



Flash Report for the First-Half Period Ended September 30, 2011 [Japan GAAP] (on a consolidated basis)

November 4, 2011

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 Code Number: 6844 Registered Head Office: Tokyo
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 Scheduled date for submission of Quarterly Report: November 10, 2011
 Date for initiation of dividend payments (subject to change): —
 Prepared quarterly earnings results briefing material: Yes
 Held quarterly earnings results briefing (for institutional investors and securities analysts): Yes

* All amounts are rounded down to the nearest million yen.

1. Results for the First-Half Period (April 1 to September 30, 2011)

(1) Operating results	(¥ million)							
	Net sales		Operating income		Ordinary income		Net income	
1st half ended September 30, 2011	¥42,277	(6.6)%	¥3,582	(16.9)%	¥2,527	(25.4)%	¥1,786	(27.8)%
1st half ended September 30, 2010	45,271	34.8	4,311	—	3,387	—	2,475	—

Note: Comprehensive income

1st half ended September 30, 2011: ¥196 million (down 88.3%)

1st half ended September 30, 2010: ¥1,679 million (—%)

	Net income per share (¥)		Net income share (¥)	
	basic		diluted	
1st half ended September 30, 2011	¥16.49		¥—	
1st half ended September 30, 2010	23.16		—	

Note: Percentage figures for net sales, operating income, ordinary income and net income represent year-on-year comparisons.

(2) Financial position (¥ million)

	Total assets	Net assets	Equity ratio
As of September 30, 2011	¥104,288	¥35,472	33.5%
As of March 31, 2011	103,336	35,714	34.1

Note: Owners' equity

As of September 30, 2011: ¥34,960 million

As of March 31, 2011: ¥35,248 million

2. Dividends

	Cash dividends per share (¥)				
	Quarter-end			Year-end	Annual
	1st	2nd	3rd		
Year ended March 31, 2011	¥—	¥0.00	¥—	¥2.50	¥2.50
Year ending March 31, 2012	—	0.00			
Year ending March 31, 2012 (forecast)			—	3.50	3.50

Note: Revisions to dividend payment forecasts during the reporting period: Not applicable

“Dividends” above refers to dividend payments on ordinary shares of the Company’s common stock. For information on dividends paid on class shares (unlisted) issued by the Company that are different in nature from ordinary shares in terms of claims and obligations, please see “5. Dividends by Class Shares.”

3. Business Performance Forecasts for the Year Ending March 31, 2012

(April 1, 2011 to March 31, 2012)

(¥ million)

	Net sales		Operating income		Ordinary income		Net income		Net income per share (¥)
Full term	¥85,900	(1.6)%	¥5,700	(22.2)%	¥4,200	(31.1)%	¥3,300	(27.9)%	¥30.32

Notes: 1. Percentage figures represent year-on-year comparisons.

2. Revisions to performance forecasts during the reporting period: None

4. Others

(1) Significant changes in the scope of consolidation

Inclusion: None

Exclusion: None

(2) Application of special accounting methods for the preparation of quarterly consolidated financial statements:

Not applicable

(3) Changes in accounting policies, accounting estimates and correction of errors

Changes in accounting policies due to revision of the accounting standards: Not applicable

Changes in accounting policies other than above: Not applicable

Changes in accounting estimates: Not applicable

Correction of errors: Not applicable

(4) Number of ordinary shares issued, end of period (including treasury stock)

As of September 30, 2011: 103,388,848 shares As of March 31, 2011: 103,388,848 shares

Number of shares in treasury at the end of the period

As of September 30, 2011: 330,096 shares As of March 31, 2011: 325,728 shares

Average number of shares during the period

1st half ended September 30, 2011: 103,060,910 shares

1st half ended September 30, 2010: 103,071,644 shares

*Disclosure of Implementation Status of Quarterly Review Procedures

Quarterly review procedures under the Financial Instruments and Exchange Law had not been completed as of the release of this financial report. (This quarterly financial report is not subject to quarterly review procedures under Japan's Financial Instruments and Exchange Law.)

