

Consolidated Financial Results for the Nine Months Ended December 31, 2009

English Translation of "Kessan tanshin"

(Summary for reference)

February 5, 2010

Company Name: **CASIO COMPUTER CO., LTD.**

(URL <http://www.casio.co.jp>)

Stock Exchange Listings: Tokyo

Code Number: 6952

President and CEO: Kazuo Kashio

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Filing of Securities Report (*Shihanki hokokusho*)(Scheduled): February 12, 2010

Start of Distribution of Dividends (Scheduled): -

1. Consolidated Financial Results for the Nine Months (From April 1, 2009 to December 31, 2009)

Monetary amounts are rounded to the nearest million yen.

(Millions of yen)

(1) Operating Results (Percentages indicate changes from the same period of the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income	
		%		%		%		%
Nine months ended December 31, 2009	306,179	(20.9)	(20,459)	-	(17,488)	-	(14,463)	-
Nine months ended December 31, 2008	386,963	-	10,750	-	7,662	-	1,375	-

	Net income per share (Yen)	Diluted net income per share (Yen)
Nine months ended December 31, 2009	(52.14)	-
Nine months ended December 31, 2008	4.97	4.66

(2) Financial Position

(Millions of yen)

	Total assets	Net assets	Equity ratio	Net assets per share (Yen)
			%	
As of December 31, 2009	410,610	158,008	40.4	597.39
As of March 31, 2009	444,653	184,981	41.2	660.28

(Reference) Equity: As of December 31, 2009: 165,736 million yen

As of March 31, 2009: 183,157 million yen

2. Dividends

	Dividends per share (Yen)				
	June 30	September 30	December 31	March 31	Total
Year ended March 31, 2009	-	-	-	23.00	23.00
Year ending March 31, 2010	-	-	-	-	-
Year ending March 31, 2010 (Forecast)	-	-	-	-	-

(Note) Revision of dividend forecast made during the three months ended December 31, 2009: No

Casio has determined its record date as the final day of the fiscal year, as stipulated in its Articles of Incorporation.

At this time, however, the forecast dividend amount to be paid on the record date is yet to be determined.

(Please refer to "Proper Use of Business Results Forecasts and Other Notes" on page 2.)

3. Consolidated Results Forecast for Fiscal 2010 (From April 1, 2009 to March 31, 2010)

(Millions of yen)

(Percentages indicate changes from the previous fiscal year.)

	Net sales	Operating income	Ordinary income	Net income	Net income per share (Yen)
	%	%	%	%	
Fiscal 2010	435,000 (16.0)	(30,000) -	(28,000) -	(22,000) -	(79.30)

(Note) Revision of consolidated results forecast made during the three months ended December 31, 2009: Yes

4. Others

(1) Changes in significant subsidiaries (Changes in scope of consolidation): No

(2) Application of the simplified accounting method and/or the special accounting method for quarterly consolidated financial statements: Yes

1. Method of valuation of inventories
2. Method of calculation of noncurrent assets depreciation
3. Method of calculation of income taxes, etc. as well as deferred tax assets and deferred tax liabilities

(3) Changes in accounting policies, procedures, presentation method, etc. for quarterly consolidated financial statements

(a) Changes in accordance with revisions to accounting standards: Yes

1. Application of "Accounting Standard for Construction Contracts" and its related guidance

(b) Changes other than (a) above: No

(4) Number of shares outstanding (common stock)

(a) Number of shares outstanding (including treasury stock):

As of December 31, 2009: 279,020,914 shares

As of March 31, 2009: 279,020,914 shares

(b) Number of treasury stock:

As of December 31, 2009: 1,588,666 shares

As of March 31, 2009: 1,628,789 shares

(c) Average number of shares outstanding:

Nine months ended December 31, 2009: 277,420,160 shares

Nine months ended December 31, 2008: 276,672,377 shares

Proper Use of Business Results Forecasts and Other Notes

(Caution Concerning Forward-looking Statements)

The forward-looking statements, including business results forecasts, contained in these materials are based on information currently available to the company and on certain assumptions deemed to be reasonable. Actual business results may differ substantially due to a number of factors. Please refer to Qualitative Information and Financial Statements, Qualitative Information about Consolidated Results Forecasts, on page 4 for the suppositions that form the assumptions for business results and cautions concerning the use of business results forecasts. Moreover, Casio has revised its financial forecasts for fiscal 2010, which it released on October 16, 2009.

