

Summary Report of Consolidated Financial Results

For the Nine Months Period ended December 31, 2008 (Year ending March 31, 2009)



February 10, 2009

Company name: **NIPRO CORPORATION**

TSE/OSE-1st section

Code No.8086 URL: <http://www.nipro.co.jp/>

Representative: Minoru Sano, President and Representative Director

Contact: Akihiko Yamabe, Director, General Manager of Accounting & Corporate Planning Division

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TEL: (06) 6372-2331

(Note: Amounts are truncated to one million yen)

1. Financial results for the nine months ended December 31, 2008.(From April 1, 2008 to December 31, 2008)

(1) Consolidated Results of Operations (Note: The % displays show increase/decrease ratio against the same period of the previous year.)

	Net Sales		Operating Income		Ordinary Income		Net(Quarter) Income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
9 months ended Dec. 31,2008	134,543	-	10,904	-	6,290	-	2,670	-
9 months ended Dec. 31,2007	129,982	(10.8)	11,021	10.1	9,840	7.7	5,270	(38.2)

	Earnings per Share	Diluted Earnings per Share
9 months ended Dec. 31,2008	42.08 Yen	- Yen
9 months ended Dec. 31,2007	83.04	-

(2) Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
	Millions of yen	Millions of yen	%	Yen
9 months ended Dec. 31,2008	332,839	102,893	30.4	1,597.21
Year ended March 31,2008	349,302	119,544	33.8	1,861.79

(Notes) Shareholders' equity 9 months ended Dec. 31, 2008 101,318 million yen, Year ended March 31, 2008 118,155 million yen

2. Dividends

(Basis date)	Dividends per share				
	End of 1st Quarter	End of 2nd Quarter	End of 3rd Quarter	Year end	Year Total
	yen	yen	yen	yen	yen
Year ended March 31,2008	-	28.00	-	9.50	37.50
Year ending March 31,2009	-	32.00	-	-----	-----
Year ending March 31,2009(Projection)	-----	-----	-----	4.00	36.00

(Notes) Revision of projected total annual dividends: None

3. Projected Consolidated Financial Results for the Year ending March 31, 2009 (From April 1, 2008 to March 31, 2009)

(Note: % shows increase/decrease ratio against March 31, 2008)

	Net Sales		Operating Income		Ordinary Income		Net Income		Earnings Per Share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Year ending March 31,2009	180,000	4.6	12,700	(7.1)	6,700	(30.7)	2,000	(55.1)	31.52

(Notes) Revision of projected consolidated financial results for the year ending March 31, 2009: None

4. Others

(1) Change in significant subsidiaries during the period ended Dec. 31, 2008(Resulting in a change in scope of consolidation): None

(2) Adoption of accounting treatments simplified and unique for preparation of quarterly consolidated financial statements: Yes

(Note) Further detail information can be found in page 4. [Qualitative information, financial reports and others] 5. Others

(3) Change in policies and procedures for accounting treatment of preparation of quarterly consolidated financial reports (to be stipulated in significant matters for preparation of quarterly consolidated financial reports): Yes

[1] Change for revision of accounting standards: Yes

[2] Change for other than [1]: Yes

(Note) Further detail information can be found in page 4. [Qualitative information, financial reports and others] 5. Others

(4) Issued shares (Common stock)

[1] Number of issued shares at end of the period (including treasury stock)	9 months ended Dec. 31,2008	Year ended March 31, 2008
	63,878,505 shares	63,878,505 shares
[2] Number of treasury stock at end of the period	9 months ended Dec. 31,2008	Year ended March 31, 2008
	444,022 shares	415,037 shares
[3] Number of average shares during the period (Year to date)	9 months ended Dec. 31,2008	9 months ended Dec. 31,2007
	63,451,760 shares	63,475,808 shares

*Disclaimer for appropriate use of forecasted financial results, and other special notes

1. The projection figures shown above are based on information that was available at the time of preparation and, therefore, actual performance and other factors may differ from these projections due to changes in circumstances and other developments. More information concerning these forecasts can be found on page 4. [Qualitative information, financial reports and others] 4. Qualitative information on the projected consolidated financial results.

