

FY2010 Half year Consolidated Financial Results (April 1, 2009 through September 30, 2009)

October 30, 2009

Company Name	AISIN SEIKI Co., Ltd.	Listed on	The Tokyo, Osaka and Nagoya Stock Exchange (1st division)
Code Number	7259		
URL	http://www.aisin.com/		
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(Amounts less than million yen are rounded down.)

1. Consolidated Results for FY2010 Half year (Apr. 1, 2009 through Sep. 30, 2009)

(1) Consolidated Financial Results

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
FY2010 Half year	880,824	-32.5	-3,496	—	-1,454	—	-34,774	—
FY2009 Half year	1,304,590	—	57,188	—	66,494	—	31,581	—

	Earnings Per Share	Fully Diluted Earnings Per Share
	Yen	Yen
FY2010 Half year	-123.55	—
FY2009 Half year	112.21	112.20

(2) Consolidated Financial Position

	Total Assets	Net Assets	Net assets excluding subscription rights to shares and minority interests as a percentage of total assets	Net assets excluding subscription rights to shares and minority interests per share
	Million Yen	Million Yen	%	Yen
FY2010 Half year	1,822,106	809,484	33.5	2,171.50
FY2009	1,731,689	814,506	35.8	2,202.86

Note : Net assets excluding subscription rights to shares and minority interests FY2010 Half year : 611,179 million yen , FY2009 Year end : 620,008 million yen

2. Cash Dividends

	Annual Cash Dividends Per Share				
	1st quarter	2nd quarter	3rd quarter	4th quarter	FY Total
	Yen	Yen	Yen	Yen	Yen
FY2009	—	30.00	—	10.00	40.00
FY2010	—	10.00	—	—	—
FY2010(Forecast)	—	—	—	—	—

Note : Changes in dividends forecast for FY2010 as of September 30, 2009: Yes

At present, FY2010 3rd and 4th quarter dividend forecast has not yet been determined.

3. Consolidated Forecast for FY2010 (Apr. 1, 2009 through Mar. 31, 2010)

	Net Sales		Operating Income		Ordinary Income		Net Income		Earnings Per Share
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Yen
FY2010	1,920,000	-13.3	36,000	—	38,000	—	-18,000	—	-63.95

Note : Consolidated forecast corrections for FY2010 : Yes

For more details please refer to "Notice Concerning Revision of the Forecasts for Consolidated and Unconsolidated Financial Results for FY2010 and Extraordinary Losses" disclosed on October 30, 2009

4. Others

- (1) Changes in significant subsidiaries : None
- (2) Use of estimation in reporting financial statements : Yes
- (3) Changes in Accounting Policies and Presentation
 - ① Changes according to revision of accounting policy : None
 - ② Other changes : None
- (4) Issued and outstanding capital stock
 - ① Number of shares issued as of the respective balance sheet date
FY2010 Half year : 294,674,634 shares , FY2009 : 294,674,634 shares
 - ② Number of treasury stock as of the respective balance sheet date
FY2010 Half year : 13,219,545 shares , FY2009 : 13,217,685 shares
 - ③ Average number of common stocks
FY2010 Half year : 281,455,802 shares , FY2009 Half year : 281,454,447 shares

※ Explanation regarding the appropriate use of forecasts, and other statements

(Notes concerning forecast)

Above forecasts contain forward-looking statements based on management's assumptions and beliefs taking into account information currently available. Therefore, please be advised that actual results could differ from those described in these forward-looking statements as a result of various factors such as changes in general economic and business conditions, and changes in currency exchange rates.

(Notes concerning profit distribution)

AISIN intends to live up to the expectations of our shareholders in overall consideration of business performance, payout ratio, and others when determining dividend amount. However, dividends amount for this term has not yet been determined due to the uncertain business environment. AISIN will propose the dividend amount for this term to shareholders after taking into consideration actual financial results and payout ratio for FY2010.



