

(TRANSLATION)

This brief statement on FY2009 (ending January 31, 2010) is released pursuant to the requirements under the listing rules of, and reported to, the Tokyo Stock Exchange.

Brief Statement on Consolidated Financial Results for the Third Quarter (ended October 31, 2009) of Fiscal Year 2009 (ending January 31, 2010)

December 1, 2009
TSE First Section

Company name: SUMCO Corporation

Code: 3436 URL: <http://www.sumcosi.com/>

Representative: Yoichi Taguchi, President

Contact person: Hiroshi Shibuya, General Manager, Public Relations & IR Department (Tel: +81-3-5444-3915)

Scheduled date of filing of quarterly security report: December 15, 2009

Scheduled date of commencement of dividend payment: —

(Amounts smaller than one million yen are rounded down)

1. Consolidated Business Results for the Third Quarter (February 1, 2009–October 31, 2009) of Fiscal Year 2009 (ending January 31, 2010)

(1) Consolidated Financial and Operating Results (fiscal year-to-date)

(Percentages indicate year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Net income	
	(million yen)	(%)	(million yen)	(%)	(million yen)	(%)	(million yen)	(%)
Q3 of FY2009	156,712	—	(66,921)	—	(87,150)	—	(71,612)	—
Q3 of FY2008	333,555	(5.1)	60,094	(42.7)	56,149	(44.5)	29,591	(46.6)

	Net income per share for quarter (yen)	Diluted net income per share for quarter (yen)
Q3 of FY2009	(277.84)	—
Q3 of FY2008	117.08	—

(2) Consolidated Financial Position

	Total assets (million yen)	Net assets (million yen)	Shareholders' equity ratio (%)	Net assets per share (yen)
Q3 of FY2009	720,137	312,732	40.6	1,133.08
FY2008	733,897	389,521	49.8	1,419.24

(Reference) Shareholders' equity: Q3 of FY2009: 292,048 million yen; FY2008: 365,807 million yen

2. Dividend Payments

(Record date)	Dividends per share				
	End of first quarter (yen)	End of second quarter (yen)	End of third quarter (yen)	End of fiscal year (yen)	Full year (yen)
FY2008	—	27.50	—	12.50	40.00
FY2009	—	0.00	—		
FY2009 (Forecast)				0.00	0.00

(Note) Revision of dividend forecast in the quarter under review: No

3. Consolidated Business Results Forecast for Fiscal Year 2009 (ending January 31, 2010)

(Percentages indicate year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Net income		Net income per share (yen)
	(million yen)	(%)	(million yen)	(%)	(million yen)	(%)	(million yen)	(%)	
Full year	220,000	(43.9)	(80,000)	—	(110,000)	—	(100,000)	—	(387.97)

(Note) Revision of consolidated business results forecast in the quarter under review: No

4. Others

- (1) Changes in important subsidiaries during the period under review (changes in specific subsidiaries involving modifications to the scope of consolidation): Yes
 New subsidiaries: — companies (Name:)
 Subsidiaries excluded: 1 company (Name: SUMCO USA Sales Corporation)
 (Note) For details, refer to “4. Others” under “Qualitative Information and Financial Statements” on page 3.
- (2) Application of simplified or special accounting methods in preparation of quarterly consolidated financial statements: No
- (3) Changes in accounting principles, procedures, and presentation methods for preparing quarterly consolidated financial statements (as described in “Modifications to Important Matters Forming the Basis of Preparation of Quarterly Consolidated Financial Statements”)
 [1] Changes associated with revision of accounting standards, etc.: Yes
 [2] Changes other than [1]: No
 (Note) For details, refer to “4. Others” under “Qualitative Information and Financial Statements” on page 3.
- (4) Number of issued shares (common stock)
 [1] Issued shares as of end of period (including treasury stock):
 257,751,739 shares as of end of third quarter of FY2009; 257,751,739 shares as of end of FY2008
 [2] Treasury stock as of end of period:
 3,805 shares as of end of third quarter of FY2009; 3,113 shares as of end of FY2008
 [3] Average number of shares during period (Fiscal year-to-date):
 257,748,277 shares during third quarter of FY2009; 252,735,556 shares during third quarter of FY2008

*** Explanations regarding appropriate use of business results forecast and other special instructions:**

1. Beginning with fiscal year 2009, the Company is applying *ASBJ Statement No. 12: Accounting Standard for Quarterly Financial Reporting* and *ASBJ Guidance No. 14: Guidance on Accounting Standard for Quarterly Financial Reporting*. Furthermore, the Company is preparing its quarterly consolidated financial statements in accordance to *Rules for Quarterly Consolidated Financial Reporting*.

Business results forecast and other forward-looking statements contained in this Brief Statement on Consolidated Financial Results are based on information currently available to the Company and on certain assumptions that the Company considers to be reasonable. Actual results may differ significantly from those projected in the forward-looking statements as a result of various factors.

