

**RESULTS OF OPERATIONS FOR  
THE SECOND QUARTER ENDED SEPTEMBER 30, 2011 (CONSOLIDATED)  
(Japanese GAAP)**

November 10, 2011

Listed company name: Torishima Pump Mfg. Co., Ltd.  
 Stock exchange listings: First Section of Tokyo Stock Exchange and Osaka Stock Exchange  
 Code number: 6363 URL: <http://www.torishima.co.jp/en>  
 Representative: Kotaro Harada, President  
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 Scheduled date of filing quarterly financial statements: November 11, 2011  
 Scheduled date of starting dividend payment: December 8, 2011  
 Preparing supplementary material on quarterly financial results: No  
 Holding quarterly financial results presentation meeting: No

Note: The amounts are rounded down to the nearest million.

1. Consolidated financial results of the second quarter ended September 30, 2011 (April 1, 2011 through September 30, 2011)

(1) Operating results

Millions of yen, except per share data

	Net sales		Operating income		Ordinary income		Net income	
	%		%		%		%	
Second quarter ended Sept. 30, 2011	21,787	8.9	1,207	-31.8	825	-52.6	214	-77.9
Second quarter ended Sept. 30, 2010	20,002	-4.6	1,771	67.9	1,740	25.6	972	-25.1

Note1: % represents percentage change from a comparable previous period

Note2: Comprehensive income: (Second quarter ended Sept. 30, 2011) ¥662 million (-%)

(Second quarter ended Sept. 30, 2010) ¥-164 million (-%)

	Net sales per share		Net sales per share-Diluted	
	Yen		Yen	
Second quarter ended Sept. 30, 2011	7.64		7.62	
Second quarter ended Sept. 30, 2010	34.66		34.61	

(2) Financial position

Millions of yen, except per share data

	Total assets	Net assets	Equity ratio
			%
Sept. 30, 2011	58,605	31,332	52.6
March 31, 2011	61,178	30,968	50.3

(Reference): Shareholders' equity: (Sept. 30, 2011) ¥30,841million (March 31, 2011) ¥30,793 million

## 2. Dividends

	Dividends per share				
	End of 1Q	End of 2Q	End of 3Q	Fiscal year end	Annual
	Yen	Yen	Yen	Yen	Yen
FY2010	-	9.00	-	9.00	18.00
FY2011	-	9.00			
FY2011 (Forecast)			-	9.00	18.00

Note: Revision of forecast for dividend during this quarter: No

## 3. Forecast for fiscal year ending March 31, 2011

Millions of yen, except per share data

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	%		%		%		%		Yen
Annual	50,000	0.2	3,100	-0.9	2,700	-26.5	1,350	△28.7	48.12

Note1: % represents percentage change from a previous year

Note2: Revision of the forecast during this quarter: Yes

## 4. Others

### (1) Changes in significant subsidiaries during this period: No

Note: This item indicates whether there were changes in significant subsidiaries affecting the scope of consolidation during this period.

### (2) Adoption of special accounting methods for presenting quarterly consolidated financial statements: Yes

Note: For further details, please refer to page 5, "Adoption of special accounting methods for presenting quarterly consolidated financial statements".

### (3) Changes of accounting policies applied, changes in accounting estimates and retrospective restatement

- ① Changes of accounting policies applied due to revisions of accounting standards: No
- ② Changes of accounting policies other than the above: No
- ③ Changes in accounting estimates: No
- ④ Retrospective restatement: No

### (4) Number of shares outstanding (Common stock)

- ① Number of shares outstanding at period end (including treasury stock)  
(Sept. 30, 2011) 29,889,079 (March 31, 2011) 29,889,079
- ② Number of treasury stock at period end  
(Sept. 30, 2011) 1,837,137 (March 31, 2011) 1,836,913
- ③ Weighed-average number of shares outstanding over the period  
(April 1 - Sept. 30, 2011) 28,052,074 (April 1 - Sept. 30, 2010) 28,049,423

### -Information regarding the implementation of quarterly review procedure

These quarterly financial results do not fall within the scope of the Quarterly Review Procedures referenced in the Financial Instruments and Exchange Act. At the time of disclosure of the quarterly financial results, the Group was in the process of implementing the quarterly review procedures for its quarterly financial statements.

### -Explanation for adequate utilization of the forecast, and other note

Forecast shown above is prepared based on information available as of the issuing date of this report and assumptions that we consider as reasonable, and therefore the actual results may differ from these forecasted figures due to various unknown factors.

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## 1. Qualitative information for the second quarter of the FY2011.

### (1) Qualitative information on consolidated results of operations

During the second quarter of FY2011, the global economy showed a gradual upward trend. Economies in emerging countries continued to grow strongly. Meanwhile there were concerns about unemployment rate in the USA and financial problems in European countries.

In Japan, despite serious damage caused by the Great East Japan Earthquake, supply chain and production activities continued recovering quickly and therefore the economy is expected to recover. However Japan's economy shows still uncertainty because the global economy is slowdown, stock values decline due to yen appreciation and power supply shortage is concerned.

