

Consolidated Financial Results for the Six Months Ended September 30, 2009

English Translation of "Kessan tanshin"

(Summary for reference)

November 6, 2009

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): November 13, 2009

Start of Distribution of Dividends (Scheduled): -

1. Consolidated Financial Results for the Six Months (From April 1, 2009 to September 30, 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	
		%		%		%		%
Six months ended September 30, 2009	197,298	(27.6)	(14,913)	-	(12,929)	-	(10,891)	-
Six months ended September 30, 2008	272,398	-	18,211	-	17,665	-	9,722	-

	Net income per share (Yen)	Diluted net income per share (Yen)
Six months ended September 30, 2009	(39.26)	-
Six months ended September 30, 2008	35.18	33.41

(2) Financial Position

(Millions of yen)

	Total assets	Net assets	Equity ratio	Net assets per share (Yen)
			%	
As of September 30, 2009	409,808	164,865	41.2	608.00
As of March 31, 2009	444,653	184,981	41.2	660.28

(Reference) Equity: As of September 30, 2009: 168,680 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 September 30, 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	477,000 (7.9) %	(5,000) - %	(5,500) - %	(7,000) - %	(25.23)

(Note) Revision of consolidated results forecast made during the three months ended September 30, 2009: No

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 calculation of noncurrent assets depreciation
2. 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 September 30, 2009: 279,020,914 shares

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

(b) Number of treasury stock:

As of September 30, 2009: 1,588,035 shares

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

(c) Average number of shares outstanding:

Six months ended September 30, 2009: 277,414,848 shares

Six months ended September 30, 2008: 276,366,318 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.

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

Although the Japanese and global economies began to bounce back in the first half of the current fiscal year, the outlook remains uncertain. The business environment in which Casio operates has remained very difficult as a result of the slump in consumer spending.

In this environment, consolidated net sales for the first half fell 27.6% year-on-year to ¥197.2 billion. By segment, sales dropped 26.5% to ¥174.2 in the Electronics segment and fell 34.6% to ¥23.0 billion in the Electronic Components and Others segment.

Sales were lower in the digital camera business due to delays in gaining recognition for new products in markets outside Japan, despite maintaining the top share in the Japanese market with the launch of these five new models, including the EXILIM Hi-ZOOM EX-H10. This compact model boasts a more advanced Dynamic Photo function, a feature unique to Casio that sets its cameras apart from competitors, and has a wide-angle 24mm, 10x optical zoom lens, as well as a long-life battery with capacity for 1,000 shots. In the cellular phone business, Casio launched the G'zOne CA002 phone, a tough model that is both waterproof and shock resistant, but its share of the Japanese market fell short of expectations starting in August, and sales in markets outside Japan were hurt by the postponement of the launch of some models for Verizon Wireless in North America until the third quarter. As a result, 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 in general, as well as lower unit prices on TFT LCDs.

Turning to income for the first half of the current fiscal year, the Electronics segment posted a ¥10.2 billion operating loss, primarily due to lower sales of digital cameras and cellular phones. However, timepieces and electronic dictionaries remained highly profitable. The Electronic Components and Others segment recorded a ¥2.1 billion operating loss, attributable to lower sales of TFT LCDs. As a result, Casio posted a total consolidated operating loss of ¥14.9 billion, allowing for elimination or unallocated amounts. Casio also posted an ordinary loss of ¥12.9 billion and a net loss of ¥10.8 billion.

Qualitative Information about Consolidated Financial Position

Total assets on a consolidated basis at the end of the first half of the current fiscal year stood at ¥409.8 billion, down ¥34.8 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 ¥20.1 billion compared to the end of the previous fiscal year to ¥164.8 billion due to the net loss and dividend payments. As a result, the equity ratio was 41.2%.

Net cash provided by operating activities was ¥5.7 billion, net cash used in investing activities was ¥9.6 billion, and net cash used in financing activities was ¥13.1 billion. As a result, consolidated cash and cash equivalents at the end of the first half of the current fiscal year stood at ¥86.4 billion, a decrease of ¥17.7 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

At this point, Casio expects to achieve its forecasts of consolidated performance for the fiscal year ending March 31, 2010, thanks to the launch of new digital cameras and cellular phones that will achieve complete differentiation from competitors' products. Accordingly, forecasts of consolidated performance for the fiscal year ending March 31, 2010, have not been revised from those announced on October 16, 2009.

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 September 30, 2009	As of March 31, 2009
Assets		
Current assets		
Cash and deposits	39,444	32,982
Notes and accounts receivable-trade	67,185	79,150
Short-term investment securities	40,960	65,830
Finished goods	32,986	33,100
Work in process	4,642	4,612
Raw materials and supplies	14,988	13,572
Other	46,382	49,811
Allowance for doubtful accounts	(900)	(858)
Total current assets	245,687	278,199
Noncurrent assets		
Property, plant and equipment	74,144	74,686
Intangible assets	15,000	13,806
Investments and other assets		
Investment securities	55,582	54,564
Other	19,509	23,517
Allowance for doubtful accounts	(114)	(119)
Total investments and other assets	74,977	77,962
Total noncurrent assets	164,121	166,454
Total assets	409,808	444,653

(Millions of yen)

