

October 31, 2012

## Consolidated Financial Results (Japanese Accounting Standards) for the Six Months Ended September 30, 2012 (Q2 FY2012)

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 Stock exchange listing: Tokyo Stock Exchange, Osaka Securities Exchange  
 Stock code: 2810  
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Scheduled date for filing of securities report: November 13, 2012  
 Scheduled date of commencement of dividend payment: December 7, 2012  
 Supplementary documents for quarterly results: Yes  
 Quarterly results briefing: Yes (for analysts and institutional investors)

(Amounts of less than one million yen are rounded to the nearest million yen.)

### 1. Consolidated Financial Results for the Six Months Ended September 30, 2012 (April 1, 2012 – September 30, 2012)

#### (1) Consolidated Results of Operations (Accumulated Total)

(Percentages show year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended September 30, 2012	103,831	(5.1)	4,658	(41.7)	5,458	(34.8)	3,014	(37.2)
September 30, 2011	109,393	(0.2)	7,987	36.7	8,368	34.1	4,802	55.9

(Note) Comprehensive income: 2,203 million yen (negative 65.2%) for the six months ended September 30, 2012  
 6,337 million yen (195.5%) for the six months ended September 30, 2011

	Net income per share (basic)		Net income per share (diluted)	
	Yen		Yen	
Six months ended September 30, 2012	28.30		–	
September 30, 2011	44.98		–	

#### (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
Six months ended September 30, 2012	237,269	188,536	79.3	1,778.11
Year ended March 31, 2012	240,092	189,242	78.6	1,768.27

(Reference) Shareholders' equity: Six months ended September 30, 2012: 188,056 million yen  
 Year ended March 31, 2012: 188,785 million yen

### 2. Dividends

	Dividend per share				
	End of first quarter	End of second quarter	End of third quarter	Year-end	Annual
Year ended March 31, 2012	–	13.00	–	15.00	28.00
Year ending March 31, 2013	–	15.00			
Year ending March 31, 2013 (forecasts)			–	15.00	30.00

(Note) Revisions to dividend forecasts published most recently: None

### 3. Consolidated Forecasts for the Fiscal Year Ending March 31, 2013 (April 1, 2012 – March 31, 2013)

(Percentage figures for the fiscal year represent the changes from the previous year.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Year ending March 31, 2013	211,000	(1.5)	12,500	(11.1)	14,100	(9.0)	8,800	11.0	82.92

(Note) Revisions to financial forecasts published most recently: Yes

\* Notes

- (1) Changes of important subsidiaries during the period  
(changes of specific subsidiaries in accordance with changes in the scope of consolidation): None
- (2) Application of particular accounts procedures to the preparation of quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies and changes or restatement of accounting estimates
- |  |      |
|--|------|
| (i) Changes in accounting policies caused by revision of accounting standards: | Yes  |
| (ii) Changes in accounting policies other than (i):                            | None |
| (iii) Changes in accounting estimates:   | Yes  |
| (iv) Restatement:  | None |
- (Note) The depreciation method changed in the first quarter of this fiscal year. This falls under “cases where it is difficult to distinguish changes in accounting policies from changes in accounting estimates.” For details, please refer to “2. Matters Relating to Summary Information (Notes); (3) Changes in Accounting Policies and Changes or Restatement of Accounting Estimates” on page 5 of the accompanying materials.
- (4) Number of shares outstanding (common stock):
- |  |                    |
|--|--------------------|
| (i) Number of shares outstanding at end of period (including treasury stock) |                    |
| As of September 30, 2012:  | 106,765,422 shares |
| As of March 31, 2012:  | 106,765,422 shares |
| (ii) Number of treasury stock at end of period                               |                    |
| As of September 30, 2012:  | 1,003,659 shares   |
| As of March 31, 2012:  | 2,928 shares       |
| (iii) Average number of shares outstanding during the term                   |                    |
| Six months ended September 30, 2012:   | 106,487,223 shares |
| Six months ended September 30, 2011:   | 106,763,638 shares |

\* Status of a quarterly review

- This financial summary does not need to undergo a quarterly review under the Financial Instruments and Exchange Act. Procedures for a quarterly review of the consolidated financial statements are being followed at the time of the announcement of this financial summary.

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

- The forward-looking statements such as result forecasts included in this document are based on the information available to the Company at the time of the announcement and on certain assumptions considered reasonable, and the Company makes no representations as to their achievability. Actual results may differ materially from the forecast depending on a range of factors.
- For other matters relating to the forecasts, please refer to “(3) Qualitative Information Concerning the Consolidated Business Performance Forecasts” on page 4 of the accompanying materials.

