### Consolidated Financial Results for the First Half of FY2012

(April 1, 2012 to September 30, 2012)

### FDK CORPORATION

(URL: http://www.fdk.com)

Listing Code No.6955 (Listing Stock Exchange: The Second Section of Tokyo Stock Exchange)

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The Consolidated Financial Results is unaudited / U.S. GAPP is not applied

### 1. Consolidated Operating Results for the Six-Months Ended September 30, 2012

### a. Consolidated Results of Operations

		en	Yen	U.S.Dollars	
	(milli	ions)	(millions)	(millions)	
	Sx months	Sx months	FY2011,	Sx months	
	ended Sept.30,	ended Sept.30,	ended Mar. 31,	ended Sept.30,	
	2011	2012	2012	2012	
Net Sales	41,836	35,109	80,334	\$452.38	
Operating Income(Loss)	251	(1,626)	136	(\$20.95)	
Ordinary Income(Loss)	(76)	(1,723)	105	(\$22.20)	
Net Income (Loss)	(134)	(1,566)	359	(\$20.18)	
Amounts Per Share of Common Stock:					
Basic Earnings (Loss)	(0.62) yen	(7.21) yen	1.65 yen	(9.29) cent	
Diluted Earnings		-			

### b. Net Sales by Business Segment

	Yen	Yen	Yen	U.S.Dollars
	(millions)	(millions)	(millions)	(millions)
	Sx months	Sx months	FY2011,	Sx months
	ended Sept.30,	ended Sept.30,	ended Mar. 31,	ended Sept.30
	2011	2012	2012	2012
Batteries	26,902	21,845	52,090	\$281.47
<b>Electronic Devices</b>	14,933	13,263	28,244	\$170.89
Total	41,836	35,109	80,334	\$452.38

Yen

### c. Consolidated Financial Position

	(million	ns)
	As of Mar. 31,	As of Sept. 30,
	2012	2012
Total Assets	58,427	56,334
<b>Total Net Assets</b>	6,933	4,495
Shareholders' Equity	6,661	5,094
Shareholders' Equity Ratio	8.0 %	4.6 %

#### d. Consolidated Statements of Cash Flows

	(mill	ions)
	Six months	Six months
	ended Sept. 30,	ended Sept. 30,
	2011	2012
Cash Flows from	3,162	(461)
<b>Operating Activities</b>		
Cash Flows from	(1532)	(351)
Investing Activities		
Cash Flows from	(1,161)	756
Financing Activities		
Cash and Cash Equivalents	4,299	5,607
at End of Period		

(Notes for the Consolidated Operating Results (from 1.a to 1.d)

- 1. All amounts less than one million yen have been disregarded.
- 2. U.S. dollar amounts are translated from yen, for convenience only, at the rate of 77.61 yen=\$1
- 3. The percentage in this statement presents rate of change compared with the same period last year.

Yen

### 2. Consolidated Financial Forecast for the fiscal year 2012 ending March. 31, 2013

(Million of yen, except per share data)

		,	•		
	FY2012	Change from FY2011	_	FY2011	
Net Sales(Loss)	¥75,000	(6.6) %	·-	¥80,334	
Operating Income	¥300	120.5 %		¥136	
Ordinary Income	¥550	423.8 %		¥105	
Net Income	¥1,000	178.5 %		¥359	
Net Income per Share	4.6 yen			1.65 ye	n

Note for the use of the above forecasted business results.

The financial forecast described above is based upon information available as of October 30, 2012.

#### 3. Others

(1) Changes in material subsidiaries during the period: No

 Consolidated Subsidiaries
 15 companies

 Unconsolidated Subsidiaries (equity method applied)
 - companies

 Affiliates (equity method applied only)
 1 companies

- $(2) Adoption \ of \ accounting \ procedures \ specific \ to \ the \ preparation \ of \ quarterly \ consolidated \ financial \ statements: \ No$
- (3) Changes in accounting policies, changes in accounting estimates, and restatements
  - $1) Changes \ in \ accounting \ policies \ due \ to \ the \ amendment \ of \ accounting \ standards: \ No$
  - 2)Other changes in accounting policies: No
  - 3) Changes in accounting estimates: No
  - 4)Restatement:No
- (4)Number of shares outstanding (common stock)
  - $1) Number\ of\ shares\ outstanding\ at\ the\ end\ of\ periods.$

September 30, 2012 : 217,505,884 shares March 31, 2012: 217,505,884 shares

2) Number of treasury shares at the end of each period

September 30, 2012 : 231,499 shares March 31, 2012: 229,956 shares

3) Weighted average number of shares outstanding in each period.

Six months ended Sept. 30, 2012: 217,275,549 shares Six month ended Sept. 30, 2011: 217,278,131 shares