	As of September 30, 2009	As of March 31, 2009
Liabilities		
Current liabilities		
Notes and accounts payable-trade	71,489	83,577
Short-term loans payable	21,539	16,634
Current portion of long-term loans payable	500	10,500
Income taxes payable	2,480	2,085
Provision for product warranties	1,591	1,611
Other	57,286	55,194
Total current liabilities	154,885	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	8,781	7,378
Provision for directors' retirement benefits	2,612	2,640
Other	8,465	9,603
Total noncurrent liabilities	90,058	90,071
Total liabilities	244,943	259,672
Net assets		
Shareholders' equity		
Capital stock	48,592	48,592
Capital surplus	65,704	65,503
Retained earnings	65,788	83,327
Treasury stock	(3,517)	(3,612)
Total shareholders' equity	176,567	193,810
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	1,804	(1,304)
Deferred gains or losses on hedges	(364)	(501)
Foreign currency translation adjustment	(9,327)	(8,848)
Total valuation and translation adjustments	(7,887)	(10,653)
Minority interests	(3,815)	1,824
Total net assets	164,865	184,981
Total liabilities and net assets	409,808	444,653

Consolidated Statements of Income

(Millions of yen)

	Six months ended September 30, 2008	Six months ended September 30, 2009
Net sales	272,398	197,298
Cost of sales	192,256	151,457
Gross profit	80,142	45,841
Selling, general and administrative expenses		
Salaries, allowances and bonuses	18,016	16,541
Other	43,915	44,213
Total selling, general and administrative expenses	61,931	60,754
Operating income (loss)	18,211	(14,913)
Non-operating income		
Interest income	890	606
Foreign exchange gains	1,329	882
Other	884	1,669
Total non-operating income	3,103	3,157
Non-operating expenses		
Interest expenses	401	450
Loss on abandonment of inventories	1,109	-
Other	2,139	723
Total non-operating expenses	3,649	1,173
Ordinary income (loss)	17,665	(12,929)
Extraordinary income		
Gain on sales of noncurrent assets	8	9
Gain on sales of investment securities	-	939
Other	1	-
Total extraordinary income	9	948
Extraordinary loss		
Loss on retirement of noncurrent assets	291	570
Impairment loss	332	-
Loss on valuation of investment securities	301	1,000
Special retirement expenses	-	578
Other	36	80
Total extraordinary losses	960	2,228
Income (loss) before income taxes and minority interests	16,714	(14,209)
Income taxes	7,030	2,350
Minority interests in loss	(38)	(5,668)
Net income (loss)	9,722	(10,891)

Consolidated Statements of Cash Flows

(Millions of yen)

	Six months ended September 30, 2008	Six months ended September 30, 2009
Net cash provided by (used in) operating activities:		
Income (loss) before income taxes and minority interests	16,714	(14,209)
Depreciation and amortization	12,767	13,196
Impairment loss	332	-
Loss (gain) on sales and retirement of noncurrent assets	283	561
Loss (gain) on sales of investment securities	-	(939)
Loss (gain) on valuation of investment securities	301	1,000
Increase (decrease) in provision for retirement benefits	485	1,478
Increase (decrease) in provision for directors' retirement benefits	47	(28)
Interest and dividends income	(1,146)	(737)
Interest expenses	401	450
Foreign exchange losses (gains)	(771)	90
Decrease (increase) in notes and accounts receivable-trade	15,841	11,448
Decrease (increase) in inventories	(1,687)	(1,573)
Increase (decrease) in notes and accounts payable-trade	(25,014)	(11,862)
Other, net	1,767	4,175
Subtotal	20,320	3,050
Interest and dividends income received	1,207	935
Interest expenses paid	(385)	(518)
Income taxes (paid) refund	(6,874)	2,269
Net cash provided by (used in) operating activities	14,268	5,736
Net cash provided by (used in) investing activities:		
Payments into time deposits	(407)	(916)
Proceeds from withdrawal of time deposits	3,555	1,662
Purchase of property, plant and equipment	(5,955)	(3,542)
Proceeds from sales of property, plant and equipment	31	3
Purchase of intangible assets	(9,962)	(10,524)
Purchase of investment securities	(23,944)	(3,025)
Proceeds from sales and redemption of investment securities	9,314	7,203
Proceeds from transfer of business	5,988	-
Other, net	(81)	(479)
Net cash provided by (used in) investing activities	(21,461)	(9,618)
Net cash provided by (used in) financing activities:		
Net increase (decrease) in short-term loans payable	75	5,201
Repayment of long-term loans payable	(250)	(10,250)
Proceeds from issuance of bonds	49,907	-
Repayments of finance lease obligations	(378)	(1,723)
Cash dividends paid	(9,107)	(6,380)
Other, net	(5)	28
Net cash provided by (used in) financing activities	40,242	(13,124)
Effect of exchange rate change on cash and cash equivalents	407	(752)
Net increase (decrease) in cash and cash equivalents	33,456	(17,758)
Cash and cash equivalents at beginning of period	87,957	104,248
Cash and cash equivalents at end of period	121,413	86,490

Notes on Premise of Going Concern

Not applicable.

Segment Information

Business Segments

Six months ended September 30, 2008

(Millions of yen)

	Electronics	Electronic components and others	Total	Elimination or unallocated amount	Consolidated
Net sales					
(1) Outside customers	237,116	35,282	272,398	-	272,398
(2) Inside group	208	13,561	13,769	(13,769)	-
Total	237,324	48,843	286,167	(13,769)	272,398
Operating income	21,112	76	21,188	(2,977)	18,211

Six months ended September 30, 2009

(Millions of yen)

	Electronics	Electronic components and others	Total	Elimination or unallocated amount	Consolidated
Net sales					
(1) Outside customers	174,210	23,088	197,298	-	197,298
(2) Inside group	321	9,333	9,654	(9,654)	-
Total	174,531	32,421	206,952	(9,654)	197,298
Operating loss	(10,217)	(2,165)	(12,382)	(2,531)	(14,913)

Notes on Significant Changes in Shareholders' Equity

Not applicable.