

## Financial Statement for the Nine Months Ended December 31, 2008

Trade Name: **Nihon Micro Coating Co., Ltd.**

Stock Code: 5381

Name and Title of Representative: Jun Watanabe, President

Contact: Susumu Orito, Deputy General Manager Tel: (042)-543-4711

Quarterly Report Filing Date (as planned): February 13, 2009

February 13, 2009

Stock Exchange: JQ

( URL <http://www.mipox.co.jp> )

### 1. Summary of Consolidated Financial Results.

#### 1. Financial Result for the Fiscal Year Ended December 31, 2008

##### (1) Consolidated Operating Result

Amounts to nearest Million yen

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31, 2008	2,787	—	769	—	795	—	911	—
December 31, 2007	4,690	—	581	—	671	—	549	—

	Net Income Per Share		Net Income Per Share(diluted)	
	Yen		Yen	
December 31, 2008	89.	53	—	—
December 31, 2007	53.	98	—	—

##### (2) Consolidated Financial Position

	Total Assets	Total Net Assets	Shareholders' Equity Ratio	Total Net Assets Per Share
	Millions of yen	Millions of yen	%	Yen
December 31, 2008	9,812	5,625	57.3	551.93
March 31, 2008	11,714	6,713	57.2	658.75

(Note) Equity capital (Millions of Yen):

As of December 31, 2008 5,614

As of March 31, 2007 6,707

### 2. Dividends

	Dividends per share				
	First quarter end	Second quarter end	Third quarter end	Year end	Full year
Fiscal Year ended	Yen	Yen	Yen	Millions of yen	%
March 31, 2008	—	—	—	5.00	5.00
March 31, 2009	—	—	—	—	—
March 31, 2009 (estimate)	—	—	—	5.00	5.00

### 3. Financial forecasts for the Consolidated Fiscal Year Ending March 31, 2009

( %changes as compared with the previous fiscal year )

	Net Sales		Operating Income		Ordinary Income		Net Income		Net Income Per Share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
March 31, 2009	3,600	40.8	991	—	1,006	—	1,200	—	117.86

(Note)Revision of forecast for dividends in the Second quarter: None

#### Notes: Request for appropriate use of the business outlook and other special remarks

(1)Some corrections have not been made to the documentation for the fiscal year concerning the Consolidated Financial Forecast announced on December 24, 2008.

(2) Forecasts are based on information available to the management at the time of an announcement. Forecasts contain a lot of the element of the uncertainty. Actual results may differ from the figures provided above due to changes in business conditions.

(3) The Company has adopted "Accounting Standard for Quarterly Financial Reporting" (Accounting Standards Board of Japan (ASBJ) Statement No. 12) and "the Guidance on Accounting Standard for Quarterly Financial Reporting" (ASBJ Guidance No. 14) issued by Accounting Standards Board of Japan (ASBJ), effective from the fiscal year ending April 30, 2009. The Company has also developed consolidated financial statements for each quarter by following "Rules for Quarterly Consolidated Financial Statements."

#### 4. Others

(1)Change in important subsidiaries during the period (Changes in certain specified subsidiaries resulting in revised scope of consolidation): None

(2)Adoptions of simplified accounting methods and accounting methods particular to the presentation of quarterly financial statements: Yes

(3)Changes in accounting principles, presentation methods, etc., pertaining to preparation of consolidated financial statements

(Those to be stated as significant accounting policies)

1. Changes associated with revision in accounting standards: Yes

2. Othe changes: None

(4)Shares outstanding

1. Numbers of shares outstanding (including treasury stock)

December 31,2008	10,696,320	March 31,2008	10,696,320
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2. Numbers of treasury stock

December 31,2008	514,828	March 31,2008	514,628
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3. Numbers of average shares outstanding (cumulative, consolidated at the end of the first quarter)

December 31, 2008	10,181,585	December 31, 2007	10,181,795
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5. Consolidated Financial Statement for the Second Quarter  
(1) Quarterly Consolidated Balance Sheet

(Thousands of yen)

