

FLASH REPORT

Consolidated Financial Results for the period from January 1 to March 31, 2012

Sumitomo Rubber Industries, Ltd. announced its consolidated financial results for the period from January 1 to March 31, 2012

(The following financial information is prepared in accordance with the accounting principles and practices generally accepted in Japan.)

CONSOLIDATED FIGURES (Quarter year ended March 31, 2012)

OPERATING RESULTS	Year ended		3 months ended
	Dec. 31, 2011	Mar. 31, 2011	Mar. 31, 2012
Net sales (millions of yen)	676,903	145,072	166,941
Operating income (millions of yen)	53,924	9,711	16,001
Ordinary income* (millions of yen)	49,927	10,573	16,976
Net income (millions of yen)	28,386	4,242	10,103
Net income per share (yen)	108.20	16.17	38.51
Diluted net income per share (yen)	-	-	-

*Before extraordinary profit and loss and income taxes

FINANCIAL POSITION

	Dec. 31, 2011	Mar. 31, 2011	Mar. 31, 2012
Total assets (millions of yen)	671,610	616,016	695,483
Net Assets (millions of yen)	222,174	212,294	241,427
Owners' equity ratio	29.4%	30.6%	31.1%
Owners' equity per share (yen)	753.46	719.10	823.43

Notes (1) Figures of less than 1 million yen are omitted.

(2) The number of consolidated subsidiaries: 66

(3) The number of non-consolidated subsidiaries: 10

(4) The number of affiliates: 15

Balance Sheets

	<u>Dec. 31, 2011</u>	(millions of yen) <u>Mar. 31, 2011</u>	<u>Mar. 31, 2012</u>
Assets			
Current assets:			
Cash and time deposits	29,191	29,405	42,721
Notes and accounts receivable - trade	150,224	118,773	148,134
Merchandise and finished goods	68,632	63,077	75,269
Work in process	5,446	5,003	5,530
Raw materials and supplies	41,444	33,736	38,121
Other	32,248	28,051	25,836
Allowance for doubtful accounts	(1,760)	(1,380)	(1,700)
Total current assets	325,428	276,667	333,914
Fixed assets:			
Property, plant and equipment			
Buildings and structures (Net)	64,455	66,307	66,406
Machinery, equipment and vehicles (Net)	94,764	98,249	99,213
Other	73,754	64,126	81,079
Net property, plant and equipment	232,974	228,682	246,699
Intangible fixed assets			
Goodwill	7,312	8,011	7,103
Other	10,903	8,096	11,466
Total intangible fixed assets	18,215	16,107	18,570
Investments and other assets			
Investments in securities	51,706	51,910	52,266
Other	44,426	43,847	45,062
Allowance for doubtful accounts	(1,140)	(1,200)	(1,030)
Total investments and other assets	94,992	94,558	96,299
Total fixed assets	346,182	339,349	361,569
Total assets	671,610	616,016	695,483

Balance Sheets

	(millions of yen)		
	<u>Dec. 31, 2011</u>	<u>Mar. 31, 2011</u>	<u>Mar. 31, 2012</u>
Liabilities			
Current liabilities:			
Notes and accounts payable - trade	77,422	66,375	73,195
Current portion of bonds	-	20,000	-
Short-term borrowings	97,127	78,930	114,832
Accrued income taxes	5,308	1,042	4,229
Provision	6,968	8,853	7,906
Other	55,309	45,514	48,746
Total current liabilities	242,135	220,717	248,909
Long-term liabilities:			
Bonds	75,000	55,000	75,000
Long-term debt	97,504	93,081	94,159
Accrued retirement benefits	12,148	11,929	12,290
Other provision	218	203	151
Other	22,428	22,791	23,545
Total long-term liabilities	207,300	183,005	205,147
Total liabilities	449,435	403,722	454,056
		(millions of yen)	
	<u>Dec. 31, 2011</u>	<u>Mar. 31, 2011</u>	<u>Mar. 31, 2012</u>
Net Assets			
Shareholder's equity			
Common Stock	42,658	42,658	42,658
Capital surplus	38,661	38,661	38,661
Retained Earnings	159,826	137,813	165,949
Treasury stock, at cost	(539)	(537)	(540)
Total shareholder's equity	240,605	218,594	246,727
Accumulated other comprehensive income			
Net unrealized gains and losses on available-for-sale securities	2,815	3,639	4,014
Deferred gains and losses on hedges	(29)	(23)	65
Currency translation adjustments	(29,761)	(16,899)	(18,867)
Adjustments for retirement obligation of foreign affiliates	(15,970)	(16,661)	(15,924)
Total accumulated other comprehensive income	(42,945)	(29,944)	(30,712)
Minority interests	24,514	23,644	25,411
Total net assets	222,174	212,294	241,427
Total liabilities and net assets	671,610	616,016	695,483

