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Summary of Consolidated Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2011

August 3, 2010

Listed Company	Japan Cash Machine Co., Ltd.	Stock Exchanges:	Tokyo, Osaka
Code Number	6418	URL	http://www.jcm-hq.co.jp/
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Date of submitting quarterly financial statement report: August 12, 2010 Date of starting to pay dividends: -

Additional materials of the Financial Results for the First Quarter: -

Briefing session for the Financial Results for the First Quarter: -

1. Results for the year ending March 31, 2011 (April 1, 2010 through June 30, 2010)

(1) Consolidated operating results (Amounts less than 1 million yen have been rounded off.)

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2010	4,765	11.3	301	59.1	260	12.4	267	75.1
Three months ended June 30, 2009	4,280	(33.3)	189	(84.4)	231	(84.3)	152	(87.6)

	Net Income Per share: Basic		Net Income Per share: Diluted	
	Yen		Yen	
Three months ended June 30, 2010	9.92		-	
Three months ended June 30, 2009	5.51		-	

(2) Consolidated financial position

	Total Assets	Total Net Assets	Capital Adequacy Ratio	Net Assets Per Share
	Million yen	Million yen	%	Yen
Three months ended June 30, 2010	29,574	23,285	78.7	863.03
Year ended March 31, 2010	28,775	23,343	81.1	865.16

(Note) Shareholders' equity: March 2011: 23,285 million yen

March 2010: 23,343 million yen

2. Dividends

	Dividend Per Share				
	End of 1 st quarter	End of 2 nd quarter	End of 3 rd quarter	Year End	Annual
Year ended March 31, 2010	Yen -	Yen 7.00	Yen -	Yen 7.00	Yen 14.00
Year ending March 31, 2011	-				
Year ending March 31, 2011 (Forecast)		7.00	-	7.00	14.00

(Note) Change in forecasts of dividends as of June 30, 2010: None

3. Forecasted results for the year ending March 2011 (April 1, 2010 through March 31, 2011)

	Net Sales		Operating Income		Ordinary Income		Net Income		Net Income Per Share: Basic
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Six Month ending September 30, 2010	9,500	12.8	370	-	480	-	360	-	13.34
Year Ending March 31, 2011	20,000	18.0	730	-	940	-	800	-	29.65

(Note 1) Regarding net sales, operating income, ordinary income and net income, percent indications show percentage of changes from corresponding figures for the previous period

(Note 2) Change in forecasts results for the year ending March 2011 as of June 30, 2010: None

4. Others (Please see Page 3 for detailed information)

(1) The status of changes in major subsidiaries: None

New: - (Company name:) Eliminated: - (Company name:)

(2) Adoption of simplified and special accounting policies for quarterly financial statements: Applicable

(3) Changes in principles, procedures and presentation of accounting procedures

1) Changes relation to revisions to accounting standards, etc.: Applicable

2) Changes other than 1) above: None

(4) Outstanding shares (common shares)

Number of shares outstanding (including treasury stocks)	Three month ended June 30, 2010	29,662,851 shares	March 2010	29,662,851 shares
Number of treasury stocks	Three month ended June 30, 2010	2,681,713 shares	March 2010	2,681,558 shares
The average number of shares issued during first quarter	Three month ended June 30, 2010	26,981,218 shares	Three month ended June 30, 2009	27,719,530 shares

(Note) Implementation status of Quarterly Overview

This Financial Results for the First Quarter was exempt from Quarterly review which was based on Financial Instrument and Exchange Law of Japan. As for the First Quarter disclosure, Quarterly review for the quarterly financial statements is currently conducted.

(Note) Explanation regarding the appropriate use of business forecast results

The above forecasted results have been prepared based on the current available information, and actual results may differ from the projections due to the impacts of future events. Please see “Qualitative information on consolidated financial forecasts” for bases for financial results forecasts and notices for use of this financial results projection.

1. Qualitative information/Financial Statements

(1) Qualitative information on consolidated operating results

Worldwide economy appears to recover gradually from the financial crisis as a result of rapid growth in China and some developing countries. However, worldwide economic outlook becomes highly unclear due to Europe crisis.

