

## Summary of Consolidated Business Results for April 1, 2009 – March 31, 2010

05/12/2010

Note: The yen amounts are rounded down to the nearest million.

### 1) Consolidated Operating Results

	Net Sales		Operating Income		Current Profit		Net Income	
	¥ Millions	%	¥ Millions	%	¥ Millions	%	¥ Millions	%
Year ended March 31, 2010	410,782	-7.2	5,510	54.1	4,889	27.9	1,762	-18.5
Year ended March 31, 2009	442,761	-11.5	3,576	-53.3	3,823	-50.9	2,162	-26.0

	EPS	Fully Diluted EPS	Ratio of Net Income to Net Worth Equity	Ratio of Current Profit to Total Assets	Operating Income Ratio
	¥	¥	%	%	%
Year ended March 31, 2010	27.08	—	2.7	2.2	1.3
Year ended March 31, 2009	33.22	—	3.1	1.5	0.8

Note: The percentage figures of net sales, operating income, current profit and net income are changes from the same period of the previous fiscal year.

### 2) Consolidated Financial Position

	Total Assets	Net Assets	Net Worth Equity Ratio	Net Worth Equity per Share
	¥ Millions	¥ Millions	%	¥
As of March 31, 2010	229,964	68,463	29.5	1,042.19
As of March 31, 2009	215,279	63,599	29.1	963.50

### 3) Consolidated Cash Flows

	Net Cash from Operating Activities	Net Cash from Investment Activities	Net Cash from Financial Activities	Balance of Cash and Cash Equivalents at Term End
	¥ Millions	¥ Millions	¥ Millions	¥ Millions
Year ended March 31, 2010	5,976	-5,529	-6,405	5,014
Year ended March 31, 2009	11,562	947	-7,127	11,181

### 4) Dividend Status

(Record Date)	Dividends Per Share					Total Dividends (Full-year)	Payout Ratio (Consolidated)	Dividends on Equity (Consolidated)
	End of 1 <sup>st</sup> Quarter	End of 2 <sup>nd</sup> Quarter	End of 3 <sup>rd</sup> Quarter	End of year	Full year			
	¥	¥	¥	¥	¥			
Year ended March 31, 2009	—	5.00	—	5.00	10.00	650	30.1	0.9
Year ended March 31, 2010	—	5.00	—	5.00	10.00	650	36.9	1.0
Forecast: Year ending March 31, 2011	—	7.00	—	10.00	17.00		26.3	

Note: The year-end dividend for the fiscal year ending March 31, 2011 includes the “120th anniversary commemorative dividend” of 2 yen.

### 5) Consolidated Forecasts for Fiscal 2010 (April 1, 2010 – March 31, 2011)

	Net Sales		Operating Income		Current Profit		Net Income		EPS
	¥ Millions	%	¥ Millions	%	¥ Millions	%	¥ Millions	%	¥
April 2010 – September 2010	205,000	8.1	2,000	82.1	1,900	84.5	2,600	507.4	39.96
Year ending March 31, 2010	430,000	4.7	5,000	-9.3	4,800	-1.8	4,200	138.4	64.55

Note: The percentage figures of net sales, operating income, current profit and net income are changes from the same period of the previous fiscal year.

\* The above projections were prepared based on the information available to Inabata & Co., Ltd. as of the date of release of this document. Actual results could differ materially from those projected due to various factors.

## 6) Business Results

During the fiscal year ended March 31, 2010, the Japanese economic conditions remained severe, with the employment situation worsening and deflation having an influence in the wake of the global recession since the end of 2008. However, some businesses showed signs of picking up along with the upturn seen in overseas economies, particularly in Asia, and the positive results of emergency stimulus measures.

Against this backdrop, the Inabata Group's businesses got back on the track to recovery, primarily in its mainstay IT & electronics business and in the plastics business. Net sales on a consolidated basis, however, decreased by 7.2% compared with the fiscal year ended March 2009, to ¥410,782 million. Meanwhile, operating income and current profit increased by 54.1% to ¥5,510 million and by 27.9% to ¥4,889 million, respectively, owing to higher profit margins and cost cuts. Net income decreased by 18.5% to ¥1,762 million due to the loss on revaluation of investment securities.

On a non-consolidated basis, Inabata & Co., Ltd.'s net sales decreased by 6.5% year-on-year, to ¥265,117 million. Operating income, current profit and net income increased by 52.4% to ¥2,397 million, by 6.6% to ¥3,669 million and by 114.0% to ¥2,015 million, respectively.

## 7) Business Segment

Segment	Net sales (¥ Millions)	% gain/loss	Operating income (¥ Millions)	% gain/loss
<b>IT &amp; Electronics</b>	176,774	5.4%	2,435	108.7%
<b>Housing Materials</b>	17,552	— 20.9%	16	—
<b>Chemicals</b>	58,214	— 12.7%	634	164.5%
<b>Plastics</b>	140,376	— 12.3%	2,230	8.8%
<b>Food</b>	16,240	— 31.7%	— 50	—
<b>Others</b>	1,624	— 32.5%	243	— 30.5%
<b>Total</b>	410,782	— 7.2%	5,510	54.1%

Note 1: Figures shown in percentage show the ratios of sequential changes compared with the fiscal year ended March 31, 2009.

Note 2: The percentage figures of operating income for the housing materials segment and the food segment are left blank, since the segments experienced operating loss for the year ended March 31, 2009 or 2010.

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