## Consolidated Balance Sheets Millions of yen

Observed to Surverture seeds         5.01           Cist and deposits         6.178         5.01           Moreta and accounts receivable-rade         19,753         18,46           Merchandise and finished goods         2.04         2.90           Work in process         35,55         2.90           Deferred tax sakes         107         1838           Other         15,12         1,40           Allowance for dishelful accounts         5,70         4,08           Other Contracts         2,73         3,01           Work Tools, unfamily and equipment         7,53         7,91           Buildings and structures, and         7,53         7,91           Machinery, equipment and vehicles, net         7,53         8,84           Tools, furniture and fixtures, et         7,53         8,84           Tools, furniture and fixtures, et         7,78         8,08           Lease assets, net         402         3,38           Lease assets, net         402         3,38           Lease assets, net         402         3,38           Tools, circuit and fixtures and travers.         2,00         5,28           Touris and cover seed and sequence         1,0         1,0           Touris and security		FY2011 Mar 31, 2012	1H/FY2012 Sep 30, 2012
Case and adeposits         6.178         5.618           Notes and accounts receivable-trade         19,753         18,460           Merchandiss and finished goods         2.640         2.969           Raw materials and supples         1.583         1.533         1.533           Deferred tax assets         10,70         1.88         0.06         1.512         1.404           Allowance for doubtful accounts         5.70         (4.80         3.101         0.06         1.512         1.404         3.101           Allowance for doubtful accounts         5.75         (4.80         3.101         0.06         1.404         3.101         0.06         1.91         4.80         3.101         0.06         1.91         4.80         3.101         0.06         1.91         4.80         3.101         0.06         1.91         4.80         3.10         0.06         1.91         4.80         3.10         0.06         1.91         4.80         1.91         4.91         4.92 </th <th>Assets</th> <th></th> <th>• /</th>	Assets		• /
Notes and accounts receivable-trade         19,753         18,464           Mork in process         2,646         2,904           Work in process         3,556         2,969           Raw materials and supplies         1,553         1,553           Deferred tax assets         107         1,88           Other         1,512         1,464           Allowance for doubtful accounts         55,274         3,310           Non-current asset         7,517         7,913           Moshinery, equipment and equipment         7,537         7,913           Machinery, equipment and vehicles, net         7,537         7,913           Machinery, equipment and vehicles, net         7,537         8,943           Land         3,409         3,852           Lease assets, net         162         1,901           Construction in progress         361         7,802           Total procepty, plant and equipment         2,005         2,838           Total procepty, plant and equipment         2,005         3,832           Lease assets, net         38         19         4           Investments accordite         31         14         44           Lease Chipatin         31         1	Current assets		
Merchandise and finished goods         2,646         2,909           Row materials and supplies         1,533         1,533         1,533           Deferred fax assets         107         1,888         1,613         1,618			· · · · · · · · · · · · · · · · · · ·
Work in process         3,556         2,908           Raw materials and supplies         1,583         1,553           Deferred tax assets         1,07         1,848           Other         1,512         1,444           Allowance for doubtful accounts         5,77         3,483           Total current assets         35,274         33,101           Non-current assets         35,274         3,101           Property: plant and equipment         7,537         7,913           Machinery, equipment and vehicles, net         7,78         8,844           Tools, furniture and fixtures, net         7,78         3,872           Land         3,409         3,872           Land         3,409         3,872           Lases assets, net         4,62         1,301           Construction in progress         462         1,301           Total assets         819         780           Investments and other assets         19         4           Total assets and other assets         19         4           Other         1,386         1,253           Allowance for doubtful accounts         0         0           Total assets         1,24         20			· · · · · · · · · · · · · · · · · · ·
Raw materials and supplies         1.583         1.583           Other         1.512         1.484           Other         1.512         1.484           Other         1.512         1.484           Allowance for doubtful accounts         35,274         33,110           Non-current assets         8         35,274         33,110           Poperty, plant and equipment         7,537         7,913         6.884           Tools, furniture and fixtures, net         7,537         6.884         700         3.822           Lease assets, net         462         1,001         3.082         1.00         1.00         3.082         1.00         1.00         3.082         1.00         1.00         3.082         1.00         1.00         3.082         1.00         1.00         3.082         1.00         1.00         3.082         1.00         1.00         3.00         3.00         3.00         3.00         1.00         3.00         3.00         1.00         3.00         1.00         1.00         1.00         1.00         1.00         1.00         1.00         1.00         1.00         1.00         1.00         1.00         1.00         1.00         1.00         1.00         1.00         <	<u> </u>		· · · · · · · · · · · · · · · · · · ·
Oberend tax assers         107         1.812         1.464           Other         1.512         1.464           Allowance for doubtful accounts         (57)         (48)           Total current assets         ***********************************			
Other         1,512         1,48           Allowance for doubtful accounts         (57)         (48)           Total current assets         35,274         33,101           Non-current assets         8           Property plant and equipment         7,537         7,913           Buildings and structures, net         7,517         6,884           Tools, furniture and fixtures, net         7,517         6,884           Tools, furniture and fixtures, net         7,517         6,884           Land         3,409         3,382           Lease assets, net         462         1,301           Construction in progress         901         548           Total property, plant and equipment         20,005         20,839           Investments and other assets         114         144         144           Long-term loans receivable         3         1         2           Investments and other assets         1,248         2,055         2         2,332           Allowance for doubtful accounts         0         0         0         0         0         0         0         0         0         0         0         0         0         0         0         0         0         0			
Allowance for doubtful accounts			
Total current assets			· · · · · · · · · · · · · · · · · · ·
Non-current assets         7,537         7,913           Property, plant and equipment and vehicles, net         7,537         7,913           Machinery, equipment and vehicles, net         7,587         8,867           Tools, furniture and fixtures, net         3,409         3,382           Land         3,409         3,382           Lease assets, net         462         1,301           Construction in progress         901         548           Total property, plant and equipment         20,605         20,839           Intrage assets         819         780           Investments and other assets         144         144           Long-term loan receivable         3         1           Deferred tax assets         194         205           Other         1,386         1,253           Allowance for doubtful accounts         (0)         (0)           Other         1,386         1,531           Total investments and other assets         1,788         1,604           Total assets         8,8427         56,334           Liabilities         1,277         2,045           Current liabilities         1,277         2,045           Nort-current liabilities         1,591			
Property, plant and equipment   Buildings and structures, net   7.537   6.884   7.054, furniture and relatives, net   7.517   6.884   7.054, furniture and relatives, net   7.517   6.884   7.056, furniture and relatives, net   7.518   3.409   3.882   1.200   3.409   3.882   1.200   3.409   3.882   1.200   3.409   3.409   3.882   1.200   3.409   3.409   3.409   3.882   1.200   3.		33,274	33,110
