

**Summary of Consolidated Financial Results of Sumitomo Osaka Cement Co., Ltd.  
for the Fiscal 2011, Ending March 31, 2011(Japan GAAP)**

May 13, 2011

Company: Sumitomo Osaka Cement Co., Ltd. Fiscal 2010 : April 1, 2009-March 31, 2010  
 Stock code: 5232 Fiscal 2011 : April 1, 2010-March 31, 2011  
 URL: <http://www.soc.co.jp/>

\*Figures are rounded down to the nearest million yen.

**1. Consolidated Results for Fiscal 2011, Ending March 31, 2011 ( April 1, 2010 — March 31, 2011 )**

\* Percent figures for net sales, operating income, ordinary income and net income express percentage change from the same period of the previous fiscal year.

**(1) Consolidated Results**

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal 2011	201,220	3.1	7,425	144.5	5,949	468.3	1,339	—
Fiscal 2010	195,089	(9.4)	3,037	(49.2)	1,046	(76.0)	(849)	—

  

	EPS	Diluted EPS	Net Income to Total Equity	Ordinary Income to Total Assets	Operating Income to Net Sales
	Yen	Yen	%	%	%
Fiscal 2011	3.22	—	1.1	1.9	3.7
Fiscal 2010	-2.04	—	-0.7	0.3	1.6

(Reference) Profit (loss) on investment by the equity method of accounting: FY 2011 0 millions of yen FY 2010: △14 millions of yen

**(2) Consolidated Financial Position**

	Total Assets	Net Assets	Shareholder's equity ratio	Net Assets per Share
	Millions of yen	Millions of yen	%	Yen
Fiscal 2011	311,696	129,113	41.0	306.74
Fiscal 2010	311,968	125,197	39.6	296.78

(Reference) Total Equity of FY 2011: 127,723 millions of yen FY 2010: 123,601 millions of yen

**(3) Consolidated Cash Flows**

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows From Financing Activities	Cash and Cash Equivalents at End of Period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal 2011	21,548	(15,048)	(10,991)	26,277
Fiscal 2010	24,555	(21,525)	1,765	30,800

**2. Dividends**

(Date of Record)	Dividends per share					Total dividends (Annual)	Dividend ratio (consolidated)	Dividends/Net assets
	First Quarter	Second Quarter	Third Quarter	Year-end	Annual			
Fiscal 2010	—	0.00	—	4.00	4.00	1,665	—	1.3
Fiscal 2011	—	0.00	—	4.00	4.00	1,665	124.40	1.3
FY2012 (Forecast)	—	0.00	—	4.00	4.00		83.30	

**3. Forecast of Consolidated Financial Results for Fiscal 2012 (April 1, 2011—March 31, 2012)**

\*Percent figures for net sales, operating income, ordinary income and net income express percentage change from the same period of the previous fiscal year.

	Net Sales		Operating Income		Ordinary Income		Net Income		EPS
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
FY2012 1H	96,000	1.0	2,200	16.6	2,000	39.6	500	—	1.20
FY2012	203,500	1.3	8,000	7.7	7,000	17.7	2,000	49.3	4.80

Consolidated Financial Statement for Fiscal 2011  
(1) Consolidated balance sheets

(Millions of Yen)

	End FY 2010(As of March 31,2010)	End FY 2011(As of March 31,2011)
<b>Consolidated balance sheets</b>		
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	31,072	26,419
Notes and accounts receivable-trade	38,560	42,381
Short-term investment securities	0	0
Merchandise and finished goods	8,180	8,243
Work in process	1,669	1,571
Raw materials and supplies	9,022	10,962
Deferred tax assets	1,816	1,767
Short-term loans receivable	307	256
Other	2,240	1,697
Allowance for doubtful accounts	△296	△275
Total current assets	92,573	93,027
<b>Noncurrent assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	149,886	152,184
Accumulated depreciation	△96,088	△99,115
Buildings and structures, net	53,797	53,069
Machinery, equipment and vehicles	364,578	372,610
Accumulated depreciation	△305,604	△318,595
Machinery, equipment and vehicles, net	58,973	54,015
Land	40,184	39,409
Construction in progress	5,746	5,039
Other	31,639	31,977
Accumulated depreciation	△16,434	△17,003
Other, net	15,204	14,974
Total property, plant and equipment	173,906	166,507
<b>Intangible assets</b>		
Goodwill	110	485
Other	3,802	3,184
Total intangible assets	3,912	3,670
<b>Investments and other assets</b>		
Investment securities	33,366	40,724
Long-term loans receivable	1,397	1,541
Deferred tax assets	923	979
Other	6,404	5,702
Allowance for doubtful accounts	△515	△456
Total investments and other assets	41,575	48,491
Total noncurrent assets	219,395	218,669
Total assets	311,968	311,696