2. We have adopted "Accounting standards for quarterly financial reporting"(Accounting Standards Board of Japan(ASBJ), statement No.12, issued on March 14, 2007) and "Implementation guidance of accounting standards for quarterly financial reporting"(ASBJ guidance No.14, issued on March 14, 2007) " from this consolidated accounting period as well as prepared the quarterly consolidated financial reports in conformity with "Quarterly consolidated financial reporting regulation(Cabinet decree No.64 of year 2007).

[Qualitative information, financial statements and others]

1. Qualitative information on the consolidated results of operation

In the current third quarter period, the world economy has decelerated for confusions of financial market in the United States and also, in Japanese economy, the volatility of oil and raw material and the continuation of strong yen rate and weak U.S. dollars rate have generally given worry about business recession mind.

Under such situation, we have continuously promoted to develop innovative medical equipment in the fields of artificial organs and regenerative medicines as well as reinforced injection drug and oral drug business to expand business contents and to enhance revenues.

The overviews of the results by segment are as follows.

<Medical equipment division>

In the domestic business, prescription price and government-fixed reimbursement price for specific insured medical materials were largely lowered by revision of medical treatment fees effective as of April last year. Thus, our business environment remained very severe due to expansion of facilities having introduced the prescription system to reimburse comprehensively for acute stage inpatient which is called as DPC (Diagnosis Procedure Combination) and rise of prices such as raw material, freight charges and so on.

Under such circumstances, we have promoted active market development, enhancing selling efficiency, enlarging line up of main products to show a good growth in product categories such as dialysis-related products, diabetes-related products and injection-and-infusion-related products.

In the international business, we have enriched selling entities and expanded the sales of dialysis-related-products such as dialyzer, blood tubing set, new type safety arteriovenous fistula needles, diabetes-related-products and oxygenator to show good growth in quantity but not in amount, affected by fluctuation of strong yen rate against weak dollar and euros.

As a result, net sales of this division increased 3.1% from the same period of the previous year to 85,874 million yen.

<Pharmaceutical division>

In the Pharmaceutical division, although the environment of market remained very severe due to the governmental measures to suppress medicine costs by revision of the prescriptions prices, increase of facilities to introduce DPC system and the intensive price competitions against products by competitors, our sales of antibiotic agents by “liquid-and-powder” double-bag kits, pre-filled syringe kits, injectables in plastic-ampoules generic drugs and oral drugs increased thanks to governmental measures to promote sales of generic drugs as well as powdered dialysate solution, kit product of substitution fluid for hemofiltration and hemodiafiltration showed good growth for our sales expansion.

As a result, net sales of this division increased 8.4% from the same period of the previous year to 40,624 million yen.

<Glass & Materials division>

In the field of glass for pharmaceutical purposes, sales of glass tubes for ampoule decreased, however, sales of glass for tube bottle and pill bottle resulted in good order.

In the field of other glass & materials products, export of glass for vacuum bottle resulted good sales, however, sales of glass for lighting purpose largely decreased in more deepening sluggish market of related-products to Liquid-Cristal-Display such as flat-screen TV.

As a result, net sales of this division decreased 11.5% from the same period of the previous year to 7,514 million yen.

<Other division>

Net sales of this division, consisting mainly of sales of machine for manufacture of medical equipment and real estate rentals, decreased 26.1% from the same period of the previous year to 530 million yen.

As a result, net sales for the nine months ended December 31, 2008 was 134,543 million yen, increased by 3.5% from the same period of the previous year. As for profits, operating income decreased 1.1% from the same period of the previous year to 10,904 million yen due to the increase of selling, general and administrative expenses, ordinary income decreased 36.1% from the same period of the previous year to 6,290 million yen due to the increase of non-operating expenses such as foreign exchange losses. Net quarter income decreased 49.3% from the same period of the previous year to 2,670 million yen.

Please note that we disclosed the information of comparison with the same period of the previous year in qualitative information as a reference.

2. Qualitative information on the consolidated financial position

Total assets at end of December 31, 2008 decreased 16,462 million yen to 332,839 million yen from end of the previous period. Current assets decreased 824 million yen and non-current assets decreased 15,637 million yen from end of the previous period. Current assets decreased mainly due to the decrease of 8,360 million yen in the cash and deposits and non-current assets decreased mainly due to the decrease of 23,167 million yen in investment securities.

