

February 3, 2010

**Consolidated Financial Results**  
For the Third Quarter Ended December 31, 2009

Company Name : IBIDEN CO., LTD.

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

Stock Exchange Listings : Tokyo, Nagoya (First Section)

Stock Code Number : 4062

Representative: Hiroki Takenaka, President & CEO, Representative Director

Contact : Tsuyoshi Ota, Manager of Finance Division

Telephone : +81-584-81-3111

**1. Consolidated Financial Results for the Third quarter ended December 31, 2009**

**(From April 1, 2009 to December 31, 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>	%
Third quarter FY 2009	197,977	△20.6	14,066	△27.2	12,345	△20.8	8,935	94.7
Third quarter FY 2008	249,303	—	19,309	—	15,589	—	4,588	—

	Net income Per share	Diluted net income Per share
	<i>Yen</i>	<i>Yen</i>
Third quarter FY 2009	61.44	60.87
Third quarter FY 2008	31.45	31.23

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>
Third quarter FY 2009	369,405	266,424	70.9	1,801.42
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: Third quarter FY2009—150,860,557 shares, March FY2008—150,860,557 shares.
2. Number of treasury stock outstanding at the end of each year: Third quarter FY2009—5,422,499 shares, March FY2008—5,419,521 shares.
3. Average number of stock outstanding during the period: Third quarter FY2009—145,439,101 shares, Third quarter FY2008—145,873,509 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.

Omission of physical stocktaking: Inventories at the end of quarterly accounting period are based on physical inventory related to second quarter, and are proceeded by control of account ledger.

#### 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 of this change on the consolidated financial statements was not material.

**IBIDEN CO., LTD. and Consolidated Subsidiaries**  
**Third quarter Consolidated Balance Sheets**

	<i>Millions of yen</i>		
	As of December 31, 2009	As of March 31, 2009	Increase (Decrease)
<b>Assets</b>			
<b>Current assets</b>			
Cash and deposits	57,325	57,553	(227)
Notes and accounts receivable - trade	42,232	48,037	(5,805)
Short-term investments securities	29,294	26,271	3,022
Merchandise and finished goods	13,595	15,846	(2,250)
Work-in-process	8,391	8,143	247
Raw material and supplies	7,753	7,816	(62)
Deferred tax assets	2,303	2,197	106
Income taxes receivable	—	5,981	(5,981)
Other - current assets	6,588	5,501	1,087
Less - allowance for doubtful accounts	(409)	(640)	230
<b>Total current assets</b>	<b>167,075</b>	<b>176,708</b>	<b>(9,633)</b>
<b>Property, plant and equipment</b>			
Buildings and structures (net)	64,902	66,373	(1,470)
Machinery, equipment and vehicles (net)	52,809	63,972	(11,163)
Land	17,793	18,370	(576)
Lease assets (net)	3,382	3,655	(273)
Construction in progress	21,972	29,576	(7,603)
Other - property, plant and equipment (net)	4,961	5,409	(448)
<b>Total property, plant and equipment</b>	<b>165,822</b>	<b>187,358</b>	<b>(21,535)</b>
<b>Intangible assets</b>			
Goodwill	154	539	(385)
Other - intangible assets	4,382	3,760	622
<b>Total intangible assets</b>	<b>4,537</b>	<b>4,299</b>	<b>237</b>
<b>Investments and other assets</b>			
Investment securities	26,845	21,425	5,420
Long-term loans receivable	662	1,040	(377)
Deferred tax assets	1,904	1,972	(68)
Other - investments and other assets	3,112	2,334	778
Less - allowance for doubtful accounts	(553)	(494)	(58)
<b>Total investments and other assets</b>	<b>31,971</b>	<b>26,277</b>	<b>5,694</b>
<b>Total non-current assets</b>	<b>202,330</b>	<b>217,935</b>	<b>(15,604)</b>
<b>Total assets</b>	<b>369,405</b>	<b>394,643</b>	<b>(25,238)</b>

	<i>Millions of yen</i>		
	As of December 31, 2009	As of March 31, 2009	Increase (Decrease)
<b>Liabilities and net assets</b>			
<b>Liabilities</b>			
Current liabilities			
Notes and accounts payable – trade	38,334	37,046	1,287
Short-term loans payable	26,572	45,859	(19,286)
Accounts payable – other	8,203	18,376	(10,173)
Accrued income taxes	506	463	42
Deferred tax liabilities	16	25	(8)
Reserve for bonuses	1,728	3,154	(1,425)
Reserve for director’s bonuses	–	193	(193)
Notes payable - facilities	802	4,522	(3,719)
Other - current liabilities	8,575	7,283	1,292
Total current liabilities	84,739	116,924	(32,185)
Non-current liabilities			
Long-term loans payable	8,343	8,244	99
Lease obligations	1,827	2,355	(527)
Deferred tax liabilities for land revaluation	179	179	–
Reserve for retirement benefits	554	702	(148)
Reserve for directors’ retirement benefits	630	647	(17)
Deferred tax liabilities	5,154	3,456	1,697
Negative goodwill	104	169	(65)
Other - non-current liabilities	1,446	1,479	(32)
Total non-current liabilities	18,241	17,235	1,005
Total liabilities	102,980	134,160	(31,179)
<b>Net assets</b>			
Shareholders’ equity			
Capital stock	64,152	64,152	–
Capital surplus	68,331	68,332	(0)
Retained earnings	160,713	156,140	4,572
Less-treasury stock, at cost	(24,438)	(24,430)	(8)
Total shareholders’ equity	268,759	264,195	4,563
Valuation and translation adjustments			
Valuation difference on available for sale securities	3,006	423	2,583
Deferred losses on hedges	(9)	(19)	9
Revaluation reserve for land	48	48	–
Foreign currency translation adjustments	(9,809)	(8,184)	(1,625)
Total valuation and translation adjustments	(6,763)	(7,730)	966
Subscription rights to shares	1,087	799	287
Minority interests	3,342	3,219	122
Total net assets	266,424	260,483	5,941
Total liabilities and net assets	369,405	394,643	(25,238)

