

## Summary of Financial Results for the First Quarter (1Q) of the Year Ending March 2010

Name of Company: SHIROKI CORPORATION  
 Stock Code: 7243  
 Stock Exchange Listing: Tokyo Stock Exchange, First Section, Nagoya Stock Exchange, First section  
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 Date of filing: August 7, 2009 (tentative)  
 Date of commencement of dividend payment: -

(Yen in millions, rounded down)

## 1. Financial results for the first quarter (1Q) of the year ending March 2010 (April 1, 2009 – June 30, 2009)

## (1) Results of operations (Consolidated, year-to-date)

(Percentage figures represent year on year changes)

	Net sales		Operating income		Ordinary income		Net income (for the period)	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY2010 1Q	20,474	(42.7)	(1,488)	-	(1,502)	-	(1,456)	-
FY2009 1Q	35,718	-	1,566	-	1,850	-	1,259	-

	Net income per share (basic)	Net income per share (diluted)
	Yen	Yen
FY2010 1Q	(16.44)	-
FY2009 1Q	14.20	-

## (2) Financial position (Consolidated)

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
FY2010 1Q (as of June 30, 2009)	76,226	23,702	30.9	265.61
FY2009 (as of March 31, 2009)	75,815	24,276	31.8	272.30

Notes: Shareholders' equity

FY10 1Q (as of June 30, 2009): 23,544 million yen

FY09 (as of March 31, 2009): 24,140 million yen

## 2. Dividends

Ref. date	Dividends per common share				
	End of 1Q	End of 2Q	End of 3Q	End of FY	Annual
	Yen	Yen	Yen	Yen	Yen
FY2009	-	2.00	-	0.00	2.00
FY2010	-				
FY2010 (est.)		-	-	-	-

Notes:

1. No change in the estimation of dividend for the fiscal year was made in this period

2. The estimated amount of dividend for FY2010 is not yet determined. (See page 2: Cautionary statement regarding forecasts of operating results and special notes)

3. Forecast for the fiscal year ending March 2010 (Consolidated, April 1, 2009 – March 31, 2010)

(Percentage figures represent year on year changes)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
2Q	47,300	(31.3)	(2,600)	-	(2,700)	-	(3,200)	-	(36.09)
Full Year	107,200	(13.1)	(2,000)	-	(2,000)	-	(2,800)	-	(31.58)

Note: No change in the forecast was made in this period

4. Others

- (1) Changes in significant subsidiaries (Changes in specific subsidiaries accompanied by changes in the scope of consolidation): None
- (2) Use of simple method in accounting procedures and application of accounting procedures specific to the quarterly consolidated financial statements: None
- (3) Changes in accounting principles and procedures, presentation methods and other items in the preparation of the quarterly consolidated financial statements (Presented in the section on Changes to the Basis of Presenting the Quarterly Consolidated Financial Statements):
  - (a) Changes due to revision of accounting standards : None
  - (b) Changes other than in (a) : Yes

Note: For details, see page 3: Results of Operations and Financial Condition, Sub-section 4. Other items

(4) Number of shares outstanding (common stock)

(a) Shares outstanding (including treasury stock)

First quarter ended June 2009: 89,003,624

Fiscal year ended March 2009: 89,003,624

(b) Treasury stock

First quarter ended June 2009: 357,710

Fiscal year ended March 2009: 350,232

(c) Average number of shares (quarterly consolidated cumulative period)

Period ended June 30, 2009: 88,648,829

Period ended June 30, 2008: 88,721,715

Cautionary statement regarding forecasts of operating results and special notes

1. Forecasts regarding future performance in these materials are based on judgments made in accordance with information available at the time this report was prepared. Forecasts therefore embody risks and uncertainties. Actual results may differ significantly from these forecasts for a number of factors.
2. There is no dividend forecast for the fiscal year ending on March 31, 2010 because of the uncertain outlook for the operating environment. An announcement will be made promptly once a dividend forecast becomes possible due to future changes in operating results and other factors.

