for the Fiscal Year Ending September 30, 2012

	<u>Millions of yen</u>
	<u>Oct.2011-Sep.2012</u>
Net Sales	9,500
Operating Income	530
Ordinary Income	510
Net Income	320
	<u>Yen</u>
Net Income Per Share	23.23

### III. Consolidated Financial Statements

#### Consolidated Statements of Income

	Thousands of yen	
	Oct.2010-Dec.2010	Oct.2011-Dec.2011
Net sales	1,977,902	1,748,867
Cost of sales	1,369,063	1,269,158
Gross profit	608,839	479,709
Selling, general and administrative expenses	556,501	520,398
Operating income (loss)	52,337	(40,689)
Non-operating income		
Interest income	467	478
Foreign exchange gains	—	27,469
Other	1,535	3,476
Total non-operating income	2,003	31,424
Non-operating expenses		
Sales discounts	1,969	1,083
Foreign exchange losses	3,480	—
Loss on transfer of receivables	861	1,003
Other	361	440
Total non-operating expenses	6,673	2,527
Ordinary income (loss)	47,668	(11,792)
Extraordinary income		
Gain on sales of fixed assets	471	—
Reversal of allowance for doubtful accounts	49	—
Employment adjustment subsidy	—	22,281
Total extraordinary income	521	22,281
Extraordinary loss		
Loss on retirement of fixed assets	1,213	579
Loss on sales of golf club memberships	1,195	—
Asset retirement obligations	31,346	—
Total extraordinary losses	33,755	579
Income before income taxes	14,434	9,909
Current income taxes	34,095	11,159
Deferred income taxes	(25,879)	8,891
Total income taxes	8,216	20,050
Net income (loss)	6,218	(10,140)

## Consolidated Statements of Comprehensive Income

	Thousands of yen	
	<u>Oct.2010-Dec.2010</u>	<u>Oct.2011-Dec.2011</u>
Net income (loss)	6,218	(10,140)
Other comprehensive income		
Deferred gains or losses on hedges	7,351	18,009
Foreign currency translation adjustment	119,026	(286,730)
Total other comprehensive income	126,378	(268,721)
Comprehensive income	132,596	(278,861)
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	132,596	(278,861)

## Consolidated Balance Sheets

	Thousands of yen	
	Sep.30, 2011	Dec. 31, 2011
<b>Assets</b>		
Current assets		
Cash and deposits	3,174,379	2,446,756
Notes and accounts receivable - trade	879,095	782,836
Merchandise and finished goods	1,047,216	1,587,164
Work in process	226,725	239,581
Raw materials and parts	293,370	427,617
Deferred tax assets	246,359	233,631
Other	364,831	512,359
Allowance for doubtful accounts	(13,948)	(3,259)
Total current assets	6,218,030	6,226,686
Fixed assets		
Tangible fixed assets		
Buildings and structures	2,656,941	2,646,370
Accumulated depreciation	(1,840,947)	(1,847,759)
Buildings and structures, net	815,993	798,610
Machinery, equipment and vehicles	1,679,625	1,685,887
Accumulated depreciation	(1,405,705)	(1,424,795)
Machinery, equipment and vehicles, net	273,920	261,091
Tools, furniture and fixtures	3,308,811	3,528,005
Accumulated depreciation	(3,135,536)	(3,201,389)
Tools, furniture and fixtures, net	173,274	326,616
Land	211,544	211,544
Construction in progress	208,428	44,475
Total tangible fixed assets	1,683,161	1,642,337
Intangible fixed assets		
Software	28,343	30,945
Other	1,139	1,139
Total intangible fixed assets	29,482	32,085
Investments and other assets		
Deferred tax assets	123,141	115,080
Other	37,828	33,602
Total investments and other assets	160,970	148,682
Total fixed assets	1,873,614	1,823,105
Total assets	8,091,644	8,049,792

	Thousands of yen	
	Sep.30, 2011	Dec. 31, 2011
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	744,671	1,087,042
Accounts payable - other	169,523	223,587
Accrued income taxes and other taxes	15,041	18,005
Provision for bonuses	183,400	72,800
Other	138,241	186,108
Total current liabilities	1,250,878	1,587,544
Fixed liabilities		
Allowance for retirement benefits of directors	171,582	173,842
Provision for retirement benefits	137,819	146,097
Asset retirement obligations	31,928	31,951
Total fixed liabilities	341,330	351,891
Total liabilities	1,592,209	1,939,435
<b>Net assets</b>		
Shareholders' equity		
Capital stock	1,394,778	1,394,778
Capital surplus	391,621	391,621
Retained earnings	5,990,009	5,869,690
Treasury stock	(677,332)	(677,370)
Total shareholders' equity	7,099,077	6,978,719
Accumulated other comprehensive income		
Deferred gains or losses on hedges	—	18,009
Foreign currency translation adjustment	(599,641)	(886,371)
Total accumulated other comprehensive income	(599,641)	(868,362)
Total net assets	6,499,435	6,110,356
Total liabilities and net assets	8,091,644	8,049,792