(Reference)

Non-Consolidated Forecasts for the Fiscal Year Ending March 31, 2013 (April 1, 2012 – March 31, 2013)

(Percentage figures for the fiscal year represent the changes from the previous year.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Year ending March 31, 2013	147,000	(3.2)	10,500	(10.2)	13,200	(7.9)	8,500	7.8	80.09

(Note) Revisions to financial forecasts published most recently: Yes

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## 1. Qualitative Information on Results for the First Half Ended September 30, 2012

### (1) Qualitative Information Concerning the Consolidated Operating Results

During the six-month period ended September 30, 2012, the Japanese economy was weakened by the European debt crisis, concern over an economic slowdown in emerging countries, especially China, and the persistent strength of the yen. The food industry, a domestic demand-based industry, faced a challenging situation given a sagging economy and a prolonged deflationary trend.

Responding to these circumstances, the Group is taking steps to achieve the growth strategies for each business specified in the Fourth Medium-Term Business Plan, which began to be executed in the fiscal year under review.

Looking at sales, the Spice / Seasoning / Prepared Food Business and Health Food Business, which are considered “Core businesses,” were affected by changes in customers’ eating habits and intensifying price competition, as well as a reaction against special demand following the earthquake last year, and sales fell sharply from the same period in the previous fiscal year. In the International Business, a “Growth business,” sales continued to rise in each country. Overall, sales in the first half under review declined 5.1% year on year, to 103,831 million yen, with the sales increase in International Business more than offset by the decline in sales in the domestic core businesses.

Income expanded steadily in International Business, but was affected by increasing marketing costs associated with intensifying marketing competition and declines in sales in the main product categories. Consequently, operating income decreased 41.7% year on year, to 4,658 million yen, and ordinary income fell 34.8%, to 5,458 million yen. Net income declined 37.2%, to 3,014 million yen.

The following is an overview of results by segment.

	Consolidated net sales		Consolidated operating income (segment margin)	
	Amount (million yen)	Year-on-year change (%)	Amount (million yen)	Year-on-year change (%)
Spice / Seasoning / Prepared Food Business	59,991	93.6	2,689	53.2
Health Food Business	23,112	90.2	1,003	52.8
International Business	6,654	109.3	536	132.8
Transport and Other Businesses	14,074	103.3	428	71.3
Reportable segments total	103,831	94.9	4,656	58.5

\* Figures in the consolidated operating income (segment margin) column are figures before adjustment for impact of inter-segment transactions of 2 million yen.

### **Spice / Seasoning / Prepared Food Business**

Sales of curry roux products were weak, as our continued efforts to stimulate demand through a local-production-for-local-consumption campaign and other initiatives to expand the exposure of low-priced products fell short of revitalizing the market.

Sales of retort pouched curry products and packaged noodles declined sharply from a year ago, in a reaction to the special demand following the earthquake last year.

Of spice products, sales of *Neri Spice* products were stable, and *Toast Seasonings*, which propose a new way of eating bread, proved popular and contributed to creating new demand. However, sales of *Nokkete Gelee*, which was launched last year, slowed. Overall, sales of spice products slipped from the year-ago period.

Sales of stew products were slow due to lingering summer heat. However, *Koku no Zeitaku Stew*, a new lower-priced series, was received relatively well in the market. The Group will continue to enhance its brand strength so that it will be popular with a wider range of customers.

As a result, sales in the Spice / Seasoning / Prepared Food Business declined 6.4% year on year, to 59,991 million yen. Operating income decreased 46.8% year on year, to 2,689 million yen, reflecting the poor performance of the main products.

### **Health Food Business**

In the Health Food Business, sales of the *Ukon no Chikara* series, were affected by changes in customers' attitudes towards alcohol and intensifying sales competition with rival products. Sales of the *C1000* series declined in reaction to increased demand after the earthquake. *Mega Shaki*, a growing brand, became popular among young people partly because of the effect of TV commercials, and sales increased. However, sales in the Health Food Business were weak overall.

As a consequence, sales in the Health Food Business declined 9.8% year on year, to 23,112 million yen, and operating income fell 47.2% year on year, to 1,003 million yen, attributable to a decrease in sales of the main brands.