Total liabilities increased 188 million yen to 229,946 million yen from end of the previous period. Current liabilities increased 6,639 million yen and non-current liabilities decreased 6,451 million yen from end of the previous period. Current liabilities increased mainly due to increase of 7,633 million yen in notes payable-facilities and non-current liabilities decreased mainly due to decrease of 9,526 million yen in deferred tax liabilities.

Net assets decreased 16,650 million yen to 102,893 million yen. Shareholders' equity increased 68 million yen and valuation and translation adjustments decreased 16,906 million yen, from end of the previous period.

3. Qualitative information on the state of the consolidated cash flow

(Cash flows from operating activities)

Net cash provided by operating activities amounted to 7,876 million yen. The main accounts of inflow were income before income taxes and minority interests, 5,750 million yen, depreciation and amortization, 13,120 million yen and the main accounts of outflow were increase in notes and accounts receivable-trade, 10,451 million yen, increase in inventories, 5,712 million yen.

(Cash flow from investing activities)

Net cash used in investing activity amounted to 14,447 million yen. The main account of outflow was purchase of non-current assets, 16,171 million yen.

(Cash flow from financing activities)

Net cash used in financing activities amounted to 1,662 million yen. The main accounts of outflow were repayment of long-term loans payable, 10,992 million yen and redemption of bonds, 10,130 million yen.

4. Qualitative information on the projected consolidated financial results

The world economy in future is still becoming more unpredictable because of no foreseeing of improvement in the recession of business condition in the United States and the deceleration of European economy. This, also in Japanese economy, would make concern of decrease in corporate revenues by strong yen rate, and escalation of further competitions among enterprises, where very severe business circumstance are to be prospective. Under such circumstances, our group will endeavor to enlarge our operating foundation in each business area by continuous improvement of efficiency in production and promoting low-cost structuring to reach the projected consolidated financial results for the year ending March 31, 2009 announced on January 19, 2009.

5. Others

(1) Change in significant subsidiaries during nine months ended December 31, 2008(Resulting in a change in scope of consolidation)

N/A

(2) Adoption of accounting treatments simplified and unique for preparation of quarterly consolidated financial reports

[1] Simplified accounting treatments

1) Calculation of estimated impairment for general receivables.

As it is accepted that there is no significant change between the actual rate or index of bad debts accrual calculated at end of the current quarterly consolidated accounting period and at end of the previous consolidated accounting year, the later rate or index was utilized for estimation of impairment of general receivables.

2) Measurement for inventory

As for the inventory amount at end of the current quarterly consolidated accounting period, actual stock counting procedure was omitted and the inventory amount was calculated by the reasonable method based on the actual stock balance at end of the previous consolidated accounting year.

3) Deferred tax assets and liabilities

As it is accepted that there is no significant change in the situation of accrued temporally differences from the end of the previous consolidated accounting year, same tax planning as used in the end of the previous consolidated accounting year for judgment of collect ability of deferred tax assets was utilized.

[2] Unique accounting treatment for preparation of quarterly consolidated financial reports

N/A

(3) Change in policies, procedures and presentation for accounting treatment of preparation of quarterly consolidated financial reports

[1] Adaptation of accounting standards for quarterly financial reporting

We have adopted the “Accounting standards for quarterly financial reporting” (Accounting Standards Board of Japan (hereafter called ASBJ), Statement No.12, issued on March 14, 2007) and the “Implementation guidance of accounting standards for quarterly financial reporting” (ASBJ guidance No.14, issued on March 14, 2007)” from this consolidated accounting period. We have prepared the quarterly consolidated financial reports in conformity with the “Quarterly consolidated financial reporting regulation (Cabinet decree No.64 of year 2007).

[2] Application of accounting standards for measurement of inventories

We have adopted the “Accounting standards for measurement of inventories”(ASBJ, Statement No.9, issued on July 5, 2006) from the current 1st quarter consolidated accounting period and the basis of measurement has been changed from cost method to writing down method below cost to the net selling value for decreased profitability. As a result, gross profit, operating income and ordinary income, increased 39 million yen and income before income taxes and minority interests decreased 190 million yen, comparing with the computation by the previous method.

