

DAINIPPON SCREEN MFG. CO., LTD.

Business Results & Forecast Fiscal Year Ended March 31, 2012

President & COO Masahiro Hashimoto
May 9, 2012

- Agenda**
- FY2012 Business Results
 - Business Situation
 - Progress of [*NextStage70*] Three-year Medium-term Management Plan
 - Business Forecast

Cautionary statement with respect to these materials:

The earnings forecasts contained in these materials and communicated verbally, are based on the most recent information available to Dainippon Screen. However, rapid changes can occur in Dainippon Screen's business environment, due to factors such as global economic changes, technological developments in the electronics industry and changes in the semiconductor and LCD panel markets. As a result, Dainippon Screen's earnings performance and achievements may materially differ from those expressed in these materials.

Figures have been rounded down to eliminate amounts less than JPY 100 million, except per share figures.

Business Results
Fiscal Year Ended March 31, 2012

FY2012 Business Results (Consolidated)

(Unit : Billions of JPY)	FY2011	FY2012			
	Result	Result	Y/Y	Fcst (Feb.6)	vs.Fcst (Feb.6)
Net Sales	254.9	250.0	(4.8)	249.0	1.0
SE	174.2	167.5	(6.6)	165.4	2.1
FE	32.7	32.6	(0.1)	33.5	(0.8)
MP	47.3	49.1	1.8	49.5	(0.3)
MT	40.4	43.5	3.0	43.2	0.3
PE	6.8	5.6	(1.2)	6.3	(0.7)
Other	0.6	0.7	0.0	0.6	0.1
Operating Income	26.8	13.4	(13.3)	14.0	(0.5)
SE	28.1	13.6	(14.5)	-	-
FE	0.0	(1.2)	(1.2)	-	-
MP	(1.3)	2.3	3.6	-	-
Other & Adjustments	(0.0)	(1.2)	(1.1)	-	-
Ordinary Income	26.5	12.2	(14.2)	13.0	(0.7)
Net Income	25.6	4.6	(21.0)	6.5	(1.8)

FY2012 year-end cash dividend JPY 5 per share (Due to resolve at the Annual Meeting of Shareholders held on June 27, 2012.)

SE: Semiconductor Equipment, FE: FPD Equipment, MP: Media and Precision Technology

FY2012 Business Results (Consolidated)

Net Sales

FY2012: JPY 250.0bn / FY2011: JPY 254.9bn Differential JPY (4.8)bn

(Unit : Billions of JPY)

Segment	FY2011	FY2012	Difference	Point
SE	174.2	167.5	(6.6)	Sales of single wafer cleaning equipment increased while both of sales of batch type cleaning equipment and sales for coater/developers decreased.
FE	32.7	32.6	(0.1)	Sales of equipment for small- and medium-sized glass substrate increased while those for large-sized decreased.
MP	47.3	49.1	1.8	
MT	40.4	43.5	3.0	CTP sales decreased while POD sales in North America increased.
PE	6.8	5.6	(1.2)	Sales decreased due to the tightened capital investment. Sales in Japan have done well but those in Asia decreased.

