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Mitsubishi Electric Announces Consolidated Financial Results for the First 9 Months and Third Quarter of Fiscal 2013

TOKYO, February 4, 2013 – [Mitsubishi Electric Corporation](#) (TOKYO: 6503) announced today its financial results for the first 9 months and third quarter ending December 31, 2012, of the current fiscal year ending March 31, 2013 (fiscal 2013).

1. Consolidated First 9 Months Results (April 1, 2012 – December 31, 2012)

Net sales:	2,506.8 billion yen	(2% decrease from the same period last year)
Operating income:	113.2 billion yen	(30% decrease from the same period last year)
Income before income taxes:	25.7 billion yen	(84% decrease from the same period last year)
Net income attributable to Mitsubishi Electric Corp.:	49.1 billion yen	(40% decrease from the same period last year)

In the first 9 months of fiscal 2013, the business environment continued to be severe, despite the yen becoming weaker toward the end of 2012, with the global economy not showing a clear trend of recovery except for the U.S. and certain steady markets.

Under these circumstances, consolidated net sales for the first 9 months of fiscal 2013 decreased by 2% compared to the same period of the previous fiscal year to 2,506.8 billion yen with decreased sales in the Industrial Automation Systems, Electronic Devices and Home Appliances segments. Consolidated operating income for the first 9 months of fiscal 2013 decreased by 30% compared to the same period of the previous fiscal year to 113.2 billion yen, mainly due to lower profits in the Industrial Automation Systems, Electronic Devices and Home Appliances segments. Income before income taxes decreased by 84% compared to the same period of the previous fiscal year to 25.7 billion yen largely as a result of recording 75.7 billion yen as a non-operating expense for refund of overcharged expenses to certain parties in the electronic systems business. Net income attributable to Mitsubishi Electric Corporation for the first 9 months of fiscal 2013 decreased by 40% compared to the same period of the previous fiscal year to 49.1 billion yen due to a decrease in tax expenses.

Consolidated Financial Results by Business Segment (First 9 months, Fiscal 2013)

Energy and Electric Systems

Total sales: 676.8 billion yen (3% increase from the same period last year)
Operating income: 48.9 billion yen (Unchanged from the same period last year)

The social infrastructure systems business saw a decrease in orders from the same period of the previous fiscal year due primarily to lower demand compared to the same period of the previous fiscal year in which the business experienced recovery demand from the Great East Japan Earthquake, while sales were unchanged from the same period of the previous fiscal year due to an increase in the power generation business worldwide.

The building systems business experienced a decrease in orders compared to the same period of the previous fiscal year in which the business recorded large-scale projects outside Japan, while sales increased compared to the same period of the previous fiscal year owing to growth in demand for renewal of elevators and escalators in Japan as well as for new installations in China.

As a result, total sales for this segment increased by 3% from the same period of the previous fiscal year. Operating income was unchanged from the same period of the previous fiscal year due to a shift in project portfolio and other factors.

Industrial Automation Systems

Total sales: 683.0 billion yen (6% decrease from the same period last year)
Operating income: 50.4 billion yen (33.2 billion yen decrease from the same period last year)

The factory automation systems business saw decreases in both orders and sales from the same period of the previous fiscal year mainly due to lower capital expenditures for semiconductor and flat panel display related investments in China, South Korea and Taiwan.

The automotive equipment business saw increases in both orders and sales compared to the same period of the previous fiscal year with uplifting support from subsidies for eco-cars in the Japanese market as well as recovery in the North American market, despite stagnation in automobile sales in Europe.

As a result, total sales for this segment decreased by 6% compared to the same period of the previous fiscal year. Operating income decreased by 33.2 billion yen compared to the same period of the previous fiscal year due to decreases in sales and other factors.

Information and Communication Systems

Total sales: 357.9 billion yen (10% increase from the same period last year)
Operating income: 10.7 billion yen (1.9 billion yen increase from the same period last year)

The telecommunications equipment business saw increases in both orders and sales compared to the same period of the previous fiscal year owing primarily to an increase in demand for communications infrastructures.

The information systems and services business saw no changes in sales from the same period of the previous fiscal year mainly due to declines in the IT infrastructure service business and the network and system operations business, and growth in the system integration business.

The electronic systems business saw no changes in orders from the same period of the previous fiscal year, while sales increased from the same period of the previous fiscal year.

As a result, total sales for this segment increased by 10% compared to the same period of the previous fiscal year. Operating income increased by 1.9 billion yen compared to the same period of the previous fiscal year mainly due to an increase in sales.

