Brief Statement on Consolidated Financial Results for the First Quarter (ended April 30, 2013) of Fiscal Year 2013 (ending December 31, 2013) [Japanese Accounting Standards]

June 7, 2013

Company name: SUMCO Corporation TSE First Section
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Scheduled date of filing of quarterly security report: June 14, 2013
Scheduled date of commencement of dividend payment: —
Supplementary materials for quarterly financial results: Yes
Quarterly results briefing: Yes (For institutional investors and security analysts)

(Amounts smaller than one million yen are rounded down)

1. Consolidated Business Results for the First Quarter (February 1, 2013–April 30, 2013) of Fiscal Year 2013 (ending December 31, 2013)

(1) Consolidated Financial and Operating Results (fiscal year-to-date)

(Percentage figures represent year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income	
	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)
1Q of FY2013	46,646	(11.6)	4,154	42.4	1,284	(32.0)	588	(72.5)
1Q of FY2012	52,755	(19.7)	2,917	52.1	1,890	725.5	2,141	—

Note: Comprehensive income

1Q of FY2013: 4,185 million yen ((29.0)%); 1Q of FY2012: 5,894 million yen (—%)

	Net income per share for quarter (yen)	Diluted net income per share for quarter (yen)
1Q of FY2013	1.22	—
1Q of FY2012	8.31	—

(2) Consolidated Financial Position

	Total assets (millions of yen)	Equity (millions of yen)	Shareholders' equity ratio (%)
1Q of FY2013	489,823	182,870	32.7
FY2012	493,334	180,325	32.2

(Reference) Shareholders' equity: 1Q of FY2013: 159,954 million yen; FY2012: 158,746 million yen

2. Dividend Payments

	Yearly dividend per share				
	First quarter (yen)	Second quarter (yen)	Third quarter (yen)	Year-end (yen)	Full year (yen)
FY2012	—	0.00	—	2.00	2.00
FY2013	—				
FY2013 (Forecast)		—	—	—	—

Note: (1) Revisions to dividend forecasts made during the quarter under review: No
(2) Dividends per share for the fiscal year-ending December 31, 2013 are not determined.
(3) The above "Dividend Payments" is the status of dividend related to common stock. As for the status of dividend for class shares (unlisted) with different rights from those of the company's common stock, please see "(Reference) Dividend Payments for class A shares" on page 3.

3. Consolidated Business Forecasts for Fiscal Year 2013 (ending December 31, 2013)

(Percentage figures represent changes from previous 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)
First half	100,000	(8.0)	10,000	45.0	5,000	(5.6)	1,000	(79.9)	1.70
Full year	192,000	—	24,000	—	16,000	—	10,000	—	34.80

Note: (1) Revisions to consolidated business forecasts made during the quarter under review: No

(2) SUMCO changed its fiscal year-end from January 31 to December 31 because "Proposal for Partial amendment to Article of Incorporation" was approved at its general meeting of shareholders on April 25, 2013. Fiscal year 2013 is the eleven month transitional period (February 1, 2013 - December 31, 2013), so changes from previous year are not shown.

* Notes

(1) Changes in important subsidiaries during the quarter under review: No
New Company: Not applicable Exclusion: Not applicable

(2) Application of accounting methods specific to the preparation of quarterly consolidated financial statement: No

(3) Changes in accounting policies, changes in accounting estimates and corrections of prior-period errors
[1] Changes in accounting policies applied with revisions of accounting standards: No
[2] Changes in accounting policies other than [1]: No
[3] Changes in accounting estimates: No
[4] Corrections of prior-period errors: No

(4) Number of issued shares (common stock)
[1] Issued shares as of the end of period (including treasury stock):
257,751,739 shares as of the end of first quarter of FY2013; 257,751,739 shares as of end of FY2012
[2] Treasury stock as of the end of period:
5,366 shares as of the end of first quarter of FY2013; 5,166 shares as of end of FY2012
[3] Average number of shares during period (fiscal year-to-date):
257,746,460 shares during first quarter of FY2013; 257,746,857 shares during first quarter of FY2012

* Note on implementation of quarterly review procedures:

This Brief Statement on Consolidated Financial Results is not subject to quarterly review procedures pursuant to the Financial Instruments and Exchange Act. Review procedures for quarterly financial statements pursuant to the Financial Instruments and Exchange Act had not been completed at the time of the disclosure of this Brief Statement on Consolidated Financial Results.

* Explanations regarding appropriate use of business forecasts and other special instructions:

Business forecasts and other forward-looking statements contained in this Brief Statement on Consolidated Financial Results are based on information currently available to the Company and on certain assumptions that the Company considers to be reasonable. Actual results may differ significantly from those projected in the forward-looking statements as a result of various factors. Regarding the assumptions underlying business forecasts, please see "Qualitative Information on Consolidated Business Forecasts" on page 2 of Supplementary Materials.

Dividends per share for the fiscal year-ending December 31, 2013 are not determined, and a forecast will be disclosed as soon as the disclosure becomes possible.

Quarterly results briefing for institutional investors and security analysts are scheduled on June 7, 2013. Supplementary materials for quarterly financial results are available in our web site after starting the briefing.

(Reference) Dividend Payments for class A shares

Dividend per share related to class shares (unlisted) with different rights from those of the company's common stock

Class A shares	Yearly dividend per share				
	First quarter (yen)	Second quarter (yen)	Third quarter (yen)	Year-end (yen)	Full year (yen)
FY2012	—	—	—	2,500,000.00	2,500,000.00
FY2013	—				
FY2013 (Forecast)		—	—	—	—

Note: Dividends per share for the fiscal year-ending December 31, 2013 are not determined.

