

(Translation)

CONSOLIDATED FINANCIAL RESULTS
for fiscal year ended 31 March 2012
(1 April, 2011 through 31 March, 2012)
[Japanese Standards]

15 May, 2012

Company name: **JANOME SEWING MACHINE CO., LTD.** Tokyo Stock Exchange in Japan
Securities code: 6445 [URL http://www.janome.co.jp](http://www.janome.co.jp)
Representative: Name: Hachiro Makabe Title: President
Contact person: Name: Tomohiko Okabe Title: General Manager, Accounting
Phone: +81 42 661 3071

Date of ordinary general shareholders' meeting: 22 June, 2012

Filing date of financial statements: 25 June, 2012

Supplementary materials prepared for financial results : Yes

Financial information meeting held for financial results: Yes (for securities analyst)

(Amounts less than one million yen are rounded down.)

1. Consolidated results (1 April, 2011 through 31 March, 2012)

(1) Consolidated financial results

Percentages represent the percentage of change from the previous fiscal year.

Fiscal year ended	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
31 March, 2012	37,040	2.6	2,331	10.2	2,078	30.5	184	(76.9)
31 March, 2011	36,094	1.0	2,115	57.7	1,592	66.3	799	50.9

Note: Comprehensive income was 759 million yen (55.0%) at the end of March 2012, and 490 million yen (-47.4%) at the end of March 2011

Fiscal year ended	Net income per share - basic	Net income per share - diluted	Ratio of net income to shareholders equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
31 March, 2012	0.95	--	1.3	4.2	6.3
31 March, 2011	4.14	--	6.0	3.2	5.9

Ref. Equity in net income of affiliates --million yen at the end of March 2012, --million yen at the end of March 2011

(2) Consolidated financial position

Fiscal year ended	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	yen
31 March, 2012	49,668	14,855	28.9	74.22
31 March, 2011	49,090	14,116	27.7	70.36

Ref. Equity 14,347 million yen at the end of March 2012, and 13,602 million yen at the end of March 2011

(3) Consolidated cash flow position

Fiscal year ended	Operating activities	Investing activities	Financing activities	Cash/cash equivalents
	Million yen	Million yen	Million yen	Million yen
31 March, 2012	820	(847)	(868)	5,885
31 March, 2011	2,710	(789)	(1,878)	6,792

2. Cash dividends

Fiscal year ended	Annual cash dividends per share					Total amount of cash dividends	Payout ratio of cash dividends	Total amount of cash dividends
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total	annual	consolidated	consolidated
31 March, 2011	--	0.00	--	0.00	0.00	--	--	--
31 March, 2012	--	0.00	--	0.00	0.00	--	--	--
31 March, 2013 (Forecast)	--	0.00	--	0.00	0.00		--	

3. Forecast of consolidated results for fiscal year ending 31 March, 2013

(1 April, 2012 through 31 March, 2013)

Percentages represent the percentage of change from the previous fiscal year.

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
First half (six-months period ending 30 September 2012)	19,000	8.4	1,000	69.3	800	12.8	300	(21.2)
Full year (ending 31 March, 2013)	39,000	5.3	2,400	3.0	2,000	(3.8)	800	333.8

	Net Income per share - basic
	yen
First half (six-months period ending 30 September 2012)	1.55
Full year (ending 31 March, 2013)	4.14

* Notes

(1) Changes in significant subsidiaries during the current fiscal year : None

(2) Changes in accounting principles, procedures and presentations, etc.

Changes due to amendments in accounting principles: None

Any changes other than the aforementioned: None

Changes in accounting estimate: None

Restatement: None

(3) Number of shares issued and outstanding (common stock)

Number of shares issued and outstanding at the end of fiscal period (including treasury stock)

195,214,448 shares at the end of March 2012

195,214,448 shares at the end of March 2011

Number of treasury stock shares at the end of fiscal period

1,893,155 shares at the end of March 2012

1,892,788 shares at the end of March 2011

Average number of public shares during fiscal period

193,321,667 shares at the end of March 2012

193,322,051 shares at the end of March 2011

Ref: Overview of non-consolidated results

(1) Non-Consolidated financial results (1 April, 2011 through 31 March, 2012)

Percentages represent the percentage of change from the previous fiscal year.

