

(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 First Quarter (ended April 30, 2009) of Fiscal Year 2009 (ending January 31, 2010)

May 29, 2009
TSE First Section

Company name: SUMCO Corporation
Code: 3436 URL: <http://www.sumcosi.com/>
Representative: Kenjiro Shigematsu, President
Contact person: Hiroshi Shibuya, General Manager, Public Relations & IR Department (Tel: +81-3-5444-3915)
Scheduled date of filing of quarterly security report: June 15, 2009
Scheduled date of commencement of dividend payment: --

(Amounts smaller than one million yen are rounded down)

1. Consolidated Business Results for First Quarter (February 1, 2009–April 30, 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)	(%)
Q1 of FY2009	39,398	—	(31,279)	—	(36,285)	—	(26,815)	—
Q1 of FY2008	113,258	1.9	24,697	(28.1)	22,695	(32.1)	12,173	(33.1)

	Net income per share for quarter (yen)	Diluted net income per share for quarter (yen)
Q1 of FY2009	(104.04)	—
Q1 of FY2008	49.05	—

(2) Consolidated Financial Position

	Total assets (million yen)	Net assets (million yen)	Shareholders' equity ratio (%)	Net assets per share (yen)
Q1 of FY2009	741,068	361,811	45.6	1,311.25
FY2008	733,897	389,521	49.8	1,419.24

(Reference) Shareholders' equity: Q1 of FY2009: 337,972 million yen; FY2008: 365,807 million yen

2. Dividend Payments

(Record date)	Dividends per share				
	First quarter (yen)	Second quarter (yen)	Third quarter (yen)	Year-end (yen)	Full year (yen)
FY2008	—	27.50	—	12.50	40.00
FY2009	—				
FY2009 (Forecast)		0.00	—	—	—

(Notes)

(1) Revision made in forecast of dividend payments for the current quarter: Yes

(2) Dividends per share for the fiscal year ending January 31, 2010, are yet to be determined.

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
	(million yen)	(%)	(million yen)	(%)	(million yen)	(%)	(million yen)	(%)	(yen)
First half	85,000	—	(58,000)	—	(70,000)	—	(50,000)	—	(193.99)
Full year	—	—	—	—	—	—	—	—	—

(Notes)

(1) Revision made in consolidated business results forecast for the current quarter: Yes

(2) Forecast of full-year results for the fiscal year ending January 31, 2010 is currently uncertain.

4. Others

- (1) Changes in important subsidiaries during the period under review (changes in specific subsidiaries involving modifications to the scope of consolidation): No
- (2) Application of simplified or special accounting methods in arrangement of consolidated quarterly financial statements: No
- (3) Changes in accounting principles, procedures and representations in arrangement of consolidated quarterly financial statements (as described in “Modifications to Important Matters Forming the Basis of Arrangement of 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 4.)
- (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 first quarter of FY2009; 257,751,739 shares as of end of FY2008
 - [2] Treasury stock as of end of period:
3,313 shares as of end of first quarter of FY2009; 3,113 shares as of end of FY2008
 - [3] Average number of shares during period (consolidated, fiscal year-to-date):
257,748,523 shares during first quarter of FY2009; 248,206,954 shares during first quarter of FY2008

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

1. Full-year results for fiscal year ending January 31, 2010, are uncertain as of the present time because prevailing conditions make it difficult to forecast the results for the second half. The Company will announce its forecasts for full-year results as soon as it is in a position to do so. For details, refer to “Qualitative Information on Forecasts of Consolidated Business Results” on page 3.
2. Regarding the forecast of dividends per share for the first half of the fiscal year ending January 31, 2010, the Company has revised its forecast and has decided to forego the payment of dividends. For details, refer to “Announcement of Revision of Dividend Forecast for Fiscal Year 2009” which has been separately announced.

Dividends per share for the fiscal year ending January 31, 2010, is yet to be determined because the forecast of full-year results for the period are uncertain at present. The Company will announce its forecast of dividends for the period as soon as it is in a position to do so.

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

Forecasts of results and other forward-looking statements contained in this Brief Statement on Consolidated Financial Results are based on assumptions that the Company considers to be reasonable based on information currently available to it. 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 Business Performance

During the quarter under review, demand in markets for semiconductor devices and silicon wafers began to show signs of recovery after the start of the new calendar year. However, the Company continues to face severe conditions due to the impact of the sharp downturn in demand beginning in the autumn of 2008. Demand for silicon wafers for use in solar energy cells has also been stagnant.