Electronic Devices

Total sales: 119.8 billion yen (22% decrease from the same period last year)
Operating income (loss): (3.2 billion yen) (10.3 billion yen decline from the same period last year)

The semiconductor business saw decreases in both orders and sales from the same period of the previous fiscal year due to a decline in demand mainly for power modules used in industrial, consumer and railcar applications.

The LCD module business saw an increase in orders due to increases in industrial-use products and other factors, but sales decreased compared to the same period of the previous fiscal year.

As a result, total sales for the segment decreased by 22% compared to the same period of the previous fiscal year. Operating income fell by 10.3 billion yen compared to the same period of the previous fiscal year mainly due to a decrease in sales.

Home Appliances

Total sales: 615.4 billion yen (5% decrease from the same period last year)
Operating income: 18.1 billion yen (6.3 billion yen decrease from the same period last year)

The home appliances business saw a 5% decrease in sales compared to the same period of the previous fiscal year due primarily to a large decline in demand for LCD televisions and blu-ray disc recorders for the Japanese market, as well as a decrease in air conditioners for Europe due to the strong yen against euros in the first half of the fiscal year.

Operating income decreased by 6.3 billion yen compared to the same period of the previous fiscal year due to a decrease in sales and other factors.

Others

Total sales: 426.3 billion yen (5% decrease from the same period last year)
Operating income: 10.4 billion yen (1.1 billion yen decrease from the same period last year)

Sales decreased by 5% compared to the same period of the previous fiscal year mainly at affiliated companies involved in materials procurement and logistics.

Operating income decreased by 1.1 billion yen compared to the same period of the previous fiscal year due primarily to a decrease in sales.

2. Consolidated Third-quarter Results (October 1, 2012 – December 31, 2012)

Net sales: 810.8 billion yen (1% decrease from the same period last year)
Operating income: 23.6 billion yen (51% decrease from the same period last year)
Income (loss) before income taxes: (47.0 billion yen) –
Net income attributable to Mitsubishi Electric Corp.: 5.5 billion yen (56% decrease from the same period last year)

Consolidated net sales for this quarter decreased by 1% compared to the same period of the previous fiscal year to 810.8 billion yen, with sales decreases in the Energy and Electric Systems, Industrial Automation Systems and Electronic Devices segments. Consolidated operating income decreased by 51% compared to the same period of the previous fiscal year to 23.6 billion yen, due to a decline in income in the Energy and Electric Systems, Industrial Automation Systems, Information and Communication Systems and Electronic Devices segments. Income before income taxes recorded a loss of 47.0 billion yen largely as a result of recording 75.7 billion yen as a non-operating expense for refund of overcharged expenses to certain parties in the electronic systems business. Net income attributable to Mitsubishi Electric Corporation for this quarter decreased by 56% compared to the same period of the previous fiscal year to 5.5 billion yen due to a

decrease in tax expenses.

Consolidated Financial Results by Business Segment (Third Quarter, Fiscal 2013)

Energy and Electric Systems

Total sales: 217.3 billion yen (1% decrease from the same period last year)
Operating income: 14.6 billion yen (5.6 billion yen decrease from the same period last year)

The social infrastructure systems business saw decreases in both orders and sales from the same period of the previous fiscal year due primarily to lower demand compared to the same quarter of the previous fiscal year in which the business experienced recovery demand from the Great East Japan Earthquake, despite orders for large-scale projects in Japan in the public utility systems and the rolling-stock equipment businesses.

The building systems business experienced a decrease in orders compared to the same period of the previous fiscal year in which the business recorded large-scale projects outside Japan, while sales increased compared to the same quarter of the previous fiscal year owing to growth in demand for renewal of elevators and escalators in Japan as well as for new installations in China.

As a result, total sales for this segment decreased by 1% from the same period of the previous fiscal year. Operating income decreased by 5.6 billion yen from the same period of the previous fiscal year due primarily to a decrease in sales.

Industrial Automation Systems

Total sales: 226.1 billion yen (4% decrease from the same period last year)
Operating income: 16.4 billion yen (10.6 billion yen decrease from the same period last year)

The factory automation systems business saw decreases in both orders and sales compared to the same period of the previous fiscal year due primarily to lower capital expenditures for semiconductor and flat panel display related investments in China, South Korea and Taiwan.

The automotive equipment business saw a decrease in orders compared to the same period of the previous fiscal year due to continued stagnation in automobile sales in Europe and lower sales in China by Japanese automotive manufacturers, while sales were unchanged compared to the same period of the previous fiscal year.

As a result, total sales for this segment decreased by 4% compared to the same period of the previous fiscal year. Operating income decreased by 10.6 billion yen compared to the same period of the previous fiscal year due to a decrease in sales and other factors.

