

Summary of 1st Quarter Report for Fiscal Year 2009

Qualification: This is directly translated into English for the convenience of readers, and all financial results conform with the accounting principles generally accepted in Japan.

(April 1, 2009 through June 30, 2009)

Company: **Nippon Suisan Kaisha, Ltd.** Listed on Tokyo Stock Exchange with the register code 1332

<http://www.nissui.co.jp/english/index.html>

1. Consolidated Financial Data of 1st Quarter for FY2009

(1) Consolidated Financial Results of 1st Quarter

(Amounts less than one million yen are omitted)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
1st quarter of FY2009	120,945	△6.4	1,469	136.3	1,326	68.8	648	-
1st quarter of FY2008	129,158	-	621	-	786	-	△ 334	-

(Note) : Each percentage figure shows changes from the previous year.

	Net income per share
	Yen
1st quarter of FY2009	2.35
1st quarter of FY2008	△ 1.21

(2) Consolidated Financial Position of 1st Quarter

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
1st quarter of FY2009	384,744	76,134	15.5	216.37
FY2008	385,462	72,165	14.5	201.64

(Note) : Total shareholders' equity June 30, 2009 ¥59,785 Million March 31, 2009 ¥55,718 Million

2. Dividend

	Dividend per share				
	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Fiscal Year
	Yen	Yen	Yen	Yen	Yen
FY2008	-	5.00	-	5.00	10.00
FY2009	-	-	-	-	-
FY2009 (forecast)	-	5.00	-	5.00	10.00

(Note) Revision to dividend forecast during the current quarter: None

3. Consolidated Forecast for FY2009

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
2nd quarter of FY2009	250,000	▲3.5	6,000	139.7	5,000	348.4	2,000	-	7.24
FY2009	510,000	0.9	12,000	280.2	10,000	-	5,000	-	18.10

(Note) Revision during the current quarter to the consolidated forecast for FY2009: None

4. Others

1) Change in scope of consolidation due to transfer of significant subsidiaries during the term: None

2) Adoption of simplified accounting method or accounting methods specific to quarterly consolidated financial statements: Yes

(Note) For details, please refer to 4. Others of [Qualitative Information/Consolidated Financial Statements] on page 5.

3) Changes in accounting principles, procedures, presentation methods, relating to the preparation of quarterly consolidated financial statements

(Items stated under Changes in the Significant Assumptions Underlying the Preparation of the Quarterly Consolidated Financial Statements)

① Changes accompanying changes in accounting standards: None

② Change other than those stated above: None

(4) Number of issued shares (Common stock)

① Number of issued shares at the end of the term (Including treasury stock)

1Q of FY ending March 31, 2010: 277,210,277 shares, FY ended March 31, 2009: 277,210,277 shares

② Number of treasury stock at the end of the term

1Q of FY ending March 31, 2010: 895,547 shares, FY ended March 31, 2009: 891,340 shares

③ Average number of shares during the term (For the current consolidated first quarter)

1Q of FY ending March 31, 2010: 276,316,660 shares, 1Q of FY ended March 31, 2009: 276,465,793 shares

*Explanation on the proper use of the forecasts

The above forecast is based on the information available at the issuing date of this report. Accordingly, the final results may change due to various factors. For matters pertaining to the forecasts, please refer to 3. Qualitative information on consolidated forecasts of [Qualitative Information/Consolidated Financial Statements] on page 5.

[Qualitative information/financial statements]

1. Qualitative information on consolidated financial results

During the first quarter of the current fiscal year, as uncertainty mounted over the future of employment and income as a result of deteriorating corporate earnings, the Japanese economy, under the impact of the deep recession originating from the global financial crisis, witnessed severe conditions as evidenced by the continued sluggish pace of personal consumption.

In terms of the global economy, despite signs of a recovery in Asia centering primarily on China, the U.S. and Europe continued to suffer under harsh conditions caused by the vicious cycles fueled by the financial crisis and the deterioration of the real economy.

