

Consolidated Financial Statements – Summary

February 2, 2010

(For the nine months ended December 31, 2009)

English translation from the original Japanese-language document

(All financial information has been prepared in accordance with accounting principles generally accepted in Japan.)

Company name: **NICHIREI CORPORATION** (Code number 2871)

1. Results for the Nine Months Ended December 31, 2009 (April 1, 2009 through December 31, 2009)

(1) Consolidated financial results

(Amounts less than one million yen are omitted)

	Net sales	Operating income	Recurring income	Net income
	Million yen	Million yen	Million yen	Million yen
Nine months ended December 31, 2009	338,957	13,348	12,246	7,916
Nine months ended December 31, 2008	370,394	13,757	13,152	6,558

	E.P.S.	Diluted E.P.S.
	Yen	Yen
Nine months ended December 31, 2009	25.53	-
Nine months ended December 31, 2008	21.15	-

(2) Consolidated financial position

	Total assets	Total net assets	Equity ratio	Equity per share
	Million yen	Million yen	%	Yen
As of December 31, 2009	290,479	120,550	40.5	379.16
As of March 31, 2009	287,296	113,199	38.6	357.85

(Note) Shareholders' equity: As of December 31, 2009: 117,530 million yen

As of March 31, 2009: 110,958 million yen

2. Dividend Status

(Base date)	Dividend per share				
	End of 1st quarter	End of 2nd quarter	End of 3rd quarter	End of FY	Annual
	Yen	Yen	Yen	Yen	Yen
FY ended March 31, 2009	-	4.00	-	5.00	9.00
FY ending March 31, 2010	-	4.00	-	-	-
FY ending March 31, 2010 (Forecast)	-	-	-	5.00	9.00

(Note) Revision of dividend forecast in this quarter (Y/N): None

3. Estimation of Business Results of Fiscal Year Ending March 31, 2010 (April 1, 2009 through March 31, 2010)

	Net sales	Operating income	Recurring income	Net income	E.P.S.
	Million yen	Million yen	Million yen	Million yen	Yen
FY ending March 31, 2010	448,500	15,100	13,600	7,800	25.16

Note: Revision of consolidated business results forecasts in the quarter (Y/N): None

4. Other

- (1) Changes in major subsidiaries during the term (Change in specific subsidiaries as a result of a change in the scope of consolidation): None
- (2) Use of simplified accounting procedures or accounting procedures specific to the preparation of quarterly financial statements: Yes
- (3) Changes in accounting principles, procedures or reporting methods used in preparation of these quarterly financial statements (Changes in important items concerning preparation of these quarterly financial statements)
 - (i) Changes accompanying revision of accounting standards, etc.: Yes
 - (ii) Changes other than (i) above: None
- (4) Total number of outstanding shares (Common stock)
 - (i) Total number of outstanding shares at term end (Includes treasury stock):
 - As of December 31, 2009: 310,851,065 shares
 - As of March 31, 2009: 310,851,065 shares
 - (ii) Total treasury stock at term end:
 - As of December 31, 2009: 878,685 shares
 - As of March 31, 2009: 782,907 shares
 - (iii) Average number of outstanding shares during the term:
 - For the nine months ended December 31, 2009: 310,045,163 shares
 - For the nine months ended December 31, 2008: 310,078,665 shares

This statement was prepared based on information available at the time of disclosure. Actual results may vary significantly as a result of a variety of factors. Please refer to the "Cautionary Statements" on page 8.

Consolidated Balance Sheets

NICHIREI CORPORATION

(Million yen; amounts less than one million yen are omitted)

	As of December 31, 2009	As of March 31, 2009	Increase (Decrease) compared with March 31, 2009
<Assets>			
Current assets			
Cash and time deposits	6,680	19,564	(12,883)
Notes and account receivable – trade	73,269	60,231	13,037
Merchandise and finished products	24,205	27,397	(3,192)
Products in process	272	313	(40)
Raw materials and supplies	3,499	4,365	(866)
Deferred tax assets	1,190	1,134	55
Other current assets	3,206	3,695	(489)
Less allowance for doubtful accounts	(177)	(112)	(64)
Total	112,145	116,589	(4,443)
Fixed assets			
1. Tangible assets			
(1) Buildings and structures (net)	60,657	61,511	(853)
(2) Machinery and equipment (net)	14,985	14,991	(5)
(3) Land	32,910	32,884	26
(4) Leased assets (net)	21,582	19,236	2,346
(5) Construction in progress	5,267	993	4,274
(6) Other tangible fixed assets (net)	1,321	1,305	16
Total	136,725	130,921	5,803
2. Intangible assets			
(1) Goodwill	1,248	1,124	123
(2) Leased assets	129	155	(26)
(3) Other intangible fixed assets	3,595	3,477	118
Total	4,973	4,757	215
3. Investments and other assets			
(1) Investment securities	20,445	18,557	1,887
(2) Deferred tax assets	1,974	2,431	(456)
(3) Other assets	14,810	14,590	219
Less allowance for doubtful accounts	(594)	(551)	(43)
Total	36,635	35,027	1,607
Total fixed assets	178,334	170,707	7,627
Total assets	290,479	287,296	3,183