5. Consolidated quarterly financial statements
 (1) Consolidated quarterly balance sheets

(Million Yen)

	FY2010 Half year (As of Sep. 30, 2009)	FY2009 (As of Mar. 31, 2009)
Assets		
Current assets		
Cash and deposits	136,577	72,586
Notes and accounts receivable-trade	276,943	199,437
Short-term investment securities	82,502	77,651
Merchandise and finished goods	65,583	62,310
Work in process	39,334	36,940
Raw materials and supplies	39,654	48,282
Other	118,285	117,696
Allowance for doubtful accounts	-509	-1,324
Total current assets	<u>758,371</u>	<u>613,581</u>
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	544,103	542,825
Accumulated depreciation	-308,797	-297,775
Buildings and structures, net	<u>235,305</u>	<u>245,050</u>
Machinery, equipment and vehicles	1,389,542	1,391,874
Accumulated depreciation	-1,025,623	-980,991
Machinery, equipment and vehicles, net	<u>363,919</u>	<u>410,882</u>
Tools, furniture and fixtures	260,976	257,612
Accumulated depreciation	-230,110	-221,509
Tools, furniture and fixtures, net	<u>30,866</u>	<u>36,102</u>
Land	101,043	100,429
Lease assets	547	507
Accumulated depreciation	-161	-100
Lease assets, net	<u>386</u>	<u>407</u>
Construction in progress	34,565	48,699
Total property, plant and equipment	<u>766,085</u>	<u>841,571</u>
Intangible assets	16,612	18,905
Investments and other assets		
Investment securities	212,029	190,406
Other	69,512	67,777
Allowance for doubtful accounts	-504	-552
Total investments and other assets	<u>281,037</u>	<u>257,631</u>
Total noncurrent assets	<u>1,063,735</u>	<u>1,118,108</u>
Total assets	<u>1,822,106</u>	<u>1,731,689</u>

(Million Yen)

	FY2010 Half year (As of Sep. 30, 2009)	FY2009 (As of Mar. 31, 2009)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	243,280	194,397
Short-term loans payable	19,644	36,960
Provision for product warranties	18,672	19,153
Other provision	594	729
Other	189,510	204,441
Total current liabilities	<u>471,702</u>	<u>455,682</u>
Noncurrent liabilities		
Bonds payable	89,990	69,989
Long-term loans payable	338,691	287,985
Provision for retirement benefits	86,027	84,485
Other provision	5,584	6,260
Other	20,625	12,779
Total noncurrent liabilities	<u>540,919</u>	<u>461,499</u>
Total liabilities	<u>1,012,622</u>	<u>917,182</u>
Net assets		
Shareholders' equity		
Capital stock	45,049	45,049
Capital surplus	58,831	58,831
Retained earnings	497,653	535,242
Treasury stock	-20,728	-20,724
Total shareholders' equity	<u>580,805</u>	<u>618,398</u>
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	54,827	41,843
Deferred gains or losses on hedges	-1,285	-1,330
Foreign currency translation adjustment	-23,168	-38,902
Total valuation and translation adjustments	<u>30,373</u>	<u>1,610</u>
Subscription rights to shares	1,302	1,016
Minority interests	197,002	193,481
Total net assets	<u>809,484</u>	<u>814,506</u>
Total liabilities and net assets	<u>1,822,106</u>	<u>1,731,689</u>

(2) Consolidated quarterly statements of income

	(Million Yen)	
	FY2009 Half year (Six-month period from Apr. 1, 2008 through Sep. 30, 2008)	FY2010 Half year (Six-month period from Apr. 1, 2009 through Sep 30, 2009)
Net sales	1,304,590	880,824
Cost of sales	1,146,284	802,915
Gross profit	158,306	77,909
Sales, general and administrative expenses		
Salaries and allowances	26,416	25,061
Other	74,701	56,344
Total sales, general and administrative expenses	101,117	81,405
Operating income (loss)	57,188	-3,496
Non-operating income		
Interest income	596	259
Dividends income	2,814	1,348
Equity in earnings of affiliates	4,416	975
Other	8,672	8,180
Total non-operating income	16,499	10,763
Non-operating expenses		
Interest expenses	1,777	2,867
Other	5,415	5,854
Total non-operating expenses	7,193	8,722
Ordinary income (loss)	66,494	-1,454
Extraordinary income		
Extraordinary loss		
Impairment loss	—	37,420
Total extraordinary losses	—	37,420
Income (loss) before income taxes and minority interests	66,494	-38,874
Income taxes	23,312	-4,843
Minority interests in income	11,600	743
Net income (loss)	31,581	-34,774