In the industries in which the Company and its corporate group operate, sales volume and sales prices fell in the domestic Marine Products business under the impact of the recession, while in the domestic Foods business reduction of the product selling price became a major trend. In the U.S. and Europe harsh conditions persisted as personal consumption continued to be sluggish.

Under these circumstances, we recorded first quarter consolidated sales of 120,945 million yen, down 8,213 million yen year-on-year; operating income of 1,469 million yen, up 847 million yen year-on-year; ordinary income of 1,326 million yen, up 540 million yen year-on-year; and net income of 648 million yen, up 982 million yen year-on-year.

Performance by Major Business Segment

(1) Marine Products Business

In Japan, despite the addition of Kyowa Suisan Co., Ltd. (Note 1) as a consolidated subsidiary, sales volume and sales prices of surimi, crab, salmon/trout and fish roe (Note 2) dropped as a result of slumping consumption and a devaluation loss was recorded on inventories. While overseas, in addition to the drop in the sales volume and sales prices of surimi and fillets in North America, the decline in the fish catch of fishery companies in South America (Note 3) resulted in sales of 42,212 million yen (down 9,386 million yen year-on-year) and an operating loss of 1,151 million yen (down 1,179 million yen year-on-year).

(2) Foods Business

In Japan, sales of frozen prepared foods, shelf-stable foods, fish sausage and ham, and fish paste products increased, the prices of raw materials continued to fall, and in North America sales of frozen prepared food for household use increased. Consequently, sales in the amount of 67,123 million yen (up 920 million yen year-on-year) and an operating income of 1,405 million yen (up 1,610 million yen year-on-year) were recorded.

(3) General Distribution Business

In the cold storage business, despite slow cargo movement, efforts made toward efficient business management resulted in sales of 2,890 million yen (up 212 million yen year-on-year) and an operating income of 464 million yen (up 27 million yen year-on-year).

(4) Fine Chemicals Business

Both the pharmaceutical business and the health foods business performed well, resulting in sales of 5,805 million yen (up 514 million yen year-on-year) and an operating income of 1,337 million yen (up 284 million yen year-on-year).

Performance by Geographical Segment

(1) Japan

In the Marine Products business, sales volume and sales prices of surimi, crab and fish roe declined as a result of slumping consumption and a devaluation loss was recorded on inventories. While in the Foods business, sales of frozen prepared foods, bottled foods and other shelf-stable foods, and fish sausage and ham increased and the prices of raw materials continued to fall, which resulted in sales of 95,916 million yen (down 3,731 million yen year-on-year) and operating income of 2,505 million yen (down 156 million yen year-on-year).

(2) North America

We are engaged in the Marine Products and Foods businesses in North America. Despite the increase in sales of frozen foods for household use in the Foods business, the decrease in production volume and sales prices of surimi and fillets in the Marine Products business resulted in sales of 18,108 million yen (down 1,806 million yen year-on-year) and an operating loss of 478 million yen (down 827 million yen year-on-year).

(3) South America

We are engaged in the fishing and aquaculture businesses in Argentina and Chile. Although fish catch declined at the fishery companies, business improvements were implemented at Salmones Antartica, S.A. in Chile (Note 4), which resulted in sales of 1,874 million yen (down 496 million yen year-on-year) and an operating income of 497 million yen (up 1,828 million yen year-on-year).

(4) Asia

We are engaged in the Marine Products and Foods businesses in Asia. In the Marine Products business, while sales volume and sales prices fell in the marine products sales company in Singapore and in the shrimp aquaculture business in Indonesia, production volume increased at Shandong Sanfod Nissui, Ltd. (Note 5), resulting in sales of 1,066 million yen (down 729 million yen year-on-year) and an operating loss of 231 million yen, representing a year-on-year loss decrease of 183 million yen.