## Results of Operations and Financial Condition

### 1. Results of Operations

In the first quarter, the global economic recession caused by the financial crisis continued. Corporate earnings and capital expenditures remained weak as unemployment continued to climb, making the economic outlook uncertain.

In the automobile industry, manufacturers have completed inventory reductions and are increasing production of environmental vehicles due to tax reductions and other incentives to purchase these models. However, the operating environment is still extremely difficult because automobile production volume is far below the level of one year earlier.

Substantial reductions in the production of automobile manufacturers in Japan and overseas that purchase SHIROKI Group products causes first quarter sales to fall 42.7% from one year earlier to 20,474 million yen. To support earnings, the group continued to implement the emergency profitability improvement campaign. Cost reduction measures include downsizing production systems, cutting fixed expenses and holding down capital expenditures. Despite these actions, the large decline in sales resulted in an operating loss of 1,488 million yen compared with operating income of 1,566 million yen one year earlier. There was an ordinary loss of 1,502 million yen compared with ordinary income of 1,850 million yen and a net loss of 1,456 million yen compared with net income of 1,259 million yen.

Results by geographic segment were as follows.

#### 1) Japan

In Japan, there was a large decline in the production of automobiles for sale in Japan and for export. Sales fell 41.7% to 15,929 million yen and there was an operating loss of 1,454 million yen compared with operating income of 778 million yen one year earlier.

#### 2) United States

As in Japan, automobile manufacturers sharply cut production volumes. The result was a 50.6% decline in sales to 3,123 million yen and an operating loss of 380 million yen compared with operating income of 158 million yen one year earlier.

#### 3) Asia

Large declines in automobile production in China and Thailand caused sales to fall 35.6% to 1,770 million yen and operating income to decline 50.2% to 257 million yen.

### 2. Financial Condition

Assets totaled 76,226 million yen at the end of the first quarter, 410 million yen more than at the end of the previous fiscal year. Current assets decreased 692 million yen, which included a 1,713 million yen decrease in cash and deposits and a 364 million yen increase in notes and accounts receivable–trade. Fixed assets increased 1,102 million yen. Property, plant and equipment increased 874 million yen because of technology-related capital expenditures and investment securities increased 391 million yen.

Liabilities increased 984 million yen to 52,523 million yen. This was attributable mainly to a 486 million yen increase in short-term borrowings and a 554 million yen increase in allowances for bonuses.

Net assets decreased 573 million yen to 23,702 million yen. Retained earnings declined because of the first quarter net loss of 1,456 million yen but there was a 788 million yen increase in translation adjustments.

### 3. Forecast for Fiscal Year Ending March 2010

Regarding automobile production in Japan and the US, which accounts for a large share of SHIROKI Group sales, inventory reductions have been completed but there are still no signs of a full-scale recovery in production. Since demand is thus likely to remain weak, there are no changes to the consolidated forecast that was announced on May 14, 2009.

### 4. Others

(1) Changes in significant subsidiaries (Changes in specific subsidiaries accompanied by changes in scope of consolidation)  
None

(2) Use of simple method in accounting procedures and application of accounting procedures specific to the quarterly consolidated financial statements  
None

(3) Changes in accounting principles and procedures, presentation methods and other items in the preparation of the quarterly consolidated financial statements

Change in method for calculating depreciation for significant assets

Property, plant and equipment (excluding leased assets)

Starting with the first quarter of the current fiscal year, SHIROKI and its consolidated subsidiaries in Japan have switched from the declining-balance method to the straight-line method for the depreciation of metal mold that are included in “tools, furniture and fixtures” in property, plant and equipment.

This change was made because the growth in orders for new products has increased the cost of producing dies, thus making this expense more significant. Since the new depreciation method reflects the transaction terms (uniform receipt during a fixed period of time) for the cost of these dies, this new method results in a more suitable presentation of earnings in each fiscal method than with the previous method.

As a result, gross profit increased by 47 million yen and operating loss, ordinary loss and period loss before income taxes narrowed by 47 million yen each.

