August 6, 2010

Summary of Financial Results for the First Quarter of Fiscal Year Ending March 31, 2011 (Three Months Ended June 30, 2010)

[Japanese GAAP]

Company name: Helios Techno Holding Co., Ltd.
Listing: Tokyo Stock Exchange, First Section; JASDAQ
Stock code: 6927
URL: http://www.heliostec-hd.co.jp/
Representative: Hiroya Tahara, President
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Scheduled date of filing of Quarterly Report: August 11, 2010
Scheduled date of payment of dividend: -
Preparation of supplementary materials for quarterly financial results: None
Holding of quarterly financial results meeting: None

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

1. Consolidated Financial Results for the Three Months Ended June 30, 2010 (April 1, 2010 – June 30, 2010)

(1) Consolidated results of operations (Percentages represent year-on-year changes)

	Net sales		Operating income		Recurring profit		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended Jun. 30, 2010	3,500	98.6	(123)	-	(87)	-	(71)	-
Three months ended Jun. 30, 2009	1,762	4.3	(173)	-	(174)	-	(190)	-

	Net income per share (basic)	Net income per share (diluted)
	Yen	Yen
Three months ended Jun. 30, 2010	(3.25)	-
Three months ended Jun. 30, 2009	(8.81)	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Jun. 30, 2010	13,010	8,111	62.4	366.89
As of Mar. 31, 2010	12,841	8,231	64.1	372.30

Reference) Shareholders' equity (million yen) Jun. 30, 2010: 8,111 Mar. 31, 2010: 8,231

2. Dividends

	Dividend per share				
	1Q-end	2Q-end	3Q-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended Mar. 31, 2010	-	0.00	-	2.00	2.00
Fiscal year ending Mar. 31, 2011	-				
Fiscal year ending Mar. 31, 2011 (forecast)		0.00	-	4.00	4.00

Note) Revision of dividend forecast during the period: None

3. Consolidated Forecast for the Fiscal Year Ending March 31, 2011 (April 1, 2010 – March 31, 2011)

(Percentages represent year-on-year changes)

	Net sales		Operating income		Recurring profit		Net income		Net income per share (basic)
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	7,008	46.7	(57)	-	118	-	10	-	0.45
Full year	14,281	35.5	313	-	666	-	331	-	14.97

Note) Revision of consolidated forecasts during the period: None

4. Others (Please refer to "Other Information" on page 4 of the attachments for further information)

(1) Changes in consolidated subsidiaries during the period: None

Note: Changes in specified subsidiaries affecting the scope of consolidation during the period

(2) Application of simplified accounting methods and special accounting methods: Yes

Note: Application of simplified accounting methods and special accounting methods in the preparation of quarterly consolidated financial statements

(3) Changes in accounting principles, procedures, presentation methods, etc.

1) Changes caused by revision of accounting standards: Yes

2) Other changes: Yes

Note: Changes in accounting principles, procedures and presentation methods for preparation of quarterly consolidated financial statements described in "Significant Accounting Policies in the Preparation of the Consolidated Financial Statements"

(4) Number of shares outstanding (common shares)

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

As of Jun. 30, 2010:	22,806,900 shares	As of Mar. 31, 2010:	22,806,900 shares

2) Number of treasury stock at the end of period

As of Jun. 30, 2010:	697,311 shares	As of Mar. 31, 2010:	697,311 shares

3) Average number of shares outstanding during the period

Three months ended Jun. 30, 2010:	22,109,589 shares	Three months ended Jun. 30, 2009:	21,638,678 shares

* Cautionary statements

- The current quarterly financial statements are exempted from quarterly review procedures based on the Financial Instruments and Exchange Law. At the time of disclosure, we have not completed the review process for these consolidated 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 are affected by various factors and may differ substantially. For discussion of the assumptions and other factors considered by the Company in preparing the above projections, please refer to page 3 of the attachments "Qualitative Information Regarding Consolidated Forecasts."

Contents of Attachments

1. Qualitative Information on Quarterly Consolidated Financial Performance

(1) Qualitative Information Regarding Consolidated Results of Operations

In the first quarter of the fiscal year, there was a recovery in the global economy that was supported by financial stabilization and economic stimulus programs enacted by governments and central banks in response to the financial crisis last year. Japan's economy slowly began to settle down as this recovery progressed, and is currently recovering at a moderate pace as inventories fall, the Chinese economy grows and production volume in some industries rebounds.

