

Translation

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## Summary of Consolidated Financial Results for the Six Months Ended September 30, 2013 (Based on Japanese GAAP)

November 7, 2013

Company name VT HOLDINGS CO., LTD.  
 Stock exchange listing Tokyo, 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 11, 2013  
 Scheduled date to commence dividend payments November 25, 2013  
 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, 2013 (from April 1, 2013 to September 30, 2013)

(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, 2013	60,460	8.8	4,049	28.0	3,945	30.4	2,160	19.4
Six months ended September 30, 2012	55,589	28.1	3,163	9.0	3,025	6.9	1,808	(27.2)

	Net income per share	Diluted net income per share
	Yen	Yen
Six months ended September 30, 2013	59.76	59.49
Six months ended September 30, 2012	51.51	50.25

(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, 2013	79,203	22,907	27.7	604.95
As of March 31, 2013	79,510	21,157	25.4	561.22

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, 2013	-	13.00	-	17.00	30.00
Year ending March 31, 2014	-	16.00			
Year ending March 31, 2014 (Forecast)			-	16.00	32.00

3. Forecast for the year ending March 31, 2014 (from April 1, 2013 to March 31, 2014)

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	128,000	8.2	9,500	21.6	9,300	21.4	5,000	4.7	137.73

4. Notes

- (1) Changes in significant subsidiaries during the six months ended September 30, 2013  
(changes in specified subsidiaries resulting in the change in scope of consolidation): no
- (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: no
  - Changes in accounting policies due to other reasons: no
  - Changes in accounting estimates: no
  - 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, 2013	36,793,678 shares	As of March 31, 2013	36,793,678 shares
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Number of shares of treasury stock at the end of the period

As of September 30, 2013	575,435 shares	As of March 31, 2013	786,867 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, 2013	36,142,834 shares	Six months ended September 30, 2012	35,111,376 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2013	As of September 30, 2013
Assets		
Current assets		
Cash and deposits	4,244	6,327
Notes and accounts receivable-trade	4,164	4,188
Merchandise and finished goods	10,380	9,434
Work in process	311	297
Raw materials and supplies	53	57
Other	8,255	8,164
Allowance for doubtful accounts	(18)	(22)
Total current assets	27,392	28,447
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	17,581	17,622
Accumulated depreciation	(11,049)	(11,249)
Buildings and structures, net	6,532	6,372
Machinery, equipment and vehicles	3,143	3,323
Accumulated depreciation	(1,880)	(1,931)
Machinery, equipment and vehicles, net	1,262	1,392
Land	18,111	17,091
Other	8,126	8,859
Accumulated depreciation	(3,969)	(4,391)
Other, net	4,156	4,467
Total property, plant and equipment	30,062	29,323
Intangible assets		
Goodwill	12,607	12,151
Other	665	563
Total intangible assets	13,273	12,714
Investments and other assets		
Investment securities	5,346	5,442
Other	4,391	4,225
Allowance for doubtful accounts	(955)	(949)
Total investments and other assets	8,782	8,718
Total noncurrent assets	52,118	50,756
Total assets	79,510	79,203

(Millions of yen)

	As of March 31, 2013	As of September 30, 2013
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable-trade	12,994	11,975
Short-term loans payable	16,463	16,925
Income taxes payable	2,016	896
Provision for bonuses	810	819
Other	10,789	11,482
Total current liabilities	<u>43,074</u>	<u>42,099</u>
Noncurrent liabilities		
Bonds payable	1,250	1,075
Long-term loans payable	8,168	7,090
Provision for retirement benefits	740	780
Provision for directors' retirement benefits	409	463
Asset retirement obligations	286	291
Other	4,424	4,496
Total noncurrent liabilities	<u>15,279</u>	<u>14,196</u>
Total liabilities	<u>58,353</u>	<u>56,296</u>
<b>Net assets</b>		
Shareholders' equity		
Capital stock	2,493	2,493
Capital surplus	1,029	1,028
Retained earnings	16,488	18,034
Treasury stock	(134)	(98)
Total shareholders' equity	<u>19,876</u>	<u>21,458</u>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	261	312
Revaluation reserve for land	37	37
Foreign currency translation adjustment	31	102
Total accumulated other comprehensive income	<u>330</u>	<u>452</u>
Subscription rights to shares	12	7
Minority interests	937	990
Total net assets	<u>21,157</u>	<u>22,907</u>
Total liabilities and net assets	<u>79,510</u>	<u>79,203</u>

