

Consolidated Financial Results
For the Second Quarter Ended September 30, 2009

Company Name : IBIDEN CO., LTD.

(URL <http://www.ibiden.com/>)

Stock Exchange Listings : Tokyo, Nagoya (First Section)

Stock Code Number : 4062

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1. Consolidated Financial Results for the Second quarter ended September 30, 2009

(From April 1, 2009 to September 30, 2009)

Amounts less than one million yen are omitted

(1) Operating Results

	Net sales		Operating income		Ordinary income		Net income	
	<i>Millions of yen</i>	%	<i>Millions of yen</i>	%	<i>Millions of yen</i>	%	<i>Millions of yen</i>	%
Second quarter FY 2009	131,230	△29.1	8,287	△55.8	6,063	△70.5	4,820	△59.8
Second quarter FY 2008	185,167	—	18,736	—	20,564	—	12,004	—

	Net income Per share	Diluted net income Per share
	<i>Yen</i>	<i>Yen</i>
Second quarter FY 2009	33.14	32.83
Second quarter FY 2008	82.17	81.82

Note: Regarding net sales, operating income, ordinary income and net income, percent indication shows percentage of change from corresponding figure for the same quarter of the period fiscal year.

(2) Financial Position

	Total assets	Net assets	Shareholders' equity ratio	Shareholders' equity per share
	<i>Millions of yen</i>	<i>Millions of yen</i>	%	<i>Yen</i>
Second quarter FY 2009	380,989	262,893	67.9	1,778.48
Year ended FY 2008	394,643	260,483	65.0	1,763.36

(3) Issued and outstanding capital stock

1. Number of shares outstanding at the end of each year: Second quarter FY2009—150,860,557 shares, March FY2008— 150,860,557shares.
2. Number of treasury stock outstanding at the end of each year: Second quarter FY2009— 5,421,745 shares, March FY2008— 5,419,521 shares.
3. Average number of stock outstanding during the period: Second quarter FY2009— 145,439,494 shares, Second quarterFY2008— 146,093,027 shares.

2. Basis for preparation of quarterly financial results

(1) Changes in scope of consolidation and equity method of accounting

None

(2) Adoption of the simplified accounting procedures and application of particular accounting procedure for preparing quarterly financial results.

①Simplified accounting procedure:

Allowance for doubtful accounts: Allowance for doubtful accounts is calculated by the ratio based on the historical experience of bad debts at the end of last fiscal year.

②Particular accounting procedure for preparing quarterly consolidated financial statement

Calculation of tax expense: Tax expense is calculated by using effective tax rate on quotation.

(3) Changes of principal, procedures, indication methods, related to preparation of quarterly consolidated financial report.

- Changes related to accounting policies:

Application of accounting standard for construction contract.

Effective from this first quarter ended June 30, 2009, we have adopted “Accounting Standard for Construction Contract” (ASBJ Statement No.15, issued on December 27, 2007) and “Accounting Standard and the Guidance” (ASBJ Statement No.18, issued on December 27, 2007). The percentage-of-completion method shall be applied if the outcome of the construction activity is deemed certain in the course of the activity during the quarterly period, otherwise the completed contract method shall be applied. The effect to profit and loss by this change was nil.

IBIDEN CO., LTD. and Consolidated Subsidiaries
Second quarter Consolidated Balance Sheets