Fiscal year ended	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
31 March, 2012	29,145	3.2	953	18.4	1,046	36.5	(374)	--
31 March, 2011	28,234	4.6	805	194.1	766	163.8	365	75.1

	Net income per share - basic	Net income per share - diluted
	yen	yen
Fiscal year ended		
31 March, 2012	(1.94)	--
31 March, 2011	1.89	--

(2) Non-Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
Fiscal year ended	Million yen	Million yen	%	yen
31 March, 2012	45,176	12,655	28.0	65.46
31 March, 2011	45,427	12,400	27.3	64.15

Ref. Equity 12,655 million yen at the end of March 2012, and 12,400 million yen at the end of March 2011

Statement Relating to Execution Status of Audit Procedures

This financial report is exempt from audit procedures based upon the Financial Instruments and Exchange Act. At the time of disclosure of this report, audit procedures for the consolidated financial statements have not been completed.

Explanation regarding the appropriate use of result forecasts, and other special items

The forward-looking statements stated in this report include expectations based on assumption, forecast and projection by our management available as of the date of their announcement. It is possible that actual results may differ materially from these expectations due to various factors.

Consolidated Balance Sheets

JANOME SEWING MACHINE CO., LTD. AND ITS CONSOLIDATED SUBSIDIARIES

Currency unit: million yen

	Previous Fiscal Year ended 31 March, 2011	Current Fiscal Year ended 31 March, 2012
ASSETS		
Current assets		
Cash and deposits	7,442	6,639
Notes and accounts receivable-trade	5,589	6,286
Merchandise and finished goods	3,401	3,874
Work in process	469	611
Raw materials and supplies	1,643	2,304
Deferred tax assets	540	502
Other	413	482
Allowance for doubtful accounts	(114)	(133)
Total current assets	19,385	20,568
Fixed assets		
Tangible fixed assets		
Buildings and structures (net)	6,778	6,420
Machinery, equipment and vehicles(net)	830	866
Land	15,886	15,792
Construction projects	372	395
Other tangible fixed assets (net)	916	857
Total tangible fixed assets	24,785	24,333
Intangible fixed assets		
Goodwill	833	668
Other intangible fixed assets	876	1,114
Total intangible fixed assets	1,709	1,782
Investments and other assets		
Investment securities	1,242	1,274
Deferred tax assets	1,478	1,261
Other	609	568
Allowance for doubtful accounts	(121)	(120)
Total investments and other assets	3,209	2,984
Total fixed assets	29,704	29,099
TOTAL ASSETS	49,090	49,668
LIABILITIES		
Current liabilities		
Notes and accounts payable	2,902	3,650
Short-term loans payable	6,760	7,005
Current portion of long-term loans payable	4,321	4,025
Current portion of bonds	60	--
Income taxes payable	252	284
Provision for bonuses	412	403
Provision for Loss on Disaster	100	--
Other current liabilities	2,128	2,460
Total current liabilities	16,937	17,830
Fixed liabilities		
Long-term borrowings	8,017	7,422
Deferred income taxes for revaluation	5,061	4,420
Liability for employee retirement payments	4,255	4,476
Other fixed liabilities	702	663
Total fixed liabilities	18,036	16,982
TOTAL LIABILITIES	34,973	34,812

	Currency unit: million yen	
	Previous Fiscal Year ended 31 March, 2011	Current Fiscal Year ended 31 March, 2012
NET ASSETS		
Shareholders equity		
Capital stock	11,372	11,372
Capital surplus	823	823
Retained earnings	(2,174)	(1,969)
Treasury stock, at cost	(325)	(325)
Total shareholders equity	9,697	9,901
Other comprehensive income		
Valuation difference in other marketable securities	19	15
Gain (loss) on deferred hedge	(17)	(12)
Land revaluation difference	5,964	6,572
Foreign currency translation adjustments	(2,061)	(2,128)
Total other comprehensive income	3,905	4,446
Minority interest share	514	507
TOTAL NET ASSETS	14,116	14,855
TOTAL LIABILITIES AND NET ASSETS	49,090	49,668

Note: Amounts less than one million yen are rounded down.