To diversify business operations beyond the core lamp business, the Helios Techno Group made two companies consolidated subsidiaries during the previous fiscal year. Nippon Gijutsu Center Co., Ltd. manufactures inspection and measuring equipment and operates a staffing service for engineers. NAKAN Techno Co., Ltd. is engaged mainly in the manufacture of alignment layer printing machines. NAKAN Techno began operations in the second quarter of the previous fiscal year.

With regard to markets where the Group is active, the downturn in demand in the projector market has been arrested but customers continued to prefer lower-priced products. However, there was a recovery in demand for projectors used by companies and schools. In the flat panel display market, investments remain high as demand for these panels grows in Asia, particularly China. An increasing number of panel manufacturers are planning on new capital expenditures in order to introduce touch-screen panels, 3D panels and other new products.

The Group took many actions aimed at deepening ties with current customers and attracting new customers in order to increase sales actively. There were also measures to cut costs and offer more competitive prices by using collaboration among sales, technology, manufacturing and procurement operations. First quarter net sales increased 98.6% to 3,500 million yen, the result of higher sales at PHOENIX Electric Co., Ltd. and the first contribution of sales in a first quarter from NAKAN Techno. But sales and earnings were down again at Nippon Gijutsu Center. Furthermore, first quarter sales included less-profitable orders at NAKAN Techno that were passed on from its predecessor NAKAN Corporation, which underwent civil rehabilitation proceedings. Consequently, although profitability was better than originally planned, the Group reported an operating loss, and recurring loss in the first quarter.

As a result, net sales in the first quarter were 3,500 million yen and there was an operating loss of 123 million yen, a recurring loss of 87 million yen and a net loss of 71 million yen.

Results of operations by business segment were as follows. Beginning with the current fiscal year, the Group is using business segments based on its internal management.

In the lamp business, there has been a rapid rebound in demand starting in the fall of 2009 following the steep drop in the projector market earlier in the year caused by the global economic recession. Segment performance also benefited from strong sales of the recently introduced LED lamps. Overall, segment sales were up 62.1% to 1,634 million yen.

In the manufacturing equipment business, actions were taken to capture more orders along with rapid growth in demand for alignment layer printing machines in China and other Asian countries. The result was segment sales of 1,321 million yen.

In the inspection equipment business, there were no orders during the first quarter of the current fiscal year for liquid crystal panel inspection equipment. This caused segment sales to fall 73.7% to 86 million yen.

In the staffing services business, the worsening job market has finally stabilized. The number of workers on assignment increased because this business handles primarily workers with technical skills. The result was an 8.0% increase in segment sales to 458 million yen.

(2) Qualitative Information Regarding Consolidated Financial Position

Assets

Current assets increased by 139 million yen from the end of the previous fiscal year. This was mainly due to a 552 million yen increase in notes and accounts receivable, a 122 million yen increase in inventories, and a 496 million yen decrease in cash and deposits with banks.

Fixed assets increased by 29 million yen from the end of the previous fiscal year, mainly due to an 83 million yen decrease in long-term accounts receivable-other, and a 98 million yen decrease in allowance for doubtful accounts.

As a result of the above, total assets increased 168 million yen from the end of the previous fiscal year to 13,010 million yen.

Liabilities

Current liabilities increased 359 million yen from the end of the previous fiscal year. This mainly reflects increases in notes and accounts payable of 272 million yen, advances received of 325 million yen, and a decrease in accrued income taxes of 143 million yen.

Long-term liabilities decreased 71 million yen from the end of the previous fiscal year. This mainly reflects decreases in deferred tax liabilities of 33 million yen, and repayment of long-term borrowings of 14 million yen,

As a result, total liabilities increased 288 million yen from the end of the previous fiscal year to 4,898 million yen.

Net assets

Total net assets decreased 119 million yen from the end of the previous fiscal year to 8,111 million yen. This decline was mainly due to net loss of 71 million yen and a decrease in retained earnings because of the cash dividends paid of 44 million yen.

(3) Qualitative Information Regarding Consolidated Forecasts

Although performance in the first quarter surpassed the Group’s initial plan, there are no revisions at this time to the first half and fiscal year forecasts that were announced with the previous fiscal year’s earnings announcement (May 14, 2010) because of the uncertain outlook for foreign exchange rates and other items.

2. Other Information

(1) Overview of Changes in Significant Consolidated Subsidiaries

Not applicable.