Qualitative Information and Financial Statements

1. Qualitative Information on Consolidated Financial and Operating Results

During the quarter under review, demand in the semiconductors market remained on a path of recovery that had started during the early spring. This recovery was centered on semiconductor demand for personal computers, mobile phones, and LCD televisions.

While demand for silicon wafers for semiconductors continued to recover, prices remained at low levels. Primarily for this reason, the SUMCO Group continued to face difficult conditions in terms of profits. At the same time, demand for silicon wafers for solar energy cells remained generally sluggish, with the exception of certain areas where signs of a recovery in demand were seen.

In this business environment, the SUMCO Group continued to implement management measures to scale back on capital investment, overhaul its operational structure, and reduce its labor costs and other expenses. Additionally, the SUMCO Group is moving forward on various initiatives for realizing its “Main Points in Business Restructuring Plan,” which is aimed at creating a more robust corporate foundation and ensuring recovery in profitability. In its current phase, the Plan is centered on restructuring the Company’s small-diameter wafer manufacturing facilities.

As a result, for the third quarter (February 1, 2009–October 31, 2009), the SUMCO Group registered consolidated net sales of 156,712 million yen, operating loss of 66,921 million yen, ordinary loss of 87,150 million yen, and net loss of 71,612 million yen.

2. Qualitative Information on Consolidated Financial Position

Total assets at the end of the quarter under review amounted to 720,137 million yen, a decrease of 13,759 million yen from the end of the previous fiscal year. This was mainly due to the following developments. Cash and time deposits increased by 43,568 million yen. On the other hand, tangible fixed assets decreased by 66,588 million yen as a result of depreciation charges.

Total liabilities at the end of the quarter under review amounted to 407,404 million yen, an increase of 63,028 million yen over the end of the previous fiscal year. The main contributing factors were the following. Notes and accounts payable decreased by 9,455 million yen. On the other hand, short-term loans payable and long-term loans payable increased by 81,124 million yen in total.

Net assets amounted to 312,732 million yen, down 76,788 million yen from the end of the previous fiscal year. This primarily reflected a net loss of 71,612 million yen and a decrease of 74,834 million yen in retained earnings due to dividend payments of 3,221 million yen made for the previous fiscal year.

3. Qualitative Information on Consolidated Business Results Forecast

The Company’s full-year forecast of business results is shown in “Consolidated Business Results Forecast for Fiscal Year 2009” appearing on page 2. No changes have been made in the forecasts disclosed on September 4, 2009.

4. Others

- (1) Changes in important subsidiaries during the period under review (changes in specific subsidiaries involving modifications to the scope of consolidation)

SUMCO USA Sales Corporation, a specific subsidiary of the Company, ceased to exist on August 31, 2009 when it was acquired and absorbed by SUMCO Phoenix Corporation, a specific subsidiary of the Company.

- (2) Changes in accounting principles, procedures, and presentation methods for preparing quarterly consolidated financial statements

Application of Accounting Standard for Quarterly Financial Reporting and Guidance on Accounting Standard for Quarterly Financial Reporting

Beginning with fiscal year 2009, the Company is applying *ASBJ Statement No. 12: Accounting Standard for*

Quarterly Financial Reporting and *ASBJ Guidance No. 14: Guidance on Accounting Standard for Quarterly Financial Reporting*. Furthermore, the Company is preparing its quarterly consolidated financial statements in accordance with *Rules for Quarterly Consolidated Financial Reporting*.

5. Consolidated Financial Statements

(1) Consolidated Balance Sheet

(million yen)

	End of Q3 of FY2009 (October 31, 2009)	End of FY2008 (January 31, 2009)
Assets		
Current assets		
Cash and time deposits	97,524	53,955
Notes and accounts receivable	46,657	45,614
Merchandise and finished goods	16,760	20,775
Work in process	18,032	17,696
Raw materials and supplies	42,958	45,072
Others	13,106	19,948
Allowance for doubtful accounts	(2,017)	(3,134)
Total current assets	233,022	199,928
Fixed assets		
Tangible fixed assets		
Buildings and structures (net)	134,030	125,598
Machinery and transportation equipment (net)	195,060	195,461
Land	20,575	20,574
Construction in progress	18,705	92,869
Others (net)	2,378	2,836
Total tangible fixed assets	370,750	437,339
Intangible fixed assets		
Goodwill	38,038	40,315
Others	7,080	7,130
Total intangible fixed assets	45,118	47,445
Investments and other assets		
Investment securities	1,752	845
Others	71,051	48,338
Allowance for doubtful accounts	(1,558)	(1)
Total investments and other assets	71,245	49,183
Total fixed assets	487,115	533,968
Total assets	720,137	733,897

(million yen)