Bulldings and structures, net         7,537         6,884           Machinery, equipment and webicles, net         7,78         8,807           Land         3,409         3,882           Lease assets, net         462         1,00           Construction in progress         900         548           Total progreyt, plant and equipment         20,005         20,839           Investments and other assets         1144         144           Investment securities         134         14           Long-term doans receivable         3         1           Deferred tax assets         10         0           Other         1,386         1,233           Other         1,386         1,233           Total investments and other assets         10         0           Other         1,386         1,233           Allowance for doubtful accounts         0         0           Total investments and other assets         1,00         0           Total investments and other assets         1,20         3,23           Total coursent assets         1,20         3,23           Total investments and other assets         1,20         3,23           Total investments and other assets         1,20<			
Machinery, equipment and vehicles, net         75,87         8084           Tools, furniture and fixtures, net         3,409         3,382           Lase assets, net         3,409         3,382           Construction in progress         901         548           Total property, plant and equipment         20,005         20,839           Investments and other assets         819         780           Investments securities         144         144           Long-term loans receivable         3         1           Deferred tax assets         194         205           Allowance for doubtful accounts         00         00           Total investments and other assets         23,152         25,225           Allowance for doubtful accounts         0,00         00           Total architectures         1,386         1,253           Allowance for doubtful accounts         0,00         00           Total architectures assets         23,152         25,225           Total accesses         3,152         25,225           Total accessed         2,122         2,222           Total accessed by a security         2,122         2,222           Lease obligations         2,127         2,204		7 537	7 913
Tools, furniture and fixtures, net         378         807           Land         3,009         3,382           Lease assets, net         462         1,301           Construction in progress         901         548           Total progrety, plant and equipment         20,605         20,839           Investments and other assets         819         780           Investments and other assets         144         144           Log-term loans receivable         3         1           Other         1,386         1,253           Allowance for doubtful accounts         (0)         (0)           Other         1,386         1,253           Allowance for doubtful accounts         (0)         (0)           Total investments and other assets         1,728         1,604           Total investments and other assets         1,728         1,604           Total investments and other assets         1,922         2,231           Total investments and other assets         1,922         2,231           Total investments and other assets         1,922         2,232           Total investments and other assets         1,922         2,232           Total assets         2,192         2,231         2,232			
Land         3,409         3,382           Lase assets, net         436         1,301           Construction in progress         901         548           Total property, plant and equipment         20,005         20,839           Intensified assets         819         780           Investments and other assets         144         144           Long-term loans receivable         3         1           Deferred tax assets         194         205           Other         1,386         1,253           Allowance for doubtful accounts         0         0           Total investments and other assets         23,152         23,252           Total assets         3,128         1,604           Total assets         3,128         1,604           Total assets         3,125         23,252           Total assets         3,127         2,022           Total assets         3,127         2,022           Liabilities         3         1,537           Notes and accounts payable-trade         1,591         1,437           Short-term labilities         2,97         39           Accounts payable-other         1,582         12           Income taxes paya			
Lase assets, net         462         1,301           Construction in progress         901         5.48           Total property, plant and equipment         20,605         20,838           Investments and other assets         819         780           Investment securities         144         144           Long-term loans receivable         3         1           Deferred tax assets         194         205           Other         1,386         1,253           Allowance for doubtful accounts         (0)         0           Total investments and other assets         1,728         1,604           Total investments and other assets         1,822         2,3223           Total investments and other assets         1,822         2,3223           Total investments and other assets         1,822         1,824           Lasset         1,824         1,884         1,884           Short-term labilities         1,864         1,880         1,864         1,884         1,880         1,824			
Construction in progress         901         5488           Total property, plant and equipment         20,605         20,839           Intensity and other assets         819         780           Investments securities         144         144           Long-term loans receivable         3         1           Other         1,386         1,253           Other         1,386         1,253           Allowance for doubtful accounts         0         0           Total investments and other assets         1,728         1,604           Total non-current assets         23,152         23,232           Total seets         23,152         23,232           Total seets         3         1,604           Libilities         3         1,511           Solution of the seet of seet			
Total property, plant and equipment         20,605         20,839           Intagible assets         819         780           Investment securities         144         144         144           Long-term loans receivable         3         1         2           Deferred tax assets         194         205         2           Other         1,386         1,253         3         1           Allowance for doubtful accounts         (0)         (0)         0           Total investments and other assets         1,728         1,604           Total investments and other assets         3,152         2,223           Total investments and other assets         3,827         5,633           Total investments and other assets         1,728         1,604           Total investments and other assets         3,122         3,223           Total investments and other assets         1,280         3,222           Total investments and other assets         1,282         1,604           Listite         1,292         1,202           Listite         1,292         1,202           Current lisbilities         1,591         1,437           Other         2,050         3,127           Total	•		
Intangible assets   819   780     Investments and other assets   1144   144     Long-term loans receivable   3   1   4   205     Deferred tax assets   194   205     Other   1,386   1,253     Allowance for doubtful accounts   0   0   0     Total investments and other assets   1,728   1,604     Total non-current assets   58,427   56,334     Itabilities			
Investments and other assets   144   144   144   149			
Investment securities			
Long-term loans receivable         3         1           Deferred tax assets         194         205           Allowance for doubtful accounts         (0)         (0)           Total investments and other assets         1,728         1,604           Total investments and other assets         23,152         23,223           Total assets         58,427         56,334           Liabilities           Current liabilities           Notes and accounts payable-trade         15,911         14,370           Short-term loans payable         297         392           Accounts payable-other         1,864         1,880           Income taxes payable         152         120           Provision for loss on desaster         155         120           Other         2,050         3,127           Total current liabilities         3         1           Leas colligations         402         1,65           Deferred tax liabilities         3         1           Provision for loss on desaster         3         1           Other         2,050         3,127           Total current liabilities         3         1           Leas colligations         402		144	144