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. Notwithstanding these efforts, business and operational results remained at severe levels.

Pursuant to the revision of the Corporation Tax Act, the durable years of equipment used by the Company and its consolidated domestic subsidiaries in the manufacture of silicon wafers for semiconductors was reviewed and shortened from seven years to five years beginning with the current quarter. As a result of this change, depreciation expenses at the operating profit/loss stage increased by 4,538 million yen as compared to the previous method.

Regarding 300 mm wafer manufacturing equipment, the Company began amortizing its currently operable equipment in the current quarter from the perspective of ensuring financial soundness. As a result of this change, the Company recorded depreciation expenses of 4,362 million yen in its non-operating expenses.

For certain subsidiaries, it was decided not to register deferred income tax assets.

As a result, for the current quarter, the SUMCO Group registered consolidated net sales of 39,398 million yen, operating loss of 31,279 million yen, ordinary loss of 36,285 million yen, and net loss of 26,815 million yen.

2. Qualitative Information on Consolidated Financial Position

Total assets at the end of the current quarter amounted to 741,068 million yen, an increase of 7,171 million yen over the end of the previous fiscal year. This was mainly due to the following developments. Tangible fixed assets decreased by 12,026 million yen as a result of depreciation charges, and notes and accounts receivable decreased by 13,385 million yen due to deterioration of semiconductor market conditions. On the other hand, cash and time deposits increased by 28,199 million yen.

Total liabilities at the end of the current fiscal quarter amounted to 379,257 million yen, an increase of 34,881 million yen from the end of the previous fiscal year. The main contributing factors were a decrease of 15,871 million yen in notes and accounts payable and an increase of 55,903 million yen in long-term loans payable.

As a result, net assets amounted to 361,811 million yen, down 27,710 million yen from the end of the previous fiscal year. This primarily reflected a decrease of 30,036 million yen in retained earnings that was mainly due to the net quarterly loss of 26,815 million yen and dividend payments of 3,221 million yen in the previous quarter.

3. Qualitative Information on Forecasts of Consolidated Business Results

(1) Revision of business results forecast for the first half of FY2009 (six-month cumulative to second quarter)

As indicated under “1. Qualitative Information on Consolidated Business Performance” above, forecasts have been revised downward as shown in the table below. The revision was mainly due to the recording of depreciation expenses under non-operating expenses and the decision not to register deferred income tax assets for certain subsidiaries.

Forecast of Consolidated Results: First Half (February 1, 2009–July 31, 2009) of FY2009

	Net sales (million yen)	Operating profit (million yen)	Ordinary profit (million yen)	Net income (million yen)	Net income per share (yen)
Previous forecast (A)	85,000	(58,000)	(60,000)	(37,000)	(143.55)
Revised forecast (B)	85,000	(58,000)	(70,000)	(50,000)	(193.99)
Amount of change (B – A)	0	0	(10,000)	(13,000)	—
Rate of change (%)	—	—	(16.7%)	(35.1%)	—
(Reference) Results for first half of FY2008	227,161	47,284	46,591	25,610	102.36

(2) Indeterminate full-year forecast of results

While there are some signs of recovery in the markets for semiconductor devices and silicon wafers, the outlook for markets remains highly uncertain and does not allow the Company to make predictions at this time. For these reasons, a full-year forecast cannot be made at the present time.

4. Others

(1) Changes in important subsidiaries during the period under review (changes in specific subsidiaries involving modifications to the scope of consolidation): None

(2) Changes in accounting principles, procedures and representations in arrangement of consolidated quarterly financial statements:

Application of ASBJ Statement No. 12: Accounting Standard for Quarterly Financial Reporting and ASBJ Statement No. 14: Guidance on Accounting Standard for Quarterly Financial Reporting:

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

5. Consolidated Financial Statements

(1) Consolidated Balance Sheet for First Three Months

(million yen)

