

SUMMARY OF FINANCIAL STATEMENT (Consolidated)
First Quarter Results for the Fiscal Year Ending March 31, 2013

[Japanese GAAP]

Name of listed company: JSP Corporation

Stock Exchange Listed: Tokyo (1st Section)

URL: <http://www.jsp.com>Code Number: **7942**

Representative: Kozo Tsukamoto, President, Representative Director

Contact person: Yasushi Komori, General Manager, Accounting Department, Finance & Accounting Division

Phone: +81-3-6212-6306

Scheduled date of filing of Quarterly Report:

August 9, 2012

Scheduled date of payment of dividend:

-

Preparation of supplementary materials for quarterly financial results:

Yes

Holding of quarterly financial results meeting:

None

Note: The original disclosure in Japanese was released on July 30, 2012 at 15:00 (GMT +9).

(All amounts are rounded down to the nearest million yen)

1. First Quarter Results (April 1, 2012 to June 30, 2012) for the Fiscal Year Ending March 31, 2013**(1) Consolidated business performance**

(Percentages represent changes from the previous comparable period)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended Jun. 30, 2012	23,952	6.9	1,475	8.5	1,519	15.4	1,055	45.1
Three months ended Jun. 30, 2011	22,406	1.4	1,359	(14.0)	1,316	(12.1)	727	(40.5)

Note: Comprehensive income: Three months ended Jun. 30, 2012: 2,822 million yen (up 58.8%)

Three months ended Jun. 30, 2011: 1,777 million yen (up 20.0%)

	Net income per share	Fully diluted net income per share
	Yen	Yen
Three months ended Jun. 30, 2012	35.42	-
Three months ended Jun. 30, 2011	24.41	-

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Jun. 30, 2012	92,241	49,996	50.8	1,570.12
As of Mar. 31, 2012	89,072	47,362	50.2	1,499.89

Reference: Shareholders' equity: As of Jun. 30, 2012: 46,815 million yen As of Mar. 31, 2012: 44,721 million yen

2. Dividends

	Annual dividends per share				
	1Q-end	2Q-end	3Q-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended Mar. 31, 2012	-	15.00	-	15.00	30.00
Fiscal year ending Mar. 31, 2013	-				
Fiscal year ending Mar. 31, 2013 (forecasts)		15.00	-	15.00	30.00

Note: Revisions to the most recently announced dividend forecast: None

3. Forecast for Consolidated Business Performance in the Fiscal Year Ending March 31, 2013**(April 1, 2012 to March 31, 2013)**

(Percentages represent year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	48,000	4.4	2,900	5.0	2,900	3.5	2,000	6.6	67.08
Full year	97,000	3.9	6,000	13.3	6,100	10.2	4,000	29.0	134.16

Note: Revisions to the most recently announced consolidated forecast: None

*** Notes**

(1) Changes in principal subsidiaries during the period (changes in specified subsidiaries resulting in changes in the scope of consolidation): None

Newly added: - Excluded: -

(2) Application of special accounting methods in the preparation of quarterly consolidated financial statements: Yes

Note: Please refer to "Matters Related to Summary Information (Notes)" on page 3 of the attached documents for further information.

(3) Changes in accounting policies and accounting-based estimates, and restatements

1) Changes in accounting policies due to revisions in accounting standards, others: Yes

2) Changes in accounting policies other than 1) above: None

3) Changes in accounting-based estimates: Yes

4) Restatements: None

Note: Please refer to "Matters Related to Summary Information (Notes)" on page 3 of the attached documents for further information.

(4) Number of shares outstanding (common stock)

1) Number of shares outstanding at the end of the period including treasury stock

As of Jun. 30, 2012:	31,413,473 shares	As of Mar. 31, 2012:	31,413,473 shares
----------------------	-------------------	----------------------	-------------------

2) Number of treasury stock shares at the end of the period

As of Jun. 30, 2012:	1,597,278 shares	As of Mar. 31, 2012:	1,597,226 shares
----------------------	------------------	----------------------	------------------

3) Average number of shares outstanding during the period

Three months ended Jun. 30, 2012:	29,816,199 shares	Three months ended Jun. 30, 2011:	29,816,382 shares
-----------------------------------	-------------------	-----------------------------------	-------------------

* Information regarding the implementation of quarterly review procedures

The current quarterly financial statements are exempted from quarterly review procedures based on the Financial Instruments and Exchange Act. At the time of disclosure, the review procedures for these quarterly consolidated statements have not been completed.