Deferred tax assets         194         205           Other         1,386         1,253           Allowance for doubtful accounts         (0)         (0)           Total investments and other assets         1,728         1,604           Total non-current assets         35,152         23,232           Total non-current assets         58,427         56,334           Liabilities         8         7         56,334           Liabilities         8         7         22,042           Current liabilities         15,911         14,370           Short-term loans payable trade         15,911         14,370           Lease obligations         297         392           Accounts payable-other         1,864         1,880           Income taxes payable         152         120           Provision for loss on desaster         156         137           Other         2,050         3,127           Total current liabilities         3         1           Lase obligations         402         1,165           Deferred tax liabilities         3         1           Provision for retirement benefits         6,824         6,566           Negative goodwill         2,087 <td></td> <td></td> <td></td>			
Allowance for doubtful accounts   100   100   Total investments and other assets   1,728   1,5004   Total assets   23,152   23,232   Total assets   58,427   56,334    Itabilities		194	205
Total investments and other assets         1,728         1,604           Total non-current assets         23,152         23,232           Total assets         58,427         56,334           Liabilities         Urrent liabilities           Notes and accounts payable-trade         15,911         14,370           Short-term loans payable         21,277         22,042           Lease obligations         297         392           Accounts payable-other         1,664         1,880           Income taxes payable         152         120           Provision for loss on desaster         152         120           Other         2,050         3,127           Total current liabilities         41,710         42,071           Near current liabilities         3         1           Deferred tax liabilities         3         1           Provision for retirement benefits         6,824         6,566           Negative goodwill         402         1,707           Other         405         3,26           Total liabilities         5,284         6,566           Total starbilities         28,301         28,301           Capital surplus         22,821         28,301		1,386	1,253
Total non-current assets         23,152         23,223           Total assets         58,427         56,334           Liabilities         Current liabilities           Notes and accounts payable-trade         15,911         14,370           Short-term loans payable         21,277         20,402           Lease obligations         297         392           Accounts payable-other         1,864         1,880           Income taxes payable         155         137           Other         1,566         137           Other         2,050         3,127           Total current liabilities         402         1,165           Deferred tax liabilities         3         1           Provision for retirement benefits         6,824         6,566           Negative goodwill         2,087         1,707           Other         405         326           Total inon-current liabilities         3,13         1           Total concurrent liabilities         3,26         3,767           Total sock         28,301         2,833         3,767           Total provision of retirement benefits         28,301         28,301         28,301           Total provision of retirement ben	Allowance for doubtful accounts	(0)	(0)
Total assets         56,334           Liabilities           Current liabilities           Notes and accounts payable-trade         15,911         14,370           Short-term loans payable         21,277         22,042           Lease obligations         297         392           Accounts payable-other         1,864         1,886           Income taxes payable         152         120           Provision for loss on desaster         2,050         3,127           Other         2,050         3,127           Total current liabilities         41,710         42,071           Non-current liabilities         3         1           Lease obligations         402         1,165           Deferred tax liabilities         3         1           Provision for retirement benefits         6,824         6,566           Negative goodwill         2,087         1,707           Other         405         32,60           Total non-current liabilities         51,433         51,838           Non-current liabilities         2,831         2,830           Total liabilities         28,301         28,301           Capital surplus <td>Total investments and other assets</td> <td>1,728</td> <td>1,604</td>	Total investments and other assets	1,728	1,604
Description   Process	Total non-current assets	23,152	23,223
Description   Process	Total assets	58 427	56 334
Current liabilities         15,911         14,370           Notes and accounts payable-trade         15,911         14,370           Short-term loans payable         21,277         22,042           Lease obligations         297         392           Accounts payable-other         1,864         1,880           Income taxes payable         152         120           Provision for loss on deaster         156         137           Other         2,050         3,127           Total current liabilities         41,710         42,071           Non-current liabilities         3         1           Deferred tax liabilities         3         1           Provision for retirement benefits         6,824         6,566           Negative goodwill         2,085         3         1           Other         405         326         1,707           Total non-current liabilities         9,723         9,767         3           Total liabilities         9,723         9,767         3         3           Total liabilities         9,723         9,767         3         1,838         3         1,838         1,838         1,838         1,838         1,838         1,838		30,127	30,331
Notes and accounts payable-trade         15,911         14,370           Short-term loans payable         21,277         22,042           Lease obligations         297         392           Accounts payable-other         1,864         1,880           Income taxes payable         152         120           Provision for loss on desaster         156         137           Other         2,050         3,127           Total current liabilities         41,710         42,071           Non-current liabilities           Lease obligations         402         1,165           Deferred tax liabilities         3         1           Provision for retirement benefits         6,824         6,566           Negative goodwill         2,087         1,707           Other         405         32           Total non-current liabilities         9,723         9,767           Total liabilities         9,723         9,767           Total stock         28,301         28,301           Capital stock         28,301         28,301           Capital stock         28,301         28,301           Capital stock         44,220         (45,787)           Treasury stock <td></td> <td></td> <td></td>			
Short-term loans payable         21,277         22,042           Lease obligations         297         392           Accounts payable-other         1,864         1,880           Income taxes payable         152         120           Provision for loss on desaster         156         137           Other         2,050         3,127           Total current liabilities         41,710         42,071           Non-current liabilities           Lease obligations         402         1,165           Deferred tax liabilities         3         1           Provision for retirement benefits         6,824         6,566           Negative goodwill         2,087         1,707           Other         405         326           Total non-current liabilities         9,723         9,767           Total liabilities         51,433         51,838           Net assets         8         28,301         28,301           Capital stock         28,301         28,301           Capital stock         28,301         28,301           Capital surplus         22,622         2,622           Retained earnings         (44,220)         (45,787)           Treasury		15.911	14.370
