

(Translation)

February 7, 2011

**BRIEF STATEMENT OF ACCOUNTS**  
**FOR THE THIRD QUARTER OF THE YEAR ENDING MARCH 31, 2011**  
(Based on the accounting principles generally accepted in the United States)  
(Consolidated)

Name of listed company: Nippon Meat Packers, Inc.

Listing exchange: Tokyo Stock Exchange and  
Osaka Securities Exchange

Code number: 2282

URL: <http://www.nipponham.co.jp>

Representative: Hiroshi Kobayashi  
President and Representative Director

Further inquiries: Yoshihide Hata  
Executive Officer and General Manager of  
Accounting & Finance Department

Scheduled date of filing of quarterly report: February 8, 2011

Scheduled date of payment of dividends: -

Preparation of supplementary information on  
quarterly statement of accounts: Yes

Holding of quarterly results briefing: Yes (results briefing for institutional investors  
and analysts)

(Figures are indicated by counting fractions of 1/2 or  
more of a million yen as one and discarding the rest)

**1. Consolidated business results for the third quarter of the year ending March 31, 2011 (April 1, 2010 through December 31, 2010):**

(1) Consolidated operating results (cumulative):

(The percentages indicate the rates of increase (decrease) from the third quarter of the previous fiscal year.)

	Net sales		Operating income		Income before income taxes and equity in earnings (losses) of associated companies		Net income attributable to Nippon Meat Packers, Inc.	
	(millions of yen)	%	(millions of yen)	%	(millions of yen)	%	(millions of yen)	%
Third quarter of the year ending March 31, 2011	763,296	2.8	30,265	30.3	27,774	22.9	16,118	14.5
Third quarter of the year ended March 31, 2010	742,439	(9.3)	23,221	(18.1)	22,602	57.8	14,078	83.6

	Earnings per share attributable to Nippon Meat Packers, Inc. shareholders (basic)	Earnings per share attributable to Nippon Meat Packers, Inc. shareholders (diluted)
	(yen)	(yen)
Third quarter of the year ending March 31, 2011	75.79	68.32
Third quarter of the year ended March 31, 2010	61.70	61.59

(Note) Operating income is calculated by deducting from net sales cost of goods sold and selling, general and administrative expenses, in accordance with the Japanese accounting practices.

(2) Consolidated financial condition:

	Total assets	Total equity	Total Nippon Meat Packers, Inc. Shareholders' equity	Ratio of total Nippon Meat Packers, Inc. shareholders' equity to total assets	Total Nippon Meat Packers, Inc. shareholders' equity per share
	(millions of yen)	(millions of yen)	(millions of yen)	(%)	(yen)
Third quarter of the year ending March 31, 2011	627,313	283,397	281,339	44.8	1,322.74
Year ended March 31, 2010	604,201	273,962	271,908	45.0	1,278.83

(Note) The "shareholders' equity" represents the amount of "Total Nippon Meat Packers, Inc. shareholders' equity".

**2. State of dividends:**

	Annual dividend				
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Total
Year ended March 31, 2010	—	—	—	16.00	16.00
Year ending March 31, 2011	—	—	—		
Year ending March 31, 2011 (forecast)				16.00	16.00

(Note) Adjustment to the forecast of dividends during the quarter under review: None

**3. Forecast of consolidated business results for the year ending March 31, 2011 (April 1, 2010 through March 31, 2011):**

(The percentages indicate the rates of increase (decrease) from the previous fiscal year)

	Net sales		Operating income		Income before income taxes and equity in earnings (losses) of associated companies		Net income attributable to Nippon Meat Packers, Inc.		Earnings per share attributable to Nippon Meat Packers, Inc. shareholders
	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(yen)
Whole-year period	985,000	3.3	31,000	24.7	27,500	14.5	14,000	(10.9)	65.83

(Note) Adjustment to the forecast of business results during the quarter under review: Yes

**4. Others (For more information, please refer to "2. Other Information" on page 10 hereof.):**

(1) Changes in important subsidiaries during the period under review: None

(Note) This item indicates whether there was any change in specific subsidiaries related to a change in the scope of consolidation during the period under review.

(2) Application of simplified accounting treatments and special accounting treatments: None

(Note) This item indicates whether simplified accounting treatments or accounting treatments special to the preparation of the quarterly consolidated financial statements were applied.