At this time, the year-end dividend forecast for fiscal 2010 is yet to be determined. When the forecast amount is determined, it will be disclosed immediately.

Qualitative Information and Financial Statements

Qualitative Information about Consolidated Operating Results

During the third quarter of the current fiscal year, the Japanese and global economies began to pull out of the worst phase of the recession, with signs of a recovery in some sectors, but the outlook still remains uncertain. The business environment in which Casio operates has remained very difficult as a result of the prolonged slump in consumer spending.

In this environment, consolidated net sales for the first three quarters fell 20.9% year-on-year to ¥306.1 billion. By segment, sales dropped 20.5% to ¥271.0 billion in the Electronics segment and fell 23.8% to ¥35.1 billion in the Electronic Components and Others segment.

The digital camera business has been improving since the third quarter, with the launch of a total of eight new models, including a new model of the HIGH SPEED EXILIM, the EX-FC150, a high-speed burst shooting camera that helps users catch those crucial photographic moments. In the cellular phone business, Casio released a total of six new models, including the EXILIM Keitai CA003 for au, which is equipped with a 12.2 megapixel camera with a variety of digital functions including high-speed burst shooting of 20 shots per second and Casio's unique Dynamic Photo function that combines moving images right on the camera. Also newly released was the G'zOne ROCK, a waterproof, shock-resistant cellular phone for US-based Verizon Wireless. Sales continued to lag in the Japanese market, failing to recover in the third quarter from the unexpected decline in market share at the end of the second quarter. Sales in markets outside of Japan were also hurt by the postponement of the launch of a model for Verizon Wireless until the fourth quarter. As a result of all these factors, sales were down in the cellular phone business. Sales in the Electronic Components segment were also down, due to the impact of sluggish demand for digital cameras and cellular phones, as well as lower unit prices on TFT LCDs.

In income for the first three quarters, the Electronics segment posted a ¥14.4 billion operating loss, primarily due to lower sales of cellular phones and digital cameras. However, timepieces and electronic dictionaries remained highly profitable. The Electronic Components and Others segment recorded a ¥2.4 billion operating loss. As a result, Casio posted a total consolidated operating loss of ¥20.4 billion, allowing for elimination or unallocated amounts. Casio also posted an ordinary loss of ¥17.4 billion and a net loss of ¥14.4 billion for the quarter.

Qualitative Information about Consolidated Financial Position

Total assets on a consolidated basis at the end of the third quarter of the current fiscal year stood at ¥410.6 billion, down ¥34.0 billion compared to the end of the previous fiscal year, owing to a decline in notes and accounts receivable-trade and short-term investment securities. Net assets fell ¥26.9 billion compared to the end of the previous fiscal year to ¥158.0 billion due to the net loss and dividend payments. As a result, the equity ratio was 40.4%.

Net cash provided by operating activities was ¥0.5 billion, net cash used in investing activities was ¥10.2 billion, and net cash used in financing activities was ¥12.0 billion. As a result, consolidated cash and cash equivalents at the end of the third quarter of the current fiscal year stood at ¥82.3 billion, a decrease of ¥21.8 billion compared to the end of the previous fiscal year.

Moving forward, Casio remains determined to pursue effective management of its business assets, aiming to build a completely strong, stable financial structure.

Qualitative Information about Consolidated Results Forecasts

Casio has revised its fiscal full-year consolidated financial results forecasts, previously announced on October 16, 2009. Details are as follows:

Forecasts of Consolidated Performance

(Billions of yen)

	Net sales	Operating income	Ordinary income	Net income
Previous forecast (A) (Released on October 16, 2009)	477.0	-5.0	-5.5	-7.0
Current revised forecast (B)	435.0	-30.0	-28.0	-22.0
Amount of change (B-A)	-42.0	-25.0	-22.5	-15.0

Casio expects net sales to fall short of its previous forecast due to achieving a lower than anticipated share of the Japanese cellular phone market and delays in launching cellular phone models overseas, and revised targets for digital cameras sold overseas.