Information and Communication Systems

Total sales: 116.3 billion yen (6% increase from the same period last year)
Operating income: 1.0 billion yen (3.5 billion yen decrease from the same period last year)

The telecommunications equipment business saw increases in both orders and sales compared to the same period of the previous fiscal year due to growth in demand for communications infrastructures.

The information systems and services business saw an increase in sales from the same period of the previous fiscal year mainly due to growth in the system integration business despite declines in the IT infrastructure service business and the network and system operations business.

The electronic systems business saw a decrease in orders from the same period of the previous fiscal year due to a decrease in large orders in the space systems business, while sales were unchanged from the same period of the previous fiscal year.

As a result, total sales for this segment increased by 6% compared to the same period of the previous fiscal year. Operating income decreased by 3.5 billion yen compared to the same period of the previous fiscal year due to a shift in project portfolio and other factors.

Electronic Devices

Total sales: 39.9 billion yen (18% decrease from the same period last year)
Operating income (loss): (1.6 billion yen) (2.7 billion yen decline from the same period last year)

The semiconductor business saw an increase in orders from the same period of the previous fiscal year due to a gradual recovery in demand for power modules used in industrial, consumer and railcar applications, while sales decreased compared to the same period of the previous fiscal year.

The LCD module business saw increases in both orders and sales compared to the same period of the previous fiscal year due to increases in industrial-use products and other factors.

As a result, total sales for the segment decreased by 18% compared to the same period of the previous fiscal year. Operating income fell by 2.7 billion yen compared to the same period of the previous fiscal year mainly due to a decrease in sales.

Home Appliances

Total sales: 192.0 billion yen (1% increase from the same period last year)
Operating income: 1.3 billion yen (0.5 billion yen increase from the same period last year)

The home appliances business saw an increase in sales by 1% compared to the same period of the previous fiscal year mainly due to growth in demand for photovoltaic systems in Japan owing to the renewable energy feed-in tariff scheme despite a decline in demand for LCD televisions and blu-ray disc recorders for the Japanese market.

Operating income increased by 0.5 billion yen compared to the same period of the previous fiscal year due to an increase in sales and other factors.

Others

Total sales: 140.6 billion yen (4% decrease from the same period last year)
Operating income: 3.0 billion yen (0.6 billion yen decrease from the same period last year)

Sales decreased by 4% compared to the same period of the previous fiscal year mainly at affiliated companies involved in materials procurement and logistics.

Operating income decreased by 0.6 billion yen compared to the same period of the previous fiscal year due primarily to a decrease in sales.

Financial Condition (Consolidated Basis)

Assets, Liabilities, and Shareholders' Equity

The company's total assets rose from the end of the previous fiscal year by 166.7 billion yen to 3,558.4 billion yen. This was due primarily to cash and cash equivalents increasing by 43.9 billion yen, while inventories also rose by 110.9 billion yen owing largely to increased work-in-process as recorded in commensurate with progress in job orders under pertinent contracts.

The balance of outstanding debts and corporate bonds rose by 239.4 billion yen from the end of the previous fiscal year to 781.7 billion yen, with a rise in its ratio of interest bearing debt to total assets to 22.0% (an increase by 6.0 points compared to the end of the previous fiscal year). Trade payables decreased by 115.0 billion yen, and retirement and severance benefits decreased by 39.8 billion yen due primarily to a decrease in deficiency of pension assets resulting from a rise in stock prices and other factors.

Mitsubishi Electric Corporation shareholders' equity increased by 56.3 billion yen compared to the previous fiscal year to 1,188.7 billion yen, with the ratio of shareholders' equity to total assets unchanged compared to the end of the previous fiscal year at 33.4%. Retained earnings increased by 25.5 billion yen due to 49.1 billion yen recorded as net income attributable to Mitsubishi Electric Corporation and 23.6 billion yen as dividend payment, while accumulated other comprehensive income increased by 31.1 billion yen mainly due to weaker yen and a rise in stock prices.

Cash Flow

Cash flows from operating activities decreased by 75.1 billion yen compared to the same period of the previous fiscal year to 42.0 billion yen (cash out). Cash flows from investing activities increased by 20.2 billion yen compared to the same period of the previous fiscal year to 123.9 billion yen (cash out), largely due to an increase in loan receivables. Consequently, free cash flow totaled to payments of 165.9 billion yen. Cash flows from financing activities were 205.9 billion yen (cash in) due to an increase in bank loans and other factors.

Forecast for Fiscal 2013 (year ending March 31, 2013)

The current consolidated earnings forecast for fiscal 2013, ending March 31, 2013, is unchanged from the announcement on December 21, 2012 as stated below.