(5) Europe

We are engaged in the Marine Products and Foods businesses in Europe. Sales volume declined as a result of sluggish consumption in both the Marine Products and Foods businesses, resulting in sales of 3,980 million yen (down 1,448 million yen year-on-year) and an operating loss of 64 million yen (down 206 million yen year-on-year).

(Note 1) In October 2008, the Company acquired shares of the fisheries company, Kyowa Suisan Co., Ltd. and subsequently it was made a consolidated subsidiary of the Company.

(Note 2) Roe of Alaska pollack

(Note 3) [Argentina] PESPASA (Explotacion Pesquera de la Patagonia, S.A.) and PESANTAR (Empresa Pesquera de la Patagonia Y Antartida, S.A.)

[Chile] Pesquera Friosur S.A., Pesquera Sur Austral S.A., EMDEPES (Empresa de Desarrollo Pesquero de Chile S.A., and DOSA (Desarrollo Oceanico S.A.)

(Note 4) A salmon aquaculture company with headquarters in Santiago, Chile

(Note 5) Company engaged in the marine products and food processing businesses, with headquarters in Qingdao, Shandong Province, China.

2. Qualitative information regarding the consolidated financial position

- The status of assets, liabilities and net assets -

Assets

Current assets decreased by 4.8% compared to the end of the previous consolidated fiscal year to 181,494 million yen, mainly as a result of the increase in cash and bank deposits by 13,539 million yen and the increases in notes and accounts receivable by 1,859 million yen and in work in process by 2,283 million yen.

Fixed assets increased by 4.3% compared to the end of the previous consolidated fiscal year to 203,249 million yen, mainly as a result of increases in property, plant and equipment by 2,318 million yen and in investments and other assets by 5,622 million yen.

As a result, total assets decreased by 0.2% compared to the end of the previous consolidated fiscal year to 384,744 million yen.

Liabilities

Current liabilities increased by 0.4% compared to the end of the previous consolidated fiscal year to 187,644 million yen, mainly as a result of the increase of short-term loans payable by 1,489 million yen and the decrease of notes and accounts payable-trade by 1,853 million yen.

Noncurrent liabilities decreased by 4.4% compared to the end of the previous consolidated fiscal year, mainly as a result of the decrease in long-term loans payable by 6,527 million yen.

As a result, total liabilities decreased by 1.5% compared to the end of the previous consolidated fiscal year to 308,609 million yen.

Net assets

Total net assets increased by 3,968 million yen compared to the end of the previous consolidated fiscal year to 76,134 million yen. This was due mainly to the increase in valuation difference on available-for-sale securities by 1,855 million yen and in foreign currency translation adjustment by 2,944 million yen.

- Status of cash flow -

Cash flows from operating activities resulted in a net outflow of 11 million yen. This was due mainly to the income before taxes in the amount of 1,131 million yen, depreciation and amortization of 4,052 million yen and the decrease in accounts payable-trade by 2,894 million yen. Cash flows from investment activities resulted in a net outflow of 2,878 million yen. This was due mainly to the outlays for the acquisition of property, plant and equipment, in the amount of 2,294 million yen, which was used in investments to expand the production capacity of the food plants among others. Cash flows from financing activities resulted in a net outflow of 10,350 million yen. This was due mainly to the decrease in short-term loans payable by 717 million yen and the repayment of long-term loans payable in the amount of 6,771 million yen. As a result, the closing balance of cash and cash equivalents as of the end of the current quarter decreased by 12,522 million yen compared to the end of the previous consolidated fiscal year to 18,370 million yen.

3. Qualitative information on consolidated forecasts

Although performances of the Company and its corporate group for the current first quarter did not measure up to the progression rate projected in the initial forecast, we intend to expand our revenues by strengthening our operations and thoroughly implementing cost reduction measures. Consequently, we will not make changes to the forecasts for the FY ending March 31, 2010, which were announced on May 15, 2009.