Domestic and overseas market recoveries are moderate, and overall facility investments by each market remained at a steady rate.

Under these circumstances above, the Company launched new products and tried to stimulate total orders from new customers.

As a result, net sales amounted to ¥4,765 million, an 11.3% year-to-year increase. Operating income amounted to ¥301 million, a 59.1% year-to-year increase, ordinary income amounted to ¥260 million, a 12.4% year-to-year increase, and net profit amounted to ¥267 million, a 75.1% year-to-year increase.

(2) Qualitative information on consolidated financial forecasts

There are no changes on consolidated financial forecasts for the six months ending September 30, 2010 and the fiscal year ending March 31, 2011, which was disclosed on May 13, 2010.

2. Others

(1) The status of changes in major subsidiaries

There was no change in major subsidiaries.

(2) Adoption of simplified and special accounting policies for quarterly financial statements

Simplified accounting policies are applied, but the descriptions are omitted since it is unimportant.

(3) Changes in principles, procedures and presentation of accounting procedures

Effective April 1, 2010, “Accounting Standards for Asset Retirement Obligation (ASBJ statement No. 18 issued on March 31, 2008)” and “Guidance on Accounting Standards for Asset Retirement Obligation (ASBJ statement No. 21 issued on March 31, 2008)” have been applied. The impacts on operating income, ordinary income, and income before income taxes and minority interests are minimal.

3. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheet		
(In thousand yen, rounded down)		
	Three months ended June 30, 2010	Fiscal Year Ended March 31, 2010
Assets		
Current assets		
Cash and deposits	11,534,362	11,918,432
Notes and accounts receivable-trade	3,972,295	3,607,448
Short-term investment securities	234,575	92,047
Merchandise and finished goods	3,232,009	2,873,889
Work in process	647,615	470,894
Raw materials and supplies	2,255,416	1,614,769
Other	1,128,276	1,357,312
Allowance for doubtful accounts	(86,077)	(93,454)
Total current assets	22,918,474	21,841,338
Noncurrent assets		
Property, plant and equipment	4,926,960	4,839,675
Intangible assets	488,649	547,094
Investment and other assets		
Other	1,463,209	1,769,993
Allowance for doubtful accounts	(222,508)	(222,508)
Total investments and other assets	1,240,701	1,547,485
Total noncurrent assets	6,656,311	6,934,254
Total assets	29,574,785	28,775,593
Liabilities		
Current liabilities		
Notes and accounts payable-trade	3,258,623	2,389,729
Income taxes payable	69,909	68,889
Provision for directors' bonuses	3,000	3,000
Provision for bonuses	115,329	210,016
Provision for business structure improvement	165,286	430,000
Other	1,557,480	1,376,253
Total current liabilities	5,169,629	4,477,888
Noncurrent liabilities		
Provision for retirement benefits	19,257	18,928
Negative goodwill	352,540	400,614
Other	747,937	535,103
Total noncurrent liabilities	1,119,735	954,645
Total liabilities	6,289,364	5,432,533
Net assets		
Shareholders' equity		
Capital stock	2,216,945	2,216,945
Capital surplus	2,069,003	2,069,003
Retained earnings	22,948,888	22,870,167
Treasury stock	(2,325,421)	(2,325,304)
Total shareholders' equity	24,909,416	24,830,812
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	98,959	206,297
Deferred gains or losses on hedges	42,609	(11,153)
Foreign currency translation adjustment	(1,765,564)	(1,682,895)
Total valuation and translation adjustments	(1,623,995)	(1,487,752)
Total net assets	23,285,420	23,343,059
Total liabilities and net assets	29,574,785	28,775,593