Consolidated earnings forecast for fiscal 2013

	Current forecast
Net sales:	3,520.0 billion yen (3% decrease from fiscal 2012)
Operating income:	150.0 billion yen (33% decrease from fiscal 2012)
Income before income taxes:	40.0 billion yen (82% decrease from fiscal 2012)
Net income attributable to Mitsubishi Electric Corp.:	50.0 billion yen (55% decrease from fiscal 2012)

Note: *The results forecast above is based on assumptions deemed reasonable by the company at the present time, and actual results may differ significantly from forecasts. Please refer to the cautionary statement on the last page.*

Consolidated Financial Results Summary

1. Consolidated First 9 Months Results

(In billions of yen except where noted)

	FY '12 9 months (Apr. 1, 2011 – Dec. 31, 2011) (A)	FY '13 9 months (Apr. 1, 2012 – Dec. 31, 2012) (B)	B – A	B/A
				(%)
Net sales	2,560.3	2,506.8	(53.4)	98
Operating income	161.7	113.2	(48.5)	70
Income before income taxes	164.5	25.7	(138.7)	16
Net income attributable to Mitsubishi Electric Corp.	82.0	49.1	(32.9)	60
Basic net income per share attributable to Mitsubishi Electric Corp.	38. ²² yen	22.⁸⁹ yen	(15. ³³ yen)	60

2. Consolidated Third-quarter Results

(In billions of yen except where noted)

	FY '12 Q3 (Oct. 1, 2011 – Dec. 31, 2011) (A)	FY '13 Q3 (Oct. 1, 2012 – Dec. 31, 2012) (B)	B – A	B/A
				(%)
Net sales	816.7	810.8	(5.8)	99
Operating income	48.1	23.6	(24.5)	49
Income (loss) before income taxes	58.6	(47.0)	(105.6)	–
Net income attributable to Mitsubishi Electric Corp.	12.4	5.5	(6.9)	44
Basic net income per share attributable to Mitsubishi Electric Corp.	5. ⁸¹ yen	2.⁵⁷ yen	(3. ²⁴ yen)	44

Notes: 1) Consolidated financial charts made in accordance with U.S. GAAP.
2) The company has 162 consolidated subsidiaries.

Consolidated Profit and Loss Statement (First 9 Months, Fiscal 2013)

(In millions of yen)

	FY '12 9 months (Apr. 1, 2011 – Dec. 31, 2011)		FY '13 9 months (Apr. 1, 2012 – Dec. 31, 2012)		B – A	B/A (%)
	(A)	% of total	(B)	% of total		
Net sales	2,560,330	100.0	2,506,874	100.0	(53,456)	98
Cost of sales	1,830,644	71.5	1,808,524	72.1	(22,120)	99
Selling, general and administrative expenses	567,890	22.2	584,223	23.4	16,333	103
Loss on impairment of long-lived assets	–	–	897	0.0	897	–
Operating income	161,796	6.3	113,230	4.5	(48,566)	70
Other income	25,548	1.0	24,149	1.0	(1,399)	95
Interest and dividends	7,186	0.3	6,424	0.3	(762)	89
Equity in earnings of affiliated companies	1,008	0.0	–	–	(1,008)	–
Other	17,354	0.7	17,725	0.7	371	102
Other expenses	22,819	0.9	111,638	4.5	88,819	489
Interest	5,219	0.2	5,050	0.2	(169)	97
Equity in losses of affiliated companies	–	–	20,437	0.8	20,437	–
Other	17,600	0.7	86,151	3.5	68,551	489
Income before income taxes	164,525	6.4	25,741	1.0	(138,784)	16
Income taxes	78,000	3.0	(26,793)	(1.1)	(104,793)	–
Net income	86,525	3.4	52,534	2.1	(33,991)	61
Net income attributable to the noncontrolling interests	4,461	0.2	3,396	0.1	(1,065)	76
Net income attributable to Mitsubishi Electric Corp.	82,064	3.2	49,138	2.0	(32,926)	60

Consolidated Comprehensive Income Statement (First 9 Months, Fiscal 2013)

(In millions of yen)

	FY '12 9 months (Apr. 1, 2011 – Dec. 31, 2011)	FY '13 9 months (Apr. 1, 2012 – Dec. 31, 2012)	B – A
Net income	86,525	52,534	(33,991)
Other comprehensive income (loss), net of tax			
Foreign currency translation adjustments	(33,050)	18,335	51,385
Pension liability adjustments	(20,466)	13,126	33,592
Unrealized gains (losses) on securities	(7,638)	1,551	9,189
Unrealized gains (losses) on derivative instruments	(24)	95	119
Total	(61,178)	33,107	94,285
Comprehensive income	25,347	85,641	60,294
Comprehensive income attributable to the noncontrolling interests	1,087	5,356	4,269
Comprehensive income attributable to Mitsubishi Electric Corp.	24,260	80,285	56,025