(2) Overview of Application of Simplified Accounting Methods and Special Accounting Methods

Application of Simplified Accounting Methods

1) Valuation of inventories

For inventories at the end of the first quarter of the current fiscal year, a valuation was determined by using book values. No physical inventory count was performed.

2) Calculation of income taxes, deferred tax assets and deferred tax liabilities

The amount of income taxes paid is calculated using only significant taxable and deductible items and tax credit items.

(3) Overview of Changes in Accounting Principles, Procedures, Presentation Methods, etc.

Change in significant accounting standards

(Accounting standard for asset retirement obligations)

Beginning with the first quarter of the current fiscal year, “Accounting Standard for Asset Retirement Obligations” (Accounting Standards Board of Japan (ASBJ) Statement No. 18, March 31, 2008) and “Guidance on Accounting Standard for Asset Retirement Obligations” (ASBJ Guidance No. 21, March 31, 2008) have been applied. The effect of this change has no impact on profit/loss.

3. Quarterly Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Thousands of yen)

	First quarter of FY3/11 (As of Jun. 30, 2010)	FY3/10 Summary (As of Mar. 31, 2010)
Assets		
Current assets		
Cash and deposits with banks	2,503,087	2,999,821
Notes and accounts receivable	2,852,558	2,300,053
Merchandise and finished goods	288,176	236,135
Work in process	1,244,011	1,325,718
Raw materials and supplies	614,917	462,691
Others	672,744	682,273
Allowance for doubtful accounts	(37,293)	(8,021)
Total current assets	8,138,203	7,998,673
Fixed assets		
Property, plant and equipment		
Buildings and structures, net	1,626,488	1,655,767
Land	1,250,227	1,250,227
Others, net	951,399	903,206
Total property, plant and equipment	3,828,115	3,809,201
Intangible assets		
Goodwill	250,857	267,580
Others	55,128	39,195
Total intangible assets	305,985	306,776
Investments and other assets		
Others	1,195,435	1,282,179
Allowance for doubtful accounts	(457,735)	(555,751)
Total investments and other assets	737,699	726,427
Total fixed assets	4,871,800	4,842,405
Total assets	13,010,003	12,841,078
Liabilities		
Current liabilities		
Notes and accounts payable	1,205,543	933,453
Current portion of long-term borrowings	266,915	269,420
Accrued income taxes	10,858	154,302
Advances received	850,110	524,646
Accrued bonuses	215,785	163,384
Provision for product warranties	16,743	13,832
Provision for loss on construction contracts	105,453	104,545
Others	757,591	905,652
Total current liabilities	3,429,001	3,069,237

(Thousands of yen)

	First quarter of FY3/11 (As of Jun. 30, 2010)	FY3/10 Summary (As of Mar. 31, 2010)
Long-term liabilities		
Long-term borrowings	398,800	413,650
Deferred tax liabilities	501,044	534,641
Accrued employees' retirement benefits	164,113	165,380
Others	405,259	426,744
Total long-term liabilities	1,469,217	1,540,416
Total liabilities	4,898,219	4,609,653
Net assets		
Shareholders' equity		
Common stock	2,133,177	2,133,177
Capital surplus	2,563,867	2,563,867
Retained earnings	3,654,602	3,770,739
Treasury stock	(248,154)	(248,126)
Total shareholders' equity	8,103,492	8,219,658
Valuation and translation adjustments		
Unrealized holding gain on other securities	8,291	11,766
Total valuation and translation adjustments	8,291	11,766
Total net assets	8,111,784	8,231,425
Total liabilities and net assets	13,010,003	12,841,078

(2) Consolidated Statements of Income
(For the Three-month Period)

(Thousands of yen)

	First three months of FY3/10 (Apr. 1, 2009 – Jun. 30, 2009)	First three months of FY3/11 (Apr. 1, 2010 – Jun. 30, 2010)
Net sales	1,762,140	3,500,948
Cost of goods sold	1,416,932	2,887,987
Gross profit	345,207	612,961
Selling, general, and administrative expenses	518,215	736,377
Operating loss	(173,007)	(123,415)
Non-operating income		
Interest income	2,688	460
Dividend income	630	964
Fiduciary obligation fee	-	57,005
Amortization of negative goodwill	-	10,038
Miscellaneous revenue	7,003	5,053
Total non-operating income	10,323	73,521
Non-operating expenses		
Interest expense	3,439	4,442
Foreign exchange losses	8,365	32,144
Miscellaneous loss	-	1,360
Total non-operating expenses	11,804	37,948
Recurring loss	(174,488)	(87,842)
Extraordinary income		
Reversal from allowance for doubtful accounts	2,049	-
Gain on sales of fixed assets	-	133
Total extraordinary income	2,049	133
Extraordinary loss		
Loss on disposal of fixed assets	164	213
Others	100	-
Total extraordinary losses	264	213
Loss before income taxes	(172,703)	(87,922)
Income taxes-current	3,334	21,819
Income taxes-deferred	14,650	(37,824)
Total income taxes	17,985	(16,004)
Loss before minority interests	-	(71,918)
Net loss	(190,688)	(71,918)