### **International Business**

International Business is ranked as a "Growth business" in the Fourth Medium-Term Business Plan. The Group established independent business promotion units for three areas (the United States, China, and Southeast Asia) and has been taking steps to accelerate the development of operations in each area.

Tofu products in the United States continued to be accepted in the market even after a price revision in June last year, and sales expanded steadily. Both sales and income rose in the first half of this fiscal year.

In the curry business in China, sales rose sharply, reflecting the steadily increasing recognition of Japanese-style curry and aggressive sales promotions. The business moved into the black as a result of the strong sales and cost cutting.

In the Southeast Asia area, functional beverages were launched this summer in Thailand, and the sales channels are being expanded. In Vietnam a processed food manufacturing plant is steadily being built. The plant is scheduled to start operations in the spring of next year.

In the curry restaurant business, the number of restaurants increased especially in China, Taiwan, and South Korea, and sales and profits continued to expand.

As a result of the above factors, sales of the International Business grew 9.3% year on year, to 6,654 million yen, and operating income increased 32.8% year on year, to 536 million yen.

### **Transport and Other Businesses**

Sales of the transport and warehouse business of House Logistics Service Corporation, a Group company, rose with the continued expansion in logistics operations commissioned by companies outside the Group. However, profits declined,

primarily reflecting increased costs. Meanwhile, sales and profits at Delica Chef Corporation, a Group company producing prepared foods for convenience stores, increased from a year ago, attributable to strong sales of desserts, successful sales promotions of bread and prepared foods, and activities to reduce losses.

As a consequence, sales of Transport and Other Businesses climbed 3.3% year on year, to 14,074 million yen, and operating income declined 28.7% year on year, to 428 million yen.

## (2) Qualitative Information Concerning the Company's Consolidated Financial Situation

The consolidated financial situation at the end of the second quarter of the fiscal year under review is as follows:

Total assets were 237,269 million yen, a decrease of 2,823 million yen in comparison to the end of the previous consolidated fiscal year.

Current assets declined 1,393 million yen, to 108,772 million yen, primarily attributable to a decrease in short-term investment securities with negotiable deposits and bonds reaching maturity, which more than offset an increase in notes and accounts receivable-trade. The additional cash and deposits associated with the maturity were used to pay taxes and dividends and acquire treasury stock. Noncurrent assets finished at 128,497 million yen, a fall of 1,430 million yen, due chiefly to decreases in long-term time deposits and prepaid pension costs, which offset an increase in investment securities resulting from the acquisition of bonds and other factors.

Liabilities were 48,733 million yen, a decrease of 2,117 million yen from the end of the previous fiscal year.

Current liabilities declined 1,495 million yen, to 39,613 million yen, mainly because of decreases in accounts payable-other and income taxes payable. Noncurrent liabilities slipped 622 million yen, to 9,120 million yen, primarily reflecting a reduction in deferred tax liabilities.

Net assets decreased 706 million yen from the end of the previous fiscal year, to 188,536 million yen, because of factors such as the purchase of treasury stock and a decline in valuation differences for available-for-sale securities based on an estimate of the fair value of stock holdings and other securities, which offset an increase in retained earnings as a result of net income.

As a result, the equity ratio stood at 79.3% (compared with 78.6% at the end of the previous fiscal year). Net assets per share were 1,778.11 yen (1,768.27 yen at the end of the previous fiscal year).

## (3) Qualitative Information Concerning the Consolidated Business Performance Forecasts

The full-year consolidated business performance forecast has changed from the forecast announced on May 8, 2012, based on the results for the first half of the fiscal year under review.

Revision of full-year consolidated business performance forecast for the fiscal year ending March 31, 2013 (from April 1, 2012 to March 31, 2013)

	Net sales	Operating income	Ordinary income	Net income	Net income per share (basic)
	Million yen	Million yen	Million yen	Million yen	Yen
Previous forecast (A)	218,000	14,800	16,200	10,400	97.41
Revised forecast (B)	211,000	12,500	14,100	8,800	82.92
Change (B – A)	(7,000)	(2,300)	(2,100)	(1,600)	–
Percentage change (%)	(3.2)	(15.5)	(13.0)	(15.4)	–
(For reference) Performance in previous fiscal year (ended March 31, 2012)	214,317	14,053	15,502	7,928	74.26

\* The forecast above has been made based on information available on the date of publication of this document. Actual results may differ from the forecast.

## 2. Matters Relating to Summary Information (Notes)

### (1) Changes of Important Subsidiaries during the Period

Not applicable.