NICHIREI CORPORATION

(Million yen; amounts less than one million yen are omitted)

	As of December 31, 2009	As of March 31, 2009	Increase (Decrease) compared with March 31, 2009
<Liabilities>			
Current liabilities			
Account payable – trade	28,199	24,177	4,021
Short-term bank loans	16,782	11,474	5,307
Commercial paper	11,500	10,000	1,500
Current portion of long-term loans	13,680	25,900	(12,220)
Current portion of bonds	-	10,000	(10,000)
Lease obligations	3,802	3,717	85
Accrued expenses	20,113	17,797	2,315
Income taxes payable	1,904	3,150	(1,245)
Directors' and statutory auditors' bonuses	151	177	(26)
Other current liabilities	9,048	5,179	3,869
Total	105,183	111,576	(6,392)
Long-term liabilities			
Long-term loans	29,803	30,528	(725)
Lease obligations	20,923	18,873	2,050
Deferred tax liabilities	1,443	1,216	226
Employees' retirement benefits	3,557	3,216	340
Directors' and statutory auditors' retirement benefits	331	277	54
Long-term deposits received	8,100	8,108	(8)
Goodwill	42	61	(18)
Other long-term liabilities	543	239	304
Total	64,745	62,520	2,224
Total liabilities	169,929	174,096	(4,167)
<Net assets>			
Owners' equity			
Common stock	30,307	30,307	-
Capital surplus	23,710	23,711	(0)
Retained earnings	61,171	56,045	5,126
Treasury stock	(378)	(348)	(30)
Total	114,810	109,715	5,094
Valuation and translation adjustments			
Net unrealized holding gains on securities	3,169	2,241	927
Deferred gains or losses on hedges	5	51	(46)
Translation adjustment	(455)	(1,050)	595
Total	2,719	1,242	1,476
Minority interests	3,020	2,241	779
Total net assets	120,550	113,199	7,350
Total liabilities and net assets	290,479	287,296	3,183

Consolidated Statements of Income

NICHIREI CORPORATION

(Million yen; amounts less than one million yen are omitted)

	Nine months ended December 31, 2008 (Apr. 2008–Dec. 2008)	Nine months ended December 31, 2009 (Apr. 2009–Dec. 2009)	Increase (Decrease) compared with nine months ended December 31, 2008
Net sales	370,394	338,957	(31,437)
Cost of sales	301,210	270,701	(30,508)
Gross profit	69,184	68,255	(928)
Selling, general and administrative expenses			
Selling expenses			
Transportation and storage expense	11,143	10,489	(653)
Sales promotion expense	12,785	13,229	443
Advertising expense	3,247	2,518	(729)
Sales commission expense	2,365	2,489	123
Remuneration, salary and bonuses	10,670	10,822	152
Provision for employees' retirement benefits	883	1,400	517
Fringe benefit	1,704	1,883	179
Traveling and communication expenses	1,613	1,443	(169)
Rent expense	1,475	1,445	(29)
Business consignment fee	1,846	1,850	3
Research and development expense	1,669	1,428	(241)
Other general and administrative expense	6,022	5,905	(116)
Total	55,427	54,907	(519)
Operating income	13,757	13,348	(408)
Non-operating revenues			
Interest income	110	74	(36)
Dividend income	358	357	(0)
Equity in earnings of affiliates	153	13	(140)
Other non-operating revenues	924	625	(298)
Total	1,546	1,071	(475)
Non-operating expenses			
Interest expenses	1,305	1,303	(2)
Other non-operating expenses	846	870	24
Total	2,151	2,173	21
Recurring income	13,152	12,246	(906)
Extraordinary income			
Gain on sales of property, plant and equipment	422	283	(139)
Gain on sales of investment securities	11	9	(2)
Reversal of allowance for doubtful receivables	6	2	(4)
Gain on transfer of business	-	870	870
Total	441	1,165	724
Extraordinary losses			
Loss on sales of property, plant and equipment	6	27	21
Loss on disposal of property, plant and equipment	515	508	(7)
Impairment loss	-	133	133
Impact accompanying the application of accounting standard for lease transactions	1,731	-	(1,731)
Loss on devaluation of investment securities	334	29	(304)
Loss on sales of affiliates' stock	35	-	(35)
Loss on sales of investment securities	15	0	(14)
Loss on discontinued operations	-	142	142
Loss on devaluation of membership	-	1	1
Total	2,639	844	(1,795)
Income before income taxes and minority interests	10,954	12,567	1,613
Income taxes—current	4,112	4,478	366
Income taxes—deferred	204	53	(151)
Total	4,317	4,532	215
Minority interests in net income of consolidated subsidiaries	79	118	39
Net income	6,558	7,916	1,358