* Cautionary statement with respect to forward-looking statements

Forecasts of future performance in this report are based on assumptions judged to be valid and information currently available to the Company. Actual results may differ significantly from these forecasts for a number of factors. Please refer to "Qualitative Information Regarding Consolidated Forecast" on page 2 for precondition and assumption as the basis of the above forecasts.

1. Qualitative Information on Quarterly Consolidated Financial Performance

(1) Qualitative Information Regarding Consolidated Results of Operations

In the first quarter of the current financial year, the U.S. enjoyed a gentle pace of recovery but the prolonged European debt crisis and the slowdown in the Chinese economic growth were among the factors which resulted in the global economy losing momentum. In Japan, the impact of demand related to recovery from the Great East Japan Earthquake and the eco-car subsidies and eco-point incentive program for environmentally friendly housing were among the factors that supported a modest rate of recovery but concerns over declining corporate earnings as a result of the strength of the yen meant that the overall outlook remained unclear.

Given this operating environment, we developed and started a new medium-term management plan “Deepen & Grow” in the current fiscal year, in line with our basic policies: “strengthen current business activities,” “expand business activities outside Japan,” and “start new business activities,” guiding the whole Group in new paths to growth and developing and marketing high value-added products using exclusive technologies.

As a result, net sales in the first quarter of the current fiscal year were 23,952 million yen (up by 6.9% year-on-year). Operating income increased 8.5% to 1,475 million yen, ordinary income increased 15.4% to 1,519 million yen and net income increased 45.1% to 1,055 million yen.

Results by business segment were as follows.

Due to a reorganization of our corporate structure, prior-year comparisons are based on figures in the previous fiscal year that have been adjusted to match the new organization from the first quarter of the current fiscal year, and some of the businesses that was included in the former ‘Other Businesses’ is reclassified as corporate expenses that cannot be attributed to specific business segments.

Extrusion Business

Sales of Miramat™ (expanded polyethylene sheet used as an industrial packaging material) and P-Board™ (expanded polypropylene sheet) which are used mainly for the transportation of substrates for LCD TVs and other digital home appliances increased, despite the weakness of the home appliance market, thanks to firm demand for functional products with permanently antistatic properties. Styrene Paper™ (expanded polystyrene sheet used in food packaging) is used in many applications in the instant noodle and lunch box sectors. Sales decreased in reaction to the very strong growth recorded in the same period in the previous fiscal year due to nationwide demand in the aftermath of the earthquake. Sales of Miraboard™ (expanded polystyrene sheet used in advertising displays and folding boxes) increased due to a recovery in corporate earnings and in reaction to the weakness recorded in the same period one year earlier when sales were weak as companies refrained from conducting advertising activities following the earthquake. Sales of Mirafoam™ (extruded board made of expanded polystyrene that is used as a home insulation material) benefited from following winds generated by increased demand for energy-efficient housing and the stimulus supplied by Japan’s eco-point incentive program for environmentally friendly housing but decreased year-on-year in reaction to the rapid growth recorded in the same period in the previous fiscal year in response to demand related to earthquake recovery and reconstruction activities. Sales of Miraplank™ (extruded board made of expanded polyethylene used as a cushioning material for cargo in trucks and in returnable containers for transporting home appliances and automotive parts) were sluggish as a decline in distribution volume due to the weakness of the home appliance market.

As a result, extrusion segment sales decreased 1.8% to 8,416 million yen and operating income decreased 17.1% to 615 million yen.

