

1st Quarter FY2011 Consolidated Financial Results

April 28, 2011

(Amounts are rounded down to the nearest million yen)

1. Consolidated Results for 1st quarter FY2011 (January 1, 2011 through March 31, 2011)

(1) Consolidated financial results % of change from previous 1st quarter

	Net Sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
1Q FY2011	12,277	9.9	897	27.2	952	34.3	708	58.1
1Q FY2010	11,168	20.7	705	-	709	-	447	-

	Quarterly net income per share –Basic	Quarterly net income per share –Diluted
	Yen	Yen
1Q FY2011	25.80	-
1Q FY2010	16.32	-

(2) Consolidated financial position

	Total assets	Total net assets	Ratio of net assets	Net assets per share
	Million yen	Million yen	%	Yen
1Q FY2011	50,456	34,343	68.1	1,251.11
FY2010	50,120	33,996	67.8	1,238.45

2. Cash dividends

	Cash dividends per share				
	End of 1st quarter	End of 2nd quarter	End of 3rd quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
FY2010	-	20.00	-	*30.00	50.00
FY2011	-				
FY2011 (forecast)		-	-	-	-

*: Including commemorative dividend of ¥5 for the company's 60th anniversary

Cash dividends forecast for FY2011 is undetermined

3. Forecast of consolidated results for FY2011 (January 1, 2011 through December 31, 2011)

(% of change from FY2010 or 1st half FY2010)

	Net Sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
1H FY2011	26,000	1.6	2,000	(14.6)	1,900	(19.2)	1,300	(19.3)	47.36
FY2011	61,000	7.7	5,600	2.6	5,500	0.4	3,800	3.0	138.43

Consolidated financial statements

(1) Consolidated balance sheets

(Amount: millions of yen)

	1st quarter FY2011 (As of March 31, 2011)	FY2010 (As of December 31, 2010)
Assets		
Current assets		
Cash and deposits	12,675	10,996
Notes and accounts receivable-trade	11,904	14,588
Finished goods	5,056	4,816
Work in process	2,811	2,300
Raw materials and supplies	947	992
Deferred tax assets	239	166
Other	785	737
Allowance for doubtful accounts	(57)	(58)
Total current assets	34,362	34,541
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	8,234	8,162
Accumulated depreciation	(4,658)	(4,563)
Buildings and structures, net	3,575	3,598
Machinery, equipment and vehicles	13,371	12,861
Accumulated depreciation	(8,057)	(7,736)
Machinery, equipment and vehicles, net	5,313	5,125
Tools, furniture and fixtures	13,776	13,498
Accumulated depreciation	(11,614)	(11,287)
Tools, furniture and fixtures, net	2,161	2,210
Other	1,527	1,276
Total property, plant and equipment	12,578	12,210
Intangible assets	667	737
Investments and other assets		
Investment securities	1,406	1,171
Deferred tax assets	627	576
Other	871	932
Allowance for doubtful accounts	(59)	(48)
Total investments and other assets	2,847	2,632
Total noncurrent assets	16,093	15,579
Total assets	50,456	50,120

(Amount: millions of yen)

	1st quarter FY2011 (As of March 31, 2011)	FY2010 (As of December 31, 2010)
Liabilities		
Current liabilities		
Accounts payable-trade	3,660	4,769
Short-term loans payable	5,175	5,086
Income taxes payable	360	323
Other	3,328	3,105
Total current liabilities	12,524	13,284
Noncurrent liabilities		
Long-term loans payable	2,164	1,442
Provision for retirement benefits	1,152	1,127
Other	270	269
Total noncurrent liabilities	3,587	2,839
Total liabilities	16,112	16,124
Net assets		
Shareholders' equity		
Capital stock	6,923	6,923
Capital surplus	7,440	7,440
Retained earnings	23,673	23,788
Treasury stock	(1,521)	(1,521)
Total shareholders' equity	36,515	36,630
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	26	65
Foreign currency translation adjustment	(2,198)	(2,699)
Total valuation and translation adjustments	(2,171)	(2,634)
Total net assets	34,343	33,996
Total liabilities and net assets	50,456	50,120