Lease obligations         297         392           Accounts payable-other         1,864         1,880           Income taxes payable         152         120           Provision for loss on desaster         156         137           Other         2,050         3,127           Total current liabilities         41,710         42,071           Non-current liabilities           Lease obligations         402         1,165           Deferred tax liabilities         3         1           Provision for retirement benefits         6,824         6,566           Negative goodwill         2,087         1,707           Other         405         326           Total non-current liabilities         9,723         9,767           Total liabilities         51,433         51,838           Net assets         51,433         51,838           Net assets         28,301         28,301           Capital stock         28,301         28,301           Capital surplus         22,622         22,622           Retained earnings         (44,20)         (45,787)           Treasury stock         (41)         (41)           Total shareholders' equity         6			
Accounts payable-other         1,864         1,880           Income taxes payable         152         120           Provision for loss on desaster         156         137           Other         2,050         3,127           Total current liabilities         41,710         42,071           Non-current liabilities           Lease obligations         402         1,165           Deferred tax liabilities         3         1           Provision for retirement benefits         6,824         6,566           Negative goodwill         2,087         1,707           Other         405         32           Total non-current liabilities         9,723         9,767           Total shilities         51,433         51,838           Net assets         51,433         51,838           Net assets         28,301         28,301           Capital stock         28,301         28,301           Capital stock         28,301         28,301           Capital surplus         22,622         22,622           Retained earnings         (44,220)         (45,787)           Treasury stock         (41)         (41)           Total shareholders' equity         6			
Income taxes payable         152         120           Provision for loss on desaster         156         137           Other         2,050         3,127           Total current liabilities         41,710         42,071           Non-current liabilities			
Provision for loss on desaster         156         137           Other         2,050         3,127           Total current liabilities         41,710         42,071           Non-current liabilities         402         1,165           Lease obligations         402         1,165           Deferred tax liabilities         3         1           Provision for retirement benefits         6,824         6,566           Negative goodwill         2,087         1,707           Other         405         326           Total non-current liabilities         9,723         9,767           Total liabilities         51,433         51,838           Net assets         8         28,301         28,301           Shareholders' equity         22,622         22,622           Retained earnings         (44,220)         (45,787)           Treasury stock         (41)         (41)           Total shareholders' equity         6,661         5,094           Accumulated other comprehensive income         9         8           Valuation difference on available-for-sale securities         9         8           Foreign currency translation adjustment         (1,971)         (2,520)           Total		152	120
Total current liabilities         41,710         42,071           Non-current liabilities         402         1,165           Lease obligations         402         1,165           Deferred tax liabilities         3         1           Provision for retirement benefits         6,824         6,566           Negative goodwill         2,087         1,707           Other         405         326           Total non-current liabilities         9,723         9,767           Total liabilities         51,433         51,838           Net assets         8         8           Shareholders' equity         28,301         28,301           Capital stock         28,301         28,301           Capital surplus         22,622         22,622           Retained earnings         (44,220)         (45,787)           Treasury stock         (41)         (41)           Accumulated other comprehensive income         9         8           Valuation difference on available-for-sale securities         9         8           Foreign currency translation adjustment         (1,971)         (2,520)           Total accumulated other comprehensive income         (1,961)         (2,512)           Minority in	1 7	156	137
Non-current liabilities         402         1,165           Lease obligations         402         1,165           Deferred tax liabilities         3         1           Provision for retirement benefits         6,824         6,566           Negative goodwill         2,087         1,707           Other         405         326           Total non-current liabilities         9,723         9,767           Total liabilities         51,433         51,838           Net assets         Shareholders'         28,301         28,301           Capital surplus         22,622         22,622           Retained earnings         (44,220)         (45,787)           Treasury stock         (41)         (41)           Total shareholders' equity         6,661         5,094           Accumulated other comprehensive income         9         8           Foreign currency translation adjustment         (1,971)         (2,520)           Total accumulated other comprehensive income         (1,961)         (2,512)           Minority interests         2,294         1,913           Total net assets         6,693         4,495	Other	2,050	3,127
Lease obligations         402         1,165           Deferred tax liabilities         3         1           Provision for retirement benefits         6,824         6,566           Negative goodwill         2,087         1,707           Other         405         326           Total non-current liabilities         9,723         9,767           Total liabilities         51,433         51,838           Net assets           Shareholders' equity           Capital stock         28,301         28,301           Capital surplus         22,622         22,622           Retained earnings         (44,220)         (45,787)           Treasury stock         (41)         (41)           Total shareholders' equity         6,661         5,094           Accumulated other comprehensive income         9         8           Foreign currency translation adjustment         (1,971)         (2,520)           Total accumulated other comprehensive income         (1,961)         (2,512)           Minority interests         2,294         1,913           Total net assets         6,993         4,495	Total current liabilities	41,710	42,071
Deferred tax liabilities         3         1           Provision for retirement benefits         6,824         6,566           Negative goodwill         2,087         1,707           Other         405         326           Total non-current liabilities         9,723         9,767           Total liabilities         51,433         51,838           Net assets           Shareholders' equity           Capital stock         28,301         28,301           Capital surplus         22,622         22,622           Retained earnings         (44,220)         (45,787)           Treasury stock         (41)         (41)           Accumulated other comprehensive income         6,661         5,094           Accumulated other comprehensive income         9         8           Foreign currency translation adjustment         (1,971)         (2,520)           Minority interests         2,294         1,913           Total net assets         6,993         4,495	Non-current liabilities		
Provision for retirement benefits         6,824         6,566           Negative goodwill         2,087         1,707           Other         405         326           Total non-current liabilities         9,723         9,767           Total liabilities         51,433         51,838           Net assets         8         8           Shareholders' equity           Capital stock         28,301         28,301           Capital surplus         22,622         22,622           Retained earnings         (44,220)         (45,787)           Treasury stock         (41)         (41)           Total shareholders' equity         6,661         5,094           Accumulated other comprehensive income         9         8           Foreign currency translation adjustment         (1,971)         (2,520)           Total accumulated other comprehensive income         (1,961)         (2,512)           Minority interests         2,294         1,913           Total net assets         6,993         4,495	Lease obligations	402	1,165