	<i>Millions of yen</i>		
	As of September 30, 2009	As of March 31, 2009	Increase (Decrease)
Assets			
Current assets			
Cash and deposits	53,823	57,553	(3,730)
Notes and accounts receivable - trade	46,358	48,037	(1,679)
Short-term investments securities	38,286	26,271	12,015
Merchandise and finished goods	12,527	15,846	(3,318)
Work-in-process	7,629	8,143	(513)
Raw material and supplies	7,803	7,816	(12)
Deferred tax assets	2,325	2,197	128
Income taxes receivable	—	5,981	(5,981)
Other - current assets	6,115	5,501	614
Less - allowance for doubtful accounts	(477)	(640)	163
Total current assets	174,392	176,708	(2,315)
Property, plant and equipment			
Buildings and structures	65,460	66,373	(912)
Machinery, equipment and vehicles	54,848	63,972	(9,123)
Land	17,791	18,370	(578)
Lease assets	3,483	3,655	(172)
Construction in progress	25,164	29,576	(4,412)
Other - property, plant and equipment	4,767	5,409	(642)
Total property, plant and equipment	171,515	187,358	(15,842)
Intangible assets			
Goodwill	282	539	(256)
Other - intangible assets	4,568	3,760	808
Total intangible assets	4,851	4,299	551
Investments and other assets			
Investment securities	25,108	21,425	3,683
Long-term loans receivable	764	1,040	(275)
Deferred tax assets	2,175	1,972	202
Other - investments and other assets	2,730	2,334	395
Less - allowance for doubtful accounts	(550)	(494)	(55)
Total investments and other assets	30,228	26,277	3,951
Total non-current assets	206,596	217,935	(11,339)
Total assets	380,989	394,643	(13,654)

	<i>Millions of yen</i>		
	As of September 30, 2009	As of March 31, 2009	Increase (Decrease)
Liabilities and net assets			
Liabilities			
Current liabilities			
Notes and accounts payable - trade	35,762	37,046	(1,284)
Short-term loans payable	46,015	45,859	155
Accounts payable - other	6,765	18,376	(11,611)
Accrued income taxes	459	463	(3)
Deferred tax liabilities	17	25	(7)
Reserve for bonuses	3,400	3,154	245
Reserve for directors' bonuses	—	193	(193)
Notes payable - facilities	498	4,522	(4,024)
Other - current liabilities	7,390	7,283	107
Total current liabilities	100,309	116,924	(16,615)
Non-current liabilities			
Long-term loans payable	8,309	8,244	65
Lease obligations	1,959	2,355	(395)
Deferred tax liabilities for land revaluation	179	179	—
Reserve for retirement benefits	543	702	(158)
Reserve for directors' retirement benefits	604	647	(43)
Deferred tax liabilities	4,623	3,456	1,166
Negative goodwill	126	169	(43)
Other - non-current liabilities	1,438	1,479	(40)
Total non-current liabilities	17,786	17,235	550
Total liabilities	118,095	134,160	(16,064)
Net assets			
Shareholders' equity			
Capital stock	64,152	64,152	—
Capital surplus	68,331	68,332	(0)
Retained earnings	158,779	156,140	2,638
Less-treasury stock, at cost	(24,436)	(24,430)	(5)
Total shareholders' equity	266,827	264,195	2,632
Valuation and translation adjustments			
Valuation difference on available for sale securities	2,335	423	1,912
Deferred gain (loss) on hedges	73	(19)	92
Revaluation reserve for land	48	48	—
Foreign currency translation adjustments	(10,625)	(8,184)	(2,441)
Total valuation and translation adjustments	(8,167)	(7,730)	(436)
Subscription rights to shares	969	799	169
Minority interests	3,263	3,219	44
Total net assets	262,893	260,483	2,410
Total liabilities and net assets	380,989	394,643	(13,654)

IBIDEN CO., LTD. and Consolidated Subsidiaries
Second quarter Consolidated Statements of Income