4. Others

(1) Changes in significant subsidiaries during the term (Changes in designated subsidiaries accompanying changes in the scope of consolidation)

Not applicable.

(2) Adoption of simplified accounting method or accounting methods specific to quarterly consolidated financial statements:

Method of calculating depreciation of fixed assets

For assets that are depreciated on the declining-balance method, depreciation expenses applicable to the consolidated fiscal year are calculated on a pro-rata basis.

(3) Changes in accounting principles, procedures, presentation methods, relating to the preparation of quarterly consolidated financial statements

Not applicable.

[5]1st Quarter Consolidated Financial Statements
Consolidated Balance Sheet

Million yen

	Q1 Balance As of Jun. 30,2009	Last year Balance As of Mar. 31,2009
Assets		
Current assets		
Cash and deposits	12,059	25,599
Notes and accounts receivable-trade	60,374	58,515
Merchandise and finished goods	51,277	49,458
Work in process	10,209	7,925
Raw materials and supplies	19,651	21,517
Other	28,624	28,202
Allowance for doubtful accounts	▲ 703	▲ 654
Total current assets	181,494	190,562
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	50,826	50,253
Other, net	59,578	57,833
Total property, plant and equipment	110,405	108,086
Intangible assets		
Goodwill	4,745	4,829
Other	11,488	10,995
Total intangible assets	16,234	15,824
Investments and other assets		
Investment securities	64,302	58,565
Other	19,132	18,968
Allowance for doubtful accounts	▲ 6,824	▲ 6,545
Total investments and other assets	76,610	70,988
Total noncurrent assets	203,249	194,899
Total assets	384,744	385,462

Consolidated Balance Sheet

Million yen

	Q1 Balance As of Jun. 30,2009	Last year Balance As of Mar. 31,2009
Liabilities		
Current liabilities		
Notes and accounts payable-trade	25,345	27,199
Short-term loans payable	130,846	129,357
Income taxes payable	1,170	2,201
Accrued expenses	19,529	19,297
Provision	943	2,240
Other	9,808	6,507
Total current liabilities	187,644	186,805
Noncurrent liabilities		
Long-term loans payable	94,941	101,469
Provision for retirement benefits	16,756	16,268
Other of provision	443	572
Other	8,824	8,181
Total noncurrent liabilities	120,965	126,491
Total liabilities	308,609	313,296
Net assets		
Shareholders' equity		
Capital stock	23,729	23,729
Capital surplus	13,758	13,758
Retained earnings	31,284	32,018
Treasury stock	▲250	▲249
Total shareholders' equity	68,522	69,257
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	1,382	▲473
Deferred gains or losses on hedges	▲80	▲234
Foreign currency translation adjustment	▲7,966	▲10,911
Pension liability adjustment of foreign consolidated subsidiaries	▲2,071	▲1,920
Total valuation and translation adjustments	▲8,737	▲13,539
Minority interests	16,349	16,447
Total net assets	76,134	72,165
Total liabilities and net assets	384,744	385,462

Consolidated Income Statements

Million yen

	1Q of the Last FY ended Jun. 30, 2008	1Q of the current FY ended Jun. 30, 2009
Net sales	129,158	120,945
Cost of sales	102,602	94,154
Gross profit	26,556	26,790
Selling, general and administrative expenses	25,934	25,321
Operating income	621	1,469
Non-operating income		
Interest income	118	125
Dividends income	271	201
Foreign exchange gains	619	347
Equity in earnings of affiliates	134	-
Miscellaneous income	188	253
Total non-operating income	1,334	927
Non-operating expenses		
Interest expenses	1,091	973
Equity in losses of affiliates	-	14
Miscellaneous expenses	77	81
Total non-operating expenses	1,169	1,069
Ordinary income	786	1,326
Extraordinary income		
Gain on sales of noncurrent assets	4	0
Gain on sales of investment securities	269	7
Reversal of allowance for doubtful accounts	56	-
Total extraordinary income	331	8
Extraordinary loss		
Loss on disposal of noncurrent assets	91	60
Loss on valuation of investment securities	-	142
Loss on sales of stocks of subsidiaries and affiliates	6	-
Loss on valuation of inventories	222	-
Loss on change in equity	402	-
Total extraordinary losses	723	203
Income before income taxes	394	1,131
Income taxes-current	533	382
Income taxes-deferred	372	▲71
Total income taxes	905	310
Minority interests in income	▲177	173
Net income	▲334	648

