

Consolidated Financial Results for the Three Months Ended June 30, 2009 (Fiscal year ending March 31, 2010)

August 7, 2009

Stock exchange: Tokyo

Tel: +81 (3) 3258-3333

Company name: Japan Vilene Co., Ltd.

Listing Code number: 3514

URL: <http://www.vilene.co.jp>

Representative: Mitsuo Kanno, President

Contact Person: Keiji Abo, Director, Management & Finance Dept.

Submission of Shihanki-houkokusho: August 14, 2009

1. Consolidated Financial Results for the Three Months Ended June 30, 2009 (From April 1, 2009 to June 30, 2009)

Note: Amounts less than one million yen are rounded down, except for per share information.

(1) Consolidated operating results

	Net sales		Operating income		Ordinary income		Net income	
	JPY (million)	%	JPY (million)	%	JPY (million)	%	JPY (million)	%
Three months ended June 30, 2009	9,954	-30.0	123	-86.6	112	-90.4	1	-99.7
Three months ended June 30, 2008	14,217	-	919	-	1,170	-	633	-

	Earnings per share Basic		Earnings per share Diluted	
	JPY	JPY	JPY	JPY
Three months ended June 30, 2009	0.03		0.03	
Three months ended June 30, 2008	9.76		9.75	

Note: The percentages of changes represent rate of increases or decreases from the results of the corresponding period of the previous fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio to total assets	Shareholders' equity per share
	JPY (million)	JPY (million)	%	JPY
As of June 30, 2009	52,017	33,397	64.2	514.60
As of March 31, 2009	52,619	33,824	63.7	516.33

Note: Shareholders' equity (JPY million) : As of June 30, 2009 33,382 As of March 31, 2009 33,496

2. Cash dividends

	Cash dividends per share				
	End of 1st quarter	End of 2nd quarter	End of 3rd quarter	Year-end	Annual
	JPY	JPY	JPY	JPY	JPY
FY2008	-	6.00	-	6.00	12.00
FY2009	-				
FY2009 (Forecast)		4.00	-	4.00	8.00

Note: Changes in the forecast for the dividends payment : No

3. Forecast for Consolidated Operating Results for the Fiscal Year Ending March 31, 2010 (From April 1, 2009 to March 31, 2010)

	Net sales		Operating income		Ordinary income		Net income		Earnings per share Basic	
	JPY (million)	%	JPY (million)	%	JPY (million)	%	JPY (million)	%	JPY	JPY
FY2009 First-half	21,800	-21.3	120	-92.5	60	-97.0	0	-100.0	0.00	
FY2009	46,000	-8.4	1,100	-16.9	1,000	-47.5	600	-10.7	9.25	

Note: 1) Changes in the forecast for the consolidated operating results for the fiscal year ending March 31, 2010 : No

2) The percentages of changes represent rate of increases or decreases from the results of the corresponding period of the previous fiscal year.

4. Others

- (1) Changes in the scope of consolidation for significant subsidiaries during the three months ended June 30, 2009 : No
- (2) Adoption of simplified accounting methods : Yes
- (3) Changes in the significant accounting policies
 - 1) Adoption of new accounting standard : No
 - 2) Others : No
- (4) Number of common stocks
 - 1) Number of common stocks issued at the end of period, including treasury stocks
 - As of June 30, 2009 65,140,945 shares As of March 31, 2009 65,140,945 shares
 - 2) Number of treasury stocks at the end of period
 - As of June 30, 2009 270,382 shares As of March 31, 2009 266,606 shares
 - 3) Average number of common stocks issued during period, excluding treasury stocks
 - For the three months ended June 30, 2009 64,872,055 shares For the three months ended June 30, 2008 64,909,015 shares

Note: The above forecasts of future performance are based on information available to the Company at the present time and are subject to potential risks and uncertainty. Accordingly, the users should be aware that actual results may differ significantly from any expressed future performance herein due to various factors.