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

	<i>Millions of yen</i>		
	Nine months ended December 31, 2009	Nine months ended December 31, 2008	Increase (Decrease)
Net sales	197,977	249,303	(51,326)
Cost of sales	150,933	192,387	(41,453)
Gross profit	47,043	56,915	(9,872)
Selling, general and administrative expenses	32,976	37,606	(4,629)
Operating income	14,066	19,309	(5,243)
Non-operating income (expenses)	(1,720)	(3,719)	1,998
Interest income	156	640	(484)
Dividends income	410	554	(143)
Amortization of negative goodwill	65	70	(5)
Equity in earnings (losses) of an affiliate	761	(149)	911
Foreign exchange gain (losses), net	268	(3,808)	4,077
Compensation income	987	—	987
Interest expenses	(536)	(221)	(315)
Rent expenses on facilities	(1,087)	(336)	(751)
Depreciation of inactive non-current assets	(2,805)	(671)	(2,133)
Other, net	60	202	(141)
Ordinary income	12,345	15,589	(3,244)
Extraordinary income (loss)	(1,423)	(7,098)	5,674
Gain on sales of property, plant and equipment	8	18	(10)
Incentive income	170	164	6
Reversal of allowance for doubtful accounts	97	221	(124)
Gain on prior period adjustments	222	51	171
Loss on disposal of property, plant and equipment	(1,137)	(327)	(810)
Impairment loss on property, plant and equipment	(846)	—	(846)
Loss on valuation of investments securities	(28)	(6,708)	6,679
Loss on prior period adjustments	(18)	(99)	80
Other, net	109	(419)	528
Income before income taxes and minority interests	10,921	8,491	2,430
Income taxes	(1,873)	(3,839)	1,965
Minority interests	(112)	(63)	(49)
Net income	8,935	4,588	4,347

**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 nine months period ended December 31, 2009 and 2008 is as follows:

<i>Millions of yen</i>								
<b>For nine months period ended December 31, 2009</b>								
	<b>Electronics</b>	<b>Ceramics</b>	<b>Housing materials</b>	<b>Construction</b>	<b>Other</b>	<b>Total</b>	<b>Eliminations or corporate assets</b>	<b>Consolidated</b>
Sales to third parties	115,941	42,682	19,569	6,880	12,903	197,977	—	197,977
Inter-segment sales and transfers	16	40	28	5,720	4,031	9,836	(9,836)	—
Net sales	115,957	42,722	19,598	12,600	16,934	207,813	(9,836)	197,977
Operating expenses	107,122	37,387	20,349	12,204	16,698	193,762	(9,851)	183,910
Operating income (loss)	8,835	5,335	(751)	396	235	14,051	15	14,066
<i>Millions of yen</i>								
<b>For nine months period ended December 31, 2008</b>								
	<b>Electronics</b>	<b>Ceramics</b>	<b>Housing materials</b>	<b>Construction</b>	<b>Other</b>	<b>Total</b>	<b>Eliminations or corporate assets</b>	<b>Consolidated</b>
Sales to third parties	137,437	54,461	33,375	6,589	17,438	249,303	—	249,303
Inter-segment sales and transfers	26	45	35	7,766	5,179	13,053	(13,053)	—
Net sales	137,464	54,507	33,411	14,355	22,617	262,356	(13,053)	249,303
Operating expenses	130,784	43,848	32,792	14,163	21,688	243,277	(13,283)	229,993
Operating income	6,679	10,659	618	191	929	19,078	230	19,309

## (2) Geographical segments

Geographical segment information of IBIDEN CO., LTD and its consolidated subsidiaries for nine months period ended December 31, 2009 and 2008 is summarized as follows:

<i>Millions of yen</i>							
<b>For nine months period ended December 31, 2009</b>							
	<b>Japan</b>	<b>Asia</b>	<b>North America</b>	<b>Europe</b>	<b>Total</b>	<b>Eliminations or corporate assets</b>	<b>Consolidated</b>
Sales to third parties	143,553	9,764	19,354	25,304	197,977	—	197,977
Inter-area sales and transfers	32,629	24,840	501	499	58,470	(58,470)	—
Net sales	176,182	34,605	19,856	25,803	256,447	(58,470)	197,977
Operating expenses	167,789	31,742	19,665	23,457	242,655	(58,744)	183,910
Operating income	8,393	2,862	190	2,345	13,792	274	14,066

  

<i>Millions of yen</i>							
<b>For nine months period ended December 31, 2008</b>							
	<b>Japan</b>	<b>Asia</b>	<b>North America</b>	<b>Europe</b>	<b>Total</b>	<b>Eliminations or corporate assets</b>	<b>Consolidated</b>
Sales to third parties	184,297	10,322	19,897	34,785	249,303	—	249,303
Inter-area sales and transfers	43,174	20,976	531	435	65,118	(65,118)	—
Net sales	227,471	31,298	20,429	35,221	314,421	(65,118)	249,303
Operating expenses	214,680	29,564	20,204	31,206	295,656	(65,662)	229,993
Operating income	12,790	1,733	225	4,014	18,765	544	19,309