The effect of this change on segment information is presented in the segment information section.

## 5. Quarterly Consolidated Financial Statements

### (1) Quarterly consolidated balance sheets

(million yen)

	FY 2010 1Q (As of June 30, 2009)	FY 2009 Full Year (As of March 31, 2009)
<b>ASSETS</b>		
Current assets		
Cash and deposits	11,000	12,714
Notes and accounts receivable-trade	15,827	15,462
Merchandise and furnished goods	1,020	1,023
Goods in progress	828	802
Raw materials and other supplies	1,680	1,635
Others	2,805	2,217
Allowance for doubtful accounts	(1)	(1)
Total current assets	33,162	33,854
Fixed assets		
Property, plant and equipment		
Buildings and structures, net	7,248	6,844
Machinery and transportation equipment, net	19,232	18,977
Land	3,078	3,066
Construction in progress	1,087	998
Others, net	4,835	4,720
Total property, plant and equipment	35,482	34,607
Intangible assets		
Others	500	528
Total intangible assets	500	528
Investments and other assets		
Investment securities	1,199	808
Long-term loans receivable	127	131
Deferred tax assets	5,224	5,236
Others	557	679
Allowance for doubtful accounts	(27)	(30)
Total investments and other assets	7,081	6,825
Total fixed assets	43,064	41,961
Total assets	76,226	75,815

(million yen)

	FY 2010 1Q (As of June 30, 2009)	FY 2009 Full Year (As of March 31, 2009)
<b>LIABILITIES</b>		
Current liabilities		
Notes and accounts payable-trade	14,367	14,273
Short-term borrowings	6,669	6,183
Current portion of long-term debt	3,072	3,070
Accrued income and other taxes	59	73
Allowance for employees' bonus	1,415	861
Allowance for directors' bonus	3	2
Others	4,956	5,388
Total current liabilities	30,544	29,853
Long-term liabilities		
Long-term borrowings	14,373	14,359
Allowance for employees' retirement benefits	6,632	6,362
Allowance for directors' retirement benefits	44	53
Others	929	911
Total long-term liabilities	21,979	21,686
Total liabilities	52,523	51,539
<b>NET ASSETS</b>		
Shareholder's equity		
Common stocks	7,460	7,460
Capital surplus	9,699	9,699
Retained earnings	6,937	8,394
Treasury stock	(100)	(99)
Total shareholder's equity	23,995	25,453
Valuation and translation adjustments		
Valuation differences on available-for sales securities	132	58
Translation adjustments	(583)	(1,371)
Total valuation and translation adjustments	(450)	(1,313)
Minority interests	157	135
Total net assets	23,702	24,276
Total liabilities and net assets	76,226	75,815

(2) Quarterly consolidated statements of income  
(Quarter-to-date for the first quarter)

(million yen)

	FY 2009 1Q (April 1, 2008 – June 30, 2008)	FY 2010 1Q (April 1, 2009 – June 30, 2009)
Net sales	35,718	20,474
Cost of sales	31,229	19,592
Gross profit	4,489	881
Selling, general and administrative expenses	2,922	2,370
Operating income (loss)	1,566	(1,488)
Non-operating income		
Interest income	14	8
Dividend income	6	4
Gain on sale of fixed assets-metal mold	124	51
Foreign exchange gain	224	-
Subsidy income	-	162
Others	31	26
Total non-operating income	400	253
Non-operating expenses		
Interest expense	95	131
Equity in loss of non-consolidated subsidiaries	5	47
Foreign exchange loss	-	76
Others	15	12
Total non-operating expenses	116	267
Ordinary income (loss)	1,850	(1,502)
Extraordinary income		
Reversal of allowance for doubtful accounts	0	-
Reversal of provision for directors' retirement benefits	-	7
Others	-	1
Total extraordinary income	0	8
Extraordinary losses		
Loss on retirement of fixed assets	52	47
Impairment loss	-	17
Others	-	0
Total extraordinary loss	52	65
Income (loss) before income taxes and minority interests	1,798	(1,559)
Income, inhabitants and enterprise taxes	849	49
Refund of income taxes	-	(73)
Income tax adjustment	(330)	(86)
Total taxes	519	(110)
Minority interests in income of consolidated subsidiaries	19	8
Net income (loss)	1,259	(1,456)

(3) Notes to ongoing concern assumptions

None

(4) Segment information

Operating segment information

FY2009 1Q (April 1, 2008 – June 30, 2008)

Operating segment information is not presented, since net sales and operating income for Automobile Parts Segment represented more than 90% of the consolidated sales and operating income respectively.

