

May 11, 2012

Consolidated 1st Quarter Financial Results for the Fiscal Year Ended December 31, 2012 (January 1, 2012 to March 31, 2012)

Company name:	SIIX Corporation
Stock code:	7613
Stock exchange listing (Section):	Tokyo Stock Exchange, (First Section) Osaka Securities Exchange, (First Section)
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Submission date of quarterly financial statement:	May 14, 2012

(Amounts rounded down to million yen)

1. Consolidated 1st quarter Financial Results (January 1, 2012 – March 31, 2012)

(1) Consolidated Results of Operations

(The percentages in the table below represent changes from the previous fiscal year)

	Net sales		Operating income		Ordinary income	
	Million yen	YoY change (%)	Million yen	YoY change (%)	Million yen	YoY change (%)
1st quarter ended Mar. 2012	43,850	(6.8)	1,187	(24.7)	1,192	(34.0)
1st quarter ended Mar. 2011	47,045	26.7	1,577	42.6	1,805	53.7

(Note) Comprehensive Income:

1st quarter ended March 2012:	2,454 million yen (48.0%)
1st quarter ended March 2011:	1,659 million yen (- %)

	Net income		Net income per share (basic)	Net income per share (diluted)
	Million yen	YoY change (%)	Yen	Yen
1st quarter ended Mar. 2012	850	(22.0)	36.02	—
1st quarter ended Mar. 2011	1,089	42.4	46.17	—

(2) Consolidated Financial Position

	Total assets	Net assets	Capital-to-asset ratio
	Million yen	Million yen	%
1st quarter ended Mar. 2012	71,582	22,323	30.4
Year ended Dec. 2011	59,471	20,126	33.1

(Reference) Stockholders' equity:

1st quarter ended March 2012:	21,760 million yen
Year ended December 2011:	19,700 million yen

2. Dividends

(Base date)	Annual dividends per share				
	1st quarter	2nd quarter	3rd quarter	Term-end	Annual dividends
Year ended Dec. 2011	—	Yen 14.00	—	Yen 14.00	Yen 28.00
Year ended Dec. 2012	—				
Year ended Dec. 2012 (forecasts)		14.00	—	14.00	28.00

(note) Changes in Forecasts for Dividends during this quarter: No change

3. Consolidated Business Performance Forecasts for the Year Ending December 2012 (January 1, 2012 – December 31, 2012)

	Net sales		Operating income		Ordinary income	
	Million yen	YoY change (%)	Million yen	YoY change (%)	Million yen	YoY change (%)
2nd quarter ending Jun. 2012	82,890	(7.1)	1,930	(26.4)	1,950	(33.5)
Full year	183,000	9.0	4,930	22.4	4,880	6.5

	Net income		Net income per share (basic)
	Million yen	YoY change (%)	Yen
2nd quarter ending Jun. 2012	1,350	(27.4)	57.20
Full year	3,320	21.9	140.68

(note) Changes in Consolidated Business Performance Forecasts for the Fiscal Year Ending December 2012 during this quarter: No change

4. Others

- (1) Transfer of important subsidiaries during the period (transfer of specific subsidiaries in association with changes in the scope of consolidation): SIIX EMS (Shanghai) Co., Ltd.
- (2) Adoption or non-adoption of a specific method in accounting procedures for quarterly consolidated financial statements: No adoption
- (3) Changes in accounting policy and accounting estimate, and restatement related to consolidated financial statements
 - (i) Changes in accounting policy associated with the revision of accounting standards: No change
 - (ii) Changes in accounting policy other than those described in (i): No change
 - (iii) Changes in accounting estimate: No change
 - (iv) Restatement: No change
- (4) Number of outstanding shares (common shares)
 - (i) Number of outstanding shares (including treasury stock):

1st quarter ended March 2012:	25,200,000 shares
Year ended December 2011:	25,200,000 shares
 - (ii) Number of treasury stock:

1st quarter ended March 2012:	1,600,431 shares
Year ended December 2011:	1,600,431 shares
 - (iii) Average number of outstanding shares (quarterly accumulated period)

1st quarter ended March 2012:	23,599,569 shares
1st quarter ended March 2011:	23,599,636 shares

*Indication regarding implementation status of quarterly review procedures

These quarterly financial statements have not been prepared for the purpose of quarterly review procedures pursuant to the Financial Instruments and Exchange Act (FIEA). Review procedures for quarterly financial statements were in the process of being implemented as of the release of these quarterly financial statements.