Consolidated Financial Statement for Fiscal 2011  
 (1) Consolidated balance sheets

(Millions of Yen)

	End FY 2010(As of March 31,2010)	End FY 2011(As of March 31,2011)
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable-trade	23,366	24,560
Short-term loans payable	33,559	34,278
Current portion of long-term loans payable	8,354	9,369
Current portion of bonds	5,000	7,000
Income taxes payable	783	1,719
Deferred tax liabilities	12	—
Provision for bonuses	2,130	2,050
Provision for loss on disaster	—	481
Other	11,343	10,265
<b>Total current liabilities</b>	<b>84,550</b>	<b>89,725</b>
<b>Noncurrent liabilities</b>		
Bonds payable	22,000	15,000
Long-term loans payable	60,956	54,928
Deferred tax liabilities	8,352	11,544
Provision for retirement benefits	1,095	1,058
Provision for directors' retirement benefits	294	260
Asset retirement obligations	—	256
Other	9,521	9,810
<b>Total noncurrent liabilities</b>	<b>102,220</b>	<b>92,857</b>
<b>Total liabilities</b>	<b>186,771</b>	<b>182,583</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Capital stock	41,654	41,654
Capital surplus	31,084	31,084
Retained earnings	43,738	43,411
Treasury stock	△1,941	△1,959
<b>Total shareholders' equity</b>	<b>114,534</b>	<b>114,190</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	9,101	13,578
Foreign currency translation adjustment	△34	△46
<b>Total accumulated other comprehensive income</b>	<b>9,067</b>	<b>13,532</b>
<b>Minority interests</b>	<b>1,595</b>	<b>1,390</b>
<b>Total net assets</b>	<b>125,197</b>	<b>129,113</b>
<b>Total liabilities and net assets</b>	<b>311,968</b>	<b>311,696</b>

## (2) Consolidated Profit and Loss Statement

(Millions of Yen)

	Fiscal 2010(April 1,2009 to March 31, 2010)	Fiscal 2011(April 1,2010 to March 31, 2011)
<b>Consolidated statements of (comprehensive) income</b>		
Net sales	195,089	201,220
Cost of sales	157,677	158,463
Gross profit	37,411	42,757
Selling, general and administrative expenses	34,374	35,331
Operating income	3,037	7,425
<b>Non-operating income</b>		
Interest income	84	83
Dividends income	668	1,034
Equity in earnings of affiliates	—	0
Rent income	163	172
Other	581	468
Total non-operating income	1,498	1,760
<b>Non-operating expenses</b>		
Interest expenses	2,225	2,141
Equity in losses of affiliates	14	—
Other	1,249	1,095
Total non-operating expenses	3,488	3,236
Ordinary income	1,046	5,949
<b>Extraordinary income</b>		
Gain on sales of noncurrent assets	243	56
Gain on sales of investment securities	525	102
Gain on extinguishment of tie-in shares	24	—
Gain on negative goodwill	—	126
Other	9	11
Total extraordinary income	804	295
<b>Extraordinary loss</b>		
Loss on retirement of noncurrent assets	650	532
Loss on sales of noncurrent assets	2	5
Loss on valuation of investment securities	56	28
Impairment loss	12	1,357
Loss on closing of the ready-mixed concrete plant for rent	1,943	—
Loss on adjustment for changes of accounting standard for asset retirement obligations	—	198
Loss on disaster	—	786
Other	6	7
Total extraordinary losses	2,670	2,916
Income (loss) before income taxes and minority interests	△819	3,328
Income taxes-current	899	1,890
Income taxes-deferred	△879	58
Total income taxes	19	1,949
Income before minority interests	—	1,378
Minority interests in income	9	39
Net income (loss)	△849	1,339

## (3) Consolidated statements of comprehensive income

(Millions of Yen)