(2) Quarterly Consolidated Statement of Income		
(In thousand yen, rounded down)		
	Three months ended June 30, 2009	Three months ended June 30, 2010
Net sales	4,280,646	4,765,356
Cost of sales	2,091,327	2,307,429
Gross profit	2,189,318	2,457,927
Reversal of unrealized income on installment sales	4,246	10,611
Provision of unrealized income on installment sales	-	64,859
Gross profit-net	2,193,565	2,403,679
Selling, general and administrative expenses	2,004,270	2,102,579
Operating income	189,294	301,099
Non-operating income		
Interest income	11,841	7,475
Dividends income	16,575	16,029
Amortization of negative goodwill	32,049	48,073
Other	42,532	36,195
Total non-operating income	102,998	107,775
Non-operating expenses		
Interest expenses	396	4,742
Foreign exchange losses	53,878	138,945
Other	6,592	4,999
Total non-operating expenses	60,867	148,687
Ordinary income	231,426	260,187
Extraordinary income		
Gain on sales of noncurrent assets	-	94
Gain on sales of investment securities	-	121,955
Reversal of allowance for doubtful accounts	26,089	11,423
Total extraordinary income	26,089	133,473
Extraordinary loss		
Loss on retirement of noncurrent assets	2,075	3,808
Loss on valuation of investment securities	-	27,173
Loss on sales of noncurrent assets	1,205	66
Loss on adjustment for changes of accounting standard for asset retirement obligations	-	3,528
Total extraordinary losses	3,281	34,577
Income before income taxes and minority interests	254,234	359,083
Income taxes-current	37,478	31,967
Income taxes-deferred	63,891	59,526
Total income taxes	101,370	91,493
Net income	152,863	267,590

(3) Quarterly Consolidated Statement of Cash Flow		
(In thousand yen, rounded down)		
	Three months ended June 30, 2009	Three months ended June 30, 2010
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	254,234	359,083
Depreciation and amortization	202,004	202,912
Amortization of negative goodwill	(32,049)	(48,073)
Increase (decrease) in provision	(302,356)	(101,409)
Increase (decrease) in provision for business structure improvement	-	(264,713)
Interest and dividends income	(28,417)	(23,505)
Interest expenses	396	4,742
Foreign exchange losses (gains)	2,144	44,667
Loss (gain) on sales and retirement of property, plant and equipment	3,281	3,780
Loss (gain) on sales of investment securities	-	(121,955)
Loss on valuation of investment securities	-	27,173
Decrease (increase) in notes and accounts receivable-trade	442,619	(365,078)
Decrease (increase) in inventories	383,296	(1,188,171)
Increase (decrease) in notes and accounts payable-trade	(1,171,604)	864,392
Decrease (increase) in consumption taxes refund receivable	76,626	38,760
Other, net	(650,084)	342,012
Subtotal	(819,909)	(225,382)
Interest and dividends income received	26,696	23,587
Interest expenses paid	(396)	(4,742)
Income taxes paid	(534,131)	(2,392)
Income taxes refund	247,019	-
Net cash provided by (used in) operating activities	(1,080,721)	(208,929)
Net cash provided by (used in) investing activities		
Net decrease (increase) in time deposits	-	(927,825)
Net decrease (increase) in short-term investment securities	24,505	(138,074)
Purchase of property, plant and equipment	(150,956)	(305,812)
Proceeds from sales of property, plant and equipment	1,956	525
Purchase of intangible assets	(5,957)	(7,674)
Purchase of investments in subsidiaries-InvCF	254,719	-
Purchase of investment securities	(337)	(358)
Proceeds from sales of investment securities	-	354,320
Collection of loans receivable	2,738	11,251
Proceeds from liquidation of subsidiaries	15,000	-
Other, net	-	(50)
Net cash provided by (used in) investing activities	141,669	(1,013,697)
Net cash provided by (used in) financing activities		
Cash dividends paid	(304,522)	(189,239)
Decrease in short-term loans payable	(200,000)	-
Proceeds from lease obligations	-	246,125
Repayments of lease obligations	-	22,529
Purchase of treasury stock	(183,720)	(117)
Net cash provided by (used in) financing activities	(688,243)	34,238
Effect of exchange rate change on cash and cash equivalents	97,194	(94,146)
Net increase (decrease) in cash and cash equivalents	(1,530,100)	(1,282,535)
Cash and cash equivalents at beginning of period	12,559,163	11,193,347
Cash and cash equivalents at end of period	11,029,063	9,910,812

4. Segment Information

[Segment information by business category]

Three months ended June 30, 2009

The businesses of the Company and the consolidated subsidiaries are classified into two segments: cash machines and related equipment, and amusement equipment and related businesses. As net sales and operating income of cash machines and related equipments constituted more than 90% of the consolidated sales and operating income for the three months ended June 30, 2009, the disclosure of business segment information has been omitted.