Consolidated Profit and Loss Statement (Third Quarter, Fiscal 2013)

(In millions of yen)

	FY '12 Q3 (Oct. 1, 2011 – Dec. 31, 2011)		FY '13 Q3 (Oct. 1, 2012 – Dec. 31, 2012)		B – A	B/A (%)
	(A)	% of total	(B)	% of total		
Net sales	816,732	100.0	810,856	100.0	(5,876)	99
Cost of sales	580,187	71.0	594,887	73.4	14,700	103
Selling, general and administrative expenses	188,363	23.1	192,353	23.7	3,990	102
Operating income	48,182	5.9	23,616	2.9	(24,566)	49
Other income	13,096	1.6	10,823	1.3	(2,273)	83
Interest and dividends	2,114	0.3	1,750	0.2	(364)	83
Equity in earnings of affiliated companies	3,599	0.4	–	–	(3,599)	–
Other	7,383	0.9	9,073	1.1	1,690	123
Other expenses	2,643	0.3	81,491	10.0	78,848	31 fold
Interest	1,616	0.2	1,663	0.2	47	103
Equity in losses of affiliated companies	–	–	1,060	0.1	1,060	–
Other	1,027	0.1	78,768	9.7	77,741	77 fold
Income (loss) before income taxes	58,635	7.2	(47,052)	(5.8)	(105,687)	–
Income taxes	45,622	5.6	(53,297)	(6.6)	(98,919)	–
Net income	13,013	1.6	6,245	0.8	(6,768)	48
Net income attributable to the noncontrolling interests	530	0.1	726	0.1	196	137
Net income attributable to Mitsubishi Electric Corp.	12,483	1.5	5,519	0.7	(6,964)	44

Consolidated Comprehensive Income Statement (Third Quarter, Fiscal 2013)

(In millions of yen)

	FY '12 Q3 (Oct. 1, 2011 – Dec. 31, 2011)	FY '13 Q3 (Oct. 1, 2012 – Dec. 31, 2012)	B – A
Net income	13,013	6,245	(6,768)
Other comprehensive income (loss), net of tax			
Foreign currency translation adjustments	(7,095)	32,476	39,571
Pension liability adjustments	1,492	24,907	23,415
Unrealized gains (losses) on securities	(3,995)	12,812	16,807
Unrealized gains on derivative instruments	9	98	89
Total	(9,589)	70,293	79,882
Comprehensive income	3,424	76,538	73,114
Comprehensive income (loss) attributable to the noncontrolling interests	(328)	3,797	4,125
Comprehensive income attributable to Mitsubishi Electric Corp.	3,752	72,741	68,989

Consolidated Balance Sheet

(In millions of yen)

	FY '12 (A) (ending Mar. 31, 2012)	FY '13 9 months (B) (ending Dec. 31, 2012)	B – A
(Assets)			
Current assets	2,197,384	2,288,254	90,870
Cash and cash equivalents	392,181	436,166	43,985
Short-term investments	2,995	2,333	(662)
Trade receivables	950,736	904,450	(46,286)
Inventories	576,179	687,092	110,913
Prepaid expenses and other current assets	275,293	258,213	(17,080)
Long-term trade receivables	1,017	1,254	237
Investments	419,502	402,249	(17,253)
Net property, plant and equipment	556,845	582,378	25,533
Other assets	216,903	284,265	67,362
Total assets	3,391,651	3,558,400	166,749
(Liabilities and equity)			
Current liabilities	1,433,501	1,622,346	188,845
Bank loans and current portion of long-term debt	200,502	476,533	276,031
Trade payables	700,262	585,255	(115,007)
Other current liabilities	532,737	560,558	27,821
Long-term debt	341,789	305,222	(36,567)
Retirement and severance benefits	372,082	332,205	(39,877)
Other fixed liabilities	53,259	47,812	(5,447)
Total equity	1,191,020	1,250,815	59,795
Mitsubishi Electric Corp. shareholders' equity	1,132,465	1,188,790	56,325
Common stock	175,820	175,820	–
Capital surplus	206,343	206,006	(337)
Retained earnings	966,126	991,648	25,522
Accumulated other comprehensive income (loss)	(215,603)	(184,456)	31,147
Treasury stock at cost	(221)	(228)	(7)
Noncontrolling interests	58,555	62,025	3,470
Total liabilities and equity	3,391,651	3,558,400	166,749
Balance of Debt	542,291	781,755	239,464
Accumulated other comprehensive income (loss):			
Foreign currency translation adjustments	(67,654)	(51,271)	16,383
Pension liability adjustments	(160,156)	(147,030)	13,126
Unrealized gains on securities	12,242	13,796	1,554
Unrealized gains (losses) on derivative instruments	(35)	49	84