Negative goodwill         2,087         1,707           Other         405         326           Total non-current liabilities         9,723         9,767           Total liabilities         51,433         51,838           Net assets         Shareholders' equity           Capital stock         28,301         28,301           Capital surplus         22,622         22,622           Retained earnings         (44,220)         (45,787)           Treasury stock         (41)         (41)           Total shareholders' equity         6,661         5,094           Accumulated other comprehensive income         9         8           Foreign currency translation adjustment         (1,971)         (2,520)           Total accumulated other comprehensive income         (1,961)         (2,512)           Minority interests         2,294         1,913           Total net assets         6,993         4,495	Deferred tax liabilities	3	1
Other         405         326           Total non-current liabilities         9,723         9,767           Total liabilities         51,433         51,838           Net assets         Shareholders' equity           Capital stock         28,301         28,301           Capital surplus         22,622         22,622           Retained earnings         (44,220)         (45,787)           Treasury stock         (41)         (41)           Total shareholders' equity         6,661         5,094           Accumulated other comprehensive income         9         8           Foreign currency translation adjustment         (1,971)         (2,520)           Total accumulated other comprehensive income         (1,961)         (2,512)           Minority interests         2,294         1,913           Total net assets         6,993         4,495	Provision for retirement benefits	6,824	6,566
Total non-current liabilities         9,723         9,767           Total liabilities         51,433         51,838           Net assets         Shareholders' equity           Capital stock         28,301         28,301           Capital surplus         22,622         22,622           Retained earnings         (44,220)         (45,787)           Treasury stock         (41)         (41)           Total shareholders' equity         6,661         5,094           Accumulated other comprehensive income         9         8           Foreign currency translation adjustment         (1,971)         (2,520)           Total accumulated other comprehensive income         (1,961)         (2,512)           Minority interests         2,294         1,913           Total net assets         6,993         4,495	Negative goodwill	2,087	1,707
Total liabilities         51,433         51,838           Net assets         Shareholders' equity           Capital stock         28,301         28,301           Capital surplus         22,622         22,622           Retained earnings         (44,220)         (45,787)           Treasury stock         (41)         (41)           Total shareholders' equity         6,661         5,094           Accumulated other comprehensive income         9         8           Foreign currency translation adjustment         (1,971)         (2,520)           Total accumulated other comprehensive income         (1,961)         (2,512)           Minority interests         2,294         1,913           Total net assets         6,993         4,495	Other		
Net assets         Shareholders' equity           Capital stock         28,301         28,301           Capital surplus         22,622         22,622           Retained earnings         (44,220)         (45,787)           Treasury stock         (41)         (41)           Total shareholders' equity         6,661         5,094           Accumulated other comprehensive income         9         8           Foreign currency translation adjustment         (1,971)         (2,520)           Total accumulated other comprehensive income         (1,961)         (2,512)           Minority interests         2,294         1,913           Total net assets         6,993         4,495	Total non-current liabilities		
Shareholders' equity           Capital stock         28,301         28,301           Capital surplus         22,622         22,622           Retained earnings         (44,220)         (45,787)           Treasury stock         (41)         (41)           Total shareholders' equity         6,661         5,094           Accumulated other comprehensive income         9         8           Foreign currency translation adjustment         (1,971)         (2,520)           Total accumulated other comprehensive income         (1,961)         (2,512)           Minority interests         2,294         1,913           Total net assets         6,993         4,495	Total liabilities	51,433	51,838
Capital stock       28,301       28,301         Capital surplus       22,622       22,622         Retained earnings       (44,220)       (45,787)         Treasury stock       (41)       (41)         Total shareholders' equity       6,661       5,094         Accumulated other comprehensive income       9       8         Foreign currency translation adjustment       (1,971)       (2,520)         Total accumulated other comprehensive income       (1,961)       (2,512)         Minority interests       2,294       1,913         Total net assets       6,993       4,495	Net assets		
Capital surplus         22,622         22,622           Retained earnings         (44,220)         (45,787)           Treasury stock         (41)         (41)           Total shareholders' equity         6,661         5,094           Accumulated other comprehensive income           Valuation difference on available-for-sale securities         9         8           Foreign currency translation adjustment         (1,971)         (2,520)           Total accumulated other comprehensive income         (1,961)         (2,512)           Minority interests         2,294         1,913           Total net assets         6,993         4,495	Shareholders' equity		
Retained earnings       (44,220)       (45,787)         Treasury stock       (41)       (41)         Total shareholders' equity       6,661       5,094         Accumulated other comprehensive income       9       8         Valuation difference on available-for-sale securities       9       8         Foreign currency translation adjustment       (1,971)       (2,520)         Total accumulated other comprehensive income       (1,961)       (2,512)         Minority interests       2,294       1,913         Total net assets       6,993       4,495	•		
Treasury stock         (41)         (41)           Total shareholders' equity         6,661         5,094           Accumulated other comprehensive income         8           Valuation difference on available-for-sale securities         9         8           Foreign currency translation adjustment         (1,971)         (2,520)           Total accumulated other comprehensive income         (1,961)         (2,512)           Minority interests         2,294         1,913           Total net assets         6,993         4,495			
Total shareholders' equity         6,661         5,094           Accumulated other comprehensive income         9         8           Valuation difference on available-for-sale securities         9         8           Foreign currency translation adjustment         (1,971)         (2,520)           Total accumulated other comprehensive income         (1,961)         (2,512)           Minority interests         2,294         1,913           Total net assets         6,993         4,495			
Accumulated other comprehensive income         9         8           Valuation difference on available-for-sale securities         9         8           Foreign currency translation adjustment         (1,971)         (2,520)           Total accumulated other comprehensive income         (1,961)         (2,512)           Minority interests         2,294         1,913           Total net assets         6,993         4,495			
Valuation difference on available-for-sale securities         9         8           Foreign currency translation adjustment         (1,971)         (2,520)           Total accumulated other comprehensive income         (1,961)         (2,512)           Minority interests         2,294         1,913           Total net assets         6,993         4,495		6,661	5,094
Foreign currency translation adjustment         (1,971)         (2,520)           Total accumulated other comprehensive income         (1,961)         (2,512)           Minority interests         2,294         1,913           Total net assets         6,993         4,495		_	_
Total accumulated other comprehensive income         (1,961)         (2,512)           Minority interests         2,294         1,913           Total net assets         6,993         4,495			
Minority interests         2,294         1,913           Total net assets         6,993         4,495	• •		
Total net assets 6,993 4,495	•		
Total life dispets	· · · · · · · · · · · · · · · · · · ·		
Total liabilities and net assets 58,427 56,334			
	Total liabilities and net assets	58,427	56,334