As for the affection to the segment information, please see the notes in the segment information.

[3] Application of practical solution on unification of accounting policies applied to foreign subsidiaries for consolidated financial statements

We have adopted the “Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements” (ASBJ Practical Issues Task Force No. 18) from the current 1st quarter consolidated accounting period to make necessary adjustments on consolidation closing process. As a result, gross profit increased 21 million yen, operating income increased 4 million yen, ordinary income decreased 30 million yen and income before income taxes and minority interests decreased 80 million yen.

As for the affection to the segment information, please see the notes in the segment information.

[4] Application of accounting standard for lease transaction

We have adopted, in advance, the “Accounting Standard for Lease Transactions” (ASBJ Statement No. 13, issued on June 7, 1993, ultimate revision on March 30, 2007) and the “Guidance on Accounting Standard for Lease Transactions” (ASBJ Guidance No.16, issued on January 18, 1994, ultimate revision on March 30, 2007) from the current 1st quarter consolidated accounting period to change the treatment of finance lease transaction that does not transfer ownership from the one similar to an ordinary rental transaction to the one similar to ordinary sale and purchase transaction, to be an assets under finance lease.

As for the method of depreciation of the assets under finance lease, its useful lives are equals to the lease term and the residual values are equal to zero.

However, we still have adopted the similar manner to an ordinary rental transaction for the finance lease transactions that do not transfer ownership and the starting dates of the lease transactions were before 1st April 2008. No affection against profit and loss will be given by the change.

(Additional information)

Change in useful life of tangible fixed assets

Nipro Corporation and its domestic subsidiary companies have changed the useful lives of machinery from the current 1st quarter consolidated accounting period according to the revision of the domestic corporate income tax law. As a result, gross profit decreased 1,230 million yen and operating income decreased 1,229 million yen, ordinary income and income before income taxes and minority interests decreased 1,204 million yen respectively, comparing with the computation by the previous useful lives.

As for the affection to the segment information, please see the notes in the segment information.

6. Quarterly Consolidated Financial Statements

(1) [Quarterly Consolidated Balance Sheets at end of December 31, 2008]

(Note: Amounts are truncated to one million yen)

	As of December 31, 2008	As of March 31, 2008
Assets		
Current assets		
Cash and deposits	41,108	49,469
Notes and accounts receivable-trade	58,995	53,507
Merchandise and finished goods	36,686	34,120
Work in process	6,669	4,810
Raw materials and supplies	8,936	9,146
Deferred tax assets	2,573	2,902
Other	7,461	9,264
Allowance for doubtful accounts	(510)	(473)
Total current assets	161,921	162,746
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	102,041	95,005
Accumulated depreciation	(51,742)	(49,590)
Buildings and structures, net	50,298	45,414
Machinery, equipment and vehicles	109,529	103,473
Accumulated depreciation	(70,503)	(65,692)
Machinery, equipment and vehicles, net	39,026	37,780
Land	19,535	19,412
Construction in progress	13,383	11,220
Other	23,705	22,423
Accumulated depreciation	(18,492)	(17,439)
Other, net	5,213	4,983
Total property, plant and equipment	127,457	118,811
Intangible assets		
Goodwill	1,104	1,425
Other	1,763	1,737
Total intangible assets	2,868	3,163
Investments and other assets		
Investment securities	36,758	59,925
Long-term loans receivable	0	223
Deferred tax assets	119	159
Guarantee deposits	4,305	4,466
Other	2,654	2,779
Allowance for doubtful accounts	(3,244)	(2,972)
Total investments and other assets	40,592	64,580
Total noncurrent assets	170,918	186,555
Total assets	332,839	349,302

(Note: Amounts are truncated to one million yen)

