

Summary of Consolidated Financial Results for the Six Months Ended September 30, 2009 (April 1, 2009 - September 30, 2009)

November 5, 2009

Company Name: Yushin Precision Equipment Co., Ltd.

Securities Code No.: 6482 URL <http://www.yushin.com>

Listing Exchanges: Tokyo, Osaka stock exchanges, first section

Representative: Mayumi Kotani, President

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Scheduled date of filing of quarterly report: November 13, 2009

Starting date of dividend payment: December 7, 2009

Note: This document has been translated from the Japanese original as a guide to non-Japanese investors and contains forward-looking statements that are based on managements' estimates, assumptions and projections at the time of publication.

A number of factors could cause actual results to differ materially from expectations. Amounts shown in this financial statement have been rounded down to the nearest million yen or thousand of yen.

(Figures shown are rounded down to the nearest million yen)

1. Consolidated Business Results for the Six Months Ended September 30, 2009

(April 1, 2009 – September 30, 2009)

(1) Consolidated Results of Operations

| | Net sales | | Operating income | | Ordinary income | |
|-------------------------------------|------------|--------|------------------|--------|-----------------|--------|
| | ¥ millions | % | ¥ millions | % | ¥ millions | % |
| Six months ended September 30, 2009 | 7,687 | (41.9) | 791 | (70.8) | 838 | (69.6) |
| Six months ended September 30, 2008 | 13,237 | 13.2 | 2,714 | 29.7 | 2,755 | 30.5 |

| | Net income | | Net income per share | Net income per share/diluted |
|-------------------------------------|------------|--------|----------------------|------------------------------|
| | ¥ millions | % | Yen | Yen |
| Six months ended September 30, 2009 | 467 | (66.2) | 26.71 | – |
| Six months ended September 30, 2008 | 1,383 | 12.3 | 77.75 | – |

(Note) Changes in net sales, operating income, ordinary income and net income from previous fiscal year are shown in percentage on a year-on-year basis.

(2) Consolidated Financial Position

| | Total assets | Net assets | Equity ratio | Net assets per share |
|--------------------------|--------------|------------|--------------|----------------------|
| | ¥ millions | ¥ millions | % | Yen |
| As of September 30, 2009 | 20,897 | 18,295 | 87.4 | 1,044.46 |
| As of March 31, 2009 | 21,977 | 17,864 | 81.2 | 1,019.99 |

(Reference) Shareholders' Equity: 18,269 million yen as of September.30, 2009, 17,841 million yen as of March.31, 2009.

2. Dividends

| Record date | Dividend per share | | | | |
|--|--------------------|-------|-----|-------|-------|
| | 1Q | 2Q | 3Q | 4Q | Total |
| | Yen | Yen | Yen | Yen | Yen |
| Year ended March 31, 2009 | – | 18.00 | – | 10.00 | 28.00 |
| Year ending March 31, 2010 | – | 10.00 | — | — | — |
| Year ending March 31, 2010 (Forecast) | — | — | – | 5.00 | 15.00 |

(Notes) Revisions to projected dividends during the six months ended September 30, 2009: Yes
Please refer “Revisions to Expected Dividends” announced today for details.

3. Forecast for the Year Ending March 31, 2010 (April 1, 2009 – March 31, 2010)

| | Net sales | Operating income | Ordinary income | Net income | Net income per share |
|--------|------------|------------------|-----------------|------------|----------------------|
| | ¥ millions | ¥ millions | ¥ millions | ¥ millions | Yen |
| Annual | 13,087 | 893 | 913 | 511 | 29.21 |

(Notes) Revisions to projected results during the six months ended September 30, 2009: Yes

4. Others

- (1) Changes in Consolidated subsidiaries during the period (change in scope of consolidation): None
- (2) Adoption of the simplified method for accounting: Yes * See page 3, 4.Others
- (3) Changes in accounting principles from recent consolidated fiscal year
(Changes in significant accounting policies, procedures and presentation in consolidated financial statements)
 - (i) Changes due to revision of accounting standards and other regulations: None
 - (ii) Changes other than (i): None

(4) Issued and outstanding shares

Total number of issued shares at September 30, 2009: 17,819,033shares

March 31, 2009: 17,819,033 shares

Treasury stock at September 30, 2009: 327,601shares

March 31, 2009: 327,220 shares

Weighted average number of shares for the six months ended September 30, 2009: 17,491,617shares

For the six months ended September 30, 2008: 17,798,390 shares

Qualitative Information and Financial Statements

1. Qualitative Information Regarding Consolidated Result of Operation

During the six months ended September 30, 2009, although the world-wide economic trend showed a recovery in some industries, the capital expenditure and personal consumption continued at a low level. As for industries related to Yushin, a downturn in capital expenditure appeared to have bottomed out, however overall recovery remained slow.