	<i>Millions of yen</i>		
	Six months ended September 30, 2009	Six months ended September 30, 2008	Increase (Decrease)
Net sales	131,230	185,167	(53,937)
Cost of sales	101,113	140,210	(39,097)
Gross profit	30,117	44,957	(14,839)
Selling, general and administrative expenses	21,829	26,220	(4,391)
Operating income	8,287	18,736	(10,448)
Non-operating income (expenses)	(2,223)	1,827	(4,051)
Interest income	111	549	(437)
Dividends income	264	300	(36)
Amortization of negative goodwill	43	48	(5)
Equity in earnings of an affiliate	469	88	381
Foreign exchange gain (loss), net	(310)	1,120	(1,430)
Interest expenses	(362)	(186)	(176)
Rent expenses on facilities	(727)	(195)	(531)
Depreciation of inactive non-current assets	(1,932)	—	(1,932)
Other, net	220	101	118
Ordinary income	6,063	20,564	(14,500)
Extraordinary income (loss)	(618)	(2,221)	1,602
Gain on sales of property, plant and equipment	4	18	(13)
Incentive income	113	154	(41)
Reversal of allowance for doubtful accounts	52	125	(72)
Gain on prior period adjustments	210	51	159
Loss on disposal of property, plant and equipment	(1,096)	(298)	(798)
Impairment loss	(10)	—	(10)
Loss on valuation of investment securities	(11)	(1,786)	1,775
Loss on prior period adjustments	(18)	(99)	80
Other, net	136	(387)	523
Income before income taxes and minority interests	5,445	18,342	(12,897)
Income taxes	(590)	(6,248)	5,658
Minority interests	(34)	(89)	54
Net income	4,820	12,004	(7,184)

IBIDEN CO., LTD. and Consolidated Subsidiaries
Segment Information

(1) Business segments

IBIDEN CO., LTD.'s and its consolidated subsidiaries' primary business activities include (1) electronics, (2) ceramics, (3) housing materials, (4) construction, and (5) other. A summary of net sales, operating expenses, and operating income by business segment for six months period ended September 30, 2009 and 2008 is as follows:

Millions of yen

For six months period ended September 30, 2009								
	Electronics	Ceramics	Housing materials	Construction	Other	Total	Eliminations or corporate assets	Consolidated
Sales to third parties	75,364	28,014	14,330	5,149	8,371	131,230	—	131,230
Inter-segment sales and transfers	11	27	14	3,693	2,645	6,391	(6,391)	—
Net sales	75,376	28,041	14,344	8,842	11,016	137,622	(6,391)	131,230
Operating expenses	69,928	25,154	14,745	8,614	10,892	129,335	(6,392)	122,942
Operating income (loss)	5,448	2,886	(400)	227	124	8,287	0	8,287

Millions of yen

For six months period ended September 30, 2008								
	Electronics	Ceramics	Housing materials	Construction	Other	Total	Eliminations or corporate assets	Consolidated
Sales to third parties	100,327	43,237	24,713	4,903	11,986	185,167	—	185,167
Inter-segment sales and transfers	14	30	24	4,889	4,075	9,033	(9,033)	—
Net sales	100,341	43,267	24,737	9,792	16,061	194,201	(9,033)	185,167
Operating expenses	93,093	33,533	24,052	9,591	15,304	175,575	(9,144)	166,431
Operating income	7,248	9,734	685	201	756	18,626	110	18,736

(2) Geographical segments

Geographical segment information of IBIDEN CO., LTD and its consolidated subsidiaries for six months period ended September 30, 2009 and 2008 is summarized as follows:

<i>Millions of yen</i>							
For six months period ended September 30, 2009							
	Japan	Asia	North America	Europe	Total	Eliminations or corporate assets	Consolidated
Sales to third parties	94,414	6,790	12,511	17,513	131,230	—	131,230
Inter-area sales and transfers	22,113	16,127	329	339	38,910	(38,910)	—
Net sales	116,528	22,918	12,841	17,853	170,141	(38,910)	131,230
Operating expenses	111,552	20,975	12,755	16,462	161,745	(38,802)	122,942
Operating income	4,976	1,943	85	1,391	8,396	(108)	8,287

<i>Millions of yen</i>							
For six months period ended September 30, 2008							
	Japan	Asia	North America	Europe	Total	Eliminations or corporate assets	Consolidated
Sales to third parties	128,857	9,114	16,450	30,744	185,167	—	185,167
Inter-area sales and transfers	32,826	17,375	397	525	51,125	(51,125)	—
Net sales	161,683	26,490	16,848	31,270	236,293	(51,125)	185,167
Operating expenses	150,067	23,585	16,654	27,264	217,571	(51,139)	166,431
Operating income	11,616	2,904	194	4,006	18,722	14	18,736