	Fiscal 2010(April 1,2009 to March 31, 2010)	Fiscal 2011(April 1,2010 to March 31, 2011)
<b>Consolidated statements of comprehensive income</b>		
Income before minority interests	—	1,378
<b>Other comprehensive income</b>		
Valuation difference on available-for-sale securities	—	4,478
Foreign currency translation adjustment	—	△12
Share of other comprehensive income of associates accounted for using equity method	—	△1
<b>Total other comprehensive income</b>	<b>—</b>	<b>4,465</b>
<b>Comprehensive income</b>	<b>—</b>	<b>5,843</b>
<b>Comprehensive income attributable to</b>		
Comprehensive income attributable to owners of the parent	—	5,804
Comprehensive income attributable to minority interests	—	39

(4) Consolidated Statement of Changes in Shareholders' Equity  
 For the fiscal 2011, ending March 31, 2011 (April 1, 2010 to March 31, 2011)

(Millions of Yen)

	Fiscal 2010 (April 1, 2009 to March 31, 2010)	Fiscal 2011 (April 1, 2010 to March 31, 2011)
<b>Consolidated statements of changes in net assets</b>		
Shareholders' equity		
Capital stock		
Balance at the end of previous period	41,654	41,654
Changes of items during the period		
Total changes of items during the period	—	—
Balance at the end of current period	<u>41,654</u>	<u>41,654</u>
Capital surplus		
Balance at the end of previous period	31,084	31,084
Changes of items during the period		
Disposal of treasury stock	0	0
Total changes of items during the period	0	0
Balance at the end of current period	<u>31,084</u>	<u>31,084</u>
Retained earnings		
Balance at the end of previous period	45,426	43,738
Changes of items during the period		
Dividends from surplus	△839	△1,665
Net income (loss)	△849	1,339
Total changes of items during the period	<u>△1,688</u>	<u>△326</u>
Balance at the end of current period	<u>43,738</u>	<u>43,411</u>
Treasury stock		
Balance at the end of previous period	△1,926	△1,941
Changes of items during the period		
Purchase of treasury stock	△17	△18
Disposal of treasury stock	2	1
Total changes of items during the period	<u>△15</u>	<u>△17</u>
Balance at the end of current period	<u>△1,941</u>	<u>△1,959</u>
Total shareholders' equity		
Balance at the end of previous period	116,238	114,534
Changes of items during the period		
Dividends from surplus	△839	△1,665
Net income (loss)	△849	1,339
Purchase of treasury stock	△17	△18
Disposal of treasury stock	2	1
Total changes of items during the period	<u>△1,703</u>	<u>△343</u>
Balance at the end of current period	<u>114,534</u>	<u>114,190</u>

(4) Consolidated Statement of Changes in Shareholders' Equity  
 For the fiscal 2011, ending March 31, 2011 (April 1, 2010 to March 31, 2011)

(Millions of Yen)

	Fiscal 2010 (April 1, 2009 to March 31, 2010)	Fiscal 2011 (April 1, 2010 to March 31, 2011)
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities		
Balance at the end of previous period	4,025	9,101
Changes of items during the period		
Net changes of items other than shareholders' equity	5,076	4,477
Total changes of items during the period	5,076	4,477
Balance at the end of current period	9,101	13,578
Foreign currency translation adjustment		
Balance at the end of previous period	△35	△34
Changes of items during the period		
Net changes of items other than shareholders' equity	1	△12
Total changes of items during the period	1	△12
Balance at the end of current period	△34	△46
Total accumulated other comprehensive income		
Balance at the end of previous period	3,989	9,067
Changes of items during the period		
Net changes of items other than shareholders' equity	5,077	4,465
Total changes of items during the period	5,077	4,465
Balance at the end of current period	9,067	13,532
Minority interests		
Balance at the end of previous period	1,454	1,595
Changes of items during the period		
Net changes of items other than shareholders' equity	140	△205
Total changes of items during the period	140	△205
Balance at the end of current period	1,595	1,390
Total net assets		
Balance at the end of previous period	121,682	125,197
Changes of items during the period		
Dividends from surplus	△839	△1,665
Net income (loss)	△849	1,339
Purchase of treasury stock	△17	△18
Disposal of treasury stock	2	1
Net changes of items other than shareholders' equity	5,218	4,260
Total changes of items during the period	3,515	3,916
Balance at the end of current period	125,197	129,113

## (5) Consolidated Statement of Cash Flows

(Millions of Yen)