### (2) Application of Particular Accounts Procedures to the Preparation of Quarterly Consolidated Financial Statements

#### Calculation of tax expenses

Following the application of tax effect accounting for the current term net income before taxes for the consolidated fiscal year, the Company has adopted a method of calculating tax expenses using a reasonable estimate of the effective tax rate and multiplying quarterly net income before taxes by this estimated effective tax rate.

“Income taxes-current” and “Income taxes-deferred” are unified in “Income taxes.”

### (3) Changes in Accounting Policies and Changes or Restatement of Accounting Estimates

#### Change in accounting policy that is difficult to distinguish from change in accounting estimates

Following the revision of the Corporation Tax Act, the Company and its domestic consolidated subsidiaries depreciated property, plant and equipment that were acquired on or after April 1, 2012 under the revised Corporation Tax Act.

The effect of the change on earnings in the first half under review was minor.



3. Quarterly Consolidated Financial Statements  
(1) Quarterly Consolidated Balance Sheets

(Million yen)

	End of previous fiscal year (As of March 31, 2012)	End of second quarter of the fiscal year under review (As of September 30, 2012)
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	23,475	26,659
Notes and accounts receivable—trade	38,585	41,249
Short-term investment securities	33,717	26,249
Merchandise and finished goods	6,229	6,306
Work in process	875	1,039
Raw materials and supplies	2,737	2,678
Deferred tax assets	2,946	3,090
Other	1,605	1,507
Allowance for doubtful accounts	(4)	(5)
<b>Total current assets</b>	<b>110,165</b>	<b>108,772</b>
<b>Noncurrent assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures, net	16,886	16,490
Machinery, equipment and vehicles, net	6,987	6,456
Land	24,072	24,083
Lease assets, net	4,545	4,483
Construction in progress	254	1,138
Other, net	810	872
<b>Total property, plant and equipment</b>	<b>53,553</b>	<b>53,521</b>
<b>Intangible assets</b>		
Goodwill	703	33
Software	1,501	1,186
Software in progress	58	54
Other	205	204
<b>Total intangible assets</b>	<b>2,467</b>	<b>1,476</b>
<b>Investments and other assets</b>		
Investment securities	65,327	67,785
Long-term loans receivable	247	243
Deferred tax assets	170	159
Long-term time deposits	3,124	1,100
Prepaid pension cost	2,740	1,971
Other	2,546	2,511
Allowance for doubtful accounts	(247)	(270)
<b>Total investments and other assets</b>	<b>73,908</b>	<b>73,500</b>
<b>Total noncurrent assets</b>	<b>129,927</b>	<b>128,497</b>
<b>Total assets</b>	<b>240,092</b>	<b>237,269</b>

(Million yen)

	End of previous fiscal year (As of March 31, 2012)	End of second quarter of the fiscal year under review (As of September 30, 2012)
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable–trade	19,602	19,081
Electronically recorded obligations–operating	–	1,294
Short-term loans payable	590	598
Lease obligations	394	404
Accounts payable–other	13,247	11,827
Income taxes payable	3,189	1,879
Provision for directors’ bonuses	73	34
Other	4,013	4,496
<b>Total current liabilities</b>	<b>41,108</b>	<b>39,613</b>
<b>Noncurrent liabilities</b>		
Lease obligations	4,151	4,079
Long-term accounts payable–other	655	648
Deferred tax liabilities	2,663	2,241
Provision for retirement benefits	1,557	1,448
Asset retirement obligations	284	277
Other	432	428
<b>Total noncurrent liabilities</b>	<b>9,742</b>	<b>9,120</b>
<b>Total liabilities</b>	<b>50,850</b>	<b>48,733</b>
<b>Net assets</b>		
<b>Shareholders’ equity</b>		
Capital stock	9,948	9,948
Capital surplus	23,868	23,868
Retained earnings	151,392	152,805
Treasury stock	(4)	(1,311)
<b>Total shareholders’ equity</b>	<b>185,205</b>	<b>185,310</b>
<b>Other accumulated comprehensive income</b>		
Valuation difference on available-for-sale securities	5,531	4,634
Foreign currency translation adjustment	(1,950)	(1,887)
<b>Total other accumulated comprehensive income</b>	<b>3,580</b>	<b>2,746</b>
<b>Minority interests</b>	<b>456</b>	<b>479</b>
<b>Total net assets</b>	<b>189,242</b>	<b>188,536</b>
<b>Total liabilities and net assets</b>	<b>240,092</b>	<b>237,269</b>

