

(Translation)

CONSOLIDATED FINANCIAL RESULTS
for the 1st half of fiscal year ending 31 March, 2012
(1 April, 2011 through 30 September, 2011)
[Japanese Standards]

4 November, 2011

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

Filing date of financial statements for the first quarter year: 11 November, 2011

Payment date of cash dividends: ----

Supplementary materials prepared for quarterly financial results : Yes

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

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

1. Consolidated results (1 April, 2011 through 30 September, 2011)

(1) Consolidated financial results

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 year ended 30 September, 2011	17,529	(1.6)	590	(47.0)	708	(27.7)	380	(32.9)
30 September, 2010	17,811	6.1	1,115	518.4	980	--	567	--

Note: Comprehensive income was -430 million yen (-%) at the end of September 2011, and 6 million yen (-%) at the end of September 2010

	Net income per share - basic	Net income per share - diluted
First half year ended 30 September, 2011	yen 1.97	yen --
30 September, 2010	2.94	--

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
First half year ended 30 September, 2011	Million yen 48,309	Million yen 13,665	% 27.3
31 March, 2011	49,090	14,116	27.7

Ref. Equity 13,203 million yen at the end of September 2011, and 13,602 million yen at the end of March 2011

2. Cash dividends

	Annual cash dividends per share				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
Fiscal year ended 31 March, 2011	yen --	yen 0.00	yen --	yen 0.00	yen 0.00
31 March, 2012	--	0.00			
31 March, 2012 (Forecast)	--	0.00	--	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, 2012

(1 April, 2011 through 31 March, 2012)

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	%
Full year (1 April, 2011 through 31 March, 2012)	35,500	(1.6)	1,550	(26.7)	1,100	(30.9)	450	(43.7)

	Net Income per share - basic
Full year (1 April, 2011 through 31 March, 2012)	2.33

4. Others

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

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

(2) Application of particular accounts procedures to the preparation of quarterly consolidated financial statements: None

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

① Changes due to amendments in accounting principles: None

② Any changes other than the aforementioned: None

③ Changes in accounting estimate: None

④ Restatement: None

(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 2011

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

② Number of treasury stock shares at the end of fiscal period

1,893,125 shares at the end of September 2011

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

③ Average number of public shares during fiscal period (1 April, 2011 through 30 September 2011)

193,321,612 shares at the end of September 2011

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

Statement Relating to Execution Status of Audit Procedures

This quarterly 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 Mar, 2011	Current First Half as of 30 Sep, 2011
ASSETS		
Current assets		
Cash and deposits	7,442	6,526
Notes and accounts receivable-trade	5,589	5,924
Merchandise and finished goods	3,401	3,331
Work in process	469	611
Raw materials and supplies	1,643	1,876
Other	954	884
Allowance for doubtful accounts	(114)	(102)
Total current assets	19,385	19,053
Fixed assets		
Tangible fixed assets		
Buildings and structures (net)	6,778	6,510
Land	15,886	15,756
Other tangible fixed assets (net)	2,120	1,999
Total tangible fixed assets	24,785	24,265
Intangible fixed assets		
Goodwill	833	750
Other intangible fixed assets	876	1,057
Total intangible fixed assets	1,709	1,808
Investments and other assets	3,209	3,182
Total fixed assets	29,704	29,256
TOTAL ASSETS	49,090	48,309
LIABILITIES		
Current liabilities		
Notes and accounts payable	2,902	3,220
Short-term loans payable	11,081	11,289
Current portion of bonds	60	60
Income taxes payable	252	172
Provision for bonuses	412	463
Other current liabilities	2,228	2,036
Total current liabilities	16,937	17,242
Fixed liabilities		
Long-term borrowings	8,017	7,366
Deferred income taxes for revaluation	5,061	5,047
Liability for employee retirement payments	4,255	4,302
Other fixed liabilities	702	685
Total fixed liabilities	18,036	17,401
TOTAL LIABILITIES	34,973	34,643

Currency unit: million yen

	Previous Fiscal Year ended 31 Mar, 2011	Current First Half as of 30 Sep, 2011
NET ASSETS		
Shareholders equity		
Common stock	11,372	11,372
Capital surplus	823	823
Retained earnings	(2,174)	(1,773)
Treasury stock, at cost	(325)	(325)
Total shareholders equity	9,697	10,098
Other comprehensive income		
Valuation difference in other marketable securities	19	(3)
Gain (loss) on deferred hedge	(17)	(15)
Land revaluation difference	5,964	5,944
Foreign currency translation adjustments	(2,061)	(2,820)
Total other comprehensive income	3,905	3,105
Minority interest share	514	461
TOTAL NET ASSETS	14,116	13,665
TOTAL LIABILITIES AND NET ASSETS	49,090	48,309

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 First Half 1 April, 2010 through 30 Sep, 2010	Current First Half 1 April, 2011 through 30 Sep, 2011
Net sales	17,811	17,529
Cost of sales	10,015	10,270
Gross profit	7,795	7,259
Selling, general and administrative expenses	6,680	6,668
Operating income	1,115	590
Non-operating income		
Interest income	10	10
Dividend income	18	19
Exchange gains	13	281
Subsidy income	7	-
Settlements received	73	-
Other	60	57
Total non-operating income	185	368
Non-operating expenses		
Interest expenses	227	208
Miscellaneous expenses	91	42
Total non-operating expenses	319	250
Ordinary income	980	708
Extraordinary profits		
Gain on sales of fixed assets	117	8
Gain on transfer of business	49	-
Total extraordinary profits	167	8
Extraordinary losses		
Loss on valuation of investment securities	68	28
Loss on sales and retirement of noncurrent assets	26	36
Provision for environmental measures	16	-
Restructuring loss	111	-
Loss on adjustment for changes of accounting standard for asset retirement obligations	55	-
Impairment loss	-	13
Total extraordinary losses	276	78
Income before income taxes and minority interests	871	638
Income tax, resident tax and business tax	221	205
Income tax adjustment	108	34
Total taxes	329	240
Net income before minority interests	541	398
Minority interests income (loss)	(26)	17
Net income	567	380