	Fiscal 2010(April 1,2009 to March 31, 2010)	Fiscal 2011(April 1,2010 to March 31, 2011)
<b>Consolidated statements of cash flows</b>		
Net cash provided by (used in) operating activities		
Income (loss) before income taxes and minority interests	△819	3,328
Depreciation and amortization	20,871	20,741
Impairment loss	12	1,357
Loss on closing of the ready-mixed concrete plant for rent	1,352	—
Amortization of goodwill	169	217
Gain on negative goodwill	—	△126
Increase (decrease) in provision for retirement benefits	40	△37
Increase (decrease) in provision for directors' retirement benefits	△45	△33
Increase(decrease) in provision for loss on disaster	—	481
Increase (decrease) in allowance for doubtful accounts	22	9
Interest and dividends income	△752	△1,118
Interest expenses	2,225	2,141
Foreign exchange losses (gains)	78	175
Equity in (earnings) losses of affiliates	14	0
Gain on sales of noncurrent assets	△243	△56
Loss on sales of noncurrent assets	2	5
Loss on retirement of noncurrent assets	211	251
Loss (gain) on sales of investment securities	△525	△102
Loss (gain) on valuation of investment securities	56	28
Decrease (increase) in notes and accounts receivable-trade	4,941	△3,799
Decrease (increase) in inventories	4,066	△1,912
Increase (decrease) in notes and accounts payable-trade	△5,106	1,185
Other, net	538	844
Subtotal	27,108	23,580
Interest and dividends income received	742	1,120
Interest expenses paid	△2,232	△2,166
Income taxes paid	△1,063	△985
Net cash provided by (used in) operating activities	24,555	21,548
Net cash provided by (used in) investing activities		
Proceeds from redemption of securities	0	0
Purchase of noncurrent assets	△20,324	△15,219
Proceeds from sales of noncurrent assets	381	92
Purchase of investment securities	△311	△131
Proceeds from sales of investment securities	1,421	316
Purchase of investments in subsidiaries resulting in change in scope of consolidation	△1,170	—
Proceeds from purchase of investments in subsidiaries resulting in change in scope of consolidation	225	—
Payments of loans receivable	△2,362	△432
Collection of loans receivable	234	182
Other, net	379	143
Net cash provided by (used in) investing activities	△21,525	△15,048

## (5) Consolidated Statement of Cash Flows

(Millions of Yen)

	Fiscal 2010(April 1,2009 to March 31, 2010)	Fiscal 2011(April 1,2010 to March 31, 2011)
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	742	742
Proceeds from long-term loans payable	15,154	3,448
Repayment of long-term loans payable	△8,225	△8,460
Proceeds from issuance of bonds	5,000	—
Proceeds from sales of treasury stock	2	1
Redemption of bonds	△10,000	△5,000
Purchase of treasury stock	△17	△18
Cash dividends paid	△833	△1,665
Cash dividends paid to minority shareholders	△6	△4
Other, net	△52	△33
Net cash provided by (used in) financing activities	1,765	△10,991
Effect of exchange rate change on cash and cash equivalents	△11	△30
Net increase (decrease) in cash and cash equivalents	4,784	△4,522
Cash and cash equivalents at beginning of period	25,988	30,800
Increase in cash and cash equivalents resulting from merger with unconsolidated subsidiaries	27	—
Cash and cash equivalents at end of period	30,800	26,277

## (6) Segment Sales and Operating(Loss) Income Information

(Millions of Yen)

	Fiscal 2010(Apr 1, 2009 to Mar 31,2010)	<b>Fiscal 2011(Apr 1, 2010 to Mar 31, 2011)</b>	Change from same perido of previous year(Figures)	Change from same perido of previous year(%)
Cement	155,184	<b>158,128</b>	2,943	1.9
Mineral Resources	7,543	<b>11,031</b>	3,487	46.2
Cement Related products	13,666	<b>14,680</b>	1,013	7.4
Optoelectronics	3,493	<b>3,897</b>	403	11.5
Advanced Materials	8,982	<b>7,873</b>	△ 1,108	△ 12.3
Others	6,218	<b>5,610</b>	△ 607	△ 9.8
<b>Net Sales</b>	195,089	<b>201,220</b>	6,131	3.1
Cement	2,797	<b>5,393</b>	2,595	92.8
Mineral Resources	△ 478	<b>354</b>	833	-
Cement Related products	255	<b>260</b>	5	2.1
Optoelectronics	△ 198	<b>269</b>	467	-
Advanced Materials	△ 279	<b>515</b>	794	-
Others	980	<b>667</b>	△ 312	△ 31.9
Adjustment	△ 39	<b>△ 34</b>	4	-
<b>Operating(Loss) Income</b>	3,037	<b>7,425</b>	4,388	144.5