# Consolidated Statements of Income Millions of yen

1Н	/FY2011	1H/FY2012
Apr	'11-Sep'11	Apr'12-Sep'12
Net sales	41,836	35,109
Cost of sales	36,273	31,384
Gross profit	5,563	3,725
Selling, general and administrative expenses	5,311	5,352
Operating income (loss)	251	(1,626)
Non-operating income		
Interest income	9	7
Amortization of negative goodwill	379	379
Rent income	8	10
Other	111	55
Total non-operating income	509	453
Non-operating expenses		
Interest expenses	85	83
Foreign exchange losses	585	314
Loss on retirement of non-current assets	29	51
Other	137	101
Total non-operating expenses	837	550
Ordinary loss	(76)	(1,723)
Extraordinary income		
Gain on sales of land	85	-
Total extraordinary income	85	-
Extraordinary loss		
Settlement package	_	239
Total extraordinary loss	-	239
Income (loss) before income taxes	8	(1,963)
Income taxes-current	143	79
Income taxes-deferred	(2)	(99)
Total income taxes	141	(19)
loss before minority interests	(132)	(1,943)
Minority interests in income (loss)	2	(376)
Net loss	(134)	(1,566)

# Consolidated Statements of comprehensive income Millions of yen

	1H/FY2011	1H/FY2012	
	Apr'11-Sep'11	Apr'12-Sep'12	
loss before minority interests	(132)	(1,943)	
Other comprehensive income			
Valuation difference on available-for-sale securities	3	(1)	
Foreign currency translation adjustment	(610)	(495)	
Share of other comprehensive income of associates accounted for using equity method	(56)	(58)	
Other comprehensive income	(662)	(554)	
Comprehensive income	(795)	(2,498)	
(Comprehensive income attributable to)			
Comprehensive income attributable to owners of the parent	(791)	(2,117)	
Comprehensive income attributable to minority interests	(3)	(380)	

## Consolidated Statements of Cash Flows Millions of yen

Apr'11-Sep'11	Apr'12-Sep'12
Net cash provided by (used in) operating activities	
Income (loss) before income taxes	8 (1,963
Depreciation and amortization	1,792 1,460
Decrease in provision for retirement benefits	(133) (258
Decrease in allowance for doubtful accounts	(4) (5
Interest and dividends income	(38) (8
Interest expenses	85 83
Foreign exchange losses (gains)	11 4
Equity in (earnings) losses of affiliates	55 33
Gain on sales of property, plant and equipment	(83)
Loss on retirement of non-current assets	29 51
Amortization of negative goodwill	(379)
Settlement package	- 239
Increase in notes and accounts receivable-trade	1,324 636
Decrease (increase) in inventories	1,404) 164
	2,128 (874
	(159) 591
Other, net	257 (40
Subtotal	3,490 (267
Interest and dividends income received	38 8
Interest expenses paid	(127) (82
Income taxes paid	(238) (120
Net cash provided by (used in) operating activities	3,162 (461
Net cash provided by (used in) investing activities	· · · · · · · · · · · · · · · · · · ·
Payments into time deposits	(6)
Proceeds from withdrawal of time deposits	3 300
Purchase of property, plant and equipment	1,654) (1,279
Proceeds from sales of property, plant and equipment	150 672
Purchase of intangible assets	(25) (46
Purchase of investment securities	(1) (1
Other, net	1 9
Net cash provided by (used in) investing activities	1,532) (351
Net cash provided by (used in) financing activities	· · · · ·
Net increase (decrease) in short-term loans payable	1,023) 874
Purchase of treasury stock	(0) (0
Repayments of finance lease obligations	(138) (117
Net cash provided by (used in) financing activities	1,161) 756
Effect of exchange rate change on cash and cash equivalents	(325) (211
Net increase (decrease) in cash and cash equivalents	143 (268
Cash and cash equivalents at beginning of period	4,156 5,875
Cash and cash equivalents at end of period	4,299 5,607