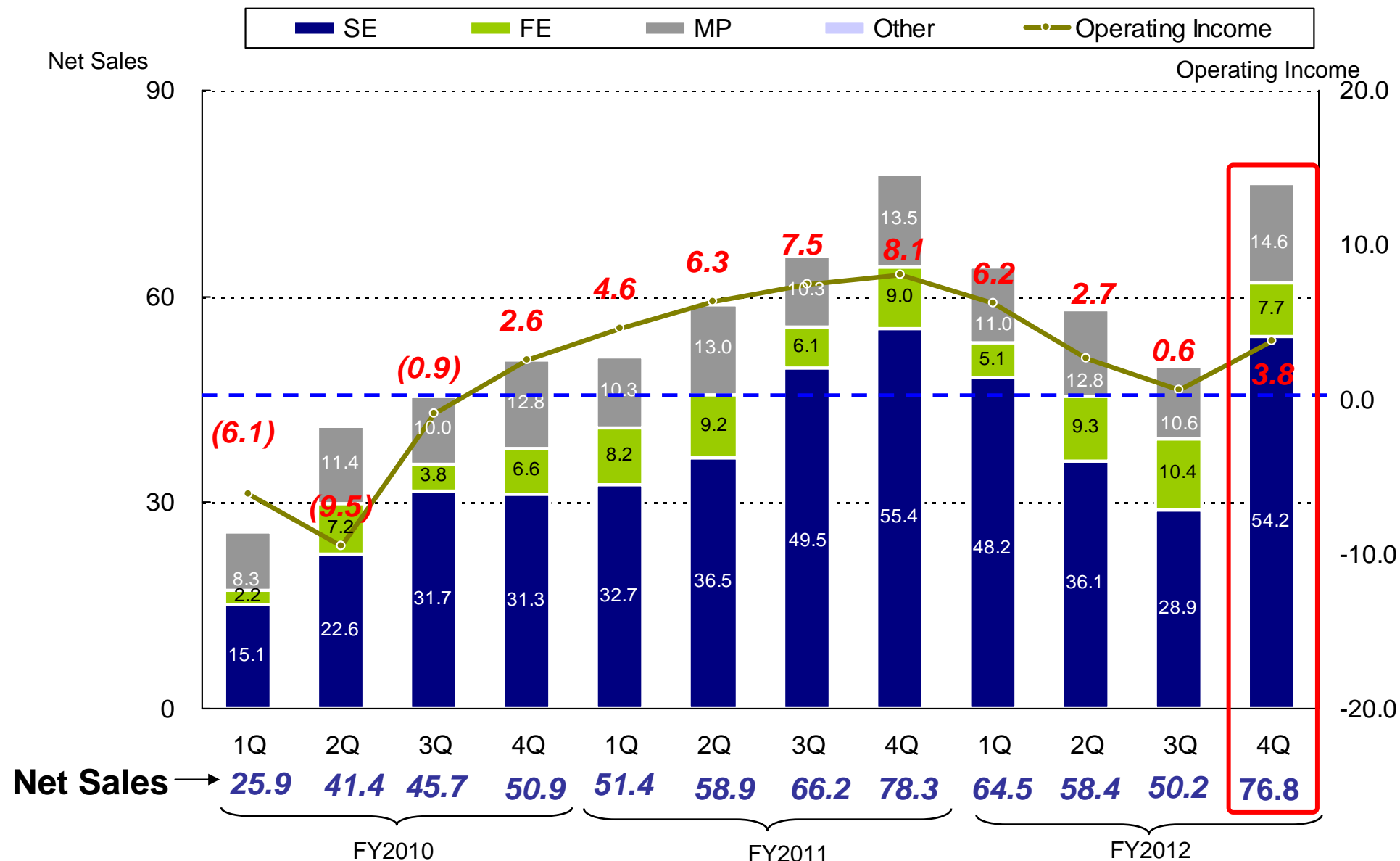
Operating Income

FY2012: JPY 13.4bn / FY2011: JPY 26.8bn Differential JPY (13.3)bn

(Unit : Billions of JPY)