	As of December 31, 2008	As of March 31, 2008
Liabilities		
Current liabilities		
Notes and accounts payable-trade	30,988	30,008
Short-term loans payable	48,041	43,234
Current portion of bonds	8,140	15,150
Accounts payable-other	4,302	5,388
Income taxes payable	842	2,226
Provision for bonuses	782	1,528
Provision for directors' bonuses	2	75
Provision for loss on business liquidation	1,954	1,954
Notes payable-facilities	12,859	5,225
Other	7,561	4,043
Total current liabilities	115,474	108,835
Noncurrent liabilities		
Bonds payable	33,180	36,300
Convertible bond-type bonds with subscription rights to shares	14,000	14,000
Long-term loans payable	62,670	56,405
Deferred tax liabilities	306	9,833
Provision for retirement benefits	2,062	2,128
Provision for directors' retirement benefits	621	700
Provision for loss on litigation	170	170
Other	1,460	1,385
Total noncurrent liabilities	114,471	120,923
Total liabilities	229,946	229,758
Net assets		
Shareholders' equity		
Capital stock	28,663	28,663
Capital surplus	29,973	29,975
Retained earnings	39,597	39,476
Treasury stock	(844)	(794)
Total shareholders' equity	97,389	97,320
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	5,030	18,947
Foreign currency translation adjustment	(1,101)	1,887
Total valuation and translation adjustments	3,928	20,835
Minority interests	1,575	1,388
Total net assets	102,893	119,544
Total liabilities and net assets	332,839	349,302

(2) [Quarterly Consolidated Statements of Income]

[For the nine months period ended December 31, 2008 (year ending March 31, 2009)]

(Note: Amounts are truncated to one million yen)

	Current 3rd Qtr Period (From April 1, 2008 to December 31, 2008)
Net sales	134,543
Cost of sales	95,908
Gross profit	38,635
Selling, general and administrative expenses	27,730
Operating income	10,904
Non-operating income	
Interest income	341
Dividends income	721
Other	405
Total non-operating income	1,468
Non-operating expenses	
Interest expenses	1,722
Depreciation	271
Foreign exchange losses	3,881
Equity in losses of affiliates	137
Other	70
Total non-operating expenses	6,083
Ordinary income	6,290
Extraordinary income	
Gain on sales of noncurrent assets	278
Settlement received	200
Other	161
Total extraordinary income	640
Extraordinary loss	
Loss on retirement of noncurrent assets	140
Impairment loss	130
Abnormal manufacturing cost	362
Loss on valuation of inventories	229
Other	316
Total extraordinary losses	1,180
Income before income taxes and minority interests	5,750
Income taxes-current	2,554
Income taxes-deferred	332
Total income taxes	2,886
Minority interests in income	193
Net income	2,670

(3) [Quarterly Consolidated Statements of Cash Flow]

(Note: Amounts are truncated to one million yen)

	Current 3rd Qtr Period (From April 1, 2008 to December 31, 2008)
Net cash provided by (used in) operating activities	
Income before income taxes and minority interests	5,750
Depreciation and amortization	13,120
Impairment loss	130
Amortization of goodwill	261
Equity in (earnings) losses of affiliates	137
Increase (decrease) in allowance for doubtful accounts	385
Interest and dividends income	(1,063)
Interest expenses	1,722
Foreign exchange losses (gains)	1,140
Decrease (increase) in notes and accounts receivable-trade	(10,451)
Decrease (increase) in inventories	(5,712)
Increase (decrease) in notes and accounts payable-trade	7,382
Decrease (increase) in other assets	(731)
Increase (decrease) in other liabilities	(179)
Other loss (gain)	(490)
Subtotal	<u>11,403</u>
Interest and dividends income received	1,011
Interest expenses paid	(1,618)
Other proceeds	730
Other payments	(247)
Income taxes paid	(3,403)
Net cash provided by (used in) operating activities	<u>7,876</u>
Net cash provided by (used in) investment activities	
Payments into time deposits	(2,267)
Proceeds from withdrawal of time deposits	2,001
Purchase of investment securities	(374)
Purchase of noncurrent assets	(16,171)
Proceeds from sales of noncurrent assets	377
Proceeds from governmental subsidies for investment in property and equipment	1,838
Decrease (increase) in short-term loans receivable	97
Collection of loans receivable	48
Other payments	0
Other proceeds	1
Net cash provided by (used in) investment activities	<u>(14,447)</u>