Consolidated Statement of Income

JANOME SEWING MACHINE CO., LTD. AND ITS CONSOLIDATED SUBSIDIARIES

Currency unit: million yen

	Previous Fiscal Year 1 April, 2010 through 31 March, 2011	Current Fiscal Year 1 April, 2011 through 31 March, 2012
Net sales	36,094	37,040
Cost of sales	20,685	21,467
Gross sales profit	15,409	15,573
Selling, general and administrative expenses	13,293	13,242
Operating income	2,115	2,331
Non-operating income		
Interest income	21	22
Dividends income	22	24
Foreign exchange gains	--	70
Subsidy income	7	--
Scrap material sales	16	29
Settlements received	73	--
Other	88	109
Total non-operating income	229	255
Non-operating expenses		
Interest expenses	431	415
Foreign exchange losses	142	--
Other	178	92
Total non-operating expenses	752	508
Ordinary income	1,592	2,078
Extraordinary profits		
Gain on sales of investment securities	6	--
Gain on sales of fixed assets	120	34
Gain on business transfer	49	--
Total extraordinary profits	176	34
Extraordinary losses		
Loss on sales and retirement of noncurrent assets	51	54
Impairment loss	--	13
Loss on valuation of investment securities	68	28
Restructuring loss	106	750
Provision for environmental measures	16	--
Provision of allowance for disaster loss	100	--
Adj. on accounting standard changes for asset retirement obligations	55	--
Loss on abolishment of retirement benefit plan	--	239
Total extraordinary losses	398	1,085
Income before income taxes and minority interests	1,371	1,027
Income tax, resident tax and business tax	380	559
Income tax adjustment	215	257
Total taxes	596	817
Net income before minority interests	775	210
Minority interests	(24)	26
Net income	799	184

Consolidated statements of comprehensive income

JANOME SEWING MACHINE CO., LTD. AND ITS CONSOLIDATED SUBSIDIARIES

Currency unit: million yen

	Previous Fiscal Year 1 April, 2010 through 31 March, 2011	Current Fiscal Year 1 April, 2011 through 31 March, 2012
Income before minority interests	775	210
Other comprehensive income		
Valuation difference on available-for-sale securities	71	(4)
Deferred gains or losses on hedges	(15)	5
Revaluation reserve for land	--	627
Foreign currency translation adjustment	(340)	(79)
Total other comprehensive income	(285)	548
Comprehensive income	490	759
Comprehensive income attributable to:		
parent company owners	542	745
minority interests	(52)	14

Note: Amounts less than one million yen are rounded down.