Consolidated Statements of Cash Flows

NICHIREI CORPORATION

(Million yen; amounts less than one million yen are omitted)

	Nine months ended December 31, 2008 (Apr. 2008–Dec. 2008)	Nine months ended December 31, 2009 (Apr. 2009–Dec. 2009)	Increase (Decrease) compared with nine months ended December 31, 2008
Cash flows from operating activities			
Income before income taxes and minority interests	10,954	12,567	1,613
Depreciation and amortization	10,240	9,982	(258)
Impairment loss	-	133	133
Increase (decrease) in provision for doubtful accounts	84	103	19
Increase (decrease) in provision for employees' retirement benefits	8	336	327
Decrease (increase) in prepaid pension expenses	(119)	(400)	(281)
Equity in losses (earnings) of affiliates	(153)	(13)	140
Loss on disposal of property, plant and equipment	279	289	9
Impact accompanying the application of accounting standard for lease transactions	1,731	-	(1,731)
Loss (gain) on devaluation of investment securities	334	29	(304)
Loss on discontinued operations	-	142	142
Loss on devaluation of membership	-	1	1
Interest and dividend income	(468)	(432)	36
Interest expense	1,305	1,303	(2)
Loss (gain) on sale of property, plant and equipment	(416)	(256)	160
Loss (gain) on sale of affiliates' stock	35	-	(35)
Loss (gain) on sale of investment securities	4	(8)	(12)
Loss (gain) on transfer of business	-	(870)	(870)
Decrease (increase) in notes and accounts receivable – trade	(17,484)	(12,897)	4,586
Decrease (increase) in inventories	(5,654)	4,264	9,919
Increase (decrease) in notes and accounts payable – trade	6,130	3,928	(2,201)
Other	(965)	6,678	7,644
Subtotal	5,846	24,882	19,036
Interest and dividend income received	783	597	(185)
Interest expense paid	(1,284)	(1,336)	(52)
Income taxes paid	(3,511)	(5,312)	(1,800)
Net cash provided by operating activities	1,833	18,831	16,997
Cash flows from investing activities			
Purchase of property, plant and equipment	(8,803)	(9,989)	(1,185)
Proceeds from sales of property, plant and equipment	475	488	12
Purchase of investment securities	(112)	(474)	(362)
Proceeds from sales of investment securities	148	25	(122)
Purchase of subsidiary shares following change in scope of consolidation	(3,468)	(6)	3,461
Purchase of investments in subsidiaries following change in scope of consolidation	-	(215)	(215)
Proceeds from sales of affiliates' stock	726	-	(726)
Proceeds from transfer of business	-	870	870
Other	(1,189)	(1,689)	(499)
Net cash used in investing activities	(12,223)	(10,990)	1,232
Cash flows from financing activities			
Increase (decrease) in short-term bank loans	(1,121)	5,196	6,317
Increase (decrease) in commercial paper	23,000	1,500	(21,500)
Proceeds from long-term debt	16,988	-	(16,988)
Repayment of long-term debt	(673)	(12,971)	(12,298)
Redemption of bonds	(5,000)	(10,000)	(5,000)
Dividends paid	(2,464)	(2,768)	(303)
Dividends paid to minority interests	(339)	(0)	339
Repayment of lease obligations	(2,930)	(2,984)	(53)
Other	62	625	563
Net cash provided by (used in) financing activities	27,520	(21,403)	(48,923)
Effects of exchange rate changes on cash and cash equivalents	(565)	94	660
Net increase (decrease) in cash and cash equivalents	16,564	(13,468)	(30,032)
Cash and cash equivalents at beginning of period	4,121	19,564	15,442
Cash and cash equivalents at end of period	20,685	6,095	(14,590)

Industrial Segment Information

NICHIREI CORPORATION

(1) Nine months ended December 31, 2008 (April 1, 2008 through December 31, 2008)

(Million yen; amounts less than one million yen are omitted)