(3) Consolidated Statements of Cash Flows

(Thousands of yen)

	First three months of FY3/10 (Apr. 1, 2009 – Jun. 30, 2009)	First three months of FY3/11 (Apr. 1, 2010 – Jun. 30, 2010)
Cash flows from operating activities		
Loss before income taxes	(172,703)	(87,922)
Depreciation and amortization	85,368	91,426
Amortization of goodwill	16,723	6,685
Increase (decrease) in accrued bonuses	9,115	52,400
Increase (decrease) in allowance for doubtful accounts	(89)	29,272
Increase (decrease) in provision for loss on construction contracts	8,306	908
Increase (decrease) in provision for product warranties	(1,600)	2,910
Interest and dividend income	(3,319)	(1,424)
Interest expense	3,439	4,442
Loss (gain) on valuation of investment securities	(670)	1,360
Loss (gain) on sale of fixed assets	-	(133)
Loss on disposal of fixed assets	164	213
Decrease (increase) in notes and accounts receivable	774,972	(552,505)
Increase (decrease) in advances received	-	325,464
Decrease (increase) in inventories	(131,416)	(122,559)
Decrease (increase) in other accounts receivable	(6,251)	50,867
Increase (decrease) in notes and accounts payable	(491,455)	272,089
Increase (decrease) in accrued consumption taxes	(1,940)	(53,113)
Increase (decrease) in other accounts payable	(46,010)	94,451
Others	21,055	(216,666)
Subtotal	63,686	(101,831)
Interests and dividends received	3,220	1,356
Interests paid	(3,439)	(4,442)
Income taxes refund	-	178
Income taxes paid	(16,355)	(164,467)
Net cash provided by (used in) operating activities	47,113	(269,205)
Cash flows from investing activities		
Payment for time deposits	-	(20,000)
Proceeds from time deposits	1,800,000	-
Proceeds from cancellation of insurance funds	57,159	-
Payment for purchase of property, plant and equipment	(20,691)	(107,048)
Proceeds from sale of property, plant, and equipment	-	138
Payment for purchase of intangible assets	-	(19,229)
Payment for purchase of investment securities	-	(30)
Proceeds from purchase of investments in subsidiaries resulting in change in scope of consolidation	211,421	-
Others	(3,399)	(20,124)
Net cash provided by (used in) investing activities	2,044,489	(166,295)

(Thousands of yen)

	First three months of FY3/10 (Apr. 1, 2009 – Jun. 30, 2009)	First three months of FY3/11 (Apr. 1, 2010 – Jun. 30, 2010)
Cash flows from financing activities		
Repayment of long-term borrowings	(18,555)	(17,355)
Payment for equipment notes payable	(22,108)	(5,595)
Decrease in accounts payable-equipment	8,113	-
Repayment of lease obligations	-	(14,035)
Payment for acquisition of treasury stock	(239)	(28)
Cash dividends paid	(46,526)	(44,219)
Net cash used in financing activities	(79,316)	(81,232)
Increase (decrease) in cash and cash equivalents	2,012,286	(516,734)
Cash and cash equivalents at beginning of period	2,230,675	2,689,821
Cash and cash equivalents at end of period	*1 4,242,962	*1 2,173,087

(4) Going Concern Assumption

Not applicable.

(5) Segment Information

Operating segment information

First three months of FY3/10 (Apr. 1, 2009 – Jun. 30, 2009)

(Thousands of yen)

	Lamp business	Industrial equipment business	Staffing services business	Total	Elimination or corporate	Consolidated
Net sales						
(1) Sales to third parties	1,008,065	329,532	424,542	1,762,140	-	1,762,140
(2) Intergroup sales and transfers	-	-	4,716	4,716	(4,716)	-
Total	1,008,065	329,532	429,258	1,766,856	(4,716)	1,762,140
Operating income (loss)	(45,317)	(23,226)	1,922	(66,621)	(106,385)	(173,007)

Notes: 1. Business classification is based on categories adopted for purpose of internal management.