	End of Q3 of FY2009 (October 31, 2009)	End of FY2008 (January 31, 2009)
Liabilities		
Current liabilities		
Notes and accounts payable	23,452	32,908
Short-term loans payable	103,123	106,112
Income taxes, etc. payable	341	4,048
Allowances	6,210	5,041
Others	28,871	63,832
Total current liabilities	161,998	211,944
Fixed liabilities		
Long-term loans payable	181,634	97,520
Allowance for employee retirement benefits	17,608	16,555
Other allowances	66	280
Others	46,096	18,075
Total fixed liabilities	245,405	132,431
Total liabilities	407,404	344,375
Net assets		
Shareholders' equity		
Capital	114,107	114,107
Capital surplus	89,291	89,291
Retained earnings	96,351	171,186
Treasury stock	(7)	(6)
Total shareholders' equity	299,743	374,578
Valuation and translation adjustments		
Net unrealized gain on available-for-sale securities	543	(7)
Deferred gains and losses on hedges	—	(1)
Revaluation reserves for land	2,252	2,252
Foreign currency translation adjustments	(10,490)	(11,014)
Total valuation and translation adjustments	(7,694)	(8,770)
Minority interests	20,684	23,713
Total net assets	312,732	389,521
Total liabilities and net assets	720,137	733,897

(2) Consolidated Income Statement

(million yen)

	Q3 of FY2009 (February 1, 2009–October 31, 2009)
Net sales	156,712
Cost of sales	200,519
Gross profit	(43,806)
Selling, general and administrative expenses	23,115
Operating profit	(66,921)
Non-operating income	
Interest received	85
Dividends received	21
Foreign-exchange gains	280
Subsidies received	951
Others	467
Total non-operating income	1,805
Non-operating expenses	
Interest paid	3,163
Depreciation charges	17,639
Others	1,231
Total non-operating expenses	22,034
Ordinary profit	(87,150)
Extraordinary loss	
Business restructuring expenses	3,237
Total extraordinary loss	3,237
Net income before income taxes and minority interests	(90,387)
Income taxes, etc.	(16,430)
Minority interests	(2,345)
Net income	(71,612)

(3) Consolidated Cash Flow Statement

(million yen)

Q3 of FY2009 (February 1, 2009–October 31, 2009)	
Cash flows from operating activities	
Net income before income taxes and minority interests	(90,387)
Depreciation and amortization	90,785
Amortization of goodwill	2,277
Increase (decrease) in allowance for doubtful accounts	479
Interest and dividends received	(106)
Interest paid	3,163
Decrease (increase) in notes and accounts receivable	(2,815)
Decrease (increase) in inventories	5,901
Increase (decrease) in notes and accounts payable	(9,271)
Others	6,779
Subtotal	6,806
Interest and dividends received	106
Interest paid	(3,336)
Income taxes, etc. paid	(4,620)
Net cash provided by (used in) operating activities	(1,044)
Cash flows from investing activities	
Expenditures on acquisition of tangible and intangible fixed assets	(69,176)
Others	860
Net cash provided by (used in) investing activities	(68,315)
Cash flows from financing activities	
Net increase (decrease) in short-term loans payable	3,738
Increase (decrease) in commercial paper	(8,000)
Proceeds from long-term loans payable	134,500
Repayments of long-term loans payable	(49,000)
Proceeds from sell-and-lease-back transactions	43,100
Dividends paid	(3,221)
Dividends paid to minority shareholders	(1,006)
Others	(6,158)
Net cash provided by (used in) financing activities	113,951
Foreign currency translation adjustment on cash and cash equivalents	(22)
Net increase (decrease) in cash and cash equivalents	44,568
Cash and cash equivalents at beginning of period	52,955
Cash and cash equivalents at end of period	97,524

Beginning with fiscal year 2009, the Company is applying *ASBJ Statement No. 12: Accounting Standard for Quarterly Financial Reporting* and *ASBJ Guidance No. 14: Guidance on Accounting Standard for Quarterly Financial Reporting*. Furthermore, the Company is preparing its quarterly consolidated financial statements in accordance to *Rules for Quarterly Consolidated Financial Reporting*.

(4) Notes regarding the Going Concern Assumption: None

(5) Segment Information

[1] Segment Information by Type of Business

During the third quarter (February 1, 2009–October 31, 2009) of FY2009, the SUMCO Group engaged in business activities solely in the “high-purity silicon” segment. Therefore, segment information by type of business is herein omitted.