Consolidated Statements of Cash-Flow

Million yen

	1Q of the Last FY ended Jun. 30, 2008	1Q of the current FY ended Jun. 30, 2009
Net cash provided by (used in) operating activities		
Income before income taxes	394	1,131
Depreciation and amortization	3,500	4,052
Amortization of goodwill	526	347
Increase (decrease) in allowance for doubtful accounts	46	321
Increase (decrease) in provision for retirement benefits	▲563	20
Interest and dividends income	▲390	▲326
Interest expenses	1,091	973
Equity in (earnings) losses of affiliates	▲134	14
Gain on sales of noncurrent assets	▲4	0
Loss on disposal of noncurrent assets	91	60
Loss (gain) on sales and valuation of investment securities	▲269	135
Decrease (increase) in notes and accounts receivable-trade	▲3,618	▲448
Decrease (increase) in inventories	▲7,625	▲136
Increase (decrease) in notes and accounts payable-trade	2,446	▲2,894
Increase (decrease) in accrued expenses	2,265	▲335
Other, net	▲4,804	▲1,922
Subtotal	▲7,048	994
Interest and dividends income received	838	858
Interest expenses paid	▲1,069	▲791
Income taxes paid	▲1,334	▲1,072
Net cash provided by (used in) operating activities	▲8,613	▲11
Net cash provided by (used in) investing activities		
Decrease (increase) in time deposits	▲303	342
Decrease (increase) in short-term investment securities	1,210	▲262
Purchase of property, plant and equipment	▲7,124	▲2,294
Proceeds from sales of property, plant and equipment	696	26
Purchase of intangible assets	▲810	▲259
Purchase of investment securities	▲3,134	▲4,423
Proceeds from sales of investment securities	606	272
Proceeds from redemption of investment securities	-	3,000
Decrease (increase) in short-term loans receivable	▲135	1,185
Other, net	▲682	▲464
Net cash provided by (used in) investing activities	▲9,676	▲2,878

Consolidated Statements of Cash-Flow

Million yen

	1Q of the Last FY ended Jun. 30, 2008	1Q of the current FY ended Jun. 30, 2009
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	20,926	▲ 717
Proceeds from long-term loans payable	7,988	-
Repayment of long-term loans payable	▲ 4,458	▲ 6,771
Repayments of lease obligations	▲ 36	▲ 215
Cash dividends paid	▲ 1,382	▲ 1,382
Cash dividends paid to minority shareholders	▲ 91	▲ 1,262
Decrease (increase) in treasury stock	▲ 2	▲ 1
Net cash provided by (used in) financing activities	22,945	▲ 10,350
Effect of exchange rate change on cash and cash equivalents	13	717
Net increase (decrease) in cash and cash equivalents	4,668	▲ 12,522
Cash and cash equivalents at beginning of period	11,774	30,892
Increase (decrease) in cash and cash equivalents resulting from change of scope of consolidation	▲ 81	-
Cash and cash equivalents at end of period	16,361	18,370

Segment Information

Information by business segments

Q1 of the last FY(Apr 1,2008~Jun 30,2008)

Million yen

	Marine Products	Foods	General distribution	Fine Chemicals	Other	Total	Elimination or corporate	Consolidated
Sales								
(1) Sales to third parties	51,599	66,203	2,677	5,290	3,387	129,158	-	129,158
(2) Inter-segment sales and transfers	3,833	211	2,021	10	185	6,262	(6,262)	-
Total	55,432	66,414	4,698	5,301	3,573	135,420	(6,262)	129,158
Operating income (loss: ▲)	27	▲ 204	437	1,053	93	1,407	(785)	621