(Note: Amounts are truncated to one million yen)

	Current 3rd Qtr Period (From April 1, 2008 to December 31, 2008)
Net cash provided by (used in) financing activities	
Net increase (decrease) in short-term loans payable	1,877
Proceeds from long-term loans payable	20,250
Repayment of long-term loans payable	(10,992)
Redemption of bonds	(10,130)
Proceeds from stock issuance to minority shareholders	9
Decrease (increase) in treasury stock	(51)
Repayments of finance lease obligations	(30)
Cash dividends paid	(2,595)
Other payments	0
Net cash provided by (used in) financing activities	(1,662)
Effect of exchange rate change on cash and cash equivalents	(1,150)
Net increase (decrease) in cash and cash equivalents	(9,384)
Cash and cash equivalents at beginning of period	47,656
Increase in cash and cash equivalents from newly consolidated subsidiary	809
Cash and cash equivalents at end of period	39,082

We have adopted the “Accounting standards for quarterly financial reporting” (Accounting Standards Board of Japan (hereafter called ASBJ), Statement No.12, issued on March 14, 2007) and the “Implementation guidance of accounting standards for quarterly financial reporting” (ASBJ guidance No.14, issued on March 14, 2007)” from this consolidated accounting period. We have prepared the quarterly consolidated financial reports in conformity with the “Quarterly consolidated financial reporting regulation (Cabinet decree No.64 of year 2007).

(4) Notes related to going concern
N/A

(5) Segment information

[1] Segment information by business category

Current period (From April 1, 2008 to December 31, 2008) (Note: Amounts are truncated to one million yen)

	Medical Equipment	Pharmaceutical	Glass & Materials	Other	Total	Eliminations /Corporate	Consolidated
Net sales							
(1)Sales to third parties	85,874	40,624	7,514	530	134,543	-	134,543
(2)Inter-segment sales and transfers	-	0	2,529	56	2,586	(2,586)	-
Total	85,874	40,624	10,044	586	137,130	(2,586)	134,543
Operating income(loss)	11,418	3,573	1,370	8	16,371	(5,466)	10,904

(Notes) 1. Classification of business categories and main products in each business category
Business categories are classified based on the proximity in terms of purposes and manners of usage of the products in the market.
Main products belonging to each business categories are as follows:

Business category	Main products and commodities
Medical Equipment	Dialyzers, blood tubing sets, injection needles, syringes, and infusion sets, etc
Pharmaceutical	Half-type and full-type kits, double-bag kits, pre-filled syringes, dialysate solution, and circulatory drugs, etc.
Glass & Materials	Glass for pharmaceutical containers, glass for thermos bottles, glass for lighting purposes, stoppers for plastic containers and rubber stoppers, etc.
Other	Machinery for manufacture of medical equipment and real estate rental income, etc.

2. As described in “Change in policies, procedures and presentation for accounting treatment of preparation of quarterly consolidated financial reports” [2], we have adopted the “Accounting standards for measurement of inventories” from the current 1st quarter consolidated accounting period and the basis of measurement has been changed from cost method to writing down method below cost to the net selling value for decreased profitability. As a result, operating income in “Medical Equipment” and “Pharmaceutical” increased 1 million yen and 37 million yen respectively, comparing with the computation by the previous method.
3. As described in “Change in policies, procedures and presentation for accounting treatment of preparation of quarterly consolidated financial reports” [3], we have adopted the “Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements” from the current 1st quarter consolidated accounting period to make necessary adjustments on consolidation. As a result, operating income in “Medical Equipment” increased 4 million yen, comparing with the computation by the previous method.

4. As described in “Change in policies, procedures and presentation for accounting treatment of preparation of quarterly consolidated financial reports” (Additional information), Nipro Corporation and its domestic subsidiary companies have changed the useful lives of machinery from the current 1st quarter consolidated accounting period according to the revision of corporate income tax law. As a result, operating income in “Medical Equipment”, “Glass and Material”, “Others” and “Eliminations/Corporate” decreased 1,476 million yen, 30 million yen, 0 million yen, and 0 million yen, respectively, while in “Pharmaceutical” increased 278 million yen, comparing with the computation by the previous useful lives.