Statements of Income

	(millions of yen)		
	<u>Year ended</u>	<u>3 months ended</u>	
	Dec. 31, 2011	Mar. 31, 2011	<u>Mar. 31, 2012</u>
Net Sales	676,903	145,072	166,941
Cost of sales	445,426	93,875	107,236
Gross Profit	231,477	51,196	59,705
Selling, general and administrative expenses	177,553	41,484	43,703
Operating income	53,924	9,711	16,001
Other income:			
Interest income	503	154	232
Dividends income	289	3	2
Foreign exchange gains	-	1,153	1,024
Equity in earnings of affiliates	2,311	617	207
Other	2,375	638	1,124
	5,479	2,567	2,591
Other expenses:			
Interest expenses	4,787	1,165	1,237
Other	4,688	540	378
	9,476	1,706	1,615
Ordinary income	49,927	10,573	16,976
Extraordinary loss	6,148	4,220	238
Income before income taxes	43,779	6,352	16,737
Income taxes	11,989	1,173	5,039
Income before minority interest	31,789	5,179	11,697
Minority interest in income	3,403	936	1,593
Net income	28,386	4,242	10,103

Statements of Comprehensive Income

	(millions of yen)		
	<u>Year ended</u>	<u>3 months ended</u>	
	Dec. 31, 2011	Mar. 31, 2011	<u>Mar. 31, 2012</u>
Income before minority interest	31,789	5,179	11,697
Other comprehensive income			
Net unrealized gains and losses on available-for-sale securities	(615)	210	1,213
Deferred gains and losses on hedges	107	113	95
Currency translation adjustments	(6,020)	3,062	9,053
Adjustments for retirement obligation of foreign affiliates	(34)	19	39
Share of other comprehensive income of affiliates under equity method	(1,362)	2,265	2,428
	(7,926)	5,672	12,830
Comprehensive income	23,863	10,851	24,528
Comprehensive income attributed to:			
Owners of the Company	20,893	9,750	22,336
Minority interests	2,969	1,101	2,191

Segment Information

Information by industry segment

	(millions of yen)		
	<u>Year ended</u> <u>Dec. 31, 2011</u>	<u>3 months ended</u> <u>Mar. 31, 2011</u>	<u>Mar. 31, 2012</u>
Net sales:			
Tires-			
Sales to unaffiliated customers	591,045	124,311	145,277
Intersegment sales and transfers	20	5	3
	<u>591,065</u>	<u>124,316</u>	<u>145,280</u>
Sports-			
Sales to unaffiliated customers	58,365	13,606	14,721
Intersegment sales and transfers	251	39	58
	<u>58,616</u>	<u>13,646</u>	<u>14,779</u>
Industrial and other products			
Sales to unaffiliated customers	27,493	7,153	6,942
Intersegment sales and transfers	67	14	7
	<u>27,561</u>	<u>7,168</u>	<u>6,949</u>
Adjustments and eliminations	(339)	(58)	(69)
	<u>676,903</u>	<u>145,072</u>	<u>166,941</u>
Operating income:			
Tires	48,819	8,465	14,038
Sports	3,640	702	1,482
Industrial and other products	1,460	542	479
	<u>53,920</u>	<u>9,710</u>	<u>16,000</u>
Adjustments and eliminations	4	1	0
	<u>53,924</u>	<u>9,711</u>	<u>16,001</u>