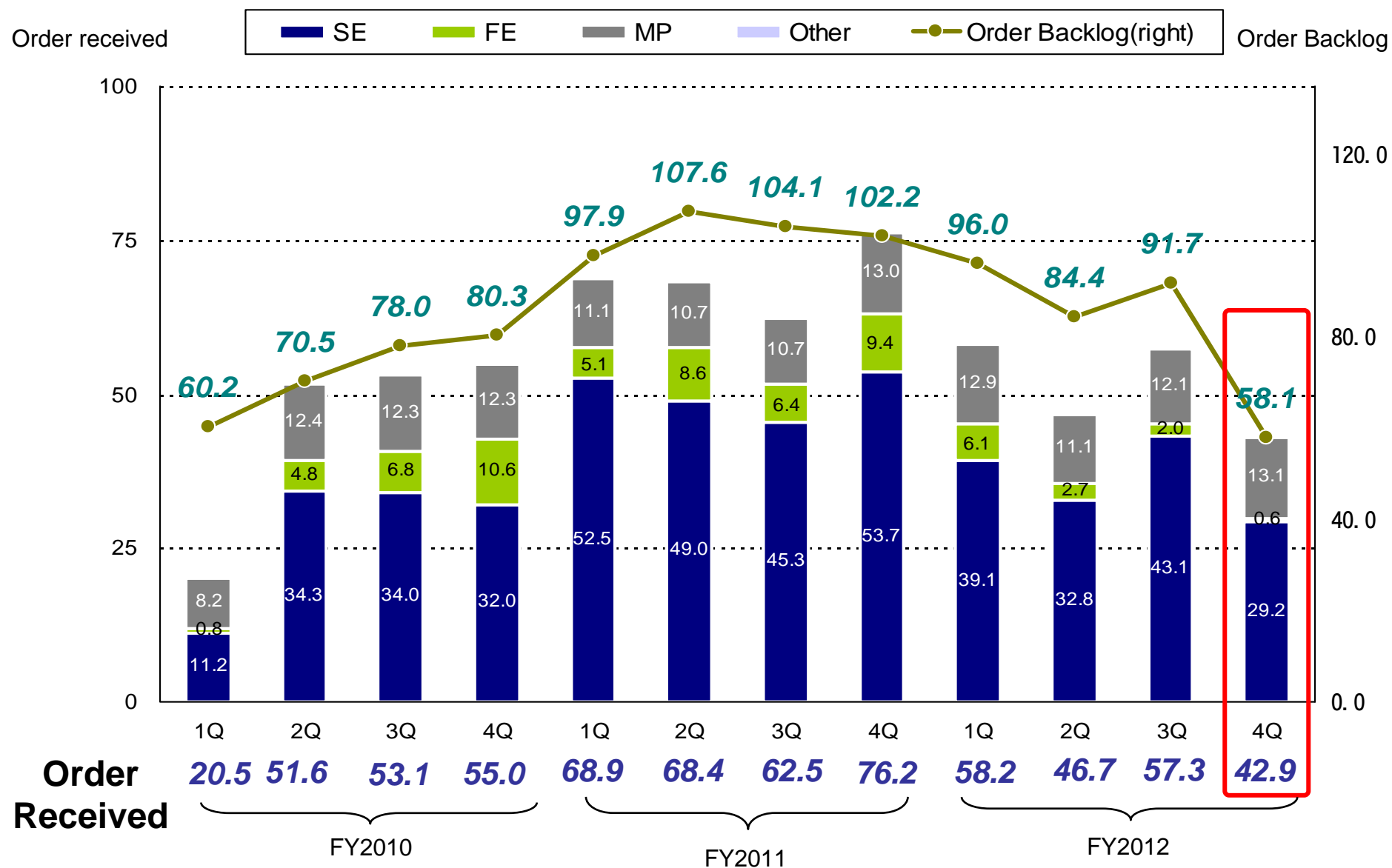
Segment	FY2011	FY2012	Difference	Point
SE	28.1	13.6	(14.5)	In addition to the increase in R&D and personnel expenses, a profitability ratio decreased due to the effects of product mix.
FE	0.0	(1.2)	(1.2)	Fell into the red at operating profit level as a result of posting a loss on valuation of inventory, etc.
MP	(1.3)	2.3	3.6	Returned to the black to a large degree owing to the effects of earnings structure reform plan and the improvement of product mix.