	End of first three months (April 30, 2009)	End of previous fiscal year (January 31, 2009)
Assets		
Current assets		
Cash and time deposits	82,154	53,955
Notes and accounts receivable	32,229	45,614
Merchandise and finished goods	13,910	20,775
Work in process	20,448	17,696
Raw materials and supplies	44,366	45,072
Others	26,518	19,948
Allowance for doubtful accounts	(2,059)	(3,134)
Total current assets	217,569	199,928
Fixed assets		
Tangible fixed assets		
Buildings and structures (net)	135,168	125,598
Machinery and transportation equipment (net)	220,563	195,461
Land	20,606	20,574
Construction in progress	46,225	92,869
Others (net)	2,750	2,836
Total tangible fixed assets	425,313	437,339
Intangible fixed assets		
Goodwill	39,556	40,315
Others	6,927	7,130
Total intangible fixed assets	46,484	47,445
Investments and other assets		
Investment securities	1,243	845
Others	51,815	48,338
Allowance for doubtful accounts	(1,356)	(1)
Total investments and other assets	51,701	49,183
Total fixed assets	523,499	533,968
Total assets	741,068	733,897
Liabilities		
Current liabilities		
Notes and accounts payable	17,036	32,908
Short-term loans payable	110,847	106,112
Income taxes, etc. payable	865	4,048
Allowances	7,389	5,041
Others	40,664	63,832
Total current liabilities	176,802	211,944
Fixed liabilities		
Long-term loans payable	153,423	97,520
Allowance for employee retirement benefits	16,845	16,555

(million yen)

	End of first three months (April 30, 2009)	End of previous fiscal year (January 31, 2009)
Other allowances	56	280
Others	32,128	18,075
Total fixed liabilities	202,454	132,431
Total liabilities	379,257	344,375
Net assets		
Shareholders' equity		
Capital	114,107	114,107
Capital surplus	89,291	89,291
Retained earnings	141,149	171,186
Treasury stock	(6)	(6)
Total shareholders' equity	344,541	374,578
Valuation and translation adjustments		
Net unrealized gain on available-for-sale securities	229	(7)
Deferred gains and losses on hedges	165	(1)
Revaluation reserves for land	2,252	2,252
Foreign currency translation adjustments	(9,216)	(11,014)
Total valuation and translation adjustments	(6,568)	(8,770)
Minority interests	23,838	23,713
Total net assets	361,811	389,521
Total liabilities and net assets	741,068	733,897

(2) Consolidated Income Statement for First Three Months

(million yen)

	First three months (February 1, 2009–April 30, 2009)
Net sales	39,398
Cost of sales	63,104
Gross profit	(23,705)
Selling, general and administrative expenses	7,573
Operating profit	(31,279)
Non-operating income	
Interest received	31
Dividends received	20
Insurance payments received	156
Subsidies received	153
Others	45
Total non-operating income	407
Non-operating expenses	
Interest paid	809
Depreciation charges	4,362
Foreign-exchange losses	33
Others	207
Total non-operating expenses	5,413
Ordinary profit	(36,285)
Net income before income taxes and minority interests	(36,285)
Income taxes, etc.	(8,691)
Minority interests	(778)
Net income	(26,815)

(3) Consolidated Cash Flow Statement for First Three Months

(million yen)

	First three months (February 1, 2009–April 30, 2009)
Cash flows from operating activities	
Net income before income taxes and minority interests	(36,285)
Depreciation and amortization	27,888
Amortization of goodwill	759
Increase (decrease) in allowance for doubtful accounts	236
Interest and dividends received	(52)
Interest paid	809
Decrease (increase) in notes and accounts receivable	12,561
Decrease (increase) in inventories	5,821
Increase (decrease) in notes and accounts payable	(16,451)
Others	2,507
Subtotal	(2,206)
Interest and dividends received	51
Interest paid	(970)
Income taxes, etc. paid	(3,459)
Net cash provided by (used in) operating activities	(6,584)
Cash flows from investing activities	
Expenditures on acquisition of tangible and intangible fixed assets	(39,407)
Others	983
Net cash provided by (used in) investing activities	(38,424)
Cash flows from financing activities	
Net increase (decrease) in short-term loans payable	5,374
Increase (decrease) in commercial paper	(3,000)
Proceeds from long-term loans payable	63,500
Repayments of long-term loans payable	(5,990)
Proceeds from sell-and-lease-back transactions	18,986
Dividends paid	(3,221)
Dividends paid to minority shareholders	(16)
Others	(1,545)
Net cash provided by (used in) financing activities	74,086
Foreign currency translation adjustment on cash and cash equivalents	121
Net increase (decrease) in cash and cash equivalents	29,199
Cash and cash equivalents at beginning of period	52,955
Cash and cash equivalents at end of period	82,154

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

(4) Matters affecting premise of going concern: None

(5) Segment Information

[1] Segment Information by Type of Business

During the first three months (February 1, 2009–April 30, 2009) of FY2009, the SUMCO Group engaged in business activities solely in the “high-purity silicon” segment. Therefore, segment business activities by type of business are herein omitted.