*Explanations and other special notes concerning the appropriate use of business performance forecasts

The consolidated business performance forecasts given above are based on the information available at the current time and assumptions of supposable market trends, etc., and thus may greatly differ from future performance for a variety of future reasons. For postulate and special notes concerning the appropriate use of business performance forecasts, please refer page 5.

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1. Qualitative Information

(1) Qualitative information on Consolidated Operating Results

Looking back over the business environment during this consolidated 1st quarter under review, it was shown a slow recovery even though difficult economic condition due to the influence of the Great Eastern Japan Earthquake was continuing in Japan. Also, a yen appreciation was seen to weaken in the exchange market. As for overseas economy, it remained a weak recovery as a whole because a debt problem still depressed its economy in Europe though a sign of recovery appeared in American economy and expands of domestic demands made up for its decelerating exports in Chinese economy.

In such circumstances, sales for this consolidated 1st quarter under review were 43,850 million yen, a decrease of 3,194 million yen (6.8% decreases) in comparison to the same period of the previous consolidated fiscal year. In terms of profits, operating income finished at 1,187 million yen, a decrease of 389 million yen (24.7% decreases) in comparison to the same period of the previous consolidated fiscal year. Also, ordinary income was 1,192 million yen, a decrease of 613 million yen (34.0% decreases) in comparison to the same period of the previous consolidated fiscal year. Net income was 850 million yen, a decrease of 239 million yen (22.0% decreases) in comparison to the same period of the previous consolidated fiscal year.

Segment results were as follows:

Segment Income or loss is calculated based on operating income in quarterly consolidated statements in income. Also, SIIX Electronics Co., Ltd. has changed its segment from "Electronics (Japan)" to "Corporate" from previous consolidated 4th quarter. Thus, segment information in this consolidated 1st quarter is compared with the previous consolidated 1st quarter and analyzed retroactively based on this change of classification.

(i) Electronics (Japan)

Sales in this section finished at 15,032 million yen, an increase of 3,195 million yen (27.0% increases) in comparison to the same period of the previous consolidated fiscal year due to an increase in shipment of digital household equipments and components for industrial equipments. Segment income finished at 397 million yen, an increase of 27 million yen (7.6% increases) in comparison to the same period of the previous consolidated fiscal year.

(ii) Electronics (Asia)

Sales in this section finished at 28,428 million yen, a decrease of 6,483 million yen (18.6% decreases) in comparison to the same period of the previous consolidated fiscal year due to impact of strong yen and an initial cost of newly consolidated manufacturing subsidiary, while a recovery trend from the impact of flood in Thailand last October were shown. Segment income finished at 965 million yen, a decrease of 483 million yen (33.3% decreases) in comparison to the same period of the previous consolidated fiscal year.

(iii) Electronics (Europe)

Sales in this section finished at 1,483 million yen, an increase of 66 million yen (4.7% increases) in comparison to the same period of the previous consolidated fiscal year due to a steady performance of the shipment of components for automobile related equipment. Segment loss, however, remained 37 million yen mainly due to a depreciation cost of additional manufacturing facilities (the segment loss in the same period of the previous consolidated fiscal year was 36 million yen).

(iv) Electronics (Americas)

Sales in this section remained at 3,880 million yen, an increase of 44 million yen (1.2% increases) in comparison to the same period of the previous consolidated fiscal year resulted from a decrease in shipment of components for automobile related equipment and an impact of strong yen despite of a steady performance of the shipment of components for industrial equipment. Segment income finished at 195 million yen, an increase of 29 million yen (18.0% increases) in comparison to the same period of the previous consolidated fiscal year.

(2) Qualitative Information on the consolidated financial situation

Total assets at the end of this consolidated 1st quarter under review were 71,582 million yen, an increase of 12,110 million yen in comparison to the end of the previous consolidated fiscal year mainly due to an increase of notes and accounts receivable-trade and inventories.

Total liabilities were 49,258 million yen, an increase of 9,913 million yen in comparison to the end of the previous consolidated fiscal year mainly due to an increase of accounts payable-trade.

Net assets were 22,323 million yen, an increase of 2,196 million yen in comparison to the end of the previous consolidated fiscal year. As a result of this, the capital-to-asset ratio lowered from 33.1% to 30.4%.