2. Major products in businesses

(1) Lamp business: Projector lamps, general halogen lamps, and LED lamps

(2) Industrial equipment business: Industrial machinery, inspection and measurement equipment

(3) Staffing services business: Temporary placement of engineers, temporary placement of manufacturing workers

Geographical segment information

First three months of FY3/10 (Apr. 1, 2009 – Jun. 30, 2009)

The geographical segment information is not presented since the combined segment sales in Japan represented more than 100% of total sales.

Overseas sales

First three months of FY3/10 (Apr. 1, 2009 – Jun. 30, 2009)

(Thousands of yen)

	N. America	Asia	Other regions	Total
I. Overseas sales	98,470	243,521	17,108	359,100
II. Consolidated sales	-	-	-	1,762,140
III. Overseas sales as a percentage of consolidated sales (%)	5.6	13.8	1.0	20.4

Notes: 1. The geographic segmentation is decided by geographic proximity.

2. Major countries and regions, excluding Japan, included in geographic segmentation:

*North America: The United States, Canada, and Mexico
*Asia: China, Taiwan, Hong Kong, Malaysia, Singapore, India, Saudi Arabia, etc.
*Other regions: Europe, Oceania, South America, Africa, etc.

3. Overseas sales represent sales of the Company and its consolidated subsidiaries, excluding sales in Japan.

Supplementary information

Beginning with the first quarter of the current fiscal year, the "Accounting Standard for Disclosures about Segments of an Enterprise and Related Information" (ASBJ Statement No. 17, March 27, 2009) and "Guidance on the Accounting Standard for Disclosures about Segments of an Enterprise and Related Information" (ASBJ Guidance No. 20, March 21, 2008) have been applied.

1. Overview of reportable segments

Segments used for financial reporting are the Company's constituent units for which separate financial information is available and for which the Board of Directors performs periodic studies for the purposes of determining the allocation of resources and evaluating performance.

The Company establishes comprehensive strategies for individual products and services and conducts associated business activities. This system is used to divide operations into four business segments: the lamp business, the manufacturing equipment business, the inspection equipment business and the staffing services business.

The lamp business includes the manufacture and sale of projector lamps, general halogen lamps and LED lamps. The manufacturing equipment business includes the manufacture and sale of alignment layer printing machines, specialty printing machines and other equipment. The inspection equipment business includes the manufacture and sale of industrial machinery and inspection and measurement equipment. The staffing services business includes the temporary placement of engineers, temporary placement of manufacturing workers and services provided on an outsourcing basis.

2. Information related to net sales and profit or loss for each reportable segment

First three months of FY3/11 (Apr. 1, 2010 – Jun. 30, 2010)

(Thousands of yen)

	Reportable segment					Adjustment (Note 1)	Amounts shown on quarterly consolidated statements of income (Note 2)
	Lamp business	Manufacturing equipment business	Inspection equipment business	Staffing services business	Total		
Net sales							
Sales to third parties	1,634,289	1,321,188	86,827	458,644	3,500,948	-	3,500,948
Intergroup sales and transfers	544	-	68,774	23,903	93,222	(93,222)	-
Total	1,634,833	1,321,188	155,601	482,547	3,594,171	(93,222)	3,500,948
Segment profit (loss)	94,128	(18,288)	(42,361)	3,396	36,875	(160,290)	(123,415)

Notes: 1. The -160,290 thousand yen adjustment to segment profit includes -7,091 thousand yen in elimination for intergroup transactions and -153,199 thousand yen in company-wide costs that cannot be allocated to reportable segments. Company-wide costs mainly include general and administrative expenses that cannot be attributed to reportable segments.

2. Segment profit is adjusted to be consistent with operating income shown on the quarterly consolidated statements of income.

(6) Precaution Concerning Significant Changes in Shareholders' Equity

First three months of FY3/11 (Apr. 1, 2010 – Jun. 30, 2010)

Not applicable.

Note: This is a translation of Japanese kessan Tanshin (including attachments), a summary of financial statements prepared in accordance with accounting principles generally accepted in Japan. This translation is prepared and provided for the purpose of the reader's convenience. All readers are recommended to refer to the original version in Japanese of the report for complete information.