The pump manufacturing industry in Japan had some steady demand from overseas for water- and energy-related sector. However competition for orders in the industry was under severe condition as a result of depressed public investment led by governmental financial reform and lower competitiveness due to yen appreciation, etc.

Order received during the second quarter of FY2011 (April 1, 2011-Sept. 30, 2011) increased by ¥8,672 million from the same period last year to ¥24,142 million. Order received from domestic public sector decreased by ¥756 million from the same period last year to ¥4,839 million, order received from domestic private sector increased by ¥439 million from the same period last year to ¥3,133 million and order received from overseas sector increased by ¥8,990 million from the same period last year to ¥16,169 million.

Net sales during the second quarter of FY2011 (April 1, 2011-Sept. 30, 2011) increased by ¥1,784 million from the same period last year to ¥21,787 million and order backlog at the end of the period (Sept. 30, 2011) decreased by ¥10,018 million from Sept. 30, 2010 to ¥49,571 million.

Operating income during the second quarter of FY2011 (April 1, 2011-Sept. 30, 2011) decreased by ¥564 million from the same period last year to ¥1,207 million, ordinary income decreased by ¥915 million from the same period last year to ¥825 million and net income decreased by ¥758 million from the same period last year to ¥214 million.

### (2) Qualitative information on consolidated financial position

At the end of the second quarter (Sept. 30, 2011), the Group's total asset was ¥58,605 million, ¥2,572 million lower than at the end of the previous fiscal year (March 31, 2011). Principal changes in asset items included a decrease in investment securities of ¥1,540 million because of the decline of market value of stocks, a decline in trade receivables of ¥3,493 million and an increase in property, plant and equipment of ¥849 million.

Total liabilities at the end of the second quarter amounted to ¥27,272 million, ¥2,936 million lower than at the end of the previous fiscal year. Principal changes in liability items included a decline in trade payable of ¥1,540 million and a decline in long-term loans payable of ¥773 million.

Net assets at the end of the first quarter amounted to ¥31,332 million, ¥364 million higher than at the end of the previous fiscal year. Principal changes in net asset items included an increase in minority interests of ¥302 million.

### (3) Qualitative information on consolidated earnings forecasts

In consideration of domestic and overseas' uncertain financial trends as well as business performance during the first half of FY2011 (April 1, 2011-Sept. 30, 2011), forecast for FY2011 (April,2011 – March,2012) are revised as follows. Forecast of net sales ending March 31, 2012 is revised down to ¥50,000 million. Operating income is revised up to ¥3,100 million because of the contribution of the overseas subsidiary, etc. Ordinary income is revised down to ¥2,700 million because of the foreign exchange loss in the first half of FY2011. Net income is revised down to ¥1,350 million because of the loss on valuation of investment securities in the first half of FY2011.

Revised figure to the forecast of the consolidate financial result for FY2011 (April 1, 2011 – March 31, 2012)

Millions of yen, except per share data

	Net sales	Operating income	Ordinary income	Net income	Net income per share
Announced forecast at previous time (A) (Announced on May 12, 2011)	55,000	3,000	3,200	1,900	67.73
Revised forecast at current time (B)	50,000	3,100	2,700	1,350	48.12
Increase - decrease amount (B-A)	△5,000	100	△500	△550	—
Increase - decrease rate (%)	△9.1	3.3	△15.6	△28.9	—
Previous results (FY2010) for reference	49,880	3,127	3,673	1,892	67.45

## 2. Other information

### (1) Changes in significant subsidiaries during the second quarter of FY2011 (April 1, 2011-June. 30, 2011)

No items to report

### (2) Adoption of special accounting methods for presenting quarterly consolidated financial statements

In determining tax expenses, the effective tax rate after application of tax effect accounting for income before income taxes for the consolidated fiscal year, inclusive of the second quarter of consolidated FY2011, has been estimated in a rational manner, and tax expenses have been calculated by multiplying the quarterly income before income taxes and adjustments by this estimated tax rate.

Adjustments for income taxes have been included and presented in income and other taxes.

### (3) Changes in accounting principles, accounting estimates and correction of prior period errors

No items to report

### 3. Consolidated quarterly financial statement

#### (1) Consolidated quarterly balance sheet

	(Millions of yen)	
	End of previous consolidated fiscal year (March 31, 2011)	End of the second quarter of consolidated FY2011 (September 30, 2011)
<b>Assets</b>		
Current assets		
Cash and deposits	8,074	9,424
Notes and accounts receivable-trade	23,358	19,864
Merchandise and finished goods	140	194
Work in process	6,190	5,978
Raw materials and supplies	1,704	1,889
Advance payments-trade	937	905
Deferred tax assets	1,391	1,368
Other	830	1,055
Allowance for doubtful accounts	-89	-108
Total current assets	42,537	40,571
Noncurrent assets		
Property, plant and equipment	8,327	9,176
Intangible assets	246	225
Investments and other assets		
Investment securities	8,516	6,962
Other	1,737	1,826
Allowance for doubtful accounts	-186	-158
Total investments and other assets	10,067	8,631
Total noncurrent assets	18,640	18,034
Total assets	61,178	58,605