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1. Qualitative Information for the First Quarter of Fiscal Year 2013

(1) Qualitative Information on Consolidated Business Results

Notwithstanding strong demand for smartphone and tablet computer, the silicon wafer market remained in an adjustment phase during the first quarter of FY2013. This was mainly due to the slowdown in computer sales and delayed recovery in consumer and industrial electronic equipment segment. However, the market has started recovering moderately since bottoming out in February.

In light of this business environment, the SUMCO Group is proceeding to reduce indirect costs and other business expenses to improve its break-even sales point.

As a result, for the period under review (February 1–April 30, 2013), the Group registered consolidated net sales of 46,646 million yen, operating income of 4,154 million yen, ordinary income of 1,284 million yen, and net income came to 588 million yen.

(2) Qualitative Information on Consolidated Business Forecasts

For FY2013, the silicon wafer market is projected to follow a mild recovery after bottoming in the first quarter.

The Company has not revised its consolidated business forecasts of FY2013 announced on March 26, 2013.

2. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(millions of yen)

	End of FY2012 (January 31, 2013)	End of 1Q of FY2013 (April 30, 2013)
Assets		
Current assets		
Cash and time deposits	35,103	25,349
Notes and accounts receivable	32,457	30,109
Marketable securities	37,000	37,000
Finished products	17,030	17,129
Work in process	11,229	11,901
Raw materials and supplies	84,798	96,451
Others	9,253	8,348
Allowance for doubtful accounts	(131)	(10)
Total current assets	226,741	226,280
Fixed assets		
Tangible fixed assets		
Buildings and structures (net)	95,488	94,819
Machinery and transportation equipment (net)	46,549	46,837
Land	20,235	20,221
Construction in progress	16,328	15,461
Others (net)	759	682
Total tangible fixed assets	179,360	178,021
Intangible fixed assets		
Goodwill	15,231	14,816
Others	2,613	2,506
Total intangible fixed assets	17,844	17,323
Investments and other assets		
Investment securities	118	119
Long-term advance payments	58,094	57,059
Deferred income tax assets	5,925	6,154
Others	5,619	5,246
Allowance for doubtful accounts	(370)	(381)
Total investments and other assets	69,387	68,197
Total fixed assets	266,592	263,543
Total assets	493,334	489,823

(millions of yen)

	End of FY2012 (January 31, 2013)	End of 1Q of FY2013 (April 30, 2013)
Liabilities		
Current liabilities		
Notes and accounts payable	28,658	30,165
Short-term borrowings	125,308	129,379
Current portion of long-term lease obligations	9,074	8,621
Accrued income taxes	236	235
Reserve for bonuses	2,171	3,553
Others	19,838	16,538
Total current liabilities	185,287	188,493
Long-term liabilities		
Long-term debt	103,150	94,396
Long-term lease obligations	2,410	1,884
Liability for employee retirement benefits	17,544	17,604
Others	4,614	4,574
Total long-term liabilities	127,721	118,460
Total liabilities	313,008	306,953
Equity		
Shareholders' equity		
Capital stock	136,607	136,607
Capital surplus	15,676	15,676
Retained earnings	16,849	15,797
Treasury stock	(8)	(9)
Total shareholders' equity	169,124	168,072
Accumulated other comprehensive loss		
Net unrealized gain on available-for-sale securities	0	0
Deferred loss on derivatives under hedge accounting	(3,431)	(3,430)
Land revaluation surplus	2,671	2,671
Post retirement liability adjustments for foreign consolidated subsidiaries	—	(129)
Foreign currency translation adjustments	(9,618)	(7,229)
Total accumulated other comprehensive loss	(10,378)	(8,117)
Minority interests	21,579	22,915
Total equity	180,325	182,870
Total liabilities and equity	493,334	489,823

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

[1] Consolidated Statements of Income

(millions of yen)

	1Q of FY2012 (February 1, 2012– April 30, 2012)	1Q of FY2013 (February 1, 2013– April 30, 2013)
Net sales	52,755	46,646
Cost of sales	43,631	37,359
Gross profit	9,124	9,286
Selling, general and administrative expenses	6,206	5,132
Operating income	2,917	4,154
Non-operating income		
Interest income	3	8
Dividend income	20	—
Subsidy income	267	106
Compensation income	5	59
Others	116	59
Total non-operating income	412	234
Non-operating expenses		
Interest expense	827	829
Foreign exchange loss	371	2,060
Others	242	213
Total non-operating expenses	1,440	3,103
Ordinary income	1,890	1,284
Extraordinary income		
Compensation income	527	—
Total extraordinary income	527	—
Extraordinary loss		
Loss incurred from business restructuring	57	112
Total extraordinary loss	57	112
Income before income taxes and minority interests	2,360	1,171
Income taxes	180	245
Net income before minority interests	2,180	926
Minority interests	38	338
Net income	2,141	588

[2] Consolidated Statement of Comprehensive Income

(millions of yen)

	1Q of FY2012 (February 1, 2012– April 30, 2012)	1Q of FY2013 (February 1, 2013– April 30, 2013)
Net income before minority interests	2,180	926
Other comprehensive income		
Net unrealized gain (loss) on available-for-sale securities	248	(0)
Deferred gain on derivatives under hedge accounting	30	0
Post retirement liability adjustments for foreign consolidated subsidiaries	—	(265)
Foreign currency translation adjustments	3,436	3,523
Total other comprehensive income	3,714	3,258
Comprehensive income	5,894	4,185
Total comprehensive income attributable to		
Owners of the parent	4,434	2,849
Minority interests	1,460	1,336

(3) Notes regarding Going Concern Assumption
Not applicable

(4) Notes regarding Significant Changes in Shareholders' Equity
Not applicable