*Appropriate use of earnings forecasts and other matters

The earnings forecasts and other forward-looking statement noted in this document are based on information available at the time and on assumptions deemed rational. Actual earnings may differ significantly due to various factors.

5. Dividends by Class Shares

Dividends per share paid on class shares that are different in nature from ordinary shares in terms of claims and obligations are as follows.

	Cash dividends per share (¥)				
	Quarter-end			Year-end	Annual
	1st	2nd	3rd		
Class A preferred shares					
Year ended March 31, 2011	¥—	¥0.00	¥—	¥15.40	¥15.40
Year ending March 31, 2012	—	0.00			
Year ending March 31, 2012 (forecast)			—	15.40	15.40

Consolidated Balance Sheets

Millions of yen

As of September 30, 2011 As of March 31, 2011

Assets

Current assets:

Cash and deposits	¥ 31,198	¥ 28,178
Notes and accounts receivable – trade	20,720	20,554
Finished products	5,398	5,391
Work in process	4,284	3,706
Raw materials	7,507	7,388
Deferred tax assets	239	228
Other	1,276	1,830
Allowance for doubtful accounts	(22)	(14)
Total current assets	70,604	67,263

Noncurrent assets:

Tangible fixed assets –

Buildings and structures	8,424	8,701
Machinery, equipment and vehicles	5,648	5,787
Land	4,865	4,867
Other – net	3,095	3,193
Total tangible fixed assets	22,034	22,550

Intangible assets –

Software	352	379
Other	280	286
Total intangible assets	632	666

Investments and other assets –

Investment securities	7,874	9,971
Deferred tax assets	1,477	1,419
Other	1,706	1,499
Allowance for doubtful accounts	(42)	(34)
Total investments and other assets	11,016	12,855

Total noncurrent assets	33,684	36,072
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Total assets	¥104,288	¥103,336
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Note: Amounts under one million yen are omitted.

Millions of yen

As of September 30, 2011 As of March 31, 2011

Liabilities

Current liabilities:

Notes and accounts payable – trade	¥ 15,257	¥ 15,607
Short-term loans payable	4,778	4,753
Current portion of bonds	5,200	—
Income taxes payable	259	288
Deferred taxes liabilities	3	—
Provision for bonuses	662	582
Other	4,269	4,398
Total current liabilities	30,431	25,629

Long-term liabilities:

Bonds payable	6,800	12,000
Long-term loans payable	21,115	19,410
Provision for retirement benefits	8,778	8,172
Provision for directors' retirement benefits	34	31
Asset retirement obligations	143	145
Deferred tax liabilities	5	454
Other	1,507	1,777
Total long-term liabilities	38,384	41,991
Total liabilities	68,815	67,621

Net assets

Shareholders' equity:

Capital stock	17,823	17,823
Capital surplus	10,336	10,336
Retained earnings	9,466	8,111
Treasury stock	(111)	(110)
Total shareholders' equity	37,514	36,161

Accumulated other comprehensive income (loss):

Valuation difference on available-for-sale securities	(854)	666
Foreign currency translation adjustment	(1,698)	(1,579)
Total accumulated other comprehensive income (loss)	(2,553)	(912)

Minority interests

Minority interests	512	465
Total net assets	35,472	35,714
Total liabilities and net assets	¥104,288	¥103,336