Consolidated statements of changes in net assets

JANOME SEWING MACHINE CO., LTD. AND ITS CONSOLIDATED SUBSIDIARIES

Currency unit: million yen

	Previous Fiscal Year 1 April, 2010 through 31 March, 2011	Current Fiscal Year 1 April, 2011 through 31 March, 2012
Shareholders' equity		
Capital stock		
Current year beginning balance	11,372	11,372
Changes during current year		
Total changes of items during current year	--	--
Current year ending balance	<u>11,372</u>	<u>11,372</u>
Capital surplus		
Current year beginning balance	823	823
Changes during current year		
Total changes of items during current year	--	--
Current year ending balance	<u>823</u>	<u>823</u>
Retained earnings		
Current year beginning balance	(2,936)	(2,174)
Changes during current year		
Net income	799	184
Disposal of treasury stock	--	(0)
Reversal of revaluation reserve for land	(37)	19
Total changes of items during current year	<u>762</u>	<u>204</u>
Current year ending balance	<u>(2,174)</u>	<u>(1,969)</u>
Treasury stock		
Current year beginning balance	(325)	(325)
Changes during current year		
Purchase of treasury stock	(0)	(0)
Disposal of treasury stock	--	0
Total changes to items during current year	<u>(0)</u>	<u>0</u>
Current year ending balance	<u>(325)</u>	<u>(325)</u>
Total shareholders' equity		
Current year beginning balance	8,935	9,697
Changes during current year		
Net income	799	184
Purchase of treasury stock	(0)	(0)
Disposal of treasury stock	--	0
Reversal of revaluation reserve for land	(37)	19
Total changes to items during current year	<u>762</u>	<u>204</u>
Current year ending balance	<u>9,697</u>	<u>9,901</u>

Currency unit: million yen

	Previous Fiscal Year 1 April, 2010 through 31 March, 2011	Current Fiscal Year 1 April, 2011 through 31 March, 2012
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities		
Current year beginning balance	(51)	19
Changes during current year		
Net changes to items other than shareholders' equity	71	(3)
Total changes to items during current year	71	(3)
Current year ending balance	19	15
Deferred gains or losses on hedges		
Current year beginning balance	(2)	(17)
Changes during current year		
Net changes to items other than shareholders' equity	(15)	5
Total changes to items during current year	(15)	5
Current year ending balance	(17)	(12)
Revaluation reserve for land		
Current year beginning balance	5,927	5,964
Changes during current year		
Net changes to items other than shareholders' equity	37	607
Total changes to items during current year	37	607
Current year ending balance	5,964	6,572
Foreign currency translation adjustment		
Current year beginning balance	(1,748)	(2,061)
Changes during current year		
Net changes to items other than shareholders' equity	(313)	(67)
Total changes to items during current year	(313)	(67)
Current year ending balance	(2,061)	(2,128)
Total accumulated other comprehensive income		
Current year beginning balance	4,125	3,905
Changes during current year		
Net changes to items other than shareholders' equity	(220)	541
Total changes to items during current year	(220)	541
Current year ending balance	3,905	4,446
Minority interests		
Current year beginning balance	588	514
Changes during current year		
Net changes to items other than shareholders' equity	(74)	(6)
Total changes to items during current year	(74)	(6)
Current year ending balance	514	507
Total net assets		
Current year beginning balance	13,649	14,116
Changes during current year		
Net income	799	184
Purchase of treasury stock	(0)	(0)
Disposal of treasury stock	--	0
Reversal of land revaluation reserve	(37)	19
Net changes to items other than shareholders' equity	(294)	534
Total changes to items during current year	467	739
Current year ending balance	14,116	14,855

