

(Translation)

CONSOLIDATED FINANCIAL RESULTS
for the 1st half of fiscal year ending 31 March, 2011
(1 April, 2010 through 30 September, 2010)
[Japanese Standards]

5 November, 2010

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: Accounting General Manager
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Filing date of financial statements for the first half year: 12 November, 2010

Payment date of cash dividends: ----

Supplementary materials prepared for financial results for the first half year: Yes

Financial information meeting held for financial results for the first half year: Yes (for securities analyst)

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

1. Consolidated results (1 April, 2010 through 30 September, 2010)

(1) Consolidated financial results

Percent indication shows percentage of change from the corresponding period of the preceding year.

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
First half year ended 30 September, 2010	17,811	6.1	1,115	518.4	980	--	567	--
30 September, 2009	16,782	(22.8)	180	(20.6)	11	(93.0)	21	--

	Net income per share - basic	Net income per share - diluted
First half year ended 30 September, 2010	2.94	--
30 September, 2009	0.11	--

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
First half year ended 30 September, 2010	Million yen 47,321	Million yen 13,633	% 27.7	yen 67.86
FYE 31 March, 2010	50,512	13,649	25.9	67.56

Ref. Equity 13,119 million yen at the end of September 2010, and 13,060 million yen at the end of March 2010

2. Cash dividends

	Annual cash dividends per share				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
Fiscal year ending 31 March, 2010	yen --	yen 0.00	yen --	yen 0.00	yen 0.00
31 March, 2011	--	0.00			
31 March, 2011 (Forecast)			--	0.00	0.00

Note: Revisions to the forecast of cash dividends in the current quarter: None

3. Forecast of consolidated results for fiscal year ending 31 March, 2011

(1 April, 2010 through 31 March, 2011)

Percent indication shows percentage of change from the corresponding period of the preceding year.

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Full year (1 April, 2010 through 31 March, 2011)	37,000	3.5	1,800	34.2	1,200	25.4	800	51.2

	Net Income per share - basic
Full year (1 April, 2010 through 31 March, 2011)	4.14

Note: Revisions to the forecast of consolidated results in the current quarter: None

4. Others

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

Note: This refers to a presence/absence of changes in specified subsidiaries accompanying changes in scope of consolidation during the current quarter.

(2) Adoption of simplified accounting methods and specifically applied accounting methods: Yes

Note: This refers to adoption of simplified accounting methods and specifically applied accounting methods for preparing quarterly consolidated financial statements.

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

① Changes due to amendments in accounting principles: Yes

② Any changes other than the aforementioned: None

Note: This refers to a presence/absence of changes in accounting principles, procedures and presentations, etc., relating to the preparation of quarterly consolidated financial statements described in "Changes of significant basic matters for the preparation of quarterly consolidated financial statements.

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

① Number of shares issued and outstanding at the end of fiscal period (including treasury stock)

195,214,448 shares at the end of September 2010

195,214,448 shares at the end of March 2010

② Number of treasury stock at the end of fiscal period

1,892,376 shares at the end of September 2010

1,892,066 shares at the end of March 2010

③ Average number of shares during fiscal period (1 April, 2010 through 30 September, 2010)

193,322,250 shares at the end of September 2010

193,322,474 shares at the end of September 2009

Indication of the implementation status of quarterly review procedures

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

Explanation regarding the appropriate use of forecasts of results, 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

Million yen

	Current First Half as of 30 Sep, 2010	Previous Fiscal Year as of 31 March, 2010 (condensed)
ASSETS		
Current assets		
Cash and deposits	4,935	7,471
Accounts and notes receivable	5,799	6,128
Merchandise and products	4,010	3,751
Semi-finished products	474	397
Raw materials and work in process	1,531	1,499
Other current assets	960	1,029
Allowance for doubtful accounts	(125)	(117)
Total current assets	17,586	20,162
Fixed assets		
Tangible fixed assets		
Buildings and structures (net)	6,818	7,129
Land	15,873	15,945
Other tangible fixed assets (net)	2,114	2,184
Total tangible fixed assets	24,806	25,260
Intangible fixed assets		
Goodwill	917	1,000
Other intangible fixed assets	737	554
Total intangible fixed assets	1,654	1,555
Investments and other assets	3,273	3,534
Total fixed assets	29,734	30,350
TOTAL ASSETS	47,321	50,512
LIABILITIES		
Current liabilities		
Notes and accounts payable	3,186	2,990
Short-term borrowings	11,197	14,531
Current portion of short-term bonds	800	800
Income taxes payable	204	282
Allowance for employee bonuses	477	306
Other current liabilities	2,038	2,054
Total current liabilities	17,903	20,966
Fixed liabilities		
Bonds and notes	60	60
Long-term borrowings	5,787	5,681
Deferred income taxes for revaluation	5,064	5,064
Liability for employee retirement payments	4,146	4,368
Other fixed liabilities	725	723
Total fixed liabilities	15,784	15,897
TOTAL LIABILITIES	33,687	36,863