## (2) Quarterly Consolidated Statements of Income and Comprehensive Income

First six-month period

(Million yen)

	First six-month period of previous fiscal year (April 1, 2011 - September 30, 2011)	First six-month period of the fiscal year under review (April 1, 2012 - September 30, 2012)
<b>Net sales</b>	109,393	103,831
<b>Cost of sales</b>	58,750	56,922
<b>Gross profit</b>	50,644	46,909
<b>Selling, general and administrative expenses</b>		
Advertising expenses	5,834	5,867
Transportation and warehousing expenses	3,312	3,072
Sales commission	2,083	2,007
Promotion expenses	14,827	14,645
Salaries, allowances and bonuses	6,279	6,388
Provision for directors' bonuses	35	34
Depreciation	581	513
Amortization of goodwill	680	680
Rent expenses	692	728
Experiment and research expenses	1,840	1,898
Other	6,494	6,419
<b>Total selling, general and administrative expenses</b>	42,657	42,251
<b>Operating income</b>	7,987	4,658
<b>Non-operating income</b>		
Interest income	209	227
Dividends income	249	279
Equity in earnings of affiliates	166	315
Other	88	154
<b>Total non-operating income</b>	711	975
<b>Non-operating expenses</b>		
Interest expenses	21	21
Foreign exchange losses	249	117
Other	60	37
<b>Total non-operating expenses</b>	330	175
<b>Ordinary income</b>	8,368	5,458
<b>Extraordinary income</b>		
Gain on sales of noncurrent assets	0	1
Gain on sales of investment securities	-	10
Reversal of allowance for doubtful accounts	1	0
Other	6	1
<b>Total extraordinary income</b>	7	13

(Million yen)

	First six-month period of previous fiscal year (April 1, 2011 - September 30, 2011)	First six-month period of the fiscal year under review (April 1, 2012 - September 30, 2012)
<b>Extraordinary loss</b>		
Loss on sales of noncurrent assets	11	1
Loss on retirement of noncurrent assets	62	111
Loss on valuation of investment securities	46	256
Loss on valuation of membership	8	29
Impairment loss	399	-
Loss on disaster	160	-
Other	20	16
<b>Total extraordinary loss</b>	<b>706</b>	<b>411</b>
<b>Income before income taxes</b>	<b>7,669</b>	<b>5,060</b>
<b>Income taxes</b>	<b>2,876</b>	<b>2,024</b>
<b>Income before minority interests</b>	<b>4,794</b>	<b>3,036</b>
<b>Minority interests in income (loss)</b>	<b>(9)</b>	<b>22</b>
<b>Net income</b>	<b>4,802</b>	<b>3,014</b>
<b>Minority interests in income (loss)</b>	<b>(9)</b>	<b>22</b>
<b>Income before minority interests</b>	<b>4,794</b>	<b>3,036</b>
<b>Other comprehensive income</b>		
Valuation difference on available-for-sale securities	1,590	(888)
Foreign currency translation adjustment	(38)	66
Share of other comprehensive income of associates accounted for using equity method	(7)	(11)
<b>Total other comprehensive income</b>	<b>1,544</b>	<b>(834)</b>
<b>Comprehensive income</b>	<b>6,337</b>	<b>2,203</b>
(Breakdown)		
Comprehensive income attributable to owners of the parent	6,347	2,180
Comprehensive income attributable to minority interests	(10)	23

## (3) Quarterly Consolidated Statements of Cash Flows

(Million yen)

	First six-month period of previous fiscal year (April 1, 2011 - September 30, 2011)	First six-month period of the fiscal year under review (April 1, 2012 - September 30, 2012)
<b>Net cash provided by (used in) operating activities</b>		
Income before income taxes	7,669	5,060
Depreciation and amortization	2,574	2,396
Amortization of goodwill	680	680
Impairment loss	399	-
Equity in (earnings) losses of affiliates	(166)	(315)
Loss (gain) on valuation of investment securities	46	256
Loss on valuation of membership	8	29
Increase (decrease) in allowance for doubtful accounts	(3)	23
Increase (decrease) in provision for directors' bonuses	(46)	(39)
Increase (decrease) in provision for retirement benefits	(254)	(109)
Interest and dividends income	(458)	(507)
Interest expenses	21	21
Foreign exchange losses (gains)	237	103
Loss (gain) on sales of investment securities	-	(10)
Loss (gain) on sales of noncurrent assets	11	(1)
Loss on retirement of noncurrent assets	62	111
Decrease (increase) in notes and accounts receivable-trade	(1,255)	(2,647)
Decrease (increase) in inventories	(915)	(175)
Increase (decrease) in notes and accounts payable-trade	2,155	1,503
Increase (decrease) in accounts payable-bonuses	(9)	5
Decrease (increase) in other assets	837	728
Increase (decrease) in other liabilities	(81)	(863)
<b>Subtotal</b>	<b>11,513</b>	<b>6,248</b>
Interest and dividends income received	624	734
Interest expenses paid	(21)	(20)
Income taxes paid	(2,473)	(3,409)
<b>Net cash provided by (used in) operating activities</b>	<b>9,643</b>	<b>3,552</b>