[2] Geographic Segment Information

First three months (February 1, 2009–April 30, 2009) of FY2009

(million yen)

	Japan	North America	Asia	Europe	Total	Elimination or corporate	Consolidated
Sales and Operating Profit/Loss							
Sales							
(1) Net sales to external customers	28,681	5,339	3,159	2,218	39,398	—	39,398
(2) Net internal sales among segments or transfers	14,354	1,561	602	21	16,540	(16,540)	—
Total	43,036	6,900	3,762	2,240	55,939	(16,540)	39,398
Operating profit (loss)	(26,390)	(2,809)	(2,041)	(54)	(31,295)	16	(31,279)

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, Taiwan
 - Europe: United Kingdom, Belgium

[3] Overseas Sales

First three months (February 1, 2009–April 30, 2009) of FY2009

(million yen)

	North America	Asia	Europe and others	Total
I. Overseas sales	6,639	11,849	4,045	22,534
II. Consolidated sales	—	—	—	39,398
III. Share of overseas sales in consolidated sales (%)	16.8	30.1	10.3	57.2

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 subsidiaries in countries and regions other than Japan.

(6) 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 Income Statements for Corresponding Quarter of Previous Fiscal Year

(1) (Summary) Consolidated Income Statement for First Three Months of FY2008

First three months (February 1, 2008–April 30, 2008)

(million yen)

Category	First Three Months of FY2008
	Amount
I. Net sales	113,258
II. Cost of sales	77,226
Gross profit	36,031
III. Selling, general and administrative expenses	11,333
Operating profit	24,697
IV. Non-operating income	243
Interest and dividends received	87
Foreign-exchange gains	0
Others	155
V. Non-operating expenses	2,246
Interest paid	568
Others	1,677
Ordinary profit	22,695
VI. Extraordinary profit	—
VII. Extraordinary loss	—
Net income before income taxes and minority interests	22,695
Income taxes, etc.	9,439
Minority interests	1,082
Net income	12,173

(2) (Summary) Consolidated Cash Flow Statement for First Three Months of FY2008
 First three months (February 1, 2008–April 30, 2008)

(million yen)

Category	First Three Months of FY2008
	Amount
I. Cash flows from operating activities	
Net income before income taxes and minority interests	22,695
Depreciation and amortization	20,573
Amortization of goodwill	551
Decrease (increase) in notes and accounts receivable	6,911
Decrease (increase) in inventories	(2,775)
Increase (decrease) in notes and accounts payable	249
Others	7,920
Subtotal	56,125
Interest and dividends received	87
Interest paid	(460)
Income taxes, etc. paid	(39,413)
Net cash provided by (used in) operating activities	16,338
II. Cash flows from investing activities	
Expenditures on acquisition of tangible and intangible fixed assets	(40,996)
Others	(396)
Net cash provided by (used in) investing activities	(41,392)
III. Cash flows from financing activities	
Net increase (decrease) in short-term loans payable	28,621
Repayments of long-term loans payable	(1,687)
Expenditure as payment against lease liabilities	(650)
Expenditure for acquisition of treasury stock	(29,999)
Dividends paid	(6,995)
Dividends paid to minority shareholders	(403)
Net cash provided by (used in) financing activities	(11,116)
IV. Foreign currency translation adjustment on cash and cash equivalents	(509)
V. Net increase (decrease) in cash and cash equivalents	(36,680)
VI. Increase/decrease in cash and cash equivalents due to change in scope of consolidation	(1,084)
VII. Cash and cash equivalents at beginning of period	57,755
VIII. Cash and cash equivalents at end of period	19,991

(3) Segment Information

[1] Segment Information by Type of Business

During the first three months (February 1, 2008–April 30, 2008) of FY2008, the SUMCO Group engaged in business activities solely in the “high-purity silicon” segment. Therefore, segment business activities by type of business are herein omitted.

[2] Geographic Segment Information

First Three Months (February 1, 2008–April 30, 2008) of FY2008

(million yen)

	Japan	North America	Asia	Europe	Total	Elimination or corporate	Consolidated
Net sales	110,308	14,327	10,590	5,136	140,363	(27,105)	113,258
Operating expenses	85,368	13,742	9,827	5,149	114,087	(25,527)	88,560
Operating profit (loss)	24,940	585	762	(12)	26,275	(1,578)	24,697