

Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2012 (Based on Japanese GAAP)

November 7, 2012

Company name	VT HOLDINGS CO., LTD.		
Stock exchange listing	Osaka, Nagoya		
Stock Code	7593	URL	http://www.vt-holdings.co.jp
Representative	President & CEO	Kazuho Takahashi	
Inquiries	Managing Director	Ichiro Yamauchi	TEL 052-203-9500
Scheduled date to file Quarterly Securities Report	November 12, 2012		
Scheduled date to commence dividend payments	November 26, 2012		
Preparation of supplementary material on quarterly earnings	yes		
Holding of quarterly earnings performance review	yes -		

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2012 (from April 1, 2012 to September 30, 2012)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2012	55,589	28.1	3,163	9.0	3,025	6.9	1,808	(27.2)
Six months ended September 30, 2011	43,394	(8.1)	2,900	2.6	2,829	5.3	2,484	87.8

	Net income per share		Diluted net income per share	
	Yen		Yen	
Six months ended September 30, 2012	51.51		50.25	
Six months ended September 30, 2011	72.10		69.94	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of September 30, 2012	77,338	18,391	22.6	492.98
As of March 31, 2012	71,601	16,921	22.3	462.63

2. Cash dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2012	-	8.00	-	12.00	20.00
Year ending March 31, 2013	-	13.00	-	-	-
Year ending March 31, 2013 (Forecast)	-	-	-	13.00	26.00

3. Forecast for the year ending March 31, 2013 (from April 1, 2012 to March 31, 2013)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	118,000	22.9	7,800	17.1	7,600	15.8	4,300	(1.4)	121.41

4. Notes

- (1) Changes in significant subsidiaries during the six months ended September 30, 2012
(changes in specified subsidiaries resulting in the change in scope of consolidation): yes
- (2) Application of special accounting for preparing quarterly consolidated financial statements: no
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements after error corrections
- Changes in accounting policies due to revisions to accounting standards and other regulations: yes
 - Changes in accounting policies due to other reasons: no
 - Changes in accounting estimates: yes
 - Restatement of prior period financial statements after error corrections: no

(4) Number of issued shares

Total number of issued shares at the end of the period (including treasury stock)

As of September 30, 2012	36,793,678 shares	As of March 31, 2012	36,793,678 shares
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Number of shares of treasury stock at the end of the period

As of September 30, 2012	1,358,832 shares	As of March 31, 2012	2,223,832 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2012	35,111,376 shares	Six months ended September 30, 2011	34,459,777 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2012	As of September 30, 2012
Assets		
Current assets		
Cash and deposits	6,639	4,897
Notes and accounts receivable-trade	4,067	3,723
Merchandise and finished goods	7,149	10,022
Work in process	330	375
Raw materials and supplies	53	59
Other	8,421	7,467
Allowance for doubtful accounts	(29)	(29)
Total current assets	26,631	26,518
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	16,331	17,306
Accumulated depreciation	(10,469)	(10,912)
Buildings and structures, net	5,861	6,393
Machinery, equipment and vehicles	2,791	3,120
Accumulated depreciation	(1,485)	(1,749)
Machinery, equipment and vehicles, net	1,306	1,370
Land	16,380	18,099
Other	6,287	7,041
Accumulated depreciation	(2,739)	(3,383)
Other, net	3,547	3,657
Total property, plant and equipment	27,096	29,521
Intangible assets		
Goodwill	10,307	13,061
Other	618	686
Total intangible assets	10,926	13,747
Investments and other assets		
Investment securities	5,119	5,183
Other	2,061	3,010
Allowance for doubtful accounts	(234)	(643)
Total investments and other assets	6,947	7,550
Total noncurrent assets	44,970	50,820
Total assets	71,601	77,338

(Millions of yen)

	As of March 31, 2012	As of September 30, 2012
Liabilities		
Current liabilities		
Notes and accounts payable-trade	14,620	14,144
Short-term loans payable	14,707	19,456
Income taxes payable	1,865	1,321
Provision for bonuses	792	825
Other	9,886	9,334
Total current liabilities	41,872	45,082
Noncurrent liabilities		
Bonds payable	1,082	865
Long-term loans payable	6,795	7,660
Provision for retirement benefits	486	780
Provision for directors' retirement benefits	427	366
Asset retirement obligations	255	283
Other	3,760	3,910
Total noncurrent liabilities	12,807	13,864
Total liabilities	54,680	58,947
Net assets		
Shareholders' equity		
Capital stock	2,493	2,493
Capital surplus	1,035	1,032
Retained earnings	12,588	13,981
Treasury stock	(380)	(232)
Total shareholders' equity	15,737	17,275
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	219	203
Revaluation reserve for land	38	37
Foreign currency translation adjustment	(1)	(47)
Total accumulated other comprehensive income	255	193
Subscription rights to shares	41	19
Minority interests	887	903
Total net assets	16,921	18,391
Total liabilities and net assets	71,601	77,338