(Million yen)

	First six-month period of previous fiscal year (April 1, 2011 - September 30, 2011)	First six-month period of the fiscal year under review (April 1, 2012 - September 30, 2012)
<b>Net cash provided by (used in) investing activities</b>		
Payments into time deposits	(1,008)	(1,524)
Proceeds from withdrawal of time deposits	32	3,219
Purchase of short-term investment securities	–	(1,000)
Proceeds from sales of short-term investment securities	1,000	1,000
Purchase of property, plant and equipment	(1,726)	(2,570)
Proceeds from sales of property, plant and equipment	8	26
Purchase of intangible assets	(168)	(153)
Purchase of investment securities	(7,491)	(7,019)
Proceeds from sales of investment securities	1,000	1,525
Purchase of memberships	–	(3)
Purchase of stocks of subsidiaries and affiliates	–	(319)
<b>Net cash provided by (used in) investing activities</b>	<b>(8,353)</b>	<b>(6,817)</b>
<b>Net cash provided by (used in) financing activities</b>		
Increase in short-term loans payable	735	1,056
Decrease in short-term loans payable	(676)	(1,057)
Repayments of lease obligations	(191)	(204)
Purchase of treasury stock	(1)	(1,307)
Cash dividends paid	(1,178)	(1,599)
Proceeds from stock issuance to minority shareholders	106	–
Cash dividends paid to minority shareholders	(0)	(0)
<b>Net cash provided by (used in) financing activities</b>	<b>(1,206)</b>	<b>(3,111)</b>
<b>Effect of exchange rate change on cash and cash equivalents</b>	<b>(140)</b>	<b>(35)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(55)</b>	<b>(6,411)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>46,091</b>	<b>41,190</b>
<b>Cash and cash equivalents at end of period</b>	<b>46,036</b>	<b>34,779</b>

(4) Notes Relating to Assumptions for the Going Concern

Not applicable.

(5) Segment Information

I. First six-month period of previous fiscal year (April 1, 2011 – September 30, 2011)

1. Information on net sales and profits or losses by reported segment

(Million yen)

	Reported segments					Other	Total
	Spice / Seasoning / Prepared Food Business	Health Food Business	International Business	Transport and Other Businesses	Total		
Net sales							
Sales – outside customers	64,065	25,615	6,088	13,624	109,393	–	109,393
Sales and transfer – inter-segment	0	–	–	6,081	6,081	–	6,081
Total	64,065	25,615	6,088	19,705	115,474	–	115,474
Segment profit	5,058	1,898	403	601	7,960	–	7,960

2. Difference between the sum of reportable segment profits and losses and operating income in quarterly consolidated statements of income and comprehensive income, and major factors in the difference (adjustment of difference)

(Million yen)

Profit	Amount
Reportable segments total	7,960
Elimination of inter-segment transactions	27
Operating income in quarterly consolidated statements of income and comprehensive income	7,987

3. Information on impairment loss on noncurrent assets and goodwill by reportable segment

(Million yen)

	Reported segments					Other	Total
	Spice / Seasoning / Prepared Food Business	Health Food Business	International Business	Transport and Other Businesses	Total		
Impairment loss	339	52	8	0	399	–	399

(Note) An impairment loss on head office buildings of 399 million yen is posted in the first half under review.