Under these circumstances, Yushin has strengthened sales activity in the demand recovering area and in new business field. However overall sales of standard robots remained slow and net sales of the six months ended September 30, 2009 were ¥7,687 million.

Although the decrease in net sales had large impact on profit, the drastic cost reduction was carried out and operating income was ¥791 million, ordinary income was ¥838 million and net income was ¥467 million.

2. Qualitative Information Regarding Consolidated Financial Position

Current assets decreased by ¥1,094million from the end of the previous fiscal year to ¥16,634 million. This is due to the increase of ¥2,556 million in cash and cash equivalents and the decrease of ¥1,290million and ¥2,038 million in trade notes and accounts receivable and work-in-process respectively.

With little change in fixed assets, total assets decreased by ¥1,080 million to ¥20,897 million.

Current liabilities decreased by ¥1,493 million from the end of the previous fiscal year to ¥2,458 million. Income tax payable increased by ¥191 million and trade notes and accounts payable declined by ¥1,631 million.

With little change in long-term liabilities, total liabilities came to ¥2,601 million, a decrease of ¥1,511 million.

Net assets increased by ¥431 million to ¥18,295 million, due to a rise of ¥292 million in retained earnings due to the appropriation of earnings in the previous period and net income of the current period.

3. Qualitative Information Regarding Prospects for Consolidated Financial Results

Global recession triggered by the financial crisis seems to have bottomed out, however the recovery is slow. As for industries related to Yushin, the output of plastic processing machines including injection molding machines remains at a low level due to the restrained capital expenditure and the sales is expected to be lower than the forecasts.

In spite of the continuous cost reduction, the profit is expected to be lower than the forecast since the sales is decreasing and the long-term R&D expenditure is kept.

After taking the business results so far, we have revised our full-year guidance for the fiscal year ending March 31, 2010 both on a consolidated and non-consolidated basis. For more detailed information, please refer “Revisions to Full-Year Earnings Forecasts” announced today (November 5, 2009)

4. Others

(1) Change in number of significant subsidiaries during this period (due to change in the scope of consolidation): None

(2) Adoption of simplified accounting methods and accounting methods used specifically for quarterly consolidated financial statements: Corporate income tax and other taxes are calculated based on estimated effective statutory tax rate for this fiscal year. Income taxes-differed is included in Corporate income tax and other taxes.

(3) Changes in accounting method in this period: None

5. Consolidated Financial Statements
(1) Consolidated Balance Sheets

(¥ thousands)

| Account | Term | Second quarter of 2009 (as of September 30, 2009) | Previous year (as of March 31, 2009) | Change |
|-----------------|--------------------------------------|--|---|--------------------|
| | | Amount | Amount | Amount |
| (ASSETS) | | | | |
| I | Current assets | 16,634,548 | 17,728,625 | (1,094,077) |
| | Cash and cash equivalents | 10,039,067 | 7,482,165 | 2,556,901 |
| | Trade notes and accounts receivable | 3,035,282 | 4,325,606 | (1,290,323) |
| | Securities | 900,000 | 1,132,200 | (232,200) |
| | Finished good | 607,048 | 551,308 | 55,739 |
| | Work-in-process | 518,130 | 2,556,194 | (2,038,063) |
| | Raw material and supplies | 1,061,491 | 1,187,916 | (126,425) |
| | Deferred tax assets | 320,559 | 365,585 | (45,025) |
| | Others | 162,249 | 137,124 | 25,125 |
| | Allowance for doubtful accounts | (9,280) | (9,475) | 194 |
| II | Fixed assets | 4,262,932 | 4,248,874 | 14,057 |
| | Property, plant and equipment | 3,412,354 | 3,438,091 | (25,736) |
| | Buildings and structures | 1,132,746 | 1,181,998 | (49,251) |
| | Land | 2,050,931 | 2,002,911 | 48,019 |
| | Others | 228,676 | 253,181 | (24,504) |
| | Intangible assets | 199,122 | 171,789 | 27,332 |
| | Goodwill | 4,021 | 8,043 | (4,021) |
| | Others | 195,100 | 163,746 | 31,354 |
| | Investments and other assets | 651,455 | 638,993 | 12,461 |
| | Investment securities | 254,371 | 237,282 | 17,088 |
| | Deferred tax assets | 138,540 | 137,495 | 1,045 |
| | Others | 262,450 | 271,855 | (9,404) |
| | Allowance for bad debt | (3,907) | (7,640) | 3,732 |
| | Total | 20,897,480 | 21,977,500 | (1,080,019) |