[Geographical segment information]

Three months ended June 30, 2009 (From April 1, 2009 to June 30, 2009) (In thousand yen, rounded down)

	Japan	North America	Asia	Europe	Total	Elimination/ Corporate	Consolidated
Net sales							
(1) Sales to third parties	1,664,872	1,207,989	5,608	1,402,175	4,280,646	-	4,280,646
(2) Intersegment sales	963,339	2,540	677,584	359	1,643,823	(1,643,823)	-
Total Sales	2,628,212	1,210,529	683,193	1,402,535	5,924,469	(1,643,823)	4,280,646
Operating income and loss	(450,368)	(32,680)	(14,359)	185,483	(311,925)	501,219	189,294

(Note) 1. The geographical areas are classified according to the geographical closeness.

2. Each global geographical division other than Japan consists of the following countries.

(1) North AmericaU.S.A.

(2) AsiaHong Kong, Thailand

(3) EuropeGermany, UK, Bulgaria

[Overseas sales]

Three months ended June 30, 2009 (From April 1, 2009 to June 30, 2009) (In thousand yen)

	North America	Europe	Other Areas	Total
I . Overseas net sales	1,025,358	1,418,813	193,324	2,637,496
II . Consolidated net sales				4,280,646
III . Overseas net sales as a percentage of consolidated net sales	24.0	33.1	4.5	61.6

(Note) 1. The geographical areas are classified according to their geographical closeness.

2. Each global geographical division other than Japan consists of the following countries.

(1) North America ... U.S.A. and Canada

(2) Europe Italy, Germany, Spain, the Czech Republic, UK, Austria, Slovenia, and other countries.

(3) Other Areas Australia, China and other countries

3. Overseas sales are the Company's and consolidated subsidiaries' sales in countries or regions outside of Japan.

[Segment Information]

1. Reported segments overview

Financial statements by each segment are prepared and reviewed regularly in order for board of directors to decide on the distribution of resources and evaluation of business performance.

JCM Group mainly manufactures and sells currency related equipments, and the Company and domestic consolidated subsidiaries take care of domestic business while overseas consolidated subsidiaries take care of overseas business. Consolidated subsidiaries are managed independently, and they create regional strategies for product lines in their markets.

Thus, JCM Group consists of segments based on the scope of their activities (manufacturing/sales): “The Company”, “Domestic Amusement Business”, “North American regions”, “European regions”, and “Asian regions”.

2. Net sales, profit or loss information by reported segments

(In thousand yen)

	Reported Segments					Total
	The Company	Domestic Amusement Business	North American regions	European regions	Asian regions	
Net sales						
(1) Sales to third parties	378,280	1,754,094	1,483,683	1,119,811	29,487	4,765,356
(2) Intersegment sales	3,085,446	57,519	10,396	12,467	1,223,879	4,389,709
Total Sales	3,463,727	1,811,614	1,494,079	1,132,278	1,253,366	9,155,066
Segment profit/loss	106,624	(58,876)	37,681	100,306	41,446	227,182

3. Reconciliations between total reported segment profit and ordinary income in quarterly consolidated income statement, and details on those differences

(In thousand yen)

Profit	Amount
Total reported segment profit	227,182
Eliminate unrealized income	(27,472)
Amortization of negative goodwill	48,073
The group's revenue	16,092
Other adjustment	(3,688)
Ordinary income in quarterly consolidated financial statements	260,187

Note: The group's revenue mainly consists of non-operating profit/loss which does not belong to any reported segment.

4. Loss on noncurrent assets by each reported segments and information on goodwill

None.

(Additional information)

Effective April 1, 2010, “Accounting Standards for Business Combinations and Related Matters” (ASBJ statement No. 17 issued on March 27, 2009)” and “Accounting Standards for Disclosure about Segments of an Enterprise and Related Information Guidance” (ASBJ statement No. 20 issued on March 21, 2008)” have been applied.

Notice on changes in shareholder’s equity

None.