II. First six-month period of fiscal year under review (April 1, 2012 – September 30, 2012)

1. Information on net sales and profits or losses by reported segment

(Million yen)

	Reported segments					Other	Total
	Spice / Seasoning / Prepared Food Business	Health Food Business	International Business	Transport and Other Businesses	Total		
Net sales							
Sales – outside customers	59,991	23,112	6,654	14,074	103,831	–	103,831
Sales and transfer – inter-segment	–	–	–	5,592	5,592	–	5,592
Total	59,991	23,112	6,654	19,666	109,424	–	109,424
Segment profit	2,689	1,003	536	428	4,656	–	4,656

2. Difference between the sum of reportable segment profits and losses and operating income in quarterly consolidated statements of income and comprehensive income, and major factors in the difference (adjustment of difference)

(Million yen)

Profit	Amount
Reportable segments total	4,656
Elimination of inter-segment transactions	2
Operating income in quarterly consolidated statements of income and comprehensive income	4,658

3. Information on impairment loss on noncurrent assets and goodwill by reportable segment

Not applicable.

(6) Notes for Case Where Shareholders' Equity underwent Significant Changes in Value

Based on a resolution at a Board of Directors' meeting held on July 25, 2012, the Company purchased treasury stock in the first half of the fiscal year under review. As a result, treasury stock increased 1,306 million yen in the first half under review.



#### 4. Quarterly Non-Consolidated Financial Statements

(Note) These Quarterly Financial Statements (Non-Consolidated) have been prepared voluntarily by the Company based on the Regulations for Quarterly Financial Statements and are outside of the scope of this quarterly review.

##### (1) Quarterly Balance Sheets (Non-Consolidated)

(Million yen)

	End of previous fiscal year (As of March 31, 2012)	End of second quarter of the fiscal year under review (As of September 30, 2012)
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	19,156	23,033
Notes receivable-trade	11	11
Accounts receivable-trade	30,272	30,542
Short-term investment securities	33,717	26,249
Merchandise and finished goods	5,154	5,397
Work in process	830	962
Raw materials and supplies	1,928	1,902
Deferred tax assets	1,820	1,869
Other	2,018	1,744
Allowance for doubtful accounts	(4)	(5)
<b>Total current assets</b>	<b>94,901</b>	<b>91,704</b>
<b>Noncurrent assets</b>		
<b>Property, plant and equipment</b>		
Buildings, net	10,078	9,867
Structures, net	452	460
Machinery and equipment, net	4,561	4,278
Vehicles, net	63	55
Tools, furniture, and fixtures, net	404	409
Land	14,713	14,713
Lease assets, net	64	68
Construction in progress	3	6
<b>Total property, plant and equipment</b>	<b>30,339</b>	<b>29,858</b>
<b>Intangible assets</b>		
Leasehold right	6	6
Right of trademark	4	3
Telephone subscription right	44	44
Right of using facilities	0	0
Software	1,130	822
Software in progress	2	29
<b>Total intangible assets</b>	<b>1,186</b>	<b>904</b>
<b>Investments and other assets</b>		
Investment securities	60,599	62,611
Stocks of subsidiaries and affiliates	43,573	43,892
Investments in capital	21	21
Investments in capital of subsidiaries and affiliates	2,955	2,955
Long-term loans receivable from employees	4	3
Long-term loans receivable from subsidiaries and affiliates	2,159	2,099
Long-term prepaid expenses	46	26
Guarantee deposits	1,163	1,164
Long-term time deposits	3,024	1,000
Prepaid pension cost	2,740	1,971
Other	45	42
Allowance for doubtful accounts	(213)	(235)
<b>Total investments and other assets</b>	<b>116,116</b>	<b>115,549</b>
<b>Total noncurrent assets</b>	<b>147,641</b>	<b>146,311</b>
<b>Total assets</b>	<b>242,542</b>	<b>238,015</b>

(Million yen)