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

- 1) Changes associated with changes in accounting standards: None
- 2) Other changes: None

(4) Number of issued shares (shares of common stock):

1) Number of issued shares (including shares of treasury stock) as of the end of the period:

Third quarter of the year ending March 31, 2011: 228,445,350 shares  
 Year ended March 31, 2010: 228,445,350 shares

2) Number of shares of treasury stock as of the end of the period:

Third quarter of the year ending March 31, 2011: 15,751,134 shares  
 Year ended March 31, 2010: 15,823,532 shares

3) Average number of shares during the period (consolidated quarterly cumulative period):

Third quarter of the year ending March 31, 2011:	212,658,276 shares
Third quarter of the year ended March 31, 2010:	228,168,927 shares

\* Statement on the state of performance of quarterly review procedures:

This brief statement of accounts for the period under review is not subject to quarterly review procedures under the Financial Instruments and Exchange Law of Japan. The review of this brief statement of accounts for the period under review in accordance with the Financial Instruments and Exchange Law has not been completed at the time of disclosure hereof.

\* Explanation for the proper use of the forecast of business results and other special notes:

The descriptions herein about the future, including the forecast of business results, are based on the information currently available to the Company and certain assumptions considered reasonable by the Company. The actual results may change materially depending on various factors. For information on the conditions precedent to the forecast of business results and cautionary notes for the use of the forecast of business results, please refer to "(3) Qualitative Information on the Forecast of Consolidated Business Results" of "1. Qualitative Information on the Consolidated Business Results and Others for the Third Quarter of the Fiscal Year under Review" on page 9 hereof.

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\* The Company is planning to hold a briefing for investors as follows. All materials distributed at the briefing will be disclosed on TDnet and posted on its website promptly thereafter.

- February 9, 2011 (Wednesday): Results briefing for institutional investors and analysts

\* In addition to the above-mentioned briefing, the Company will hold briefings of its operations and business results for individual investors from time to time. For information on the schedules of such briefings, etc., please make sure on its website.

1. Qualitative Information on the Consolidated Business Results and Others for the Third Quarter of the Fiscal Year under Review

(1) Qualitative Information on the Consolidated Operating Results

Overview of Operating Results in General

The Japanese economy during the third-quarter cumulative period of the fiscal year under review has shown some favorable signs, such as tones of recovery in corporate earnings and a surge in stock price averages since last October, but obstacles to economic recovery, such as uncertainties over the economy in Europe, a delay in economic recovery in the United States, unforeseeable prospects for exporters due to the appreciation of the yen, deterioration of employment conditions and a protracted deflationary trend, have continued to exist.

In the food and fresh meats industry, business conditions have been improving, as shown in decreased prices of raw meats and materials and a tone of recovery in the prices of fresh meats. However, prices of crude oil and grain apparently have been rising since last summer and prospect for the future has become less foreseeable. Competition has continued to remain intensive in the industry and in addition, consumers have practiced frugality as they have become more inclined to protect their livelihood. Consequently, unit selling prices have continued to decrease.

Under these circumstances, to meet "Challenges: Reinforce Domestic Operations While Growing as a Global Player" listed as the theme of the "New Medium-Term Management Plan Part III" that commenced in April 2009, the Group has strenuously implemented various management measures.

With regard to one of its management policies "Establish and evolve the concept of 'Management for No.1 Quality'", the Group has implemented various measures to enhance its corporate value. The Group has engaged in aggressive sales of "*Utsukushi-no-Kuni*", its premium gift products using only pork produced at its own farms as materials, for the summer and year-end gift seasons by taking advantage of its improved unique integration system covering production at its own farms to marketing and sales increased substantially in comparison with the corresponding period of the previous fiscal year. In response to environmental issues that are drawing increasing attention from the society, the Group has increased product items indicating carbon footprints (CFP). With regard to another management policy "Improve profitability through greater selectivity and focus", to enhance competitiveness of its core business, the Group has continued to fully operate its systems and distribution centers built up as a supply chain management (SCM) reform that has pursued a strategy to improve efficiencies in its processed foods business and restructure its production and marketing centers, all in an effort to swiftly materialize the outcome thereof. In the meantime, in response to a deflationary situation in the market where consumer spending has slowed down and price competition has intensified, the Group has rearranged its line of products and run promotional campaigns. With regard to another management policy "Create a global business structure", the Group has exerted its efforts to build up the capacities of its production bases to make a move for overseas operations and continued to restructure its organizational system to establish a system for overseas distribution, and investigate new markets.