Consolidated Statement of Cash Flows

JANOME SEWING MACHINE CO., LTD. AND ITS CONSOLIDATED SUBSIDIARIES

Currency unit: million yen

	Previous Fiscal Year 1 April, 2010 through 31 Mar, 2011	Current Fiscal Year 1 April, 2011 through 31 Mar, 2012
Cash flows from operating activities		
Net income before income taxes and minority interests	1,371	1,027
Depreciation	926	950
Impairment loss	--	13
Goodwill amortization	166	165
Increase/(decrease) in allowance for doubtful accounts	(22)	18
Increase/(decrease) of employees retirement benefits	(93)	225
Interest and dividend income	(44)	(46)
Interest expenses	431	415
loss on valuation of investment securities	68	28
(Increase)/decrease in accounts receivable	216	(709)
(Increase)/decrease in inventories	(84)	(1,314)
Increase in accounts payable	154	729
Others	417	198
Sub total	3,507	1,702
Interest and dividend received	38	51
Interest paid	(417)	(407)
Income taxes paid	(417)	(526)
Net cash generated by operating activities	2,710	820
Cash flows from investing activities		
Payments into time deposits	(82)	(83)
Proceeds from withdrawal of time deposits	41	80
Purchase of property, plant and equipment	(549)	(485)
Proceeds from sales of property, plant and equipment	185	111
Purchase of intangible assets	(390)	(371)
Proceeds from sales of investment securities	13	--
Others	(8)	(99)
Net cash generated by investing activities	(789)	(847)
Cash flows from financing activities		
Net increase/(decrease) in short-term borrowings	(3,882)	253
Inflow from long-term borrowings	7,100	4,200
Outflow from repayment of long-term debts	(4,223)	(5,089)
Redemption of bonds	(800)	(60)
Cash dividends paid to minority shareholders	(22)	(20)
Others	(50)	(151)
Net cash used for financing activities	(1,878)	(868)
Effect of exchange rate changes on cash and cash equivalents	(119)	(11)
Increase/(decrease) in cash and cash equivalents	(77)	(907)
Cash and cash equivalents at beginning of year	6,869	6,792
Cash and cash equivalents at end of year	6,792	5,885

Note: Amounts less than one million yen are rounded down.

(5)Notes regarding going concern assumptions

None.

(6)Basic important matters for the preparation of consolidated financial statement

None.

(7)Notes to consolidated financial statement

Consolidated Segment Information

a. Operational results by segment

Previous Fiscal Year (1 April, 2010 through 31 March, 2011)

Currency unit: million yen

	Reportable segments			Other	Total
	Home use sewing machines	Industrial equipment	Total		
Net sales					
Net sales to external customers	28,982	4,225	33,208	2,886	36,094
Intersegment sales or transfers	39	823	862	1,005	1,867
Total	29,021	5,049	34,070	3,891	37,962
Segment profit	1,676	444	2,121	49	2,170
Segment assets	29,311	5,992	35,303	6,367	41,670
Other items					
Depreciation	572	228	800	125	926
Amortization of goodwill	144	22	166	--	166
Impairment loss	--	--	--	--	--
Increase in property, plant and equipment, and intangible	459	118	577	362	939

Current Fiscal Year (1 April, 2011 through 31 March, 2012)

Currency unit: million yen

	Reportable segments			Other	Total
	Home use sewing machines	Industrial equipment	Total		
Net sales					
Net sales to external customers	29,620	4,562	34,182	2,857	37,040
Intersegment sales or transfers	69	901	970	1,165	2,135
Total	29,689	5,463	35,153	4,023	39,176
Segment profit	1,794	544	2,338	27	2,365
Segment assets	30,550	6,111	36,662	6,385	43,048
Other items					
Depreciation	578	214	793	157	950
Amortization of goodwill	144	21	165	--	165
Impairment loss	13	--	13	--	13
Increase in property, plant and equipment, and intangible	519	191	710	145	856

Note*: "Other" is not categorized in the reportable business segment and includes IT software/electronic data processing services and real estate, etc.

4. Difference between total amounts for reportable segments and amounts in the consolidated statement of income and main details of these differences (matters relating to difference adjustment)

Currency unit: million yen

Net Sales	Previous Fiscal Year	Current Fiscal Year
Reportable segment total	34,070	35,153
Other net sales	3,891	4,023
Elimination of intersegment transactions	(1,867)	(2,135)
Net sales on consolidated financial statement	36,094	37,040

Currency unit: million yen

Profit	Previous Fiscal Year	Current Fiscal Year
Reportable segment total	2,121	2,338
Other profit	49	27
Elimination of intersegment transactions	(54)	(34)
Operating income on consolidated financial statement	2,115	2,331

Currency unit: million yen

Assets	Previous Fiscal Year	Current Fiscal Year
Reportable segment total	35,303	36,662
Other Assets	6,367	6,385
Companywide asset	8,225	7,163
Elimination of intersegment transactions	(806)	(542)
Total assets on consolidated financial statement	49,090	49,668

