

(Translation)

**CONSOLIDATED FINANCIAL RESULTS**  
**for the 3rd quarter of fiscal year ending 31 March, 2012**  
**(1 April, 2011 through 31 December, 2011)**  
**[ Japanese Standards ]**

10 February, 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

Filing date of financial statements for the first quarter year: 13 February, 2012  
Payment date of cash dividends: ----  
Supplementary materials prepared for quarterly financial results : None  
Financial information meeting held for quarterly financial results: None

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

**1. Consolidated results (1 April, 2011 through 31 December, 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 nine months ended <b>31 December, 2011</b>	<b>27,478</b>	<b>0.0</b>	<b>1,666</b>	<b>(11.6)</b>	<b>1,625</b>	<b>12.9</b>	<b>79</b>	<b>(90.7)</b>
30 December, 2010	27,470	3.6	1,884	117.9	1,438	143.9	852	147.3

Note: Comprehensive income was -39 million yen (-%) at the end of December 2011, and 313 million yen (-%) at the end of December 2010

	Net income per share - basic	Net income per share - diluted
First nine months ended <b>31 December, 2011</b>	yen <b>0.41</b>	yen --
31 December, 2010	4.41	--

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
First nine months ended <b>31 December, 2011</b>	<b>49,155</b>	<b>14,056</b>	<b>27.7</b>
31 March, 2011	49,090	14,116	27.7

Ref. Equity 13,591 million yen at the end of December 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	yen	yen	yen	yen	yen
31 March, 2011	--	0.00	--	0.00	0.00
<b>31 March, 2012</b>	--	<b>0.00</b>	--		
31 March, 2012 (Forecast)	--	0.00	--	0.00	0.00

Note: Revisions to the forecast of cash dividends in the current quarter: No

### 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)	36,300	0.6	1,900	(10.2)	1,800	13.0	200	(75.0)

	Net Income per share - basic
	yen
Full year (1 April, 2011 through 31 March, 2012)	1.03

### 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 December 2011

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

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

1,892,280 shares at the end of December 2011

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

③ Average number of public shares during fiscal period (1 April, 2011 through 31 December, 2011)

193,321,779 shares at the end of December 2011

193,322,168 shares at the end of December 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 Third Quarter as of 31 Dec, 2011
<b>ASSETS</b>		
Current assets		
Cash and deposits	7,442	6,888
Notes and accounts receivable-trade	5,589	6,333
Merchandise and finished goods	3,401	3,542
Work in process	469	592
Raw materials and supplies	1,643	2,145
Other	954	909
Allowance for doubtful accounts	(114)	(102)
Total current assets	19,385	20,309
Fixed assets		
Tangible fixed assets		
Buildings and structures (net)	6,778	6,446
Land	15,886	15,761
Other tangible fixed assets (net)	2,120	1,996
Total tangible fixed assets	24,785	24,204
Intangible fixed assets		
Goodwill	833	709
Other intangible fixed assets	876	1,059
Total intangible fixed assets	1,709	1,768
Investments and other assets	3,209	2,873
Total fixed assets	29,704	28,846
<b>TOTAL ASSETS</b>	<b>49,090</b>	<b>49,155</b>
<b>LIABILITIES</b>		
Current liabilities		
Notes and accounts payable	2,902	3,360
Short-term loans payable	11,081	11,879
Current portion of bonds	60	60
Income taxes payable	252	225
Provision for bonuses	412	249
Other current liabilities	2,228	2,610
Total current liabilities	16,937	18,385
Fixed liabilities		
Long-term borrowings	8,017	7,129
Deferred income taxes for revaluation	5,061	4,420
Liability for employee retirement payments	4,255	4,475
Other fixed liabilities	702	689
Total fixed liabilities	18,036	16,713
<b>TOTAL LIABILITIES</b>	<b>34,973</b>	<b>35,099</b>

Currency unit: million yen

	Previous Fiscal Year ended 31 Mar, 2011	Current Third Quarter as of 31 Dec, 2011
<b>NET ASSETS</b>		
Shareholders equity		
Common stock	11,372	11,372
Capital surplus	823	823
Retained earnings	(2,174)	(2,075)
Treasury stock, at cost	(325)	(325)
Total shareholders equity	9,697	9,796
Other comprehensive income		
Valuation difference in other marketable securities	19	(22)
Gain (loss) on deferred hedge	(17)	(15)
Land revaluation difference	5,964	6,572
Foreign currency translation adjustments	(2,061)	(2,738)
Total other comprehensive income	3,905	3,795
Minority interest share	514	464
<b>TOTAL NET ASSETS</b>	<b>14,116</b>	<b>14,056</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>49,090</b>	<b>49,155</b>

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 Nine Months	Current Nine Months
	1 April, 2010 through 31 Dec, 2010	1 April, 2011 through 31 Dec, 2011
Net sales	27,470	27,478
Cost of sales	15,526	15,851
Gross profit	11,943	11,626
Selling, general and administrative expenses	10,059	9,959
Operating income	1,884	1,666
Non-operating income		
Interest income	16	15
Dividend income	19	20
Exchange gains	-	253
Subsidy income	7	-
Settlements received	73	-
Other	89	75
Total non-operating income	205	364
Non-operating expenses		
Interest expenses	333	313
Foreign exchange losses	210	-
Miscellaneous expenses	106	92
Total non-operating expenses	650	405
Ordinary income	1,438	1,625
Extraordinary profits		
Gain on sales of fixed assets	118	9
Gain on transfer of business	49	-
Total extraordinary profits	167	9
Extraordinary losses		
Loss on valuation of investment securities	68	28
Impairment loss	-	13
Loss on sales and retirement of noncurrent assets	45	42
Provision for environmental measures	16	-
Restructuring loss	111	500
Loss on adjustment for changes of accounting standard for asset retirement obligations	55	-
Loss on abolishment of retirement benefit plan	-	239
Total extraordinary losses	296	823
Income before income taxes and minority interests	1,310	810
Income tax, resident tax and business tax	278	410
Income tax adjustment	212	297
Total taxes	490	708
Net income before minority interests	820	102
Minority interests income (loss)	(32)	22
Net income	852	79

