



January 29, 2009

Consolidated Financial Results for the Nine Months Ended December 31, 2008

Company Name: NGK INSULATORS, LTD. URL: <http://www.ngk.co.jp/english/>
Listing Code: 5333
Stock Exchange Listings: Tokyo, Osaka, Nagoya and Sapporo
Representative: Shun Matsushita (Mr.)
President and Chief Executive Officer
Contact: Susumu Sakabe (Mr.)
Vice President
(TEL: +81-52-872-7230)

Date for the filing of Quarterly Report "Shihanki Hokokusho" (Scheduled) : February 13, 2009

Notes 1: The following summary of the business results that NGK INSULATORS, LTD. submitted to the Tokyo Stock Exchange is unaudited by an independent auditor and for reference only.
2: All yen amounts are rounded down to the nearest million.

1. Consolidated financial results for the Nine months ended December 31, 2008

Nine months ended December 31,	(Millions of yen, except per share data and percentage)			
	2008		2007	
	Amount	Change (%)	Amount	Change (%)
Net Sales	216,192	-	264,534	+21.1
Operating Income	35,286	-	54,584	+39.6
Ordinary Income	33,425	-	55,216	+42.4
Net Income	18,026	-	37,804	+59.1
Net Income per share (Yen)	54.00		112.17	
Diluted net income per share (Yen)	53.94		112.06	

Notes 1: The percentage figures represent the percentage of increase or decrease against the same period of the previous year.
2: The percentage changes in 2008 are not shown, because the "Accounting Standard for Quarterly Financial Reporting" (ASBJ Standard No.12) is being newly applied from the current fiscal year.

(2) Consolidated financial position	(Millions of yen, except per share data and percentage)	
	December 31, 2008	March 31, 2008
Total Assets	488,680	557,389
Total net assets	317,535	337,513
Ratio of net worth to total assets (%)	61.1	57.0
Net worth per share (Yen)	913.24	942.94

Notes 1: Net worth used for the calculation is Total net assets excluding both Stock acquisition rights and Minority interests.
2: The net worth were ¥298,418 million and ¥317,594 million as of December 31, 2008 and March 31, 2008, respectively.



2. Dividend payment

	2008	2007
Cash dividend payment per share (Yen)		
Interim	11.00	11.00
Year-end	11.00 (forecast)	11.00
Total (Full-year)	22.00 (forecast)	22.00

Note: Revision of cash dividend forecast in this third quarter - None.

3. Forecasts of consolidated financial results for the fiscal year ending March 31, 2009

(Millions of yen, except per share data and percentage)

April 1, 2008 - March 31, 2009	Net Sales	Operating Income	Ordinary Income	Net Income	Net Income per share (Yen)
Previous Forecast (A) (announced on October 29, 2008)	295,000	42,000	44,000	30,000	90.31
Revised Forecast (B)	274,000	32,000	32,000	22,000	66.23
Increase or Decrease (B - A)	-21,000	-10,000	-12,000	-8,000	-
Percentage Change	-7.1%	-23.8%	-27.3%	-26.7%	-
[For Reference] Results of Fiscal year 2007 (year ended March 31, 2008)	364,888	69,377	69,324	45,951	136.36

[For Reference] Non-consolidated

(Millions of yen, except per share data and percentage)

April 1, 2008 - March 31, 2009	Net Sales	Operating Income	Ordinary Income	Net Income	Net Income per share (Yen)
Previous Forecast (A) (announced on October 29, 2008)	192,000	18,000	21,000	12,000	36.12
Revised Forecast (B)	176,000	14,000	16,000	4,000	12.04
Increase or Decrease (B - A)	-16,000	-4,000	-5,000	-8,000	-
Percentage Change	-8.3%	-22.2%	-23.8%	-66.7%	-
[For Reference] Results of Fiscal year 2007 (year ended March 31, 2008)	217,128	36,589	37,680	22,646	67.19

- Forward Looking Statement -

The above section contains forward-looking statements that were based on management's expectations, estimates, projections and assumptions that were available and reasonable at the date of the release of the forecast on January 29, 2009. Actual future results and trends may differ materially from what is the forecast in forward-looking statements due to a variety of factors.



4. Notes

- (1) Significant changes in subsidiaries during this period (changes in specified subsidiaries, "tokutei kogaisha" defined in the "Cabinet Office Ordinance on Disclosure of Corporate Information, etc.", involving a change of the scope of consolidation during this period) : None
- (2) Adoption of simplified accounting methods or special accounting methods for preparing quarterly consolidated financial statements : Yes
- (3) Changes of accounting principles, procedures and presentation when preparing quarterly consolidated financial statements (changes in major basic items for preparing quarterly consolidated financial statements)
- . Changes due to revisions of accounting standards : Yes
 - . Changes other than the above () : None

(4) Number of shares outstanding (Common Shares)

	<u>December 31, 2008</u>	<u>March 31, 2008</u>
Number of shares outstanding at period end including treasury stocks	337,560,196	337,560,196
Number of treasury stocks at period end	10,790,215	748,140
<u>Nine months ended December 31, _____</u>	<u>2008</u>	<u>2007</u>
Average number of shares outstanding over period	333,797,464	337,017,940



5. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

	December 31, 2008	March 31, 2008
Assets		
Current assets		
Cash and bank deposits	65,260	63,854
Notes and accounts receivable trade	57,727	81,955
Marketable securities	25,374	68,916
Inventories	85,296	77,237
Other	20,489	21,197
Allowance for doubtful accounts	(193)	(189)
Total current assets	253,954	312,972
Non-current assets		
Tangible assets		
Buildings and structures	49,528	51,884
Machinery and vehicles	62,250	75,393
Other	38,769	29,973
Total tangible assets	150,547	157,251
Intangible assets	2,033	3,115
Investments and other assets		
Investment securities	46,557	50,390
Other	35,907	34,014
Allowance for doubtful accounts	(320)	(354)
Total investments and other assets	82,144	84,051
Total non-current assets	234,725	244,417
Total assets	488,680	557,389
Liabilities		
Current liabilities		
Notes and accounts payable trade	25,668	37,709
Short-term borrowings	4,891	3,508
Current portion of long-term bonds payable	-	10,000
Current portion of long-term borrowings	35,069	13,327
Income taxes payable	1,210	15,743
Provisions	3,442	2,999
Other	23,979	30,303
Total current liabilities	94,262	113,592
Long-term liabilities		
Long-term borrowings	38,000	61,026
Liability for employees' retirement benefits	16,636	18,937
Provisions	439	671
Other	21,806	25,647
Total long-term liabilities	76,883	106,283
Total liabilities	171,145	219,875
Net assets		
Shareholders' equity		
Common stock	69,849	69,849
Capital surplus	85,135	85,135
Retained earnings	163,081	150,400
Treasury stock	(13,965)	(598)
Total shareholders' equity	304,100	304,786
Valuation and translation adjustments		
Unrealized gain on available-for-sale securities	3,877	12,535
Deferred loss on derivatives under hedge accounting	(141)	(4)
Foreign currency translation adjustments	(9,417)	277
Total valuation and translation adjustments	(5,681)	12,807
Stock acquisition rights	519	458
Minority interests	18,597	19,460
Total net assets	317,535	337,513
Total liabilities and net assets	488,680	557,389

**(2) Consolidated Statements of Income**

(Millions of yen)

**Nine months ended December 31, 2008
(April 1 - December 31, 2008)**

Net sales	216,192
Cost of sales	144,797
Gross profit	71,394
Selling, general and administrative expenses	36,108
Operating income	35,286
Non-operating income	6,521
Interest income	2,394
Dividend income	675
Gain on evaluation of derivative	2,520
Other	930
Non-operating expenses	8,382
Interest expense	1,839
Foreign Exchange	4,381
Other	2,161
Ordinary income	33,425
Extraordinary income	374
Gain on sales of fixed assets	35
Gain on reversal of provision for restructuring costs	338
Extraordinary loss	7,399
Loss on sales and disposals of fixed assets	1,167
Impairment loss	915
Write-down of investment securities	251
Loss on liquidation of business	5,064
Income before income taxes and minority interests	26,400
Income taxes - total	8,969
Income taxes -current	6,866
Income taxes -deferred	2,102
Minority interests in losses of consolidated subsidiaries	(595)
Net income	18,026

6. Segment Information

[Business segments]

Nine months ended December 31, 2008

(Millions of yen)

	Power	Ceramics	Electronics	Total	Elimination or Corporate	Consolidated
Sales						
Sales to customers	54,795	110,786	50,610	216,192	-	216,192
Intersegment sales	28	10	-	39	(39)	-
Total sales	54,824	110,797	50,610	216,232	(39)	216,192
Operating income	4,259	24,377	6,629	35,266	19	35,286

Notes: Main products by business segment

Business Segment	Main products
Power	Insulators, hardware for insulator assemblies, current limiting arching horn, bushing shells, fuse cut-outs, APM, line arrester and NAS (sodium-sulfur) batteries
Ceramics	Automotive ceramics for exhaust gas purification, corrosion-resistant ceramic apparatuses for chemical industries, gas analyzer, industrial heating systems, refractory products and radioactive waste treatment systems
Electronics	Beryllium copper wrought products, molds and ceramic components for electronics and semiconductor manufacturing equipment

Note: The "engineering Segment" mentioned previously as a segment of NGK group ceased to be a segment of NGK group from the first quarter of the fiscal year ending March 31, 2009, because of the exclusion from the scope of consolidation of consolidated subsidiary NGK Water Environment Systems, Ltd., which covered most of that segment's business, as a result of its merger with Fuji Electric Water Environmental Systems Co., Ltd., a former consolidated subsidiary of Fuji Electric Holdings Co., Ltd. Accordingly, some of the products previously included in the engineering segment such as radioactive waste treatment systems are included in the ceramics segment. As a result, compared with the previous method, net sales for the ceramics segment increased by 2,362 million yen and its operating income rose by 373 million yen.