[2] Geographic Segment Information

Third quarter (February 1, 2009–October 31, 2009) of FY2009

(million yen)

	Japan	North America	Asia	Europe	Total	Elimination or corporate	Consolidated
Sales and Operating Profit/Loss							
Net sales							
(1) Net sales to external customers	110,953	18,502	18,135	9,121	156,712	—	156,712
(2) Net internal sales or transfers between segments	63,236	6,665	3,638	23	73,563	(73,563)	—
Total	174,190	25,168	21,773	9,144	230,276	(73,563)	156,712
Operating profit (loss)	(53,851)	(4,300)	(4,598)	(24)	(62,775)	(4,145)	(66,921)

Notes:

- Country and regional categories are based on geographic proximity.
- Coverage of regional categories, other than Japan, is as follows:
 - North America: United States
 - Asia: Indonesia, Singapore, and Taiwan
 - Europe: United Kingdom and Belgium

[3] Overseas Sales

Third quarter (February 1, 2009–October 31, 2009) of FY2009

	North America	Asia	Europe and others	Total
I. Overseas sales (million yen)	23,341	57,415	12,747	93,505
II. Consolidated sales (million yen)	—	—	—	156,712
III. Share of overseas sales in consolidated sales (%)	14.9	36.6	8.2	59.7

Notes:

- Country and regional categories are based on geographic proximity.
- Coverage of regional categories is as follows:
 - North America: United States and others
 - Asia: South Korea, Singapore, Taiwan, China, Malaysia, and others
 - Europe and others: Ireland, Israel, Italy, Germany, France, and others
- Overseas sales are sales of the Company and its consolidated subsidiaries in countries and regions other than Japan.

(6) Notes regarding Significant Changes in Shareholders' Equity

In April 2009, the amount of 3,221 million yen was withdrawn from retained earnings for use in payment of dividends.

[Reference]

Consolidated Financial Statements for the Third Quarter of Fiscal Year 2008

(1) (Summary) Consolidated Income Statement

Third quarter (February 1, 2008–October 31, 2008) of FY2008

(million yen)

Category	Q3 of FY2008
	Amount
I. Net sales	333,555
II. Cost of sales	240,471
Gross profit	93,084
III. Selling, general and administrative expenses	32,989
Operating profit	60,094
IV. Non-operating income	1,150
Interest and dividends received	169
Others	980
V. Non-operating expenses	5,095
Interest paid	1,729
Foreign-exchange loss	860
Others	2,505
Ordinary profit	56,149
VI. Extraordinary profit	—
VII. Extraordinary loss	2,223
Business restructuring expenses	2,223
Net income before income taxes and minority interests	53,925
Income taxes, etc.	20,792
Minority interests	3,542
Net income	29,591

(2) (Summary) Consolidated Cash Flow Statement
 Third quarter (February 1, 2008–October 31, 2008) of FY2008

(million yen)

Category	Q3 of FY2008
	Amount
I. Cash flows from operating activities	
Net income before income taxes and minority interests	53,925
Depreciation and amortization	65,872
Amortization of goodwill	1,862
Decrease (increase) in notes and accounts receivable	10,411
Decrease (increase) in inventories	(5,879)
Increase (decrease) in notes and accounts payable	(1,785)
Others	9,395
Subtotal	133,802
Interest and dividends received	44
Interest paid	(1,436)
Income taxes, etc. paid	(54,897)
Net cash provided by (used in) operating activities	77,512
II. Cash flows from investing activities	
Expenditures on acquisition of tangible and intangible fixed assets	(123,341)
Others	(965)
Net cash provided by (used in) investing activities	(124,306)
III. Cash flows from financing activities	
Net increase (decrease) in short-term loans payable	(4,795)
Proceeds from long-term loans payable	101,100
Repayments of long-term loans payable	(31,250)
Proceeds from sale of assets related to finance lease agreements	167
Repayments of lease obligations	(1,152)
Expenditure for acquisition of treasury stock	(30,006)
Dividends paid	(14,084)
Dividends paid to minority shareholders	(2,078)
Net cash provided by (used in) financing activities	17,900
IV. Foreign currency translation adjustment on cash and cash equivalents	(170)
V. Net increase (decrease) in cash and cash equivalents	(29,064)
VI. Decrease in cash and cash equivalents due to exclusion from consolidation	(1,084)
VII. Cash and cash equivalents at beginning of period	57,755
VIII. Cash and cash equivalents at end of period	27,606

(3) Segment Information

[1] Segment Information by Type of Business

During the third quarter (February 1, 2008–October 31, 2008) of FY2008, the SUMCO Group engaged in business activities solely in the “high-purity silicon” segment. Therefore, segment information by type of business is herein omitted.

[2] Geographic Segment Information

Third quarter (February 1, 2008–October 31, 2008) of FY2008

(million yen)

	Japan	North America	Asia	Europe	Total	Elimination or corporate	Consolidated
Net sales	341,688	46,147	37,224	15,721	440,782	(107,226)	333,555
Operating expenses	279,612	44,428	32,556	15,754	372,352	(98,891)	273,461
Operating profit (loss)	62,076	1,719	4,668	(33)	68,429	(8,335)	60,094