(Million Yen)

	FY2009 2nd quarter (Three-month period from Jul. 1, 2008 through Sep. 30, 2008)	FY2010 2nd quarter (Three-month period from Jul. 1, 2009 through Sep. 30, 2009)
Net sales	634,566	486,336
Cost of sales	563,561	427,455
Gross profit	71,004	58,881
Sales, general and administrative expenses		
Salaries and allowances	13,273	12,459
Other	37,905	29,032
Total sales, general and administrative expenses	51,178	41,492
Operating income (loss)	19,825	17,389
Non-operating income		
Interest income	263	155
Dividends income	128	63
Equity in earnings of affiliates	973	278
Foreign exchange gains	1,196	—
Other	3,418	4,538
Total non-operating income	5,980	5,036
Non-operating expenses		
Interest expenses	1,130	1,542
Other	3,333	4,241
Total non-operating expenses	4,464	5,784
Ordinary income	21,341	16,641
Extraordinary income		
Extraordinary loss		
Impairment loss	—	37,420
Total extraordinary losses	—	37,420
Income (loss) before income taxes and minority interests	21,341	-20,778
Income taxes	9,804	-2,939
Minority interests in income	3,799	2,381
Net income (loss)	7,736	-20,220

(3) Consolidated quarterly statements of cash flows

(Million Yen)

	FY2009 Half year (Apr. 1, 2008 through Sep. 30, 2008)	FY2010 Half year (Apr. 1, 2009 through Sep. 30, 2009)
Net cash provided by (used in) operating activities		
Income (loss) before income taxes and minority interests	66,494	-38,874
Depreciation and amortization	88,859	84,432
Impairment loss	—	37,420
Decrease (increase) in notes and accounts receivable-trade	23,915	-73,255
Decrease (increase) in inventories	-12,906	5,437
Increase (decrease) in notes and accounts payable-trade	-20,937	46,222
Other, net	-6,912	4,337
Subtotal	138,513	65,720
Interest and dividends income received	5,984	2,038
Interest expenses paid	-1,666	-2,722
Income taxes (paid) refund	-47,106	21,199
Net cash provided by (used in) operating activities	95,724	86,235
Net cash provided by (used in) investing activities		
Decrease (increase) in time deposits and securities	-5,741	-10,159
Purchase of property, plant and equipment	-121,726	-67,725
Proceeds from sales of property, plant and equipment	3,944	2,809
Purchase of investment securities	-11,302	-8,262
Proceeds from sales and redemption of investment securities	12,026	5,571
Other, net	-2,244	-1,367
Net cash provided by (used in) investing activities	-125,042	-79,133
Net cash provided by (used in) financing activities		
Increase (decrease) in short-term loans and commercial papers	30	-674
Proceeds from long-term loans payable	149	59,785
Repayment of long-term loans payable	-11,633	-24,438
Proceeds from issuance of bonds	—	20,000
Cash dividends paid	-10,133	-2,819
Cash dividends paid to minority shareholders	-6,113	-1,861
Other, net	294	-67
Net cash provided by (used in) financing activities	-27,405	49,924
Effect of exchange rate changes on cash and cash equivalents	-3,790	2,691
Net increase (decrease) in cash and cash equivalents	-60,514	59,717
Cash and cash equivalents at beginning of period	190,245	143,804
Cash and cash equivalents at end of period	129,730	203,521

(4) Notes for going concern basis of accounting

None

(5) Segment information

【Geographical segments】

FY2009 Half year (Apr. 1, 2008 through Sep. 30, 2008)

(Million Yen)

	Japan	North America	Europe	Others	Total	Eliminations	Consolidated
Net sales							
(1) Customers	899,319	180,234	96,946	128,090	1,304,590	—	1,304,590
(2) Intersegment	165,451	5,649	3,989	4,588	179,680	-179,680	—
Total	1,064,771	185,884	100,936	132,679	1,484,271	-179,680	1,304,590
Operating income	32,143	1,960	1,082	20,370	55,557	1,631	57,188

Note: 1. Geographical segments are determined according to geographical closeness.