	Q3 FY 2009	FY 2008
	(As of December 31,2008)	(As of March 31,2008)
<b>(Assets)</b>		
Current Assets		
Cash and Cash Equivalents	3,192,531	2,908,705
Notes Receivable and Accounts Receivable	1,026,418	1,833,413
Merchandises	50,054	35,966
Finished Goods	126,447	204,809
Raw Materials	238,876	243,981
Work in Progress	605,755	716,683
stored goods	18,115	33,859
accrued revenue	47,234	302,720
Deferred Tax Assets	18,488	13,048
Others	63,819	75,402
Allowance for bud debt	3,725	6,277
<b>Total Current Assets</b>	<b>5,384,017</b>	<b>6,362,313</b>
Fixed Assets		
Tangible Fixed Assets		
Buildings and Structures	5,632,426	5,626,272
Equipment and Vehicles <sup>0</sup>	1,456,004	1,534,635
Construction in Progress	16,415	171,994
Others	429,764	413,783
Accumulated Depreciation	4,585,101	4,459,277
Land	1,223,843	1,454,819
<b>Total Tangible Fixed Assets</b>	<b>4,173,352</b>	<b>4,742,228</b>
Intangible Fixed Assets		
Others	139,587	175,668
<b>Total Intangible Fixed Assets</b>		<b>175,668</b>
Investments and Other Assets		
Investment Securities	59,960	106,528
Deferred Tax Assets	622	1,022
Insurance reserve fund	-	130,470
Others	66,618	208,196
Allowance for Doubtful Debts	12,158	11,777
<b>Total Investments and Other Assets</b>	<b>115,043</b>	<b>434,441</b>
<b>Total Fixed Assets</b>	<b>4,427,983</b>	<b>5,352,337</b>
<b>Total Assets</b>	<b>9,812,001</b>	<b>11,714,650</b>

5. Consolidated Financial Statement for the Second Quarter  
(1) Quarterly Consolidated Balance Sheet

	(Thousands of yen)	
	Q3 FY 2009	FY 2008
	(As of December 31,2008)	(As of March 31,2008)
<b>(Liabilities)</b>		
Current Liabilities		
Notes Receivable and Accounts Receivable	384,816	548,548
Short-term Borrowings	2,440,432	2,705,122
Lease Obligation		25,104
Accrued Income Taxes and Other Taxes	13,256	13,376
Reserve for Employees' Bonuses	26,050	107,000
Deferred Tax Liabilities	2,797	0
Others	286,726	220,648
<b>Total Current Liabilities</b>	<b>3,154,079</b>	<b>3,619,798</b>
Fixed Liabilities		
Long-term Borrowings	652,580	738,676
Lease Obligation	131,807	110,744
Reserve for Employees' Retirement Benefits	224,441	223,146
Deferred Tax Liabilities	13,672	30,256
Others	10,349	278,074
<b>Total Fixed Liabilities</b>	<b>1,032,850</b>	<b>1,380,897</b>
<b>Total Liabilities</b>	<b>4,186,929</b>	<b>5,000,696</b>
<b>(Net Assets)</b>		
Shareholders' Equity		
Capital Stock	1,998,700	1,998,700
Capital Surplus	2,953,700	2,953,700
Earned Surplus	1,158,669	2,134,984
Treasury Stock	481,290	481,255
<b>Total Shareholders' Equity</b>	<b>5,629,779</b>	<b>6,606,129</b>
Valuation and Foreign Currency Translation		
Revaluation of Other Investment Securities	20,590	30,791
Foreign Currency Translation Adjustments	30,856	70,279
<b>Total Valuation and Foreign Currency Translation</b>	<b>10,265</b>	<b>101,071</b>
New Stock Reservation Righ	5,557	6,754
<b>Total Net Assets</b>	<b>5,625,071</b>	<b>6,713,954</b>
<b>Total Liabilities and Net Assets</b>	<b>9,812,001</b>	<b>11,714,650</b>

(2) Quarterly Consolidated Statement of Income  
 Q3 FY 2009 (From April 1,2008 To December 31,2008)

(Thousands of yen)