	Processed Foods	Marine Products	Meat and Poultry Products	Logistics	Real Estate	Other	Total	Intercompany eliminations and corporate	Consolidated
Operating revenues	134,429	61,493	69,189	98,676	4,525	2,081	370,394	-	370,394
Intra-group sales and transfers	336	573	3,506	11,122	1,052	2,712	19,302	(19,302)	-
Total	134,765	62,066	72,695	109,798	5,577	4,793	389,697	(19,302)	370,394
Operating expenses	133,428	61,217	72,005	102,336	2,499	4,712	376,199	(19,562)	356,637
Operating income	1,336	849	689	7,462	3,078	81	13,497	259	13,757
Operating income margin (%)	1.0	1.4	0.9	6.8	55.2	1.7	3.5	-	3.7

(2) Nine Months Ended December 31, 2009 (April 1, 2009 through December 31, 2009)

(Million yen; amounts less than one million yen are omitted)

	Processed Foods	Marine Products	Meat and Poultry Products	Logistics	Real Estate	Other	Total	Intercompany eliminations and corporate	Consolidated
Operating revenues	125,072	54,131	57,488	95,579	4,231	2,454	338,957	-	338,957
Intra-group sales and transfers	332	235	1,934	10,738	1,040	2,657	16,939	(16,939)	-
Total	125,405	54,366	59,423	106,317	5,271	5,111	355,897	(16,939)	338,957
Operating expenses	123,829	53,567	58,814	99,483	2,448	4,826	342,968	(17,360)	325,608
Operating income	1,576	799	608	6,834	2,823	285	12,928	420	13,348
Operating income margin (%)	1.3	1.5	1.0	6.4	53.6	5.6	3.6	-	3.9

(3) Fiscal Year Ended March 31, 2009 (April 1, 2008 through March 31, 2009)

(Million yen; amounts less than one million yen are omitted)

	Processed Foods	Marine Products	Meat and Poultry Products	Logistics	Real Estate	Other	Total	Intercompany eliminations and corporate	Consolidated
Operating revenues	173,625	75,413	88,203	128,305	5,948	3,020	474,515	-	474,515
Intra-group sales and transfers	402	664	4,314	14,040	1,409	3,601	24,433	(24,433)	-
Total	174,027	76,078	92,517	142,345	7,357	6,622	498,949	(24,433)	474,515
Operating expenses	172,004	75,803	92,548	134,114	3,313	6,397	484,181	(24,808)	459,372
Operating income (loss)	2,023	275	(30)	8,231	4,043	224	14,767	374	15,142
Operating income margin (%)	1.2	0.4	(0.0)	5.8	55.0	3.4	3.0	-	3.2

Forecast of Fiscal Year Ending March 31, 2010

NICHIREI CORPORATION

Forecast of Fiscal Year Ending March 31, 2010 (April 1, 2009 through March 31, 2010)

(Million yen; amounts less than one million yen are omitted)

	Processed Foods	Marine Products	Meat and Poultry Products	Logistics	Real Estate	Other	Intercompany eliminations and corporate	Consolidated
Operating revenues (*1)	168,600	69,000	80,900	139,500	7,000	6,800	(23,300)	448,500
Operating expenses	166,900	68,300	80,200	131,700	3,400	6,700	(23,800)	433,400
Operating income	1,700	700	700	7,800	3,600	100	500	15,100

(*1) Operating revenues include Intra-group sales and transfers.

Cautionary Statement with Respect to Forward-Looking Statements

This interim financial statement contains, in addition to historical facts, forward-looking statements regarding plans, outlook, strategies and future results. These explanations concerning future business results may or may not include words such as "believes," "expects," "plans," "strategy," "prospects," "estimates," and "forecasts," or variations of these words or similar expressions. All such statements are based on management's assumptions and beliefs derived from the information available to it at the time of publication of this report. A variety of important factors may cause actual results to differ significantly from these forecasts. Thus, it is advised that investors refrain from making investment decisions based solely on these forward-looking statements. Nichirei and its Group companies will not necessarily revise their forward-looking statements in accordance with new information, future events and other results. Risks and uncertainties that could affect the actual results of Nichirei and its Group companies include, but are not limited to:

- 1) Economic conditions and industry environment surrounding the business activities of Nichirei and its Group companies;
- 2) Foreign exchange rate fluctuations, particularly involving U.S. dollars and euros;
- 3) The feasibility of establishing a unified quality control structure covering product development, purchasing of ingredients, production and sales;
- 4) The feasibility of new product and service development;
- 5) Nichirei's and its Group companies' ability to implement growth strategies and build a low-cost structure;
- 6) The feasibility of achieving effective alliances between the Nichirei Group and outside companies;
- 7) Contingency and related risk, etc.

However, factors that may affect the performance of the Nichirei Group are not limited to those listed above. Further, risks and uncertainties include the possibility of future events that may have a serious and unpredictable impact on the Group.