	End of previous fiscal year (As of March 31, 2012)	End of second quarter of the fiscal year under review (As of September 30, 2012)
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes payable-trade	2,400	244
Electronically recorded obligations-operating	–	1,294
Accounts payable-trade	11,236	10,271
Short-term loans payable to subsidiaries and affiliates	11,811	11,783
Lease obligations	18	20
Accounts payable-other	11,423	10,341
Accrued expenses	1,907	2,097
Income taxes payable	2,776	1,596
Deposits received	130	117
Provision for directors' bonuses	69	30
Other	186	405
<b>Total current liabilities</b>	<b>41,956</b>	<b>38,198</b>
<b>Noncurrent liabilities</b>		
Lease obligations	46	49
Long-term guarantee deposited	268	268
Long-term accounts payable-other	623	601
Deferred tax liabilities	2,659	2,237
Asset retirement obligations	51	42
<b>Total noncurrent liabilities</b>	<b>3,647</b>	<b>3,197</b>
<b>Total liabilities</b>	<b>45,603</b>	<b>41,396</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Capital stock	9,948	9,948
Capital surplus		
Legal capital surplus	23,815	23,815
Total capital surplus	23,815	23,815
Retained earnings		
Legal retained earnings	2,487	2,487
Other retained earnings		
General reserve	133,900	133,900
Retained earnings brought forward	21,197	23,063
Total retained earnings	157,584	159,450
Treasury stock	(4)	(1,311)
<b>Total Shareholders' equity</b>	<b>191,344</b>	<b>191,903</b>
<b>Valuation and translation adjustments</b>		
Valuation difference on available-for-sale securities	5,595	4,716
<b>Total valuation and translation adjustments</b>	<b>5,595</b>	<b>4,716</b>
<b>Total net assets</b>	<b>196,939</b>	<b>196,619</b>
<b>Total liabilities and net assets</b>	<b>242,542</b>	<b>238,015</b>

## (2) Quarterly Statements of Income (Non-Consolidated)

First six-month period

(Million yen)

	First six-month period of previous fiscal year (April 1, 2011 - September 30, 2011)	First six-month period of the fiscal year under review (April 1, 2012 - September 30, 2012)	(Reference) Previous fiscal year (April 1, 2011 - March 31, 2012)
<b>Net sales</b>	75,187	70,025	151,803
<b>Cost of sales</b>	36,519	34,241	73,866
<b>Gross profit</b>	38,668	35,784	77,937
<b>Selling, general and administrative expenses</b>			
Advertising expenses	5,059	5,110	9,748
Transportation and warehousing expenses	2,256	2,027	4,372
Sales commissions	2,083	2,007	4,280
Promotion expenses	11,122	11,021	23,150
Directors' compensation	123	135	247
Salaries, allowances and bonuses	4,173	4,141	8,384
Provision for directors' bonuses	30	30	69
Retirement benefit expenses	858	765	1,711
Welfare expenses	935	926	1,950
Traveling and communication expenses	695	723	1,323
Depreciation	407	352	799
Rent expenses	572	595	1,122
Experiment and research expenses	1,573	1,548	3,238
Investigation expenses	415	311	836
Other	2,526	2,533	5,014
<b>Total selling, general and administrative expenses</b>	32,825	32,226	66,241
<b>Operating income</b>	5,842	3,559	11,696
<b>Non-operating income</b>			
Interest income	41	47	86
Interest on securities	191	192	400
Dividends income	1,633	1,744	1,916
Rent income	116	103	226
Fiduciary obligation fee	-	78	-
Other	80	149	213
<b>Total non-operating income</b>	2,062	2,313	2,841
<b>Non-operating expenses</b>			
Interest expenses	17	17	35
Rent expenses	40	35	75
Fiduciary obligation expenses	-	78	-
Foreign exchange losses	249	117	39
Other	53	29	53
<b>Total non-operating expenses</b>	359	276	202
<b>Ordinary income</b>	7,545	5,595	14,334

(Million yen)

	First six-month period of previous fiscal year (April 1, 2011 - September 30, 2011)	First six-month period of the fiscal year under review (April 1, 2012 - September 30, 2012)	(Reference) Previous fiscal year (April 1, 2011 - March 31, 2012)
<b>Extraordinary income</b>			
Gain on sales of noncurrent assets	–	–	280
Reversal of allowance for doubtful accounts	1	0	1
Gain on sales of investment securities	0	10	1
<b>Total extraordinary income</b>	<b>1</b>	<b>10</b>	<b>282</b>
<b>Extraordinary loss</b>			
Loss on sales of noncurrent assets	–	–	20
Loss on retirement of noncurrent assets	28	95	242
Loss on valuation of investment securities	45	255	26
Loss on valuation of membership	8	29	31
Impairment loss	399	–	445
Loss on disaster	134	–	150
Cost of early retirement support	–	–	1,477
Other	12	–	24
<b>Total extraordinary loss</b>	<b>627</b>	<b>379</b>	<b>2,414</b>
<b>Income before income taxes</b>	<b>6,919</b>	<b>5,227</b>	<b>12,203</b>
<b>Income taxes</b>	<b>2,499</b>	<b>1,760</b>	<b>4,319</b>
<b>Net income</b>	<b>4,420</b>	<b>3,467</b>	<b>7,884</b>