

FLASH REPORT

Consolidated Quarterly Financial Results for the period from January 1 to March 31, 2013

Sumitomo Rubber Industries, Ltd. announced its consolidated quarterly financial results for the period from January 1 to March 31, 2013

(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, 2013)
OPERATING RESULTS

3 months ended

	Mar. 31, 2012	Mar. 31, 2013
Net sales (millions of yen)	166,941	163,860
Operating income (millions of yen)	16,001	14,964
Ordinary income* (millions of yen)	16,976	14,368
Net income (millions of yen)	10,103	8,993
Net income per share (yen)	38.51	34.28

*Before extraordinary profit and loss and income taxes.

FINANCIAL POSITION

	Dec. 31, 2012	Mar. 31, 2013
Total assets (millions of yen)	737,528	761,830
Net Assets (millions of yen)	271,102	296,257
Owners' equity ratio	33.1%	35.3%

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

(2) The number of consolidated subsidiaries: 65

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

(4) The number of affiliates: 15

Consolidated Balance Sheets

(millions of yen)

	<u>Dec. 31, 2012</u>	<u>Mar. 31, 2013</u>
Assets		
Current assets:		
Cash and time deposits	33,514	36,382
Notes and accounts receivable - trade	162,925	153,879
Merchandise and finished goods	78,808	88,833
Work in process	5,180	5,460
Raw materials and supplies	38,919	38,135
Other	38,365	29,570
Allowance for doubtful accounts	(1,540)	(1,405)
Total current assets	356,174	350,857
Fixed assets:		
Property, plant and equipment		
Buildings and structures (Net)	74,871	79,565
Machinery, equipment and vehicles (Net)	110,660	118,494
Other	85,292	94,472
Net property, plant and equipment	270,824	292,532
Intangible fixed assets		
Goodwill	6,413	6,206
Other	12,704	14,566
Total intangible fixed assets	19,118	20,773
Investments and other assets		
Investments in securities	47,905	52,114
Other	44,494	46,577
Allowance for doubtful accounts	(990)	(1,025)
Total investments and other assets	91,410	97,666
Total fixed assets	381,353	410,972
Total assets	737,528	761,830

Consolidated Balance Sheets

	(millions of yen)	
	<u>Dec. 31, 2012</u>	<u>Mar. 31, 2013</u>
Liabilities		
Current liabilities:		
Notes and accounts payable - trade	72,806	70,848
Current portion of bonds	10,000	10,000
Commercial paper	3,000	4,000
Short-term borrowings	68,384	85,437
Current portion of long-term debt	14,112	12,112
Accrued income taxes	15,642	2,856
Provision	7,107	8,188
Other	61,617	51,417
Total current liabilities	252,671	244,861
Long-term liabilities:		
Bonds	65,000	65,000
Long-term debt	110,142	113,795
Accrued retirement benefits	12,777	13,156
Other provision	162	139
Other	25,671	28,619
Total long-term liabilities	213,753	220,710
Total liabilities	466,425	465,572

	(millions of yen)	
	<u>Dec. 31, 2012</u>	<u>Mar. 31, 2013</u>
Net Assets		
Shareholder's equity		
Common Stock	42,658	42,658
Capital surplus	38,661	38,661
Retained Earnings	188,699	192,826
Treasury stock, at cost	(542)	(544)
Total shareholder's equity	269,476	273,601
Accumulated other comprehensive income		
Net unrealized gains and losses on available-for-sale securities	4,736	6,505
Deferred gains and losses on hedges	158	19
Currency translation adjustments	(8,736)	10,447
Adjustments for retirement obligation of foreign affiliates	(21,470)	(21,313)
Total accumulated other comprehensive income	(25,311)	(4,342)
Minority interests	26,938	26,998
Total net assets	271,102	296,257
Total liabilities and net assets	737,528	761,830

Consolidated Statements of Income

	(millions of yen)	
	3 months ended	
	<u>Mar. 31, 2012</u>	<u>Mar. 31, 2013</u>
Net Sales	166,941	163,860
Cost of sales	107,236	102,724
Gross Profit	59,705	61,135
Selling, general and administrative expenses	43,703	46,171
Operating income	16,001	14,964
Other income:		
Interest income	232	242
Dividends income	2	1
Foreign exchange gains	1,024	255
Equity in earnings of affiliates	207	-
Gain on valuation of derivatives	263	897
Other	861	462
	2,591	1,859
Other expenses:		
Interest expenses	1,237	1,196
Equity in losses of affiliates	-	740
Other	378	517
	1,615	2,454
Ordinary income	16,976	14,368
Extraordinary income		
Gain on sales of noncurrent assets	-	537
	-	537
Extraordinary losses		
Loss on sales and retirement of noncurrent assets	221	175
Impairment loss	17	-
	238	175
Income before income taxes	16,737	14,730
Income taxes	5,039	4,746
Income before minority interests	11,697	9,984
Minority interests in income	1,593	991
Net income	10,103	8,993

Consolidated Statements of Comprehensive Income

	(millions of yen)	
	3 months ended	
	<u>Mar. 31, 2012</u>	<u>Mar. 31, 2013</u>
Income before minority interests	11,697	9,984
Other comprehensive income		
Net unrealized gains and losses on available-for-sale securities	1,213	1,792
Deferred gains and losses on hedges	95	(139)
Currency translation adjustments	9,053	18,476
Adjustments for retirement obligation of foreign affiliates	39	26
Share of other comprehensive income of affiliates under equity method	2,428	1,691
	12,830	21,847
Comprehensive income	24,527	31,831
Comprehensive income attributed to:		
Owners of the Company	22,336	29,962
Minority interests	2,191	1,869

Segment Information

Information by reportable segment

	(millions of yen)	
	<u>3 months ended</u>	
	<u>Mar. 31, 2012</u>	<u>Mar. 31, 2013</u>
Net sales:		
Tires-		
Sales to unaffiliated customers	145,277	142,109
Intersegment sales and transfers	3	3
	<hr/> 145,280	<hr/> 142,112
Sports-		
Sales to unaffiliated customers	14,721	14,062
Intersegment sales and transfers	58	59
	<hr/> 14,779	<hr/> 14,121
Industrial and other products-		
Sales to unaffiliated customers	6,942	7,688
Intersegment sales and transfers	7	15
	<hr/> 6,949	<hr/> 7,703
Adjustments and eliminations	(69)	(78)
	<hr/> 166,941	<hr/> 163,860
Operating income:		
Tires	14,038	13,762
Sports	1,482	620
Industrial and other products	479	579
	<hr/> 16,000	<hr/> 14,962
Adjustments and eliminations	0	1
	<hr/> 16,001	<hr/> 14,964