(¥ thousands)

| Account | Term | Second quarter of 2009 (as of September 30, 2009) | Previous year (as of March 31, 2009) | Change |
|---|------|--|---|--------------------|
| | | Amount | Amount | Amount |
| (LIABILITIES) | | | | |
| I Current liabilities | | 2,458,209 | 3,952,096 | (1,493,886) |
| Trade notes and accounts payables | | 1,196,875 | 2,828,673 | (1,631,798) |
| Accounts payables – other | | 200,661 | 231,546 | (30,885) |
| Income tax payable | | 399,891 | 208,446 | 191,444 |
| Accrued employees' bonuses | | 200,000 | 246,000 | (46,000) |
| Accrued bonuses to directors and corporate auditors | | 5,450 | 13,100 | (7,650) |
| Warranty reserve | | 142,831 | 132,314 | 10,517 |
| Others | | 312,499 | 292,015 | 20,484 |
| II Long-term liabilities | | 143,516 | 161,299 | (17,783) |
| Deferred tax liabilities | | 271 | 221 | 50 |
| Liabilities for retirement benefits to directors and corporate auditors | | 66,780 | 87,685 | (20,905) |
| Others | | 76,464 | 73,392 | 3,071 |
| Total liabilities | | 2,601,725 | 4,113,395 | (1,511,670) |
| (NET ASSETS) | | | | |
| I Shareholders' equity | | 18,512,941 | 18,221,162 | 291,778 |
| Common stock | | 1,985,666 | 1,985,666 | |
| Capital surplus | | 2,023,903 | 2,023,903 | |
| Retained earnings | | 14,849,228 | 14,556,891 | 292,336 |
| Treasury stock – at cost | | (345,857) | (345,298) | (558) |
| II Valuation and translation adjustments | | (243,858) | (379,716) | 135,857 |
| Unrealized gain on available for sale securities | | 54,021 | 3,446 | 50,574 |
| Foreign currency translation adjustments | | (297,879) | (383,163) | 85,283 |
| III Minority interests | | 26,672 | 22,657 | 4,014 |
| Total net assets | | 18,295,755 | 17,864,104 | 431,650 |
| Total | | 20,897,480 | 21,977,500 | (1,080,019) |

(2) Consolidated Statements of Income

(¥ thousands)

| Account | Term | Six months ended September 30, 2008 (April 1, 2008 to September 30, 2008) | Six months ended September 30, 2009 (April 1, 2009 to September 30, 2009) | Change |
|------------|--|--|--|--------------------|
| | | Amount | Amount | Amount |
| I | Net sales | 13,237,136 | 7,687,613 | (5,549,523) |
| II | Cost of sales | 8,085,039 | 5,069,504 | (3,015,535) |
| | Gross profit | 5,152,096 | 2,618,108 | (2,533,988) |
| III | Selling, general and administrative expenses | 2,437,971 | 1,826,761 | (611,209) |
| | Operating income | 2,714,125 | 791,346 | (1,922,779) |
| IV | Non-operating income | 59,368 | 49,773 | (9,594) |
| | Interest income | 30,147 | 30,734 | 587 |
| | Dividend income | 2,533 | 1,811 | (721) |
| | Purchase discount | 12,200 | 3,660 | (8,539) |
| | Others | 14,487 | 13,566 | (921) |
| V | Non-operating expenses | 18,412 | 3,003 | (15,408) |
| | Bad debt losses | 2,594 | | (2,594) |
| | Foreign exchange loss | 14,742 | 541 | (14,201) |
| | Loss on termination of lease | | 1,434 | 1,434 |
| | Others | 1,075 | 1,027 | (47) |
| | Ordinary income | 2,755,082 | 838,116 | (1,916,965) |
| VI | Extraordinary income | 10,290 | 6,230 | (4,059) |
| | Gain on sales of fixed assets | 152 | 2,795 | 2,642 |
| | Gain on sales of investment securities | 10,137 | | (10,137) |
| | Reversal of allowance for doubtful accounts | | 3,435 | 3,435 |
| VII | Extraordinary losses | 455,319 | 4,621 | (450,697) |
| | Loss on disposals and sales of property | 1,388 | 4,621 | 3,233 |
| | Loss on sales of securities | 453,560 | | (453,560) |
| | Others | 370 | | (370) |
| | Income before income taxes and minority interests | 2,310,053 | 839,725 | (1,470,327) |
| | Income taxes | 924,283 | 371,213 | (553,070) |
| | Minority interests in net income | 1,962 | 1,257 | (704) |
| | Net income | 1,383,807 | 467,254 | (916,552) |

(3) Notes regarding assumption of continuing operations: None

(4) Segment information

a. Industrial segment information: we have only one industrial segment

b. Geographical segment information

Six months ended September 30, 2008 (April 1, 2008 to September 30, 2008)