As a result of these activities, for the consolidated third-quarter cumulative period of the fiscal year under review, net sales amounted to ¥763,296 million, up 2.8% from the corresponding period of the previous fiscal year. Operating income amounted to ¥30,265 million, up 30.3% from the corresponding period of the previous fiscal year. Income from continuing operations before income taxes and equity in earnings (losses) of associated companies amounted to ¥27,774 million, up 22.9% from the corresponding period of the previous fiscal year and net income attributable to Nippon Meat Packers, Inc. shareholders amounted to ¥16,118 million, up 14.5% from the corresponding period of the previous fiscal year.

### Overview of Operating Segments

#### Processed Foods Business Division

In its hams and sausages business, the Group ran promotional campaigns focusing on its major brand "SCHAU ESSEN" series, "Shinsen Seikatsu ZERO" series and "Chicken Meister", which appeal to consumers' health trend, to expand sales. In the summer and year-end gift seasons, the Group actively engaged in advertising and publicity activities and promotional activities at retailers' stores for its flagship brand of gift products "Utsukushi-no-kuni", among others. In its processed foods business, the Group increased sales of its "Chuka Meisai" series and a line of room-temperature products, including retort-packed curry, in response to consumers' eating-at-home trend. In its industrial channels, the Group actively promoted suggestive selling activities targeting convenience stores and chain restaurants by combining its production and marketing divisions to increase sales.

With regard to profits, in spite of the effects of decreased unit costs of raw meats and materials and cost reductions by enhanced productivity, due to the continued trend of price reduction, unit selling prices of hams and sausages and processed foods decreased in comparison with the corresponding period of the previous fiscal year. Thus, the Group had a hard time. Consequently, earnings stayed at almost the same level as in the corresponding period of the previous fiscal year.

As a result, for the consolidated third-quarter cumulative period of the fiscal year under review, net sales of the processed foods business division amounted to ¥262,870 million, up 2.7% from the corresponding period of the previous fiscal year and operating income amounted to ¥10,023 million, slightly up from the corresponding period of the previous fiscal year.

#### Fresh Meats Business Division

In Japan, due to increased consumption of comparatively cheap poultry and pork as a result of consumers' inclination to frugality, the pork and poultry market showed a sign of recovery in comparison with the corresponding period of the previous year. On the other hand, demand for beef, which was comparatively expensive, remained weak and the business environment remained difficult. Overseas, the swine market in the United States, which had been on a track to recovery, became weak towards the end of 2010 and in Australia, selling prices of beef continued to remain depressed, affected by the recession of

the global economy. Thus, the business environment has continued to remain difficult. Under these circumstances, the Group, by taking advantage of its global procurement capabilities and nationwide marketing capabilities of its sales companies in Japan, exerted active efforts to expand sales. Consequently, sales volume successfully increased and sales exceeded those for the corresponding period of the previous fiscal year.

Earnings exceeded those for the corresponding period of the previous fiscal year as its domestic farm business achieved a turnaround in comparison with the corresponding period of the previous fiscal year and sales of imported fresh meats regained profitability.

As a result, for the consolidated third-quarter cumulative period of the fiscal year under review, net sales of the fresh meats business division amounted to ¥494,633 million, up 5.1% from the corresponding period of the previous fiscal year and operating income amounted to ¥17,620 million, up 52.8% from the corresponding period of the previous fiscal year.

#### Affiliated Business Division

In its marine products business, sales to its sushi channel where price competition was intensifying decreased and sales of materials for the overseas market decreased due to higher prices in the domestic market. However, the Group strengthened its selling activities in the mass-retail channel and specifically, expanded sales of large products, among others, in the year-end gift season. Consequently, sales were almost at the same level as in the corresponding period of the previous fiscal year.