	Million yen	
	Current First Half as of 30 Sep, 2010	Previous Fiscal Year as of 31 March, 2010 (condensed)
NET ASSETS		
Shareholders equity		
Common stock	11,372	11,372
Capital surplus	823	823
Retained earnings	(2,410)	(2,936)
Treasury stock, at cost	(325)	(325)
Total shareholders equity	9,460	8,935
Valuation and translation adjustments		
Valuation difference in other marketable securities	(40)	(51)
Gain (loss) on deferred hedge	(23)	(2)
Land revaluation difference	5,969	5,927
Foreign currency translation adjustments	(2,247)	(1,748)
Total valuation and translation adjustments	3,658	4,125
Minority interest share	513	588
TOTAL NET ASSETS	13,633	13,649
TOTAL LIABILITIES AND NET ASSETS	47,321	50,512

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

Consolidated Statement of Income

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

Million yen

	Previous First Half 1 April, 2009 through 30 Sep, 2009	Current First Half 1 April, 2010 through 30 Sep, 2010
Net sales	16,782	17,811
Cost of sales	9,904	10,015
Gross profit	6,877	7,795
Selling, general and administrative expenses	6,697	6,680
Operating income/(loss)	180	1,115
Non-operating income		
Interest income	14	10
Dividend income	46	18
Foreign exchange profit	9	13
Employment adjustment subsidies	60	7
Settlement fees received	--	73
Miscellaneous income	73	60
Total non-operating income	204	185
Non-operating expenses		
Interest expenses	242	227
Miscellaneous expenses	130	91
Total non-operating expenses	373	319
Ordinary income/(loss)	11	980
Extraordinary profits		
Gain on sales of fixed assets	9	117
Compensation received	421	--
Gain on business transfer	--	49
Total extraordinary profits	430	167
Extraordinary losses		
Loss on valuation of investment securities	--	68
Loss on disposal and sales of fixed assets	26	26
Provision for environmental countermeasures	--	16
Loss from business re-organization	--	111
Effect of application in accounting standards for asset retirement obligations	--	55
Accrual of allowance of doubtful accounts	117	--
Total extraordinary losses	143	276
Income/(loss) before income taxes and minority interests	298	871
Income tax, resident tax and business tax	216	221
Income tax adjustment	37	108
Total taxes	254	329
Net income before minority interests	--	541
Minority interests	23	(26)
Net income/(loss)	21	567

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

Consolidated Statement of Cash Flows

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

Million yen

	Previous First Half 1 April, 2009 through 30 Sep, 2009	Current First Half 1 April, 2010 through 30 Sep, 2010
Cash flows from operating activities		
Net income/(loss) before income taxes and minority interests	298	871
Depreciation	507	445
Goodwill amortization	87	83
Increase/(decrease) of employees retirement benefits	(170)	(176)
Interest and dividend income	(60)	(29)
Interest expenses	242	227
(Profit)/loss on valuation of investment securities	--	68
(Increase)/decrease in accounts receivable	(194)	(235)
(Increase)/decrease in inventories	610	(683)
Increase/(decrease) in accounts payable	591	549
Others	(297)	261
Sub total	1,615	1,381
Interest and dividend received	60	30
Interest paid	(268)	(187)
Income taxes paid	(220)	(292)
Net cash generated by operating activities	1,187	932
Cash flows from investing activities		
Outflow from depositing of term-deposits	--	(34)
Inflow from repayment of term-deposits	13	16
Expenditures for purchase of tangible fixed assets	(429)	(211)
Proceeds from sales of tangible fixed assets	--	176
Others	265	(223)
Net cash generated by investing activities	(150)	(275)
Cash flows from financing activities		
Net increase/(decrease) in short-term borrowings	(1,215)	(3,792)
Inflow from long-term borrowings	450	2,700
Outflow from repayment of long-term debts	(1,573)	(1,941)
Others	(33)	(44)
Net cash used for financing activities	(2,372)	(3,078)
Effect of exchange rate changes on cash and cash equivalents	(10)	(140)
Increase/(decrease) in cash and cash equivalents	(1,346)	(2,562)
Decrease in cash and cash equivalents due to excluding from consolidation	(58)	--
Cash and cash equivalents at beginning of this period	4,866	6,869
Cash and cash equivalents at end of this period	3,461	4,307

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

Notes regarding going concern assumptions

None.