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2011	Six months ended September 30, 2012
Net sales	43,394	55,589
Cost of sales	33,575	43,927
Gross profit	9,819	11,661
Selling, general and administrative expenses	6,918	8,498
Operating income	2,900	3,163
Non-operating income		
Rent income	61	59
Equity in earnings of affiliates	53	85
Other	150	123
Total non-operating income	265	268
Non-operating expenses		
Interest expenses	251	269
Other	85	136
Total non-operating expenses	336	406
Ordinary income	2,829	3,025
Extraordinary income		
Gain on sales of investment securities	2	4
Gain on transfer of business	1,307	-
Subsidy income	2	2
Gain on negative goodwill	-	142
Other	8	0
Total extraordinary income	1,321	149
Extraordinary loss		
Loss on retirement of noncurrent assets	19	8
Impairment loss	38	-
Loss on valuation of investment securities	7	3
Provision of allowance for doubtful accounts	55	-
Special retirement expenses	-	20
Other	45	11
Total extraordinary losses	165	44
Income before income taxes and minority interests	3,984	3,130
Income taxes-current	1,327	1,311
Income taxes-deferred	155	(25)
Total income taxes	1,483	1,286
Income before minority interests	2,501	1,844
Minority interests in income	16	35
Net income	2,484	1,808

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2011	Six months ended September 30, 2012
Income before minority interests	2,501	1,844
Other comprehensive income		
Valuation difference on available-for-sale securities	(22)	(15)
Foreign currency translation adjustment	(4)	(50)
Share of other comprehensive income of associates accounted for using equity method	(4)	(1)
Total other comprehensive income	(31)	(67)
Comprehensive income	2,469	1,776
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	2,456	1,745
Comprehensive income attributable to minority interests	13	31

Consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2011	Six months ended September 30, 2012
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	3,984	3,130
Depreciation and amortization	1,127	1,400
Amortization of goodwill	375	456
Gain on negative goodwill	-	(142)
Impairment loss	38	-
Increase (decrease) in allowance for doubtful accounts	54	(8)
Increase (decrease) in provision for bonuses	9	(16)
Interest expenses	251	269
Loss on retirement of noncurrent assets	19	8
Loss (gain) on valuation of investment securities	7	3
Loss (gain) on transfer of business	(1,307)	-
Decrease (increase) in notes and accounts receivable-trade	(717)	1,144
Decrease (increase) in inventories	(1,154)	(1,842)
Increase (decrease) in notes and accounts payable-trade	1,360	(3,230)
Other, net	(879)	(620)
Subtotal	3,170	555
Interest and dividends income received	45	48
Interest expenses paid	(252)	(278)
Income taxes paid	(2,419)	(2,540)
Income taxes refund	687	908
Net cash provided by (used in) operating activities	1,232	(1,306)
Net cash provided by (used in) investing activities		
Purchase of property, plant and equipment	(689)	(1,337)
Proceeds from sales of property, plant and equipment	502	897
Purchase of investment securities	(60)	(70)
Proceeds from sales of investment securities	74	77
Purchase of investments in subsidiaries resulting in change in scope of consolidation	-	(527)
Proceeds from purchase of investments in subsidiaries resulting in change in scope of consolidation	-	259
Payments of loans receivable	(45)	(11)
Collection of loans receivable	44	46
Proceeds from transfer of business	494	-
Other, net	(192)	(130)
Net cash provided by (used in) investing activities	127	(796)
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	2,067	724
Proceeds from long-term loans payable	1,200	3,650
Repayment of long-term loans payable	(4,531)	(2,595)
Cash dividends paid	(346)	(414)
Other, net	(503)	(994)
Net cash provided by (used in) financing activities	(2,113)	369
Effect of exchange rate change on cash and cash equivalents	(2)	(7)
Net increase (decrease) in cash and cash equivalents	(756)	(1,741)
Cash and cash equivalents at beginning of period	6,352	6,579
Increase (decrease) in cash and cash equivalents resulting from change of scope of consolidation	7	-
Cash and cash equivalents at end of period	5,604	4,837