(3) Qualitative Information on the Consolidated Business Forecast

The performance forecasts for the full business year in the fiscal year ending December 2012 released on February 15, 2012, have not been changed.

2. Other Summary Information

(1) Transfer of important subsidiaries during the period (transfer of specific subsidiaries in association with changes in the scope of consolidation)

SIIX EMS (Shanghai) Co., Ltd. were newly established and consolidated in this consolidated 1st quarter.

(2) Adoption or non-adoption of a specific method in accounting procedures for quarterly consolidated financial statements

No transactions to report

(3) Changes in accounting policy and accounting estimate, and restatement related to consolidated financial statements

No transactions to report

(4) Additional information

The company is applying the Accounting Standard for Accounting Changes and Error Corrections (ASBJ Statement No.24, December 4, 2009) and the Guidance on Accounting Standard for Accounting Changes and Error Corrections (ASBJ Guidance No.24, December 4, 2009) for accounting changes and error corrections since the beginning of this consolidated 1st quarter.

3. Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Million yen)

	Previous fiscal year As of Dec. 31, 2011	Current 1st quarter As of Mar. 31, 2012
Assets		
Current assets		
Cash and deposits	4,466	5,469
Notes and accounts receivable-trade	23,242	31,250
Merchandise and finished goods	10,785	12,108
Work in process	1,234	938
Raw materials and supplies	2,186	2,297
Other	2,039	2,613
Allowance for doubtful accounts	(70)	(80)
Total current assets	43,884	54,596
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	4,266	4,409
Machinery, equipment and vehicles	4,516	5,505
Land	2,131	2,180
Other	853	729
Total property, plant and equipment	11,767	12,824
Intangible assets	757	746
Investments and other assets		
Investment securities	1,758	2,036
Investments in capital	273	277
Other	1,417	1,510
Allowance for doubtful accounts	(388)	(408)
Total Investments and other assets	3,061	3,415
Total noncurrent assets	15,587	16,985
Total assets	59,471	71,582

TRANSLATION

(Million yen)

	Previous fiscal year As of Dec. 31, 2011	Current 1st quarter As of Mar. 31, 2012
Liabilities		
Current liabilities		
Accounts payable-trade	17,451	26,418
Short-term loans payable	12,496	11,200
Income taxes payable	574	827
Other	2,953	3,533
Total current liabilities	33,475	41,979
Noncurrent liabilities		
Long-term loans payable	4,157	5,126
Provision for retirement benefits	83	94
Other	1,629	2,057
Total noncurrent liabilities	5,869	7,279
Total liabilities	39,344	49,258
Net assets		
Shareholders' equity		
Capital stock	2,144	2,144
Capital surplus	1,853	1,853
Retained earnings	21,416	21,935
Treasury stock	(677)	(677)
Total shareholders' equity	24,735	25,255
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	328	414
Deferred gains or losses on hedges	4	3
Foreign currency translation adjustment	(5,368)	(3,912)
Total other accumulated comprehensive income	(5,035)	(3,494)
Minority interests	426	562
Total net assets	20,126	22,323
Total liabilities and net assets	59,471	71,582

(2) Quarterly Consolidated Statement of Income and Quarterly Consolidated Statement of Comprehensive Income

Quarterly Consolidated Statements of Income [1st quarter (January 1, 2012 – March 31, 2012)]

(Million yen)

	Previous 1st quarter Jan. 1, 2011 - Mar. 31, 2011	Current 1st quarter Jan. 1, 2012 - Mar. 31, 2012
Net sales	47,045	43,850
Cost of sales	43,974	41,080
Gross profit	3,070	2,770
Selling, general and administrative expenses	1,493	1,583
Operating income	1,577	1,187
Non-operating income		
Interest income	8	2
Dividends income	1	1
Amortization of negative goodwill	9	9
Real estate rent	18	17
Equity in earnings of affiliates	38	40
Foreign exchange gains	80	-
Other	129	61
Total non-operating income	286	132
Non-operating expenses		
Interest expenses	45	58
Foreign exchange losses	-	26
Other	11	42
Total non-operating expenses	57	127
Ordinary income	1,805	1,192
Extraordinary income		
Reversal of allowance for doubtful accounts	0	-
Gain on sales of noncurrent assets	0	5
Insurance income	-	206
Total extraordinary income	0	211
Extraordinary loss		
Loss on sales of noncurrent assets	0	-
Loss on retirement of noncurrent assets	-	0
Total extraordinary loss	0	0
Income before income taxes	1,805	1,403
Income taxes-current	605	425
Income taxes-deferred	71	103
Total income taxes-current	677	529
Net Income before Minority Interests in Income	1,128	874
Minority interests in income	38	24
Net income	1,089	850