Casio also expects incomes to undercut its previous forecast because of the impact of revised cellular phone sales plans; losses resulting from changes in development plans for the Japanese cellular phone market; additional costs and inventory valuation losses resulting from delays in launching new cellular phone products overseas; and up-front investments in new businesses and electronics products, particularly digital cameras, aiming for a V-shaped recovery in the next fiscal period.

Notes concerning results forecasts

- 1) Exchange rates are estimated at US\$ 1 = ¥90 and Euro 1 = ¥125
- 2) The forward-looking statements including business results forecasts are based on information currently available to the company and on certain assumptions deemed to be reasonable. Actual business results may differ substantially due to a number of factors. Key factors affecting actual business results may include, but are not limited to, the economic circumstances surrounding the company's business, fluctuations in the exchange rates of major currencies including the yen-dollar rate, and significant changes in product prices.

Consolidated Balance Sheets

(Millions of yen)

	As of December 31, 2009	As of March 31, 2009
Assets		
Current assets		
Cash and deposits	36,732	32,982
Notes and accounts receivable-trade	71,658	79,150
Short-term investment securities	39,731	65,830
Finished goods	41,604	33,100
Work in process	6,214	4,612
Raw materials and supplies	15,917	13,572
Other	43,277	49,811
Allowance for doubtful accounts	(896)	(858)
Total current assets	254,237	278,199
Noncurrent assets		
Property, plant and equipment	72,584	74,686
Intangible assets	14,559	13,806
Investments and other assets		
Investment securities	51,728	54,564
Other	17,631	23,517
Allowance for doubtful accounts	(129)	(119)
Total investments and other assets	69,230	77,962
Total noncurrent assets	156,373	166,454
Total assets	410,610	444,653

(Millions of yen)

	As of December 31, 2009	As of March 31, 2009
Liabilities		
Current liabilities		
Notes and accounts payable-trade	78,327	83,577
Short-term loans payable	23,770	16,634
Current portion of long-term loans payable	500	10,500
Income taxes payable	2,360	2,085
Provision for product warranties	1,591	1,611
Other	56,381	55,194
Total current liabilities	162,929	169,601
Noncurrent liabilities		
Bonds payable	10,000	10,000
Bonds with subscription rights to shares	50,000	50,000
Long-term loans payable	10,200	10,450
Provision for retirement benefits	9,409	7,378
Provision for directors' retirement benefits	2,635	2,640
Other	7,429	9,603
Total noncurrent liabilities	89,673	90,071
Total liabilities	252,602	259,672
Net assets		
Shareholders' equity		
Capital stock	48,592	48,592
Capital surplus	65,704	65,503
Retained earnings	62,216	83,327
Treasury stock	(3,518)	(3,612)
Total shareholders' equity	172,994	193,810
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	2,292	(1,304)
Deferred gains or losses on hedges	(300)	(501)
Foreign currency translation adjustment	(9,250)	(8,848)
Total valuation and translation adjustments	(7,258)	(10,653)
Minority interests	(7,728)	1,824
Total net assets	158,008	184,981
Total liabilities and net assets	410,610	444,653

Consolidated Statements of Operations

(Millions of yen)

	Nine months ended December 31, 2008	Nine months ended December 31, 2009
Net sales	386,963	306,179
Cost of sales	281,572	235,245
Gross profit	105,391	70,934
Selling, general and administrative expenses		
Salaries, allowances and bonuses	26,722	25,113
Other	67,919	66,280
Total selling, general and administrative expenses	94,641	91,393
Operating income (loss)	10,750	(20,459)
Non-operating income		
Interest income	1,450	874
Foreign exchange gains	-	1,402
Gain on valuation of interest-rate swaps	-	1,006
Other	1,058	1,515
Total non-operating income	2,508	4,797
Non-operating expenses		
Interest expenses	622	639
Loss on abandonment of inventories	1,327	-
Foreign exchange losses	1,827	-
Other	1,820	1,187
Total non-operating expenses	5,596	1,826
Ordinary income (loss)	7,662	(17,488)
Extraordinary income		
Gain on sales of noncurrent assets	8	14
Gain on sales of investment securities	-	1,660
Other	1	-
Total extraordinary income	9	1,674
Extraordinary loss		
Loss on retirement of noncurrent assets	324	625
Impairment loss	332	-
Loss on valuation of investment securities	2,813	1,000
Special retirement expenses	-	578
Other	49	83
Total extraordinary losses	3,518	2,286
Income (loss) before income taxes and minority interests	4,153	(18,100)
Income taxes	2,988	5,921
Minority interests in loss	(210)	(9,558)
Net income (loss)	1,375	(14,463)