Consolidated statements of comprehensive income

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

Currency unit: million yen

	Previous First Half 1 April, 2010 through 30 Sep, 2010	Current First half 1 April, 2011 through 30 Sep, 2011
Income before minority interests	541	398
Other comprehensive income		
Valuation difference on available-for-sale securities	11	(22)
Deferred gains or losses on hedges	(20)	2
Foreign currency translation adjustment	(525)	(809)
Total other comprehensive income	(534)	(829)
Comprehensive income	6	(430)
Comprehensive income attributable to:		
parent company owners	59	(398)
minority interests	(52)	(32)

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

Consolidated Statement of Cash Flows

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

Currency unit: million yen

	Previous First Half 1 April, 2010 through 30 Sep, 2010	Current First Half 1 April, 2011 through 30 Sep, 2011
Cash flows from operating activities		
Net income before income taxes and minority interests	871	638
Depreciation	445	458
Goodwill amortization	83	82
Increase/(decrease) of employees retirement benefits	(176)	104
Interest and dividend income	(29)	(29)
Interest expenses	227	208
loss(gain) on valuation of investment securities	68	28
(Increase)/decrease in accounts receivable	(235)	(1,097)
(Increase)/decrease in inventories	(683)	(718)
Increase in accounts payable	549	717
Others	261	(1)
Sub total	1,381	392
Interest and dividend received	30	36
Interest paid	(187)	(202)
Income taxes paid	(292)	(248)
Net cash generated by operating activities	932	(21)
Cash flows from investing activities		
Payments into time deposits	(34)	(34)
Proceeds from withdrawal of time deposits	16	57
Purchase of property, plant and equipment	(211)	(225)
Proceeds from sales of property, plant and equipment	176	65
Others	(223)	(299)
Net cash generated by investing activities	(275)	(436)
Cash flows from financing activities		
Net increase/(decrease) in short-term borrowings	(3,792)	521
Inflow from long-term borrowings	2,700	1,900
Outflow from repayment of long-term debts	(1,941)	(2,687)
Others	(44)	(48)
Net cash used for financing activities	(3,078)	(315)
Effect of exchange rate changes on cash and cash equivalents	(140)	(158)
Increase/(decrease) in cash and cash equivalents	(2,562)	(931)
Cash and cash equivalents at beginning of year	6,869	6,792
Cash and cash equivalents at end of year	4,307	5,860

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

(4)Notes regarding going concern assumptions

None.

(5)Notes to consolidated financial statement

Consolidated Segment Information

I . Previous first half (1 April, 2010 through 30 Sep, 2010

1.Information on net sales and operating income/(loss) by reportable segment

Currency unit: million yen

	Reportable 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
Segment profit / (loss)	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.

2. Difference between the sum of reportable segment profits and losses and operating income in quarterly consolidated statements of income and major factors in the difference (adjustment of difference)

Currency unit: million yen

Profit	Amount
Reportable segment total	1,115
Other net loss	21
Elimination of intersegment transactions	(21)
Operating income in quarterly consolidated statements	1,115

II . Current First Half (1 April, 2011 through 30 September, 2011)

1.Information on net sales and operating income/(loss) by reportable segment

Currency unit: million yen

	Reportable segment			Other*	Total
	Household equipment	Industrial equipment	Total		
Net sales					
Net sales to external customers	14,135	2,093	16,228	1,300	17,529
Intersegment sales or transfers	17	511	528	563	1,092
Total	14,152	2,604	16,756	1,864	18,621
Segment profit/(loss)	414	204	619	(3)	615

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

2. Difference between the sum of reportable segment profits and losses and operating income in quarterly consolidated statements of income and major factors in the difference (adjustment of difference)

Currency unit: million yen

Profit	Amount
Reportable segment total	619
Other net loss	(3)
Elimination of intersegment transactions	(24)
Operating income in quarterly consolidated statements	590

(6)Notes for case where shareholders' equity underwent significant changes in value

Not applicable.

3.Additional information

Geographic segmentation

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

Currency unit: 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

Current first half (1 April, 2011 through 30 September, 2011)

Currency unit: million yen

	Japan	North America	South East Asia	Other Regions	Total	Elimination / Corporate	Consolidated
Net sales							
(1) Net sales to external customers	12,367	2,111	444	2,606	17,529	--	17,529
(2) Intersegment sales or transfers	3,593	--	7,285	1	10,879	(10,879)	--
Total	15,960	2,111	7,729	2,607	28,408	(10,879)	17,529
Operating income/ (loss)	252	150	21	141	566	24	590

Notes:

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

(2) Major countries or regions are defined 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 by region

Previous first half (1 April, 2010 through 31 September, 2010)

Currency unit: million yen

	North America	Europe	Other Regions	Total
Net sales				
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%

Current first half (1 April, 2011 through 30 September, 2011)

Currency unit: million yen

	North America	Europe	Other Regions	Total
Net sales				
I Overseas sales	2,265	4,092	4,553	10,911
II Consolidated sales				17,529
III Ratio of overseas sales to consolidated sales	12.9%	23.3%	26.0%	62.2%

1. Overseas sales include sales by the Company and its subsidiaries in countries and regions outside Japan.

(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 Europe U.K., Netherlands, Germany, Switzerland, Russia
- ③ Other regions South East Asia, Oceania, Middle East, Africa, Central/South America