Consolidated Cash Flow Statement

(In millions of yen)

	FY '12 9 months (Apr. 1, 2011 – Dec. 31, 2011) (A)	FY '13 9 months (Apr. 1, 2012 – Dec. 31, 2012) (B)	B – A
I Cash flows from operating activities			
1 Net income	86,525	52,534	(33,991)
2 Adjustments to reconcile net income to net cash provided by operating activities			
(1) Depreciation of tangible fixed assets and other	84,423	86,238	1,815
(2) Decrease in trade receivables	47,389	52,202	4,813
(3) Decrease (increase) in inventories	(158,979)	(101,913)	57,066
(4) Increase (decrease) in trade payables	(55,000)	(115,751)	(60,751)
(5) Other, net	28,777	(15,319)	(44,096)
Net cash provided by (used in) operating activities	33,135	(42,009)	(75,144)
II Cash flows from investing activities			
1 Capital expenditure	(107,264)	(103,155)	4,109
2 Proceeds from sale of property, plant and equipment	3,161	2,978	(183)
3 Purchase of short-term investments and investment securities	(10,212)	(11,649)	(1,437)
4 Proceeds from sale of short-term investments and investment securities	13,295	10,587	(2,708)
5 Other, net	(2,614)	(22,661)	(20,047)
Net cash used in investing activities	(103,634)	(123,900)	(20,266)
I+II Free cash flow	(70,499)	(165,909)	(95,410)
III Cash flows from financing activities			
1 Proceeds from long-term debt	285	57,003	56,718
2 Repayment of long-term debt	(76,645)	(86,696)	(10,051)
3 Increase in bank loans, net	33,859	261,199	227,340
4 Dividends paid	(27,910)	(23,616)	4,294
5 Purchase of treasury stock	(16)	(9)	7
6 Reissuance of treasury stock	2	1	(1)
7 Other, net	(9,260)	(1,888)	7,372
Net cash provided by (used in) financing activities	(79,685)	205,994	285,679
IV Effect of exchange rate changes on cash and cash equivalents	(15,563)	3,900	19,463
V Net increase (decrease) in cash and cash equivalents	(165,747)	43,985	209,732
VI Cash and cash equivalents at beginning of period	472,067	392,181	(79,886)
VII Cash and cash equivalents at end of period	306,320	436,166	129,846

Consolidated Segment Information (First 9 Months, Fiscal 2013)

1. Sales and Operating Income by Business Segment

(In millions of yen)

<i>Business Segment</i>	FY '12 9 months (Apr. 1, 2011 – Dec. 31, 2011)		FY '13 9 months (Apr. 1, 2012 – Dec. 31, 2012)		C – A	D – B	C/A (%)
	Sales (A)	Operating income (B)	Sales (C)	Operating income (loss) (D)			
Energy and Electric Systems	658,271	48,873	676,871	48,957	18,600	84	103
Industrial Automation Systems	724,347	83,659	683,094	50,401	(41,253)	(33,258)	94
Information and Communication Systems	326,346	8,850	357,981	10,779	31,635	1,929	110
Electronic Devices	153,011	7,069	119,876	(3,284)	(33,135)	(10,353)	78
Home Appliances	651,195	24,465	615,452	18,149	(35,743)	(6,316)	95
Others	447,813	11,594	426,311	10,402	(21,502)	(1,192)	95
Subtotal	2,960,983	184,510	2,879,585	135,404	(81,398)	(49,106)	97
Eliminations and other	(400,653)	(22,714)	(372,711)	(22,174)	27,942	540	–
Total	2,560,330	161,796	2,506,874	113,230	(53,456)	(48,566)	98

*Note: Inter-segment sales are included in the above chart.

2. Sales and Operating Income by Location

(In millions of yen)

<i>Location</i>	FY '12 9 months (Apr. 1, 2011 – Dec. 31, 2011)		FY '13 9 months (Apr. 1, 2012 – Dec. 31, 2012)		C – A	D – B	C/A (%)
	Sales (A)	Operating income (B)	Sales (C)	Operating income (loss) (D)			
Japan	2,223,197	125,655	2,147,434	83,332	(75,763)	(42,323)	97
North America	158,824	2,901	177,238	(558)	18,414	(3,459)	112
Asia (excluding Japan)	437,689	27,353	448,976	24,180	11,287	(3,173)	103
Europe	234,259	5,971	212,077	3,982	(22,182)	(1,989)	91
Others	29,702	3,266	27,805	1,536	(1,897)	(1,730)	94
Subtotal	3,083,671	165,146	3,013,530	112,472	(70,141)	(52,674)	98
Eliminations	(523,341)	(3,350)	(506,656)	758	16,685	4,108	–
Total	2,560,330	161,796	2,506,874	113,230	(53,456)	(48,566)	98

*Note: Inter-segment sales are included in the above chart.