In its dairy products business, with regard to yogurts and lactic acid probiotic beverages, sales in its convenience store channel leveled off and the business environment remained difficult. With regard to cheese, the Group actively promoted selling activities targeting its major channels of bakeries and food manufacturers, among others, in fine-tuned response to customer needs against a backdrop of its high producing technology and sales increased.

With regard to earnings, in the marine products business, profit margins improved as sales volume increased in the channel of mass-retailers, gross margins increased as a result of an increase in high-margin products and the Group posted strong sales in the year-end gift season. In the dairy products business, sales of cheese increased favorably and profit margins improved due to stable prices of raw materials. Consequently, earnings exceeded those for the corresponding period of the previous fiscal year.

As a result, for the consolidated third-quarter cumulative period of the fiscal year under review, net sales of the affiliated business division amounted to ¥103,842 million, slightly up from the corresponding period of the previous fiscal year and operating income amounted to ¥2,073 million, up 68.3% from the corresponding period of the previous fiscal year.

## (2) Qualitative Information on the Consolidated Financial Condition

### <Financial position>

At the end of the third quarter of the fiscal year under review, total assets increased by 3.8% from the end of the previous fiscal year to account for ¥627,313 million, as marketable securities, trade notes and accounts receivable and inventories increased by ¥26,933 million, ¥53,687 million and ¥6,464 million from the end of the previous fiscal year, respectively, among others though time deposits decreased by ¥43,093 million. Liabilities increased by 4.1% from the end of the previous fiscal year to account for ¥343,916 million as trade notes and accounts payable increased by ¥27,269 million from the end of the previous fiscal year, among others. Interest-bearing debt decreased by ¥9,632 million from the end of the previous fiscal year, accounting for ¥177,953 million.

Total Nippon Meat Packers, Inc. shareholders' equity increased 3.5% from the end of the previous fiscal year to account for ¥281,339 million, as unappropriated retained earnings increased, among others. However, due to an increase in net assets, the ratio of total Nippon Meat Packers, Inc. shareholders' equity to total assets decreased by 0.2 points from the end of the previous fiscal year to 44.8%.

### <Cash flows>

With regard to operating activities, trade notes and accounts payable increased by ¥27,694 million and depreciation and amortization and net income amounted to ¥18,273 million and ¥16,220 million, respectively, while inventories and trade notes and accounts receivable increased by ¥7,391 million and ¥53,943 million, respectively. As a result, net cash from operating activities amounted to ¥203 million.

With regard to investing activities, short-term investments decreased by ¥15,559 million, while capital expenditure amounted to ¥11,787 million. As a result, net cash from investing activities amounted to ¥5,377 million.

With regard to financing activities, repayments of long-term debt and cash dividends amounted to ¥28,957 million and ¥3,455 million, respectively, while proceeds from long-term debt and short-term bank loans increased by ¥17,316 million and ¥2,364 million, respectively. As a result, net cash from financing activities amounted to a negative ¥12,736 million.

As a result, cash and cash equivalents at end of the third quarter of the fiscal year under review decreased by ¥7,912 million in comparison with the end of the previous fiscal year to amount to ¥35,606 million.

## (3) Qualitative Information on the Forecast of Consolidated Business Results

In consideration of the development of its operating results for the third quarter of the fiscal year under review, the Company will make amendment to the forecast of consolidated business results for the whole-year period of the year ending March 31, 2011, as publicized in the Brief Statements of Accounts for the Second Quarter of the Year Ending March 31, 2011 on November 5, 2010, as set forth below:

Adjustment to the forecast of consolidated business results for the whole-year period of the year ending March 31, 2011 (April 1, 2010 through March 31, 2011):

(millions of yen)

	Net sales	Operating income	Income before income taxes and equity in earnings (losses) of associated companies	Net income attributable to Nippon Meat Packers, Inc.
Previous forecast (A)	980,000	27,000	23,000	13,000
Adjusted forecast (B)	985,000	31,000	27,500	14,000
Amount of increase or decrease (B) – (A)	5,000	4,000	4,500	1,000
Rate of increase or decrease	0.5%	14.8%	19.6%	7.7%
(For reference) Business results for the previous year (April 1, 2009 through March 31, 2010)	953,616	24,855	24,024	15,721

Bird flu confirmed to have emerged in Miyazaki Prefecture and elsewhere is considered at present time to have a limited impact on the Company's consolidated business results.