# **Consolidated Business Segment Information Millions of yen**

## 1H/FY2011 Apr'11-Sep'11

	Business Segments Reported				Consolidated
	Batteries	Electronic Materials	Total Adjustment	Adjustments	Statements
Net sales					
Unaffiliated customers	26,902	14,933	41,836	-	41,836
Intersegment				-	
Total	26,902	14,933	41,836	-	41,836
Segment income (loss)	156	94	251	-	251

## 1H/FY2012 Apr'12-Sep'12

	<b>Business Segments Reported</b>				Consolidated
	Batteries	Electronic Materials	Total	Adjustments	Statements
Net sales					
Unaffiliated customers	21,845	13,263	35,109	-	35,109
Intersegment				-	
Total	21,845	13,263	35,109	-	35,109
Segment income (loss)	(1,857)	231	(1,626)	-	(1,626)

## **Business Results**

## (1) Analysis of Consolidated Business Results

### 1. Overview

The business environment of the FDK Group (hereinafter called "FDK") during the first half of FY2012 which ended on September 30, 2012 remained in severe condition due to the circulation of low priced foreign products in the market, the continuing high appreciation of yen, and the global economic recession triggered by the European debt issues.

Under these circumstances, FDK focused on the sales of "PremiumG" of Fujitsu alkaline batteries, the developing storage devices with Ni-MH batteries, and the development of a system to start mass production of high performance ferrite at Sanyo Plant. In addition, FDK made the best efforts on lowering the fixed costs by the cut down of production cost, improving the productivities, introducing lean management and so on.

As for sales, net sales were 35,109 million yen, a decrease of 6,727 million yen from the same period last year due to the decrease in orders.

As for profits, due to the plunging market, operating loss was 1,626 million yen (operating income for the same period last year was 251 million yen). Ordinary loss was 1,723 million yen (ordinary loss for the same period last year was 76 million yen). Net loss for the first half was 1,566 million yen (net loss for the same period last year was 134 million yen).

The divisional sales overview is as follows.

## 2. Battery Business

Sales of alkaline batteries fairly decreased from the same period last year in Japan, since many imported alkaline batteries were brought to Japan to respond to the scarce condition after the Great East Japan Earthquakes in 2011 and these imported batteries expanded their market share since then. Sales of Ni-MH batteries fairly decreased from the same period last year, due to the decrease in sales for consumer markets overseas for the sluggish economy in Europe, though they secured a firm position in industrial market sales. Sales of lithium batteries decreased from the same period last year due to the decreased sales in Europe, though those sales for fire prevention and security devices in USA were good.

As a result, sales of the batteries were 21,845 million yen, a decrease of 5,057 million yen from the same period last year.

## 3. Electronic Device Business

Although sales of coil devices and piezoelectric components stayed healthy by the recovery of vehicle production and the booming of single-lens reflex camera market, sales of signal processing modules for LCDs decreased from the same period last year due to a sales decline caused by the continuing production adjustment of the LCD displays for TVs and PCs in the global market. Sales of switching power supplies decreased from the same period last year due to a sales decline for storages.

As a result, sales of the electronic devices were 13,263 million yen, a decrease of 1,670 million yen from the same period last year.

## (2) Analysis of Financial Condition

## 1. Status of Assets, Liabilities and Net Assets

Total assets at the end of first half of FY2012 decreased 2,093 million yen (-3.6%) from the end of the previous fiscal year to 56,334 million yen. Current assets decreased 2,164 million yen (-6.1%) to 33,110 million yen. Non-current assets increased 71 million yen (0.3%) from the end of the previous fiscal year to 23,223 million yen. The principal causes for decreased current assets were a 1,292 million yen decrease in notes and accounts receivable-trade, a 586 million yen decrease in work in process, and a 562 million yen decrease in cash and deposits. The principal cause for increased noncurrent assets was a 233 million yen increase in total property, plant and equipment.

Total liabilities at the end of first half of FY2012 increased by 404 million yen (0.8%) from the end of the previous fiscal year to 51,838 million yen. Current liabilities increased by 360 million yen (0.9%) from the end of the previous fiscal year to 42,071 million yen. Non-current liabilities increased by 43 million yen (0.5%) from the end of the previous fiscal year to 9,767 million yen. The principal cause for increased current liabilities was a 765 million yen increase in short-term loans payable. The principal cause for increased non-current liabilities was a 762 million yen increase in lease obligations, though there was a 379 million yen decrease in negative goodwill.

The interest-bearing debt increased by 1,622 million yen from the end of the previous fiscal year to 23,600 million yen.

Total net assets at the end of first half of FY2012 decreased by 2,498 million yen (-35.7%) from the end of the previous fiscal year to 4,495 million yen.

The main factors for the decrease in total net assets were a 1,566 million yen decrease in retained earnings by posting a net loss of the first half of FY2012 and a 549 million yen decrease in foreign currency translation adjustment.

### 2. Cash Flow Condition

Net cash used in operating activities decreased by 461 million yen from the beginning of this fiscal year due to a decrease in cash and cash equivalents ("cash") that resulted from the post of loss before income taxes, a decrease in notes and accounts payable-trade, and an increase in accrued expenses though there was an increasing in cash due to the post of the depreciation and amortization and a decrease in notes and accounts receivable-trade.

Net cash used in investment activities decreased by 351 million yen from the beginning of this fiscal year by purchasing the property, plant and equipment.

Net cash used in financing activities increased by 756 million yen from the beginning of this fiscal year due to the net increase in short-term loans payable.

As a result, the balance of cash at the end of first half of FY2012 was 5,607 million yen, a decrease of 268 million yen from the beginning of this fiscal year.

## (3) Forecast for the Fiscal Year Ending March 31, 2013

Please refer to the "Announcement of the Revised Financial Forecast" announced on October 30, 2012.