Quarterly Consolidated Statements of Income and Comprehensive Income

	Millions of yen	
	1st half ended September 30, 2011	1st half ended September 30, 2010
Net sales	¥42,277	¥45,271
Cost of sales	33,642	35,486
Gross profit	8,635	9,784
Selling, general and administrative expenses	5,052	5,473
Operating income	3,582	4,311
Nonoperating income:		
Interest income	36	33
Dividends income	100	87
Royalty income	85	77
Other	173	213
Total nonoperating income	396	412
Nonoperating expenses:		
Interest expenses	380	367
Foreign exchange loss	570	386
Amortization of net retirement benefit obligation at transition	309	309
Other	191	271
Total nonoperating expenses	1,451	1,336
Ordinary income	2,527	3,387
Extraordinary losses:		
Loss on valuation of investment securities	57	59
Loss on adjustment for changes of accounting standard for asset retirement obligations	—	118
Total extraordinary losses	57	178
Income before income taxes	2,469	3,209
Income taxes – current	699	746
Income taxes – deferred	(66)	(55)
Total income taxes	632	690
Income before minority interests	1,837	2,518
Minority interests	50	43
Net income	¥ 1,786	¥ 2,475
Minority interests	50	43
Income before minority interests	1,837	2,518
Other comprehensive income (loss):		
Unrealized holding loss on available-for-sale securities	(1,521)	(638)
Foreign currency translation adjustment	4	(133)
Share of other comprehensive income of associates accounted for using equity method	(123)	(66)
Total other comprehensive income (loss)	(1,640)	(839)
Comprehensive income	¥ 196	¥ 1,679
(Breakdown)		
Comprehensive income attributable to owners of the parent company	¥ 146	¥ 1,636
Comprehensive income attributable to minority interests	50	43

Note: Amounts under one million yen are omitted.

Notes Pertaining to Going Concern Assumption

None

Segment Information

1. Net Sales and Profit or Loss by Reporting Segment

Previous First Half Period (From April 1, 2010 to September 30, 2010)

Millions of yen								
1st half ended September 30, 2010								
	Devices Business	Module Business	System Business	Total	Other (Notes 1)	Total	Adjustments (Notes 2)	Quarterly Consolidated Statements of Income and Comprehensive Income
Net sales:								
Outside customers	¥18,774	¥16,066	¥7,452	¥42,292	¥2,979	¥45,271	¥ —	¥45,271
Inter-segment	1,982	31	—	2,014	—	2,014	(2,014)	—
Total	20,756	16,098	7,452	44,307	2,979	47,286	(2,014)	45,271
Segment income	¥ 3,058	¥ 1,500	¥ 633	¥ 5,192	¥ 239	¥ 5,431	¥(1,120)	¥ 4,311

Notes: 1. The “Other” category includes activities not included in the reporting segments, such as solenoids.

2. ¥(1,120) million under “Adjustments” includes “Corporate Expenses” that have not been allocated to each reporting segment. “Corporate Expenses” are primarily general and administrative expenses that cannot be attributed to any reporting segment.

3. Segment income is adjusted to the operating income stated on the Quarterly Consolidated Statements of Income and Comprehensive Income.

2. Net Sales and Profit or Loss by Reporting Segment

Reporting First Half Period (From April 1, 2011 to September 30, 2011)

Millions of yen								
1st half ended September 30, 2011								
	Devices Business	Module Business	System Business	Total	Other (Notes 1)	Total	Adjustments (Notes 2)	Quarterly Consolidated Statements of Income and Comprehensive Income
Net sales:								
Outside customers	¥16,537	¥19,133	¥4,432	¥40,103	¥2,174	¥42,277	¥ —	¥42,277
Inter-segment	2,188	29	—	2,217	—	2,217	(2,217)	—
Total	18,726	19,162	4,432	42,320	2,174	44,495	(2,217)	42,277
Segment income (loss)	¥ 2,825	¥ 1,807	¥ (75)	¥ 4,557	¥ 252	¥ 4,809	¥(1,227)	¥ 3,582

Notes: 1. The “Other” category includes activities not included in the reporting segments, such as solenoids.

2. ¥(1,227) million under “Adjustments” includes “Corporate Expenses” that have not been allocated to each reporting segment. “Corporate Expenses” are primarily general and administrative expenses that cannot be attributed to any reporting segment.

3. Segment income or loss is adjusted to the operating income stated on the Quarterly Consolidated Statements of Income and Comprehensive Income.

Notes on Significant Changes in the Amount of Shareholders' Equity

None