FY2010 1Q (April 1, 2009 – June 30, 2009)

Operating segment information is not presented, since net sales and operating income for Automobile Parts Segment represented more than 90% of the consolidated sales and operating income respectively.

Geographical segment information

FY2009 1Q (April 1, 2008 – June 30, 2008)

(million yen)

	Japan	U. S. A.	Asia	Total	Eliminations or Corporate	Consolidated
Net sales						
(1) (of which to outside customers)	26,665	6,317	2,735	35,718	-	35,718
(2) (of which inter-segment and transfers)	673	10	13	697	(697)	-
Total	27,339	6,327	2,748	36,416	(697)	35,718
Operating income	778	158	517	1,453	112	1,566

FY2010 1Q (April 1, 2009 – June 30, 2009)

(million yen)

	Japan	U. S. A.	Asia	Total	Eliminations or Corporate	Consolidated
Net sales						
(1) (of which to outside customers)	15,606	3,102	1,765	20,474	-	20,474
(2) (of which inter-segment and transfers)	323	20	4	348	(348)	-
Total	15,929	3,123	1,770	20,822	(348)	20,474
Operating income (loss)	(1,454)	(380)	257	(1,578)	89	(1,488)

Notes:

1. Countries and regions are classified according to geographical proximity.
2. Major countries and regions included in Asia: Thailand, China
3. Changes in accounting methods

First quarter of the previous fiscal year

(Accounting standard for valuation of inventories)

As was explained in item (1) "Changes in Significant Items Concerning the Basis for Preparing the Quarterly Financial Statements," starting with the first quarter of the previous fiscal year, Accounting Standard for Measurement of Inventories (ASBJ Statement No. 9, July 5, 2006) has been applied. This change had the effect of reducing operating income in Japan by 32 million yen compared with the previous method.

First quarter of the current fiscal year

(Change in method for calculating depreciation for significant assets)

As explained in "Changes in Significant Items For the Basis for Preparing the Quarterly Financial Statements," starting with the first quarter of the current fiscal year, SHIROKI and its consolidated subsidiaries in Japan have switched from the declining-balance method to the straight-line method for the depreciation of metal mold that are included in "tools, furniture and fixtures" in property, plant and equipment. This change had the effect of decreasing the operating loss in Japan by 47 million yen compared with the previous depreciation method.

#### 4. Supplementary information

First quarter of previous fiscal year

(Change in useful life of property, plant and equipment)

As is explained in "supplementary information," due to the fiscal 2008 amendments to the Corporate Tax Law, SHIROKI and its consolidated subsidiaries in Japan changed the useful life of machinery. This change had the effect of increasing depreciation expenses in Japan by 47 million yen and decreasing operating income in Japan by the same amount compared with the previous method.

Overseas sales

FY2009 1Q (April 1, 2008 – June 30, 2008)

(million yen)

	North America	Asia	Other regions	Total
I. Overseas sales	6,184	2,872	178	9,235
II. Consolidated sales	-	-	-	35,718
III. Share of overseas sales in total consolidated sales (%)	17.3	8.0	0.5	25.9

FY2010 1Q (April 1, 2009 – June 30, 2009)

(million yen)

	North America	Asia	Other regions	Total
I. Overseas sales	3,060	1,896	67	5,024
II. Consolidated sales	-	-	-	20,474
III. Share of overseas sales in total consolidated sales (%)	14.9	9.3	0.3	24.5

Notes:

1. Countries and regions are classified according to geographical proximity.
2. Countries and regions outside Japan are broken down into the following geographical areas:
  - 1) North America: United States, Canada
  - 2) Asia: Thailand, China, S. Korea, India, Taiwan, Malaysia
  - 3) Other regions: Brazil, South Africa, Mexico
3. Overseas sales refer to sales posted by the Company and its consolidated subsidiaries in countries and regions outside Japan.