Q3 FY 2009	
(From April 1,2008 To December 31,2008)	
Net Sales	2,787,894
Cost of Sales	1,947,440
Gross Profit	840,453
Selling and General Administrative Expenses	1,609,977
Operating Income or Losses ( )	769,523
Non-Operating Income	
Interest Income	5,377
Rent Income	13,450
Foreign Currency Exchange Gain	
Others	23,586
Total Non-Operating Income	42,415
Non-Operating Expenses	
Interest Expenses	27,683
Others	3,738
Total Non-Operating Expense	68,388
Ordinary Income or Losses ( )	795,497
Extraordinary Gains	
Gain from sales of fixed assets	3,630
Gain on Sale of Investment Securities	300,000
Others	1,197
Total Extraordinary Gains	304,827
Extraordinary Losses	
Loss on Disposal of Fixed Assets	248,662
Others	133,905
Total Extraordinary Losses	382,568
Net Income or Losses Before Tax ( )	873,237
Income Taxes-Current	41,231
Income Taxes-Deferred	2,888
Total Income Taxes	38,343
Net Income or Losses ( )	911,580

(3) Consolidated Statement of Cash Flows  
Q3 FY 2009 (From April 1,2008 To December 31,2008)

(Thousands of yen)

Q3 FY 2009

(From April 1,2008 To December 31,2008)

<b>Cash Flow from Operating Activities</b>	
Net Income or Losses Before Taxes	873,237
Depreciation Expense	272,034
Increase/Decrease in Allowance for Employees Bonuses (Decrease( ))	80,949
Increase/Decrease in Allowance for Directors Bonuses (Decrease( ))	1,294
Interest and Dividends Earned	7,387
Interest Expenses	36,966
Increase/Decrease in Accounts Receivable (Increase( ))	806,995
Increase/Decrease in Inventories (Increase( ))	196,050
Increase/Decrease in Accounts Payable (Decrease( ))	252,760
Loss on sale of Affiliate company (Increase( ))	300,000
Loss on Disposal of Fixed Assets	248,662
Other	104,704
<b>Sub Total</b>	<b>152,373</b>
Interest and Dividends Received	7,337
Interest Paid	34,603
Income Taxes Paid	48,040
Payments for retirement benefits for directors	267,725
<b>Net Cash Provided by Operating Activities</b>	<b>190,658</b>
<b>Cash Flows from Investing Activities</b>	
Proceeds from Time Deposits Refunds	300,291
Payments for Time Deposits	7,857
Proceeds from sale of Affiliate company	300,000
Proceeds from Tangible Fixed Assets	354,467
Payments for Tangible Fixed Assets	133,669
Proceeds from Sale of Business	283,697
Other	135,370
<b>Net Cash Provided by Investing Activities</b>	<b>1,232,300</b>
<b>Cash Flows from Financing Activities</b>	
Proceeds from Long-term Loans	300,000
Repayments of Long-term Loans	304,514
Repayments of Short-term Loans	350,000
Payments for Purchases Treasury Stock	34
Payments for Dividends	51,170
<b>Net Cash Provided by Financing Activities</b>	<b>405,718</b>
Effect of Exchange Rate Changes on Cash and Equivalents	59,661
Increase/Decrease in Cash and Cash Equivalents (Decrease( ))	576,261
<b>Cash and Cash Equivalents at Beginning of Year</b>	<b>2,255,096</b>
<b>Cash and Cash Equivalents at Mid year Ending (Year Ending)</b>	<b>2,831,358</b>

6. Note for the remarkable changes of the Stockholders' equity Section : None

#### 7. Consolidated Financial Statement for the Second Quarter

Our company resolved to encourage the voluntary retirement person in Managing Board at February 13 2009.

The application period is March 2, 2009 - March 6, 2009, and March 31,2009 is scheduled on the retirement date.

The amount of the influence to Financial results and Operating results by this resolution is yet to be determined.

「Reference」

#### (1) Quarterly Consolidated Statement of Income Q3 FY 2008 (From April 1,2007 To December 31,2007)

	(Thousands of yen)
	Q3 FY 2008 (From April 1,2007 To December 31,2007)
Net Sales	4,690,966
Cost of Sales	3,532,320
Gross Profit	1,158,646
Selling and General Administrative Expenses	1,740,158
Operating Income or Losses ( )	581,511
Total Non-Operating Income	48,127
Total Non-Operating Expense	137,931
Ordinary Income or Losses ( )	671,315
Total Extraordinary Gains	232,310
Total Extraordinary Losses	6,609
Net Income or Losses Before Tax ( )	445,614
Income Taxes-Current	19,869
Income Taxes-Deferred	6,990
Total Income Taxes	77,104
Net Income or Losses ( )	549,578