2. Main countries are

North America : U.S.A., Mexico
 Europe : Belgium, Czech
 Others : China, Thailand

FY2010 Half year (Apr. 1, 2009 through Sep. 30, 2009)

(Million Yen)

	Japan	North America	Europe	Others	Total	Eliminations	Consolidated
Net sales							
(1) Customers	651,660	90,406	60,118	78,639	880,824	—	880,824
(2) Intersegment	96,428	6,437	3,037	2,952	108,856	-108,856	—
Total	748,089	96,843	63,156	81,591	989,681	-108,856	880,824
Operating income (loss)	-2,911	-8,286	106	7,869	-3,222	-273	-3,496

Note: 1. Geographical segments are determined according to geographical closeness.

2. Main countries are

North America : U.S.A., Mexico
 Europe : Belgium, Czech
 Others : China, Thailand

【Geographical segments】

FY2009 2nd quarter (Jul. 1, 2008 through Sep. 30, 2008)

(Million Yen)

	Japan	North America	Europe	Others	Total	Eliminations	Consolidated
Net sales							
(1) Customers	442,926	81,870	45,264	64,504	634,566	—	634,566
(2) Intersegment	79,531	2,988	1,963	2,446	86,930	-86,930	—
Total	522,457	84,859	47,227	66,950	721,496	-86,930	634,566
Operating income	11,255	-1,389	376	9,154	19,396	428	19,825

FY2010 2nd quarter (Apr. 1, 2010 through Sep. 30, 2010)

(Million Yen)

	Japan	North America	Europe	Others	Total	Eliminations	Consolidated
Net sales							
(1) Customers	358,313	50,632	31,529	45,861	486,336	—	486,336
(2) Intersegment	55,919	3,805	1,541	1,500	62,766	-62,766	—
Total	414,233	54,438	33,070	47,361	549,103	-62,766	48,636
Operating income (loss)	14,955	-2,379	141	5,808	18,525	-1,136	17,389

【Sales by customer location】

FY2009 Half year (Apr. 1, 2008 through Sep. 30, 2008)

(Million Yen)

	North America	Europe	Others	Total
Overseas sales	200,940	114,204	194,693	509,838
Net sales	—	—	—	1,304,590
Overseas sales ratio to net sales(%)	15.4	8.8	14.9	39.1

Note: 1. Geographical segments are determined according to geographical closeness.

2. Main countries are

North America : U.S.A., Canada
 Europe : Germany, Sweden
 Others : China, Thailand, South Korea

FY2010 Half year (Apr. 1, 2009 through Sep. 30, 2009)

(Million Yen)

	North America	Europe	Others	Total
Overseas sales	103,965	67,917	144,735	316,618
Net sales	—	—	—	880,824
Overseas sales ratio to net sales(%)	11.8	7.7	16.4	35.9

Note: 1. Geographical segments are determined according to geographical closeness.

2. Main countries are

North America : U.S.A., Canada
 Europe : Germany, Sweden
 Others : China, Thailand, South Korea

FY2009 2nd quarter (Jul. 1, 2008 through Sep. 30, 2008)

(Million Yen)

	North America	Europe	Others	Total
Overseas sales	92,182	53,286	96,225	241,693
Net sales	—	—	—	634,566
Overseas sales ratio to net sales(%)	14.5	8.4	15.2	38.1

FY2010 2nd quarter (Jul. 1, 2009 through Sep. 30, 2009)

(Million Yen)

	North America	Europe	Others	Total
Overseas sales	57,914	35,269	82,077	175,261
Net sales	—	—	—	486,336
Overseas sales ratio to net sales(%)	11.9	7.2	16.9	36.0

(6) Consolidated statements of changes in shareholders' equity

FY2010 Half year (Apr. 1, 2009 through Sep. 30, 2009)

(Million Yen)

	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total Shareholders' equity
Balance as of Mar. 31, 2009	45,049	58,831	535,242	-20,724	618,398
Increase(Decrease) in FY2010 1st quarter					
Dividends from surplus			-2,814		-2,814
Net income (loss)			-34,774		-34,774
Purchase of treasury stock				-4	-4
Disposal of treasury stock		-0		0	0
Total changes of items during the period	—	-0	-37,589	-4	-37,593
Balance as of Jun. 30, 2009	45,049	58,831	497,653	-20,728	580,805