Consolidated Segment Information

[Operational results by segment]

Previous first half (1 April, 2009 through 30 September, 2009)

Million yen

	Home use sewing machines	Industrial equipment	EDP and other services	24-Hour Clean Bath systems	Total	Elimination / Corporate	Consolidated
Net sales							
(1) Net sales to external customers	12,888	1,286	1,829	779	16,782	--	16,782
(2) Intersegment sales or transfers	16	282	442	15	756	(756)	--
Total	12,904	1,568	2,271	795	17,539	(756)	16,782
Operating income/(loss)	410	(180)	(10)	(34)	184	(4)	180

Notes:

1. Business segments presented are classified by product category.

2. Major products in each business segment are as follows:

- | | | |
|--------------------------------|-------|--|
| (1) Home use sewing machines | | Home use sewing machines and sewing-related products/accessories |
| (2) Industrial equipment | | Industrial robots, electro-press machines, injection molding products and die-cast products |
| (3) EDP and other services | | IT software/electronic data processing services, real estate, maintenance services and restaurant operations |
| (4) 24-Hour Clean Bath systems | | 24-Hour Clean Bath and water ionizers |

[Segment information]

1. Outline of reportable business segments

The Group's reportable business segments are classified by product category where financial information is available through the component units by product operation.

The Board of Directors conducts periodical investigation on their product segments in order to evaluate the allocation of management resources and business results.

Consequently, the Group has two reportable segments by product: the household equipment business and the industrial equipment business.

The household equipment business manufactures and sells sewing machines, 24-Hour Clean Bath systems and other household equipment.

The industrial equipment business manufactures and sells desk-top robots, electro-press machines, die-cast molding products and other industrial equipment.

2. Information on net sales and operating income/(loss) by reportable business segment Current first half(1 April, 2010 through 30 September, 2010)

Million yen

	Reportable business segment			Other*	Total
	Household equipment	Industrial equipment	Total		
Net sales					
Net sales to external customers	14,241	2,137	16,378	1,432	17,811
Intersegment sales or transfers	19	414	433	489	922
Total	14,261	2,551	16,812	1,922	18,734
Operating income	855	259	1,115	21	1,136

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

3. Adjustment to operating income/(loss) in quarterly consolidated statement of income

Million yen

Income	Amount
Total in reportable business segment	1,115
Operating income/(loss) in Other	21
Elimination in intersegment transaction	(21)
Operating income/(loss) in quarterly consolidated statement of income (First half for six months ended 30 September, 2010)	1,115

(Additional information)

Effective from 1st April, 2010, the Group adopted the Revised Accounting Standard for Disclosures about Segments of an Enterprise and Related Information (ASBJ Statement No.17 of 27th March, 2009) and its Implementation Guidance on Accounting Standard for Disclosures about Segments of an Enterprise and Related Information (ASBJ No.20 of 21st March, 2008).

Notes regarding significant changes in the amount of shareholders equity

None.

Supplementary information

[Geographic information]

Previous first half (1 April, 2009 through 30 September, 2009)

Million yen

	Japan	North America	South East Asia	Other Regions	Total	Elimination / Corporate	Consolidated
Net sales							
(1) Net sales to external customers	11,318	2,671	256	2,535	16,782	--	16,782
(2) Intersegment sales or transfers	3,414	--	6,230	14	9,659	(9,659)	--
Total	14,732	2,671	6,487	2,550	26,442	(9,659)	16,782
Operating income/(loss)	(259)	18	270	146	176	4	180

Current first half(1 April, 2010 through 30 September, 2010)

Million yen

	Japan	North America	South East Asia	Other Regions	Total	Elimination / Corporate	Consolidated
Net sales							
(1) Net sales to external customers	12,175	2,680	336	2,618	17,811	--	17,811
(2) Intersegment sales or transfers	4,836	--	7,286	3	12,126	(12,126)	--
Total	17,012	2,680	7,622	2,621	29,938	(12,126)	17,811
Operating income/(loss)	712	205	253	201	1,373	(258)	1,115

Notes:

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

2. Major countries or regions are as follows:

- ① North America U.S.A., Canada
- ② South East Asia R.O.C. (Taiwan), Thailand
- ③ Other regions U.K., Netherlands, Switzerland, Australia, New Zealand, Chile

[Overseas sales]

Previous first half (1 April, 2009 through 30 September, 2009)

Million yen

	North America	Europe	Other Regions	Total
I Overseas sales	2,858	3,358	3,249	9,465
II Consolidated sales				16,782
III Ratio of overseas sales to consolidated sales	17.0%	20.0%	19.4%	56.4%

Current first half (1 April, 2010 through 30 September, 2010)

Million yen

	North America	Europe	Other Regions	Total
I Overseas sales	2,895	4,005	3,889	10,790
II Consolidated sales				17,811
III Ratio of overseas sales to consolidated sales	16.3%	22.5%	21.8%	60.6%

Notes:

1. Overseas sales include sales by the Company and its subsidiaries in countries and regions outside Japan.
2. Countries or regional analyses presented are based on geographic proximity.
3. Major countries or regions are as follows:
 - ① North America U.S.A., Canada
 - ② Europe U.K., Netherlands, Germany, Switzerland
 - ③ Other regions South East Asia, Oceania, Middle East, Africa, Central/South America