[2] Segment information by geographical area

Current period (From April 1, 2008 to December 31, 2008) (Note: Amounts are truncated to one million yen)

	Japan	America	Europe	Asia	Total	Eliminations /Corporate	Consolidated
Net sales							
(1)Sales to third parties	103,585	15,879	9,344	5,734	134,543	-	134,543
(2)Inter-segment sales and transfers	24,051	742	1	10,858	35,653	(35,653)	-
Total	127,636	16,621	9,345	16,593	170,197	(35,653)	134,543
Operating income(loss)	16,134	(741)	3	910	16,307	(5,402)	10,904

(Notes) 1. As described in “Change in policies, procedures and presentation for accounting treatment of preparation of quarterly consolidated financial reports” [2], we have adopted the “Accounting standards for measurement of inventories” from the current 1st quarter consolidated accounting period and the basis of measurement has been changed from cost method to writing down method below cost to the net selling value for decreased profitability. As a result, operating income in “Japan” increased 39 million yen, comparing with the computation by the previous method.

2. As described in “Change in policies, procedures and presentation for accounting treatment of preparation of quarterly consolidated financial reports” [3], we have adopted the “Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements” from the current 1st quarter consolidated accounting period to make necessary adjustments on consolidation. As a result, operating income in “America” and “Asia” decreased 15 million yen and 4 million yen, respectively, while in “Europe” increased 24 million yen, comparing with the computation by the previous method.

3. As described in “Change in policies, procedures and presentation for accounting treatment of preparation of quarterly consolidated financial reports” (Additional information), Nipro Corporation and its domestic subsidiary companies have changed the useful lives of machinery from the current 1st quarter consolidated accounting period according to the revision of corporate income tax law. As a result, operating income in “Japan”, and “Eliminations/Corporate” decreased 1,228 million yen and 0 million yen, respectively, comparing with the computation by the previous useful lives.

4. Classification of countries or areas is based on geographical proximity.

5. The major countries included in each geographical area are as follows:

America..... The United States of America and Brazil

Europe..... Belgium

Asia..... China, Thailand and Singapore

[3] Overseas Sales

Current period (From April 1, 2008 to December 31, 2008) (Note: Amounts are truncated to one million yen)

	America	Europe	Asia	Total
1. Overseas sales	25,326	14,995	7,921	48,244
2. Consolidated net sales				134,543
3. Percentage of overseas sales to consolidated net sales (%)	18.8%	11.2%	5.9%	35.9%

(Notes) 1. Overseas sales represent those of the Company and the consolidated subsidiaries to countries and areas outside of Japan

2. Classification of countries or areas is based on geographical proximity.

3. The major countries included in each geographical area are as follows:
 America.....The United States of America, Canada and Brazil
 Europe..... Belgium, Denmark and Germany
 Asia..... China, India, Indonesia, Taiwan and Thailand

(6) Notes to Statements of Shareholders' Equity, if having significant variation.

N/A

[Reference Information]

Quarterly Consolidated Financial Reports for 3rd quarter of previous consolidation accounting period

(1) Consolidated Statements of Income for the nine months period ended December 31, 2007 (Year ended March 31, 2008)

(Note: Amounts are truncated to one million yen)

Account	Previous 3 rd Qtr Period (From April 1, 2007 To December 31, 2007)
Net sales	129,982
Cost of sales	92,813
Gross profit	37,168
Selling, general and administrative expenses	26,147
Operating income	11,021
Non-operating income	<u>1,338</u>
Interest income	319
Dividends income	613
Other	404
Non-operating expenses	<u>2,519</u>
Interest expenses	1,395
Depreciation	318
Foreign exchange losses	193
Equity in losses of affiliates	471
Other	141
Ordinary income	9,840
Extraordinary income	<u>316</u>
Gain on sale of fixed assets	58
Life insurance income	191
Other	67
Extraordinary loss	<u>903</u>
Loss on sales/retirement of non-current assets	171
Abnormal manufacturing cost	96
Loss on disposal of inventories	48
Allowance for accrued severance indemnity for directors and corporate auditors in prior year	471
Other	116
Income before income taxes and minority interests	9,253
Income taxes-current	3,889
Income taxes-deferred	9
Minority interests in income	83
Net income	5,270