Cautionary notice on information about the future:

The descriptions herein about the future, including the forecast of business results, are based on the information currently available to the Company and certain assumptions considered reasonable by the Company. The actual results may change materially depending on various factors in the future.

2. Other Information

(1) Outline of Changes in Significant Subsidiaries

None

(2) Outline of Simplified Accounting Treatments and Special Accounting Treatments

None

(3) Outline of Changes in Accounting Principles, Procedures, Disclosure Methods, Etc.

None

(4) Basis of Preparation of Consolidated Financial Statements

The consolidated financial statements of the Company are prepared in accordance with the accounting principles generally accepted in the United States.

As from the first-quarter cumulative period of the fiscal year under review, time deposits and marketable securities with initially fixed maturities of three months or less are presented as short-term investments on its consolidated quarterly statement of cash flows for the period under review. Accordingly, certain reclassifications of the financial statements for the third-quarter cumulative period and whole-year period of the previous fiscal year have been made to conform to the current year's presentation.

### 3. Consolidated Quarterly Financial Statements

#### (1) Consolidated Quarterly Balance Sheets:

(millions of yen)

	Third quarter of the year ending March 31, 2011 (as of December 31, 2010)	Year ended March 31, 2010 (as of March 31, 2010)
<u>Assets</u>		
Current assets:		
Cash and cash equivalents	35,606	43,518
Time deposits	16,382	59,475
Marketable securities	27,194	261
Trade notes and accounts receivable	154,053	100,366
Allowance for doubtful receivables	(728)	(638)
Inventories	107,009	100,545
Deferred income taxes	4,756	6,877
Other current assets	7,639	8,925
Total current assets	351,911	319,329
Property, plant, and equipment - at cost, less accumulated depreciation	220,903	227,081
Intangible assets, less accumulated amortization	10,940	12,224
Investments and other assets:		
Investments in and advances to associated companies	2,345	2,352
Other investment securities	16,247	17,274
Other assets	9,776	10,324
Total investments and other assets	28,368	29,950
Deferred income taxes - non-current	15,191	15,617
Total Assets	627,313	604,201

(millions of yen)

	Third quarter of the year ending March 31, 2011 (as of December 31, 2010)	Year ended March 31, 2010 (as of March 31, 2010)
<u>Liabilities and Equity</u>		
Current liabilities:		
Short-term bank loans	51,253	48,332
Current maturities of long-term debt	44,444	42,483
Trade notes and accounts payable	111,393	84,124
Accrued income taxes	5,885	6,657
Deferred income taxes	465	1,094
Accrued expenses	14,484	17,311
Other current liabilities	14,209	13,459
Total current liabilities	242,133	213,460
Liability under retirement and severance programs	15,594	16,128
Long-term debt, less current maturities	82,256	96,770
Deferred income taxes - non-current	2,474	2,465
Other long-term liabilities	1,459	1,416
Total liabilities	343,916	330,239
Shareholders' equity:		
Common stock	24,166	24,166
Capital surplus	50,828	50,925
Retained earnings:		
Appropriated for legal reserve	7,247	7,189
Unappropriated	231,156	218,482
Accumulated other comprehensive loss	(15,347)	(12,067)
Treasury stock, at cost	(16,711)	(16,787)
Total Nippon Meat Packers, Inc. shareholders' equity	281,339	271,908
Noncontrolling interests	2,058	2,054
Total equity	283,397	273,962
Total Liabilities and Equity	627,313	604,201

(Note) Accumulated other comprehensive loss – breakdown

	Third quarter of the year ending March 31, 2011 (as of December 31, 2010)	Year ended March 31, 2010 (as of March 31, 2010)
Net unrealized gains on securities available- for- sales	1,033	1,526
Net unrealized losses on derivative financial instruments	(420)	(440)
Pension liability adjustments	(7,977)	(8,327)
Foreign currency translation adjustments	(7,983)	(4,826)

(2) Consolidated Quarterly Statements of Income (for the third-quarter cumulative period of the year):

(millions of yen)