3. Sales by Location of Customers

(In millions of yen)

<i>Location</i>	FY '12 9 months (Apr. 1, 2011 – Dec. 31, 2011)		FY '13 9 months (Apr. 1, 2012 – Dec. 31, 2012)		B – A	B/A (%)
	Sales (A)	% of total net sales	Sales (B)	% of total net sales		
Japan	1,650,051	64.4	1,617,586	64.5	(32,465)	98
North America	169,491	6.6	187,027	7.5	17,536	110
Asia (excluding Japan)	451,231	17.6	437,935	17.5	(13,296)	97
Europe	229,088	9.0	204,395	8.1	(24,693)	89
Others	60,469	2.4	59,931	2.4	(538)	99
Total overseas sales	910,279	35.6	889,288	35.5	(20,991)	98
Consolidated total	2,560,330	100.0	2,506,874	100.0	(53,456)	98

Consolidated Segment Information (Third Quarter, Fiscal 2013)

1. Sales and Operating Income by Business Segment

(In millions of yen)

<i>Business Segment</i>	FY '12 Q3 (Oct. 1, 2011 – Dec. 31, 2011)		FY '13 Q3 (Oct. 1, 2012 – Dec. 31, 2012)		C – A	D – B	C/A (%)
	Sales (A)	Operating income (B)	Sales (C)	Operating income (loss) (D)			
Energy and Electric Systems	219,524	20,361	217,357	14,664	(2,167)	(5,697)	99
Industrial Automation Systems	236,708	27,110	226,180	16,490	(10,528)	(10,620)	96
Information and Communication Systems	109,667	4,586	116,317	1,063	6,650	(3,523)	106
Electronic Devices	48,702	1,041	39,969	(1,677)	(8,733)	(2,718)	82
Home Appliances	190,875	771	192,097	1,309	1,222	538	101
Others	146,379	3,715	140,652	3,022	(5,727)	(693)	96
Subtotal	951,855	57,584	932,572	34,871	(19,283)	(22,713)	98
Eliminations and other	(135,123)	(9,402)	(121,716)	(11,255)	13,407	(1,853)	–
Total	816,732	48,182	810,856	23,616	(5,876)	(24,566)	99

*Note: Inter-segment sales are included in the above chart.

2. Sales and Operating Income by Location

(In millions of yen)

<i>Location</i>	FY '12 Q3 (Oct. 1, 2011 – Dec. 31, 2011)		FY '13 Q3 (Oct. 1, 2012 – Dec. 31, 2012)		C – A	D – B	C/A (%)
	Sales (A)	Operating income (B)	Sales (C)	Operating income (loss) (D)			
Japan	725,215	40,671	685,405	20,107	(39,810)	(20,564)	95
North America	53,074	1,052	59,602	(1,906)	6,528	(2,958)	112
Asia (excluding Japan)	122,749	4,888	150,082	6,664	27,333	1,776	122
Europe	68,778	809	69,573	176	795	(633)	101
Others	11,025	1,217	10,431	605	(594)	(612)	95
Subtotal	980,841	48,637	975,093	25,646	(5,748)	(22,991)	99
Eliminations	(164,109)	(455)	(164,237)	(2,030)	(128)	(1,575)	–
Total	816,732	48,182	810,856	23,616	(5,876)	(24,566)	99

*Note: Inter-segment sales are included in the above chart.

3. Sales by Location of Customers

(In millions of yen)

Location	FY '12 Q3 (Oct. 1, 2011 – Dec. 31, 2011)		FY '13 Q3 (Oct. 1, 2012 – Dec. 31, 2012)		B – A	B/A (%)
	Sales (A)	% of total net sales	Sales (B)	% of total net sales		
Japan	547,076	67.0	519,842	64.1	(27,234)	95
North America	55,738	6.8	60,927	7.5	5,189	109
Asia (excluding Japan)	124,913	15.3	141,847	17.5	16,934	114
Europe	68,319	8.4	65,813	8.1	(2,506)	96
Others	20,686	2.5	22,427	2.8	1,741	108
Total overseas sales	269,656	33.0	291,014	35.9	21,358	108
Consolidated total	816,732	100.0	810,856	100.0	(5,876)	99