【Consolidated Financial Statements】

(1) Consolidated Balance Sheets

(in millions of Yen)

	Current First Quarter (As of June 30,2009)	Previous Fiscal Year (As of March 31,2009) (Condensed)
Assets		
Current assets		
Cash and deposits	6,834	7,320
Notes and accounts receivable-trade	9,114	8,901
Merchandise and finished goods	4,335	4,664
Work in process	672	605
Raw materials and supplies	1,531	1,651
Other	2,176	2,050
Allowance for doubtful accounts	-4	-4
Total current assets	24,659	25,189
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	7,868	7,878
Machinery, equipment and vehicles, net	5,341	5,519
Land	3,766	4,076
Other, net	1,219	1,007
Total property, plant and equipment	18,196	18,482
Intangible assets		
Total intangible assets	359	369
Investments and other assets		
Investment securities	3,972	3,912
Other	4,863	4,715
Allowance for doubtful accounts	-32	-50
Total investments and other assets	8,802	8,577
Total noncurrent assets	27,358	27,430
Total assets	52,017	52,619

(in millions of Yen)

	Current First Quarter (As of June 30,2009)	Previous Fiscal Year (As of March 31,2009) (Condensed)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	3,404	3,162
Short-term loans payable	5,366	5,366
Current portion of long-term loans payable	123	147
Income taxes payable	32	29
Provision for bonuses	307	592
Provision for directors' bonuses	9	64
Other	2,320	2,296
Total current liabilities	11,565	11,660
Noncurrent liabilities		
Long-term loans payable	3,390	3,416
Provision for retirement benefits	2,146	2,182
Provision for directors' retirement benefits	15	67
Provision for contingent loss	83	83
Other	1,419	1,385
Total noncurrent liabilities	7,055	7,135
Total liabilities	18,620	18,795
Net assets		
Shareholders' equity		
Capital stock	9,816	9,816
Capital surplus	7,493	7,493
Retained earnings	18,505	19,148
Treasury stock	-130	-128
Total shareholders' equity	35,684	36,329
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	102	94
Deferred gains or losses on hedges	-2	-1
Foreign currency translation adjustment	-2,402	-2,925
Total valuation and translation adjustments	-2,302	-2,833
Subscription rights to shares	14	14
Minority interests	-	312
Total net assets	33,397	33,824
Total liabilities and net assets	52,017	52,619

(2) Consolidated Statement of Income

The Three Months Ended June 30, 2009

(in millions of Yen)

	Three Months Ended June 30, 2008 (From April 1, 2008 to June 30, 2008)	Three Months Ended June 30, 2009 (From April 1, 2009 to June 30, 2009)
Net sales	14,217	9,954
Cost of sales	11,029	7,922
Gross profit	3,188	2,031
Selling, general and administrative expenses		
Total selling, general and administrative expenses	2,269	1,908
Operating income	919	123
Non-operating income		
Dividends income	50	30
Equity in earnings of affiliates	50	-
Compensation income	100	-
Subsidy income	-	36
Other	117	35
Total non-operating income	318	103
Non-operating expenses		
Interest expenses	24	30
Equity in losses of affiliates	-	63
Foreign exchange losses	-	9
Compensation expenses	30	-
Other	12	10
Total non-operating expenses	67	114
Ordinary income	1,170	112
Extraordinary income		
Reversal of allowance for doubtful accounts	-	18
Gain on sales of noncurrent assets	13	-
Other	0	-
Total extraordinary income	13	18
Extraordinary loss		
Loss on retirement of noncurrent assets	21	3
Loss on sales of subsidiaries' stocks	-	12
Loss on valuation of inventories	56	-
Impairment loss	10	22
Total extraordinary losses	88	38
Income before income taxes and minority interests	1,095	92
Income taxes-current	174	6
Income taxes-deferred	284	80
Total income taxes	458	86
Minority interests in income	3	4
Net income	633	1