Q1 of the curent FY(Apr 1,2009~Jun 30,2009)

Million yen

	Marine Products	Foods	General distribution	Fine Chemicals	Other	Total	Elimination or corporate	Consolidated
Sales								
(1) Sales to third parties	42,212	67,123	2,890	5,805	2,913	120,945	-	120,945
(2) Inter-segment sales and transfers	1,910	284	1,555	55	309	4,114	(4,114)	-
Total	44,123	67,408	4,445	5,860	3,222	125,059	(4,114)	120,945
Operating income (loss: ▲)	▲ 1,151	1,405	464	1,337	172	2,229	(759)	1,469

Notes:

Definitions of operating segments and major businesses

- i. The classification of the operating segments is in accordance with the management structures of our group.
- ii. Major products/businesses of each segment

Marine products	Fishing, aquaculture, purchasing, processing and selling of marine products (fresh / frozen fish, fish-meal & fish-oil)
Foods	Manufacturing and selling of frozen food, canned food, and other processed food
General distribution	Cold storage and transportation of frozen and refrigerated goods
Fine Chemicals	Manufacturing and selling of diagnostic medicines, ordinary medicines, health foods and medical ingredients.
Other	Construction, repair and operation of marine vessels, engineering and other business

Segment Information (continued)

Information by geographical segments

Q1 of the last FY(Apr 1,2008~Jun 30,2008)

Million yen

	Japan	North America	South America	Asia	Europe	Total	Elimination or corporate	Consolidated
Sales								
(1) Sales to third parties	99,647	19,915	2,370	1,795	5,429	129,158	-	129,158
(2) Inter-segment sales and transfers	1,172	1,621	2,307	1,535	13	6,649	(6,649)	-
Total	100,819	21,537	4,677	3,331	5,442	135,808	(6,649)	129,158
Operating income(loss:▲)	2,662	348	▲1,330	▲414	142	1,407	(785)	621

Q1 of the current FY(Apr 1,2009~Jun 30,2009)

Million yen

	Japan	North America	South America	Asia	Europe	Total	Elimination or corporate	Consolidated
Sales								
(1) Sales to third parties	95,916	18,108	1,874	1,066	3,980	120,945	-	120,945
(2) Inter-segment sales and transfers	1,143	909	2,172	1,852	8	6,086	(6,086)	-
Total	97,059	19,017	4,046	2,919	3,989	127,031	(6,086)	120,945
Operating income(loss:▲)	2,505	▲478	497	▲231	▲64	2,229	(759)	1,469

Notes:

(1) Definitions of geographic segments and major countries

- i. The Definitions of geographic segments are in accordance with geographic regions.
- ii. Major foreign countries included in each segment

North America	The United States and Canada
South America	Chile and Argentina
Asia	Singapore, Thailand, China, Indonesia and Vietnam
Europe	The Netherlands, France and Spain

Overseas sales

Q1 of the last FY(Apr 1,2008~Jun 30,2008)

Million yen

	North America	Other	Total
Overseas sales	17,690	13,487	31,178
Total consolidated sales			129,158
Ratio of overseas sales to total	13.7%	10.4%	24.1%

Q1 of the curent FY(Apr 1,2009~Jun 30,2009)

Million yen

	North America	Other	Total
Overseas sales	17,532	9,419	26,952
Total consolidated sales			120,945
Ratio of overseas sales to total	14.5%	7.8%	22.3%

Notes:

1. The definitions of geographical segments are in accordance with geographical regions.
2. Major foreign countries included in each segment

North America	The United States and Canada
Other	South America, Europe and Asia

3. Overseas sales is defined as the sales amounts of the Company and its consolidated subsidiaries which is realized in the countries and areas outside of Japan.