(2) Consolidated Statements of income

(Amount: millions of yen)

	1st quarter FY2010 (January 1, 2010 through March 31, 2010)	1st quarter FY2011 (January 1, 2011 through March 31, 2011)
Net sales	11,168	12,277
Cost of sales	7,442	8,240
Gross profit	3,725	4,036
Selling, general and administrative expenses	3,019	3,139
Operating income	705	897
Non-operating income		
Interest income	4	7
Foreign exchange gains	-	69
Other	25	13
Total non-operating income	29	89
Non-operating expenses		
Interest expenses	21	28
Foreign exchange losses	3	-
Other	1	5
Total non-operating expenses	26	34
Ordinary income	709	952
Extraordinary income		
Reversal of allowance for doubtful accounts	1	0
Total extraordinary income	1	0
Income before income taxes and minority interests	710	952
Income taxes	262	244
Income before minority interests	-	708
Minority interests in income	-	-
Net income	447	708

(3) Consolidated statements of cash flows

(Amount: millions of yen)

	FY2010 (January 1, 2010 through March 31, 2010)	FY2011 (January 1, 2011 through March 31, 2011)
Net cash provided by (used in) operating activities		
Income (loss) before income taxes and minority interests	710	952
Depreciation and amortization	748	729
Increase (decrease) in allowance for doubtful accounts	(2)	0
Increase (decrease) in provision for retirement benefits	(37)	40
Interest and dividends income	(4)	(7)
Interest expenses	21	28
Decrease (increase) in notes and accounts receivable-trade	(1,202)	2,868
Decrease (increase) in inventories	(1,279)	(492)
Increase (decrease) in notes and accounts payable-trade	212	(1,211)
Other, net	408	(68)
Subtotal	(426)	2,840
Interest and dividends income received	6	8
Interest expenses paid	(22)	(29)
Income taxes paid	(124)	(286)
Net cash provided by (used in) operating activities	(566)	2,532
Net cash provided by (used in) investing activities		
Purchase of property, plant and equipment	(426)	(661)
Purchase of intangible assets	(5)	(17)
Other, net	(21)	(308)
Net cash provided by (used in) investing activities	(452)	(987)
Net cash provided by (used in) financing activities		
Proceeds from long-term loans payable	1,001	1,100
Repayment of long-term loans payable	(315)	(338)
Cash dividends paid	(686)	(741)
Other, net	(0)	-
Net cash provided by (used in) financing activities	(1)	19
Effect of exchange rate change on cash and cash equivalents	(46)	114
Net increase (decrease) in cash and cash equivalents	(1,067)	1,679
Cash and cash equivalents at beginning of period	11,887	10,996
Cash and cash equivalents at end of period	10,819	12,675

(Segment Information)

Business Segment Information

1st quarter FY2010 (January 1, 2010 through March 31, 2010)

(Amount: millions of yen)

	Photographic Products	Optical Components	Commercial/Industrial use optics	Total	Eliminations and/or corporate	Consolidated
Net sales :						
(1) Sales to external customers	6,772	2,547	1,847	11,168	-	11,168
(2) Intersegment sales	-	-	-	-	-	-
Total	6,772	2,547	1,847	11,168	-	11,168
Operating income	537	370	254	1,161	(456)	705

1st quarter FY2011 (January 1, 2011 through March 31, 2011)

(Amount: millions of yen)

	Photographic Products	Optical Components	Commercial/Industrial use optics	Total	Eliminations and/or corporate	Consolidated
Net sales :						
(1) Sales to external customers	8,071	2,566	1,639	12,277	-	12,277
(2) Intersegment sales	-	-	-	-	-	-
Total	8,071	2,566	1,639	12,277	-	12,277
Operating income (loss)	1,225	(10)	193	1,408	(511)	897

Note: The details of the business segments are as follows.

Business Segment	Main Business
Photographic Products	Interchangeable lenses for SLR camera
Optical Components	Camcorder lenses Digital still camera lenses Cellular phone camera lenses
Commercial/Industrial-use Optics	Lenses for CCTV cameras Automotive lenses High-precision molds Molding die for high-precision engineering plastic injection Test plates Optical device units, etc