Beads Business

P-Block™/ARPRO™ (expanded polypropylene) is used in automotive parts, for instance, as a bumper core material, in interior auto parts, and seat cores; it is also used as a cushioning material in returnable containers for transporting IT equipment, a cushioning material for home appliances, and as an impact protection material for artificial sports surfaces. We manufacture and sell P-Block™/ARPRO™ worldwide. In Japan, there was no full-scale recovery in demand for home appliances and so sales of beads used as a returnable container and a cushioning material for transporting digital home appliances decreased. Automotive applications enjoyed a steady increase in demand in response to the eco-car subsidies and sales increased as a result. In the U.S., sales increased because of strong demand for automotive related

products and a broader range of vehicle types using the products. In Europe, demand was slower somewhat in reaction to the sovereign debt crisis but a widening in the range of new applications for automotive parts resulted in sales remaining the unchanged from those recorded in the same period one year earlier. Sales increased in Asia along with solid demand in the home appliance and automobile industries. Sales of Styrodia™ (expandable polystyrene beads) were the same as one year earlier as there has not been a full recovery in demand for fish boxes, the primary application for these beads, chiefly in areas that were damaged by the earthquake. Sales of Foamcore™ (a hybrid molded product used as a ceiling material for prefabricated bathroom units) increased along with demand caused by the imposition of tighter thermal insulation standards. Sales of Super Foam™, a material for automotive air conditioning ducts, were higher because of the rise in the production of automobiles that use this material.

As a result, beads segment sales increased 13.0% to 14,070 million yen and operating income increased 30.6% to 962 million yen.

Other Businesses

Sales of general packaging materials increased because of stronger demand for IT-related home appliances in China. As a result, segment sales increased 5.7% to 1,464 million yen and there was an operating income of 16 million yen (compared to operating loss of 20 million yen a year earlier).

(2) Qualitative Information Regarding Consolidated Financial Position

Total assets as of June 30, 2012 were 92,241 million yen, up 3,169 million yen from March 31, 2012. Current assets increased 2,077 million yen, while noncurrent assets increased 1,092 million yen.

Total liabilities were 42,245 million yen, up 535 million yen. Current liabilities increased 1,491 million yen, while noncurrent liabilities decreased 955 million yen.

As a result, net assets totaled 49,996 million yen, and the shareholders' equity ratio was 50.8%.

A summary of cash flows and major components are as follows.

Net cash provided by operating activities totaled 1,572 million yen, an increase of 491 million yen from a year earlier. Inflows included 1,506 million yen from income before income taxes, and 1,014 million yen from depreciation and amortization. Outflows included a decrease of 344 million yen in notes and accounts payable-trade, an increase of 219 million yen in notes and accounts receivable-trade and an increase of 186 million yen in inventories.

Net cash used in investing activities totaled 847 million yen, a decrease of 355 million yen. This included an outflow of 1,178 million yen for the purchase of noncurrent assets and an inflow of 195 million yen from a net decrease in time deposits.

Net cash used in financing activities totaled 599 million yen, a decrease of 806 million yen. This included an inflow of 1,396 million yen from a net increase in short-term loans payable and an outflow of 1,421 million yen for the repayment of long-term loans payable, and cash dividends paid of 447 million yen.

As a result, cash and cash equivalents totaled 6,399 million yen as of June 30, 2012, up 423 million yen from March 31, 2012.

(3) Qualitative Information Regarding Consolidated Forecast

We maintain the previously announced consolidated earnings forecasts for the first-half and full-year of the fiscal year ending March 31, 2013, as we presented at the beginning of this report.

This earnings forecast is based on information available at the present time; actual results may vary from these figures due to a variety of factors.

2. Matters Related to Summary Information (Notes)

(1) Changes in Principal Subsidiaries during the Period

No reportable information.

(2) Application of Special Accounting Methods in the Preparation of Quarterly Consolidated Financial Statements

Calculation of tax expense

The tax expense was calculated mainly by first estimating the effective tax rate after the application of tax effect accounting with respect to income before income taxes for the current fiscal year, and multiplying that rate by the quarterly income before income taxes.

(3) Changes in Accounting Policies and Accounting-based Estimates, and Restatements

Changes in accounting policies that are difficult to distinguish from changes in accounting-based estimates

Following tax law revisions, from the first quarter of the current fiscal year, the Company and consolidated subsidiaries in Japan have changed their method of depreciation of property, plant and equipment acquired on or after April 1, 2012 in line with methods prescribed in the revised Corporation Tax Act.

The effect of this change on operating income, ordinary income and income before income taxes in the first quarter of the current fiscal year is insignificant.

** This summary report is solely a translation of "Kessan Tanshin" (in Japanese, including the attachments), which has been prepared in accordance with accounting principles and practices generally accepted in Japan, for the convenience of readers who prefer an English translation.*