	Third quarter cumulative period of the year ended March 31, 2010 (April 1, 2009 through December 31, 2009)	Third quarter cumulative period of the year ending March 31, 2011 (April 1, 2010 through December 31, 2010)
Revenues:		
Net sales	742,439	763,296
Other	4,075	811
Total	746,514	764,107
Cost and expenses:		
Cost of goods sold	586,939	603,519
Selling, general and administrative expenses	132,279	129,512
Interest expense	1,606	1,612
Other	3,088	1,690
Total	723,912	736,333
Income before income taxes and equity in earnings (losses) of associated companies	22,602	27,774
Income taxes	8,565	11,868
Income before equity in earnings (losses) of associated companies	14,037	15,906
Equity in earnings (losses) of associated companies - net of applicable income taxes	238	314
Net income	14,275	16,220
Net income (loss) attributable to noncontrolling interests	(197)	(102)
Net income attributable to Nippon Meat Packers, Inc.	14,078	16,118

Consolidated Quarterly Statements of Income:

(millions of yen)

	Third quarter of the year ended March 31, 2010 (October 1, 2009 through December 31, 2009)	Third quarter of the year ending March 31, 2011 (October 1, 2010 through December 31, 2010)
Revenues:		
Net sales	267,466	280,196
Other	829	467
Total	268,295	280,663
Cost and expenses:		
Cost of goods sold	206,486	216,746
Selling, general and administrative expenses	46,515	46,100
Interest expense	545	543
Other	667	858
Total	254,213	264,247
Income before income taxes and equity in earnings (losses) of associated companies	14,082	16,416
Income taxes	5,478	7,055
Income before equity in earnings (losses) of associated companies	8,604	9,361
Equity in earnings (losses) of associated companies - net of applicable income taxes	162	59
Net income	8,766	9,420
Net income (loss) attributable to noncontrolling interests	(93)	(84)
Net income attributable to Nippon Meat Packers, Inc.	8,673	9,336

(3) Consolidated Quarterly Statements of Cash Flows:

(millions of yen)

	Third-quarter cumulative period of the year ended March 31, 2010 (April 1, 2009 through December 31, 2009)	Third-quarter cumulative period of the year ending March 31, 2011 (April 1, 2010 through December 31, 2010)	(For reference)  Year ended March 31, 2010 (April 1, 2009 through March 31, 2010)
<b>Operating Activities:</b>			
Net income	14,275	16,220	15,903
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	18,401	18,273	25,098
Impairment loss of long-lived assets	599	559	792
Income taxes deferred	2,434	1,966	(696)
Foreign exchange transaction adjustments	(4,086)	(1,698)	(4,239)
Decrease (increase) in trade notes and accounts receivable	(47,400)	(53,943)	3,048
Decrease (increase) in inventories	14,163	(7,391)	16,950
Decrease in other current assets	1,448	882	838
Increase (decrease) in trade notes and accounts payable	17,673	27,694	(1,786)
Increase (decrease) in accrued income taxes	2,291	(714)	4,794
Increase (decrease) in accrued expenses and other current liabilities	1,299	(1,907)	4,458
Other – net	1,706	262	2,288
<b>Net cash provided by operating activities</b>	<b>22,803</b>	<b>203</b>	<b>67,448</b>
<b>Investing Activities:</b>			
Capital expenditures	(13,249)	(11,787)	(17,464)
Proceeds from sales of capital assets	1,163	1,557	1,623
Decrease (increase) in short-term investments	(1,212)	15,559	(43,630)
Purchases of marketable securities and other investment securities	(1,243)	(10,258)	(1,423)
Proceeds from sales and maturities of marketable securities and other investment securities	12	10,245	29
Net decrease in cash and cash equivalents resulting from sale of a subsidiary	(412)	-	(412)
Other – net	971	61	1,143
<b>Net cash provided by (used in) investing activities</b>	<b>(13,970)</b>	<b>5,377</b>	<b>(60,134)</b>
<b>Financing Activities:</b>			
Cash dividends	(3,730)	(3,455)	(3,730)
Increase (decrease) in short-term bank loans	(1,183)	2,364	(7,672)
Proceeds from long-term debt	-	17,316	29,968
Repayments of long-term debt	(5,678)	(28,957)	(7,316)
Acquisition of treasury stock	(3)	(12)	(16,480)
Others – net	0	8	3
<b>Net cash used in financing activities</b>	<b>(10,594)</b>	<b>(12,736)</b>	<b>(5,227)</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>50</b>	<b>(756)</b>	<b>108</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(1,711)</b>	<b>(7,912)</b>	<b>2,195</b>
<b>Cash and cash equivalents at beginning of the period (year)</b>	<b>41,323</b>	<b>43,518</b>	<b>41,323</b>
<b>Cash and cash equivalents at end of the period (year)</b>	<b>39,612</b>	<b>35,606</b>	<b>43,518</b>
<b>Additional cash flow information:</b>			
Cash payment for the period (year)			
Interest paid	1,663	1,708	2,136
Income taxes paid	3,397	10,613	4,141
Capital lease obligations incurred	3,330	1,586	3,824