(5) Notes on significant change in shareholders' equity

None

## 6. Other information

### Consolidated sales breakdown

(million yen)

Account	FY2009 1Q (April 1, 2008 – June 30, 2008)		FY2010 1Q (April 1, 2009 – June 30, 2009)		YoY Change
	Amount	Vs. total (%)	Amount	Vs. total (%)	
(Breakdown by product)					
Seat recliner, seat adjuster	12,644	35.4	6,766	33.0	(5,877)
Wind regulator	10,570	29.6	6,142	30.0	(4,428)
Door sashes	6,413	18.0	3,721	18.2	(2,692)
Locks and hinges	2,196	6.1	1,397	6.8	(798)
Moldings	1,710	4.8	1,124	5.5	(585)
Others	2,183	6.1	1,322	6.5	(861)
Total	35,718	100.0	20,474	100.0	(15,243)
(Breakdown by customer)					
TOYOTA MOTOR CORP.	12,916	36.2	7,394	36.1	(5,521)
TOYOTA BOSHOKU CORP	6,486	18.2	3,015	14.7	(3,471)
DAIHATSU MOTOR CO., LTD.	1,182	3.3	973	4.8	(209)
TOYOTA AUTO BODY Co., Ltd.	699	2.0	443	2.2	(255)
FUJI SEAT CO., LTD.	356	1.0	401	2.0	44
Others	680	1.8	533	2.5	(146)
Total Toyota Group	22,322	62.5	12,761	62.3	(9,560)
NHK SPRING Co., Ltd.	2,193	6.1	1,854	9.1	(338)
SUZUKI MOTOR CORP.	3,051	8.5	1,809	8.8	(1,242)
NISSAN MOTOR CO., LTD.	2,511	7.0	1,793	8.8	(718)
MITSUBISHI MOTORS CORP.	923	2.6	418	2.0	(504)
Others	4,716	13.3	1,837	9.0	(2,879)
Total	35,718	100.0	20,474	100.0	(15,243)

#### Notes:

1. Foreign currency-denominated sales are converted into yen by using average exchange rates for each period.
2. Includes the following overseas subsidiaries of Toyota Motor Corp.: New United Motor Manufacturing, Inc.; Toyota Motor Manufacturing, Indiana, Inc.; Toyota Motor Manufacturing, Kentucky, Inc.; Toyota Motor Manufacturing Texas, Inc.; Toyota Motor Manufacturing Canada Inc.; Toyota Motor Manufacturing de Baja California; S. de R. L. de C. V.; Toyota Motor Thailand Co., Ltd.; Tianjin FAW Toyota Motor Co., Ltd.; and Guangzhou Toyota Motor Co., Ltd.
3. Includes the following overseas subsidiaries of Toyota Boshoku Corporation: Total Interior Systems-America, LLC; TRIM MASTERS, INC.; Toyota Boshoku Canada, Inc.; TB DE MEXICO, S. A. DE C. V.; ARST (Thailand) Co., Ltd.; and Feng'ai (Guangzhou) Automotive Seat Parts Co., Ltd.
4. Includes NHK Spring Co., Ltd. overseas subsidiary NHK of America.
5. Includes the following overseas subsidiaries of Mitsubishi Motors Corp.: Mitsubishi Motors North America, Inc.; and Mitsubishi Motors Thailand Company Limited.
6. Includes the following overseas subsidiaries of Nissan Motor Co., Ltd.: Dongfeng Motor Co., Ltd.; Nissan (China) Investment Co., Ltd.; Siam Nissan Automobile Co., Ltd.; and Nissan North America, Inc.