Currency unit: million yen

Other	Reportable segment total		Other		Adjustment		Amount recorded in consolidated financial statement	
	Previous consolidated fiscal year	Current consolidated fiscal year	Previous consolidated fiscal year	Current consolidated fiscal year	Previous consolidated fiscal year	Current consolidated fiscal year	Previous consolidated fiscal year	Current consolidated fiscal year
Depreciation	800	793	125	157	--	--	926	950
Amortization of goodwill	166	165	--	--	--	--	166	165
Impairment loss	--	13	--	--	--	--	--	13
Increase in fixed assets	577	710	362	145	--	--	939	856

b. Additional information

Previous Fiscal Year (1 April, 2010 through 31 March, 2011)
1. Geographic segmentation

Currency unit: million yen

	Japan	North America	South East Asia	Other	Total	Elimination / Corporate	Consolidated
Net sales							
(1) Net sales to external customers	24,255	5,760	638	5,440	36,094	--	36,094
(2) Intersegment sales or transfers	8,128	--	14,004	3	22,137	(22,137)	--
Total	32,384	5,760	14,642	5,444	58,232	(22,137)	36,094
Operating income/(loss)	860	549	333	444	2,187	(72)	2,115

Note:

(1) Countries or regional analyses presented are based on geographic proximity.

(2) Major countries or regions are as follows:

North America ······ U.S.A., Canada
South East Asia ······ R.O.C. (Taiwan), Thailand
Other regions ······ U.K., Netherlands, Switzerland, Australia, New Zealand, Chile

2 Information by region

(1)Net Sales

Currency unit: million yen

Japan	North America		Europe		Other	Total
	USA	Canada	Russia	Other		
13,811	4,975	1,142	3,822	4,583	7,759	36,094

(2)Tangible fixed assets

Currency unit: million yen

Japan	Asia	Other	Total
22,294	2,329	160	24,785

Current Fiscal Year (1 April, 2011 through 31 March, 2012)

1.Geographic segmentation

Currency unit: million yen

	Japan	North America	South East Asia	Other	Total	Elimination / Corporate	Consolidated
Net sales							
(1) Net sales to external customers	25,501	5,206	795	5,537	37,040	--	37,040
(2) Intersegment sales or transfers	7,799	--	15,206	5	23,011	(23,011)	--
Total	33,301	5,206	16,001	5,542	60,051	(23,011)	37,040
Operating income/(loss)	936	589	492	431	2,450	(119)	2,331

Note:

(1) Countries or regional analyses presented are based on geographic proximity.

(2) Major countries or regions are as follows:

North America U.S.A., Canada
 South East Asia R.O.C. (Taiwan), Thailand
 Other regions U.K., Netherlands, Switzerland, Australia, New Zealand, Chile

2 Information by region

(1)Net Sales

Currency unit: million yen

Japan	North America		Europe		Other	Total
	USA	Canada	Russia	Other		
13,804	4,457	1,061	4,021	4,493	9,202	37,040

(2)Tangible fixed assets

Currency unit: million yen

Japan	Asia	Other	Total
21,898	2,272	162	24,333

c.Information on impairment loss in noncurrent assets by reported segment

Previous Fiscal Year (1 April, 2010 through 31 March, 2011)

None.

Current Fiscal Year (1 April, 2011 through 31 March, 2012)

Currency unit: million yen

	Home use sewing machines	Industrial equipment	Other	Elimination / Corporate	Total
Impairment loss	13	--	--	--	13

d.Information on iamortization of goodwill and amortized balance by reported segment

Previous Fiscal Year (1 April, 2010 through 31 March, 2011)

Currency unit: million yen

	Home use sewing machines	Industrial equipment	Other
Amortization in fiscal year	144	22	166
Current year ending balance	794	38	833

Current Fiscal Year (1 April, 2011 through 31 March, 2012)

Currency unit: million yen

	Home use sewing machines	Industrial equipment	Other
Amortization in fiscal year	144	21	165
Current year ending balance	650	17	668