Cautionary Statement

The expectation of operating results herein and any associated statement to be made orally with respect to the company's current plans, estimates, strategies and beliefs and any other statements that are not historical facts are forward-looking statements. Words such as "expects", "anticipates", "plans", "believes", "scheduled", "estimated", "targeted" along with any variations of these words and similar expressions are intended to identify forward-looking statements which include but are not limited to projections of revenues, earnings, performance and production. While the statements herein are based on certain assumptions and premises that the company trusts and considers to be reasonable under the circumstances to the date of announcement, you are requested to kindly take note that actual operating results are subject to change due to any of the factors as contemplated hereunder and/or any additional factor unforeseeable as of the date of this announcement. Such factors materially affecting the expectations expressed herein shall include but are not limited to the following:

(1) Important trends

The Mitsubishi Electric Group's operations may be affected by trends in the global economy, social conditions, laws, tax codes, and regulations.

(2) Foreign currency exchange rates

Fluctuations in foreign currency markets may affect Mitsubishi Electric's sales of exported products and purchases of imported materials that are denominated in U.S. dollars or Euros, as well as its Asian production bases' sales of exported products and purchases of imported materials that are denominated in foreign currencies.

(3) Stock markets

A fall in stock market prices may cause Mitsubishi Electric to record devaluation losses on marketable securities, or cause an increase in retirement benefit obligations in accordance with a decline in the fair value of pension assets.

(4) Supply/demand balance for products and procurement conditions for materials and components

A decline in prices and shipments due to changes in the supply/demand balance, as well as an increase in material prices due to a worsening of material and component procurement conditions may adversely affect the Mitsubishi Electric Group's performance.

(5) Fund raising

An increase in interest rates, the yen interest rate in particular, would increase Mitsubishi Electric's interest expenses.

(6) Significant patent matters

Important patent filings, licensing, copyrights and patent-related disputes may adversely affect related businesses.

- (7) Environmental legislation or relevant issues
We may incur losses or expenses owing to changes in environmental legislation or the occurrence of environmental issues. Such changes in legislation or the occurrence of environmental issues may also impact manufacturing and all corporate activities of the Mitsubishi Electric Group.
- (8) Flaws or defects in products or services
We may incur losses or expenses resulting out of flaws or defects in products or services, and the lowered reputation of the quality of all our products and services may affect the entire Mitsubishi Electric group.
- (9) Litigation and other legal proceedings
The Mitsubishi Electric Group's operations may be affected by lawsuits or other legal proceedings against Mitsubishi Electric, its subsidiaries and/or equity-method affiliated companies.
- (10) Disruptive changes
Disruptive changes in technology, development of products using new technology, timing of production, and market introduction may adversely affect the Mitsubishi Electric Group's performance.
- (11) Business restructuring
The Mitsubishi Electric Group may record losses due to restructuring measures.
- (12) Natural disasters
The Mitsubishi Electric Group's operations, particularly manufacturing activities, may be affected by the occurrence of earthquakes, typhoons, tsunamis, fires and other large-scale disasters.
- (13) Other significant factors
The Mitsubishi Electric Group's operations may be affected by the outbreak of social or political upheaval due to terrorism, war, pandemic by new strains of influenza and other diseases, or other factors.

Notes

1. Change in accounting policy

From this fiscal year, the company has adopted Financial Accounting Standards Board Accounting Standards Update (ASU) 2011-05 "Presentation of Comprehensive Income." Comprehensive income has been presented in the consolidated comprehensive income statement.

Accordingly, the company has adopted ASU 2011-05 retrospectively for the same period of the previous fiscal year. Although ASU 2011-05 requires to present separate line items for reclassification adjustments of items out of accumulated other comprehensive income into net income, the company has not presented separately due to deferral in the application schedule as stated in ASU 2011-12 "Deferral of the Effective Date for Amendments to the Presentation of Reclassifications of Items Out of Accumulated Other Comprehensive Income in Accounting Standards Update No. 2011-05."

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About Mitsubishi Electric

With over 90 years of experience in providing reliable, high-quality products, Mitsubishi Electric Corporation (TOKYO: 6503) is a recognized world leader in the manufacture, marketing and sales of electrical and electronic equipment used in information processing and communications, space development and satellite communications, consumer electronics, industrial technology, energy, transportation and building equipment. Embracing the spirit of its corporate statement, Changes for the Better, and its environmental statement, Eco Changes, Mitsubishi Electric endeavors to be a global, leading green company, enriching society with technology. The company recorded consolidated group sales of 3,639.4 billion yen (US\$ 44.4 billion*) in the fiscal year ended March 31, 2012. For more information visit <http://www.MitsubishiElectric.com>

*At an exchange rate of 82 yen to the US dollar, the rate given by the Tokyo Foreign Exchange Market on March 31, 2012