**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, 2012	Six months ended September 30, 2013
Net sales	55,589	60,460
Cost of sales	43,927	47,590
Gross profit	11,661	12,869
Selling, general and administrative expenses	8,498	8,820
Operating income	3,163	4,049
Non-operating income		
Rent income	59	60
Equity in earnings of affiliates	85	61
Other	123	79
Total non-operating income	268	201
Non-operating expenses		
Interest expenses	269	213
Other	136	91
Total non-operating expenses	406	305
Ordinary income	3,025	3,945
Extraordinary income		
Gain on sales of noncurrent assets	-	7
Gain on sales of investment securities	4	5
Grant income	2	-
Gain on bargain purchase	142	-
Reversal of allowance for doubtful accounts	-	4
Other	0	-
Total extraordinary income	149	17
Extraordinary loss		
Loss on sales of noncurrent assets	-	104
Loss on retirement of noncurrent assets	8	15
Special retirement expenses	20	-
Other	15	24
Total extraordinary losses	44	144
Income before income taxes and minority interests	3,130	3,819
Income taxes-current	1,311	947
Income taxes-deferred	(25)	648
Total income taxes	1,286	1,596
Income before minority interests	1,844	2,222
Minority interests in income	35	62
Net income	1,808	2,160

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Six months ended September 30, 2012	Six months ended September 30, 2013
Income before minority interests	1,844	2,222
Other comprehensive income		
Valuation difference on available-for-sale securities	(15)	51
Foreign currency translation adjustment	(50)	69
Share of other comprehensive income of associates accounted for using equity method	(1)	(1)
Total other comprehensive income	(67)	118
Comprehensive income	1,776	2,341
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	1,745	2,281
Comprehensive income attributable to minority interests	31	60

## Consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2012	Six months ended September 30, 2013
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	3,130	3,819
Depreciation and amortization	1,400	1,515
Amortization of goodwill	456	455
Gain on bargain purchase	(142)	-
Increase (decrease) in allowance for doubtful accounts	(8)	(1)
Increase (decrease) in provision for bonuses	(16)	8
Interest expenses	269	213
Loss (gain) on sales of noncurrent assets	-	96
Loss on retirement of noncurrent assets	8	15
Decrease (increase) in notes and accounts receivable-trade	1,144	516
Decrease (increase) in inventories	(1,842)	1,076
Increase (decrease) in notes and accounts payable-trade	(3,230)	(1,038)
Other, net	(616)	(330)
Subtotal	555	6,347
Interest and dividends income received	48	85
Interest expenses paid	(278)	(210)
Income taxes paid	(2,540)	(2,704)
Income taxes refund	908	627
Net cash provided by (used in) operating activities	(1,306)	4,146
Net cash provided by (used in) investing activities		
Purchase of property, plant and equipment	(1,337)	(1,387)
Proceeds from sales of property, plant and equipment	897	1,907
Purchase of investment securities	(70)	(15)
Proceeds from sales of investment securities	77	20
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	(11)	(11)
Collection of loans receivable	46	42
Other, net	(130)	(14)
Net cash provided by (used in) investing activities	(796)	540
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	724	1,025
Proceeds from long-term loans payable	3,650	900
Repayment of long-term loans payable	(2,595)	(2,568)
Cash dividends paid	(414)	(612)
Repayments of lease obligations	(892)	(1,107)
Other, net	(101)	(235)
Net cash provided by (used in) financing activities	369	(2,598)
Effect of exchange rate change on cash and cash equivalents	(7)	14
Net increase (decrease) in cash and cash equivalents	(1,741)	2,103
Cash and cash equivalents at beginning of period	6,579	4,184
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	-	(20)
Cash and cash equivalents at end of period	4,837	6,267