(2) Interim Consolidated Statements of Cash Flow

(Note: Amounts are truncated to one million yen)

	Previous Period (From April 1, 2007 To December 31, 2007)
Net cash provided by (used in) operating activities	
Income before income taxes and minority interests	9,253
Depreciation and amortization	10,886
Amortization of goodwill	181
Equity in (earnings) losses of affiliates	471
Increase (decrease) in allowance for doubtful accounts	19
Interest and dividends income	(933)
Interest expenses	1,395
Foreign exchange losses (gains)	(59)
Decrease (increase) in notes and accounts receivable-trade	(6,097)
Decrease (increase) in inventories	(4,995)
Increase (decrease) in notes and accounts payable-trade	1,804
Decrease (increase) in other assets	364
Increase (decrease) in other liabilities	(1,091)
Other loss(gain)	(77)
Subtotal	11,120
Interest and dividends income received	916
Interest expenses paid	(1,320)
Other proceeds	731
Other payments	(234)
Income taxes paid	(10,029)
Net cash provided by (used in) operating activities	1,183
Net cash provided by (used in) investing activities	
Payments into time deposits	(1,445)
Proceeds from withdrawal of time deposits	1,446
Purchase of investment securities	(1,014)
Payments for acquisition of shares with change in scope of consolidated subsidiary	(3,125)
Purchase of non-current assets	(14,863)
Proceeds from sales of non-current assets	155
Decrease(increase) in short-term loans receivable	(784)
Collections of loans receivable	59
Other payments	(1)
Other proceeds	29
Net cash provided by (used in) investing activities	(19,544)
Net cash provided by (used in) financing activities	
Net increase (decrease) in short-term loans payable	2,624
Proceeds from long-term loans payable	29,037
Repayment of long-term loans payable	(20,256)
Redemption of bonds	(30)
Proceeds from stock issuance to minority shareholders	3
Proceeds from disposal of treasury stock	9
Payments for acquisition of treasury stock	(56)
Repayments of finance lease obligations	(23)
Cash dividends paid	(4,100)
Other payments	(14)
Net cash provided by (used in) financing activities	7,194
Effect of exchange rate changes on cash and cash equivalents	(2)
Net increase (decrease) in cash and cash equivalents	(11,168)
Cash and cash equivalents at beginning of period	46,109
Cash and cash equivalents at end of period	34,941

(3) Segment information

[1] Segment information by business category

Previous period (From April 1, 2007 to December 31, 2007) (Note: Amounts are truncated to one million yen)

	Medical Equipment	Pharmaceutical	Glass & Materials	Other	Total	Eliminations /Corporate	Consolidated
Net sales							
(1)Sales to third parties	83,281	37,491	8,491	718	129,982	-	129,982
(2)Inter-segment sales and transfers	-	-	2,393	51	2,444	(2,444)	-
Total	83,281	37,491	10,884	769	132,426	(2,444)	129,982
Operating income(loss)	12,398	2,880	1,374	1	16,655	(5,633)	11,021

[2] Segment information by geographical area

Previous period (From April 1, 2007 to December 31, 2007) (Note: Amounts are truncated to one million yen)

	Japan	America	Europe	Asia	Total	Eliminations /Corporate	Consolidated
Net sales							
(1)Sales to third parties	103,285	15,305	6,759	4,631	129,982	-	129,982
(2)Inter-segment sales and transfers	21,082	939	4	10,395	32,422	(32,422)	-
Total	124,368	16,244	6,764	15,027	162,404	(32,422)	129,982
Operating income(loss)	17,439	(882)	302	709	17,569	(6,547)	11,021

[3] Overseas Sales

Previous period (From April 1, 2007 to December 31, 2007) (Note: Amounts are truncated to one million yen)

	America	Europe	Asia	Total
1. Overseas sales	26,645	14,410	8,207	49,263
2. Consolidated net sales				129,982
3. Percentage of overseas sales to consolidated net sales (%)	20.5%	11.1%	6.3%	37.9%