Consolidated Statements of Cash Flows

(Millions of yen)

	Nine months ended December 31, 2008	Nine months ended December 31, 2009
Net cash provided by (used in) operating activities:		
Income (loss) before income taxes and minority interests	4,153	(18,100)
Depreciation and amortization	20,859	21,945
Impairment loss	332	-
Loss (gain) on sales and retirement of noncurrent assets	316	611
Loss (gain) on sales of investment securities	-	(1,660)
Loss (gain) on valuation of investment securities	2,813	1,000
Increase (decrease) in provision for retirement benefits	657	2,085
Increase (decrease) in provision for directors' retirement benefits	70	(5)
Interest and dividends income	(1,739)	(1,007)
Interest expenses	622	639
Foreign exchange losses (gains)	(791)	(504)
Decrease (increase) in notes and accounts receivable-trade	19,646	7,868
Decrease (increase) in inventories	(18,064)	(12,637)
Increase (decrease) in notes and accounts payable-trade	(21,787)	(4,999)
Other, net	(1,815)	4,111
Subtotal	5,272	(653)
Interest and dividends income received	1,864	1,326
Interest expenses paid	(557)	(689)
Income taxes (paid) refund	(12,051)	519
Net cash provided by (used in) operating activities	(5,472)	503
Net cash provided by (used in) investing activities:		
Payments into time deposits	(1,583)	(1,325)
Proceeds from withdrawal of time deposits	3,725	1,880
Purchase of property, plant and equipment	(8,289)	(4,765)
Proceeds from sales of property, plant and equipment	75	36
Purchase of intangible assets	(14,168)	(15,341)
Purchase of investment securities	(41,562)	(3,027)
Proceeds from sales and redemption of investment securities	11,625	12,634
Proceeds from transfer of business	5,988	-
Other, net	(47)	(332)
Net cash provided by (used in) investing activities	(44,236)	(10,240)
Net cash provided by (used in) financing activities:		
Net increase (decrease) in short-term loans payable	56	7,325
Repayment of long-term loans payable	(6,250)	(10,250)
Proceeds from issuance of bonds	49,907	-
Repayments of finance lease obligations	(869)	(2,794)
Cash dividends paid	(9,107)	(6,380)
Other, net	(6)	5
Net cash provided by (used in) financing activities	33,731	(12,094)
Effect of exchange rate change on cash and cash equivalents	(1,842)	(40)
Net increase (decrease) in cash and cash equivalents	(17,819)	(21,871)
Cash and cash equivalents at beginning of period	87,957	104,248
Cash and cash equivalents at end of period	70,138	82,377

Notes on Premise of Going Concern

Not applicable.

Segment Information

Business Segments

Nine months ended December 31, 2008

(Millions of yen)

	Electronics	Electronic components and others	Total	Elimination or unallocated amount	Consolidated
Net sales					
(1) Outside customers	340,904	46,059	386,963	-	386,963
(2) Inside group	312	18,933	19,245	(19,245)	-
Total	341,216	64,992	406,208	(19,245)	386,963
Operating income (loss)	17,552	(2,459)	15,093	(4,343)	10,750

Nine months ended December 31, 2009

(Millions of yen)

	Electronics	Electronic components and others	Total	Elimination or unallocated amount	Consolidated
Net sales					
(1) Outside customers	271,068	35,111	306,179	-	306,179
(2) Inside group	450	14,422	14,872	(14,872)	-
Total	271,518	49,533	321,051	(14,872)	306,179
Operating loss	(14,487)	(2,401)	(16,888)	(3,571)	(20,459)

Notes on Significant Changes in Shareholders' Equity

Not applicable.