



July 30, 2009

Summary of Consolidated Financial Results for the First Quarter ended June 30, 2009

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
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 Vice President
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 Scheduled date for the filing of Quarterly Report, "Shihanki Hokokusho" : August 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 first quarter ended June 30, 2009

(1) Consolidated operating results (Millions of yen, except per share data and percentage)

Three months ended June 30,	2009		2008	
	Amount	Change (%)	Amount	Change (%)
Net Sales	52,238	(31.1)	75,870	-
Operating Income	4,044	(72.6)	14,779	-
Ordinary Income	3,806	(74.0)	14,613	-
Net Income	2,614	(70.9)	8,986	-
Net Income per share (Yen)	8.00		26.68	
Diluted net income per share (Yen)	7.99		26.65	

Notes The percentage figures represent the percentage of increase or decrease against the same period of the previous year.

(2) Consolidated financial position (Millions of yen, except per share data and percentage)

	June 30, 2009	March 31, 2009
Total Assets	436,501	444,202
Total net assets	305,210	301,424
Ratio of net worth to total assets (%)	65.8	63.8
Net worth per share (Yen)	879.02	867.15

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 ¥287,212 million and ¥283,344 million as of June 30, 2009 and March 31, 2009, respectively.

2. Dividend payment

Year ended March 31,	2010	2009
Cash dividends per share (Yen)		
Interim	8.0 (Forecast)	11.0
Year-end	8.0 (Forecast)	11.0
Total (Full-year)	16.0 (Forecast)	22.0

Note: Revision of cash dividend forecast during this period - None.

3. Forecasts of consolidated financial results for the year ending March 31, 2010

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

	Six months ending September 30, 2009		Year ending March 31, 2010	
	Amount	Change (%)	Amount	Change (%)
Net Sales	99,000	(35.0)	230,000	(15.8)
Operating Income	3,500	(87.9)	15,000	(54.3)
Ordinary Income	2,500	(91.3)	16,000	(49.2)
Net Income	2,000	(89.3)	11,000	(55.0)
Net Income per share (Yen)	6.12		33.67	
Cash dividends per share (Yen)	8.00		16.00	

Notes Revision of forecasts of consolidated financial results during this period - Yes.

– Forward Looking Statement –

The section above contains forward-looking statements that are based on management's expectations, estimates, projection and assumptions that were available and reasonable at the date of the release of the forecasts on July 30, 2009. Actual future results and trends may differ materially from those in the forecasts due to a variety of factors.

4. Others

- (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
 - i . Valuation of inventories

The carrying amount of inventories is reduced to estimated net selling value only where there is an obvious decrease in profitability.
 - ii . Income tax, deferred tax assets and liabilities

Only important tax adjustments are applied to income tax calculation.
- (3) Changes of accounting principles, procedures and presentation when preparing consolidated financial statements (changes in major basic items for preparing quarterly consolidated financial statements)
 - i . Changes due to revisions of accounting standards : Yes

"Accounting Standard for Construction Contracts" (Accounting Standards Board of Japan[ASBJ] Statement No. 15, December 27, 2007) and "Guidance on Accounting Standard for Construction Contracts" (ASBJ Guidance No. 18, December 27, 2007) are applied from this first quarter.

This change had an immaterial impact on the financial statements.
 - ii . Changes other than the above (i) : None



(4) Number of shares outstanding (Common Shares)

	<u>June 30, 2009</u>	<u>March 31, 2009</u>
Number of shares outstanding at period end including treasury stocks	337,560,196	337,560,196
Number of treasury stocks at period end	10,818,724	10,808,134
<u>Three months ended June 30,</u>	<u>2009</u>	<u>2008</u>
Average number of shares outstanding over period	326,746,196	336,806,593

5. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

	As of June 30, 2009	As of March 31, 2009
Assets		
Current assets		
Cash and bank deposits	54,487	49,751
Notes and accounts receivable trade	48,838	46,116
Securities	18,945	32,335
Inventories	74,990	78,575
Other	16,716	18,020
Allowance for doubtful accounts	(201)	(188)
Total current assets	213,777	224,610
Non-current assets		
Tangible assets		
Buildings and structures	46,817	46,471
Machinery and vehicles	53,664	55,092
Other	37,856	36,012
Total tangible assets	138,339	137,575
Intangible assets	1,835	1,840
Investments and other assets		
Investment securities	49,786	47,032
Other	33,032	33,428
Allowance for doubtful accounts	(270)	(284)
Total investments and other assets	82,548	80,176
Total non-current assets	222,724	219,592
Total assets	436,501	444,202



	(Millions of yen)	
	As of June 30, 2009	As of March 31, 2009
Liabilities		
Current liabilities		
Notes and accounts payable trade	16,547	26,708
Short-term borrowings	5,660	4,744
Current portion of long-term borrowings	30,243	29,391
Income taxes payable	682	589
Provision	1,395	1,866
Other	17,589	21,854
Total current liabilities	72,119	85,155
Long-term liabilities		
Long-term borrowings	28,000	28,000
Liability for employees' retirement benefits	17,768	17,677
Provision	367	391
Other	13,035	11,554
Total long-term liabilities	59,171	57,623
Total liabilities	131,291	142,778
Net assets		
Shareholders' equity		
Common stock	69,849	69,849
Capital surplus	85,136	85,135
Retained earnings	167,380	168,360
Treasury stock	(14,005)	(13,986)
Total shareholders' equity	308,361	309,358
Valuation and translation adjustments		
Unrealized gain on available-for-sale securities	5,624	2,507
Deferred gain(loss) on derivatives under hedge accounting	18	(108)
Foreign currency translation adjustments	(26,792)	(28,413)
Total valuation and translation adjustments	(21,149)	(26,014)
Stock acquisition rights	519	519
Minority interests	17,478	17,560
Total net assets	305,210	301,424
Total liabilities and net assets	436,501	444,202



Consolidated Financial Statements

(2) Consolidated Statements of Income

(Millions of yen)

	Three months ended June 30, 2009	Three months ended June 30, 2008
Net sales	52,238	75,870
Cost of sales	37,179	48,380
Gross profit	15,059	27,490
Selling, general and administrative expenses	11,015	12,710
Operating income	4,044	14,779
Non-operating income	1,241	2,417
Interest income	345	853
Dividend income	528	351
Foreign Exchange gain	-	635
Other	367	576
Non-operating expenses	1,479	2,583
Interest expense	430	569
Loss on evaluation of derivative	-	717
Equity in loss of unconsolidated subsidiaries and associated companies	570	753
Other	479	542
Ordinary income	3,806	14,613
Extraordinary income	23	10
Gain on sales of fixed assets	23	10
Extraordinary loss	78	72
Loss on sales and disposals of fixed assets	78	72
Income before income taxes and minority interests	3,751	14,551
Income taxes - total	1,324	5,338
Income taxes -current	267	2,769
Income taxes -deferred	1,057	2,569
Minority interests in earnings (loss) of consolidated subsidiaries	(186)	226
Net income	2,614	8,986



6. Segment Information

[Business segments]

Three months ended June 30, 2009

(Millions of yen)

	Power	Ceramics	Electronics	Total	Elimination or Corporate	Consolidated
Sales						
Sales to customers	20,947	21,903	9,388	52,238	-	52,238
Intersegment sales	6	3	-	9	(9)	-
Total sales	20,953	21,906	9,388	52,248	(9)	52,238
Operating income	2,429	2,014	(411)	4,032	11	4,044

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

Three months ended June 30, 2008

(Millions of yen)

	Power	Ceramics	Electronics	Total	Elimination or Corporate	Consolidated
Sales						
Sales to customers	16,341	41,838	17,689	75,870	-	75,870
Intersegment sales	10	6	-	16	(16)	-
Total sales	16,351	41,845	17,689	75,886	(16)	75,870
Operating income	1,472	11,073	2,229	14,775	3	14,779