(Millions of yen)

	End of previous consolidated fiscal year (March 31, 2011)	End of the second quarter of consolidated FY2011 (September 30, 2011)
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable-trade	10,171	8,631
Short-term loans payable	3,703	3,164
Income taxes payable	359	56
Advances received	2,630	3,101
Provision for bonuses	781	601
Provision for product warranties	1,611	1,318
Provision for loss on construction contracts	679	663
Other	2,011	2,086
Total current liabilities	21,948	19,624
Noncurrent liabilities		
Long-term loans payable	5,749	4,976
Provision for retirement benefits	1,981	1,998
Provision for directors' retirement benefit	15	17
Provision for loss on guarantees	98	98
Other	416	558
Total noncurrent liabilities	8,261	7,648
Total liabilities	30,209	27,272
<b>Net assets</b>		
Shareholders' equity		
Capital stock	1,592	1,592
Capital surplus	7,803	7,803
Retained earnings	22,548	22,458
Treasury stock	-972	-972
Total shareholders' equity	30,972	30,882
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	-36	-168
Deferred gains or losses on hedges	82	204
Foreign currency translation adjustment	-225	-75
Total valuation and translation adjustment	-179	-40
Subscription rights to shares	51	64
Minority interests	123	426
Total net assets	30,968	31,332
Total liabilities and net assets	61,178	58,605

(2) Consolidated quarterly statement of income  
(April 1 – September 30, 2011)

	(Millions of yen)	
	Second quarter ended September 30, 2010 (April 1, 2010 - September 30, 2010)	Second quarter ended September 30, 2011 (April 1, 2011 - September 30, 2011)
Net sales	20,002	21,787
Cost of sales	15,252	17,257
Gross profit	4,750	4,529
Selling, general and administrative expenses	2,978	3,322
Operating income	1,771	1,207
Non-operating income		
Interest income	64	41
Dividends income	93	86
Equity in earnings of affiliates	30	48
Rent income	33	34
Other	75	107
Total non-operating income	297	319
Non-operating expenses		
Interest expenses	45	61
Foreign exchange losses	193	543
Other	89	96
Total non-operating losses	328	702
Ordinary income	1,740	825
Extraordinary income		
Gain on sales of investment securities	-	53
Total extraordinary income	-	53
Extraordinary loss		
Loss on valuation of investment securities	-	663
Loss on valuation of investments in capital of subsidiaries and affiliates	14	-
Loss on adjustment for changes of accounting standard for asset retirement obligations	82	-
Total extraordinary losses	96	663
Income before income taxes and minority interests	1,644	215
Income taxes	659	-9
Income before minority interests	984	224
Minority interests in income (loss)	12	10
Net Income	972	214



Consolidated quarterly statement of comprehensive income  
(April 1 – September 30, 2011)

	(Millions of yen)	
	Second quarter ended September 30, 2010 (April 1, 2010 - September 30, 2010)	Second quarter ended September 30, 2011 (April 1, 2011 - September 30, 2011)
Income before minority interests	984	224
Other comprehensive income		
Valuation difference on available-for-sale securities	-1,525	-132
Deferred gains or losses on hedges	265	121
Foreign currency translation adjustment	112	446
Share of other comprehensive income of associates accounted for using equity method	-2	1
Total other comprehensive income	-1,149	437
Comprehensive income	-164	662
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	-172	625
Comprehensive income attributable to minority interests	8	36

(3) Note for assumption of going concern

No items to report

(4) Note for significant changes in the amount of shareholders' equity

No items to report

4. Additional information

(1) Order received and sales

Order received and sales by demand category

Order received

(Millions of yen)

	From April 1, 2010 to Sept. 30, 2010		From April 1, 2011 to Sept. 30, 2011		Year-on-year comparison	
Public	5,596	36.2%	4,839	20.0%	-756	-13.5%
Private	2,693	17.4%	3,133	13.0%	439	16.3%
Overseas	7,179	46.4%	16,169	67.0%	8,990	125.2%
Total	15,470	100.0%	24,142	100.0%	8,672	56.1%

Sales

(Millions of yen)

	From April 1, 2010 to Sept. 30, 2010		From April 1, 2011 to Sept. 30, 2011		Year-on-year comparison	
Public	3,979	19.9%	3,570	16.4%	-408	-10.3%
Private	2,477	12.4%	2,399	11.0%	-77	-3.1%
Overseas	13,546	67.7%	15,817	72.6%	2,271	16.8%
Total	20,002	100.0%	21,787	100.0%	1,784	8.9%

Order backlog

(Millions of yen)

	From April 1, 2010 to Sept. 30, 2010		From April 1, 2011 to Sept. 30, 2011		Year-on-year comparison	
Public	11,933	20.0%	7,797	15.7%	-4,135	-34.7%
Private	2,693	4.5%	3,189	6.4%	495	18.4%
Overseas	44,962	75.5%	38,584	77.9%	-6,378	-14.2%
Total	59,590	100.0%	49,571	100.0%	-10,018	-16.8%