## Consolidated statements of comprehensive income

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

Currency unit: million yen

	Previous Nine Months	Current Nine Months
	1 April, 2010 through 31 Dec, 2010	1 April, 2011 through 31 Dec, 2011
Income before minority interests	820	102
Other comprehensive income		
Valuation difference on available-for-sale securities	24	(41)
Deferred gains or losses on hedges	(18)	1
Revaluation reserve for land	-	627
Foreign currency translation adjustment	(512)	(728)
Total other comprehensive income	(507)	(141)
Comprehensive income	313	(39)
Comprehensive income attributable to:		
parent company owners	380	(10)
minority interests	(67)	(29)

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 Nine Months 1 April, 2010 through 31 Dec, 2010	<b>Current Nine Months 1 April, 2011 through 31 Dec, 2011</b>
<b>Cash flows from operating activities</b>		
Net income before income taxes and minority interests	1,310	810
Depreciation	688	708
Goodwill amortization	125	124
Increase/(decrease) of employees retirement benefits	(137)	268
Interest and dividend income	(35)	(35)
Interest expenses	333	313
loss(gain) on valuation of investment securities	68	28
(Increase)/decrease in accounts receivable	(633)	(898)
(Increase)/decrease in inventories	(111)	(1,112)
Increase in accounts payable	216	284
Others	268	328
Sub total	2,092	820
Interest and dividend received	38	43
Interest paid	(254)	(255)
Income taxes paid	(385)	(398)
Net cash generated by operating activities	1,491	210
<b>Cash flows from investing activities</b>		
Payments into time deposits	(34)	(57)
Proceeds from withdrawal of time deposits	18	77
Purchase of property, plant and equipment	(374)	(352)
Proceeds from sales of property, plant and equipment	180	65
Others	(315)	(335)
Net cash generated by investing activities	(525)	(602)
<b>Cash flows from financing activities</b>		
Net increase/(decrease) in short-term borrowings	(3,356)	1,199
Inflow from long-term borrowings	4,500	1,900
Outflow from repayment of long-term debts	(2,190)	(3,000)
Redemption of bonds	(800)	-
Others	(59)	(59)
Net cash used for financing activities	(1,905)	40
Effect of exchange rate changes on cash and cash equivalents	(157)	(177)
Increase/(decrease) in cash and cash equivalents	(1,097)	(528)
Cash and cash equivalents at beginning of period	6,869	6,792
Cash and cash equivalents at end of period	5,772	6,263

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 Nine Months (1 April, 2010 through 31 Dec, 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	22,135	3,176	25,312	2,157	27,470
Intersegment sales or transfers	29	604	633	742	1,375
Total	22,164	3,781	25,946	2,899	28,846
Segment profit / (loss)	1,527	350	1,878	38	1,916

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	1,878
Other net profit / (loss)	38
Elimination of intersegment transactions	(32)
Operating income in quarterly consolidated statements	1,884

II. Current Nine Months (1 April, 2011 through 31 December, 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	22,178	3,288	25,466	2,011	27,478
Intersegment sales or transfers	28	750	778	836	1,615
Total	22,206	4,039	26,245	2,847	29,093
Segment profit/(loss)	1,309	399	1,708	(14)	1,693

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	1,708
Other net loss	(14)
Elimination of intersegment transactions	(27)
Operating income in quarterly consolidated statements	1,666

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

Not applicable.

#### 3.Additional information

### Geographic segmentation

Previous Nine Months (1 April, 2010 through 31 December, 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	18,239	4,395	487	4,347	27,470	--	27,470
(2) Intersegment sales or transfers	6,599	--	10,642	3	17,245	(17,245)	--
Total	24,839	4,395	11,129	4,351	44,715	(17,245)	27,470
Operating income/ (loss)	856	414	312	385	1,969	(85)	1,884

Current Nine Months (1 April, 2011 through 31 December, 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	18,652	3,892	643	4,289	27,478	--	27,478
(2) Intersegment sales or transfers	6,042	--	11,280	1	17,325	(17,325)	--
Total	24,694	3,892	11,924	4,291	44,803	(17,325)	27,478
Operating income/ (loss)	695	460	221	323	1,699	(33)	1,666

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 Nine Months (1 April, 2010 through 31 December, 2010)

Currency unit: million yen

	North America	Europe	Other Regions	Total
Net sales				
I Overseas sales	4,685	6,507	5,920	17,114
II Consolidated sales				27,470
III Ratio of overseas sales to consolidated sales	17.1%	23.7%	21.6%	62.3%

Current Nine Months (1 April, 2011 through 31 December, 2011)

Currency unit: million yen

	North America	Europe	Other Regions	Total
Net sales				
I Overseas sales	4,114	6,349	7,019	17,483
II Consolidated sales				27,478
III Ratio of overseas sales to consolidated sales	15.0%	23.1%	25.5%	63.6%

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

end