(4) Note on the Premises of a Going Concern:

Not applicable.

(5) Segment Information:

Operating segment information:

The operating segments of the Company and its consolidated subsidiaries are comprised of the following three business groups. The businesses thereof are as follows:

- Processed foods business division – Production and marketing of hams and sausages and processed foods, principally
- Fresh meats business division – Production and marketing of fresh meats, principally
- Affiliated business division – Production and marketing of marine products and dairy products, principally

For the consolidated third-quarter cumulative period of the year ended March 31, 2010 (April 1, 2009 through December 31, 2009):

(millions of yen)

Item	Processed foods business division	Fresh meats business division	Affiliated business division	Total	Eliminations, adjustments and others	Consolidated
Net sales						
(1) External customers	240,202	409,416	101,837	751,455	(9,016)	742,439
(2) Intersegment	15,830	61,151	1,963	78,944	(78,944)	-
Total	256,032	470,567	103,800	830,399	(87,960)	742,439
Operating expenses	246,010	459,038	102,568	807,616	(88,398)	719,218
Operating income	10,022	11,529	1,232	22,783	438	23,221

For the consolidated third-quarter cumulative period of the year ending March 31, 2011 (April 1, 2010 through December 31, 2010):

(millions of yen)

Item	Processed foods business division	Fresh meats business division	Affiliated business division	Total	Eliminations, adjustments and others	Consolidated
Net sales						
(1) External customers	245,326	425,909	101,777	773,012	(9,716)	763,296
(2) Intersegment	17,544	68,724	2,065	88,333	(88,333)	-
Total	262,870	494,633	103,842	861,345	(98,049)	763,296
Operating expenses	252,847	477,013	101,769	831,629	(98,598)	733,031
Operating income	10,023	17,620	2,073	29,716	549	30,265

For the consolidated third-quarter of the year ended March 31, 2010 (October 1, 2009 through December 31, 2009):

(millions of yen)

Item	Processed foods business division	Fresh meats business division	Affiliated business division	Total	Eliminations, adjustments and others	Consolidated
Net sales						
(1) External customers	90,802	142,052	37,793	270,647	(3,181)	267,466
(2) Intersegment	5,555	20,962	580	27,097	(27,097)	-
Total	96,357	163,014	38,373	297,744	(30,278)	267,466
Operating expenses	89,896	156,229	37,237	283,362	(30,361)	253,001
Operating income	6,461	6,785	1,136	14,382	83	14,465

For the consolidated third-quarter of the year ending March 31, 2011 (October 1, 2010 through December 31, 2010):

(millions of yen)

Item	Processed foods business division	Fresh meats business division	Affiliated business division	Total	Eliminations, adjustments and others	Consolidated
Net sales						
(1) External customers	93,128	152,097	38,446	283,671	(3,475)	280,196
(2) Intersegment	6,455	23,770	689	30,914	(30,914)	-
Total	99,583	175,867	39,135	314,585	(34,389)	280,196
Operating expenses	92,829	166,928	37,887	297,644	(34,798)	262,846
Operating income	6,754	8,939	1,248	16,941	409	17,350

- (Notes) 1. "Eliminations, adjustments and others" include unallocatable items and intersegment eliminations.
2. Except for a few unallocated items, corporate overhead expenses and profit and loss of certain subsidiaries are allocated to each reportable operating segment. These subsidiaries provide indirect services and operational support for the Companies included in each reportable operating segment.
3. Operating income is calculated by deducting from net sales cost of goods sold and selling, general and administrative expenses.

(6) Note on Material Change (If Any) in the Amount of Shareholders' Equity:

Not applicable.