(¥ thousands)

| | Japan | North America | Asia | Europe | Total | Eliminations | Consolidated |
|---------------------|------------|---------------|---------|---------|------------|--------------|--------------|
| Sales | | | | | | | |
| Sales to customers | 11,541,437 | 1,049,767 | 477,410 | 168,520 | 13,237,136 | - | 13,237,136 |
| Inter-segment sales | 1,037,028 | 2,806 | 117,619 | 4,896 | 1,162,350 | (1,162,350) | - |
| Total | 12,578,466 | 1,052,573 | 595,030 | 173,416 | 14,399,487 | (1,162,350) | 13,237,136 |
| Operating income | 2,654,913 | 32,898 | 4,184 | 10,645 | 2,702,641 | 11,483 | 2,714,125 |

Six months ended September 30, 2009 (April 1, 2009 to September 30, 2009)

(¥ thousands)

| | Japan | North America | Asia | Europe | Total | Eliminations | Consolidated |
|---------------------|-----------|---------------|----------|---------|-----------|--------------|--------------|
| Sales | | | | | | | |
| Sales to customers | 6,610,384 | 670,620 | 259,837 | 146,771 | 7,687,613 | - | 7,687,613 |
| Inter-segment sales | 591,214 | 3,779 | 52,155 | 6,395 | 653,544 | (653,544) | - |
| Total | 7,201,598 | 674,399 | 311,992 | 153,166 | 8,341,157 | (653,544) | 7,687,613 |
| Operating income | 883,215 | (72,856) | (62,106) | 23,207 | 771,460 | 19,886 | 791,346 |

c. Overseas sales

Six months ended September 30, 2008 (April 1, 2008 to September 30, 2008)

(¥ thousands)

| | North America | Asia | Europe | Other areas | Total |
|---|---------------|-----------|-----------|-------------|------------|
| I Overseas sales | 3,562,256 | 2,125,591 | 2,813,659 | 98,154 | 8,599,661 |
| II Consolidated sales | - | - | - | - | 13,237,136 |
| III Ratio of overseas sales on consolidated sales (%) | 26.9 | 16.1 | 21.3 | 0.7 | 65.0 |

Six months ended September 30, 2009 (April 1, 2009 to September 30, 2009)

(¥ thousands)

| | North America | Asia | Europe | Other areas | Total |
|---|---------------|---------|-----------|-------------|-----------|
| I Overseas sales | 2,582,828 | 923,441 | 1,672,862 | 65,720 | 5,244,852 |
| II Consolidated sales | - | - | - | - | 7,687,613 |
| III Ratio of overseas sales on consolidated sales (%) | 33.6 | 12.0 | 21.8 | 0.9 | 68.3 |

(5) Notes in the event of significant changes in shareholders' equity: None

(6) Other information

a. Order

1) Order received

(¥ thousands)

| Products | Six months ended September 30, 2008 | Six months ended September 30, 2009 | Changes |
|--------------------------------|--|--|-----------|
| | | | Ratio (%) |
| Take-out robots | 4,559,715 | 2,153,865 | 47.2 |
| Stock systems | 333,351 | 111,419 | 33.4 |
| Custom-ordered equipments | 1,688,463 | 628,631 | 37.2 |
| Peripheral equipments | 1,750,349 | 1,144,210 | 65.4 |
| Parts and maintenance services | 582,902 | 371,504 | 63.7 |
| Total | 8,914,782 | 4,409,631 | 49.5 |

2) Backlog of orders

(¥ thousands)

| Products | Six months ended September 30, 2008 | Six months ended September 30, 2009 | Changes |
|---------------------------|--|--|-----------|
| | | | Ratio (%) |
| Take-out robots | 1,309,105 | 622,705 | 47.6 |
| Stock systems | 95,269 | 41,543 | 43.6 |
| Custom-ordered equipments | 900,422 | 329,127 | 36.6 |
| Peripheral equipments | 594,842 | 341,948 | 57.5 |
| Total | 2,899,640 | 1,335,325 | 46.1 |

b. Net sales

(¥ thousands)

| Products | Six months ended September 30, 2008 | Six months ended September 30, 2009 | Changes |
|--------------------------------|--|--|-----------|
| | | | Ratio (%) |
| Take-out robots | 4,432,073 | 1,999,694 | 45.1 |
| Stock systems | 295,060 | 91,743 | 31.1 |
| Custom-ordered equipments | 6,308,521 | 4,121,795 | 65.3 |
| Peripheral equipments | 1,618,578 | 1,102,874 | 68.1 |
| Parts and maintenance services | 582,902 | 371,504 | 63.7 |
| Total | 13,237,136 | 7,687,613 | 58.1 |