Quarterly Consolidated Statements of Comprehensive Income
 [1st quarter (January 1, 2012 – March 31, 2012)]

(Million yen)

	Previous 1st quarter Jan. 1, 2011 - Mar. 31, 2011	Current 1st quarter Jan. 1, 2012 - Mar. 31, 2012
Income before minority interests in income	1,128	874
Other comprehensive income		
Valuation difference on available-for-sale securities	121	85
Deferred gains or losses on hedges	(6)	(1)
Foreign currency translation adjustment	390	1,452
Equity equivalent of equity method affiliate	25	43
Total other comprehensive income	531	1,580
Comprehensive income	1,659	2,454
(Content)		
Comprehensive income for the parent company's shareholders	1,613	2,390
Comprehensive income for minority shareholders	45	63

(3) Notes on the Assumption of the Company as a Going Concern
No transactions to report

(4) Segment Information

I. Previous Consolidated 1st Quarter (January 1, 2011 – March 31, 2011)

[1] Sales and income/loss information for each reportable segment

(Million yen)

	Reportable Segment					Other (note)	Total
	Electronics (Japan)	Electronics (Asia)	Electronics (Europe)	Electronics (Americas)	Total		
Net sales							
Sales - outside customers	7,045	33,087	1,326	2,937	44,396	2,646	47,043
Sales and transfer-inter segment	4,791	1,824	91	897	7,605	437	8,042
Total	11,837	34,912	1,417	3,835	52,001	3,084	55,086
Operating income or operating loss	369	1,448	(36)	166	1,947	15	1,963

Notes: "Other" is not included in the reportable segment. Major products of "Other" section are wire harnesses, materials for motorcycle, equipment machines, printing ink and etc.

[2] The difference between the amount of operating income or loss in reportable segment and in quarterly consolidated statement of income, and the details

(Million yen)

Sales	Amount
Reportable Segment	52,001
Other	3,084
Eliminations-inter segment	(8,040)
Sales in quarterly consolidated statement in income	47,045

Operating Income / Loss	Amount
Reportable Segment	1,947
Other	15
Eliminations-inter segment	31
Corporate expenses (note)	(417)
Operating income in quarterly consolidated statement in income	1,577

Notes: Corporate expenses mainly consist of expenses related to the headquarters, the general affairs and accounting divisions, at the parent company which do not belong to reportable segment.

II Current Consolidated 1st Quarter (January 1, 2012 – March 31, 2012)**[1] Sales and income/loss information for each reportable segment**

(Million yen)

	Reportable Segment					Other (note)	Total
	Electronics (Japan)	Electronics (Asia)	Electronics (Europe)	Electronics (Americas)	Total		
Net sales							
Sales - outside customers	10,227	26,176	1,339	2,831	40,574	3,275	43,849
Sales and transfer-inter segment	4,805	2,251	144	1,048	8,249	309	8,558
Total	15,032	28,428	1,483	3,880	48,824	3,584	52,408
Operating income or operating loss	397	965	(37)	195	1,521	15	1,536

Notes: "Other" is not included in the reportable segment. Major products of "Other" section are wire harnesses, materials for motorcycle, equipment machines, printing ink and etc.

[2] The difference between the amount of operating income or loss in reportable segment and in quarterly consolidated statement of income, and the details

(Million yen)

Sales	Amount
Reportable Segment	48,824
Other	3,584
Eliminations-inter segment	(8,557)
Sales in quarterly consolidated statement in income	43,850

Operating Income / Loss	Amount
Reportable Segment	1,521
Other	15
Eliminations-inter segment	19
Corporate expenses (note)	(368)
Operating income in quarterly consolidated statement in income	1,187

Notes: Corporate expenses mainly consist of expenses related to the headquarters, the general affairs and accounting divisions, at the parent company which do not belong to reportable segment.

[3] Modification in reportable segment

SIIX Electronics Co., Ltd. has changed its segment from "Electronics (Japan)" to "Corporate" from previous consolidated 4th quarter. Segment information in the previous consolidated 1st quarter above applies this changed classification retroactively and is disclosed.

(5) Notes in the Event of Marked Changes in the Value of Shareholders' Equity

No transactions to report