Quarterly Net Sales and Operating Income (Consolidated)



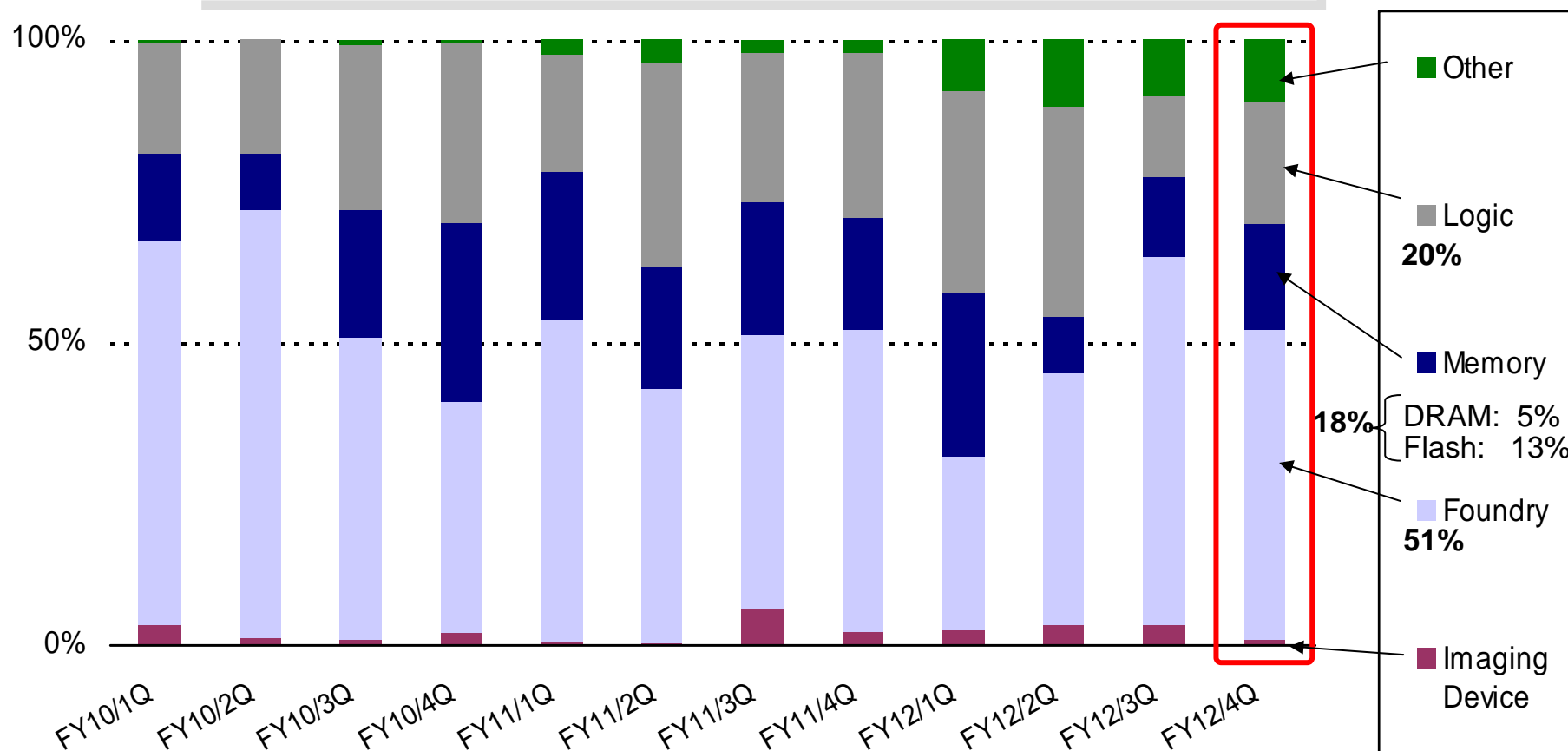
(Unit : Billions of JPY)

Quarterly Orders Received and Order Backlog (Consolidated)

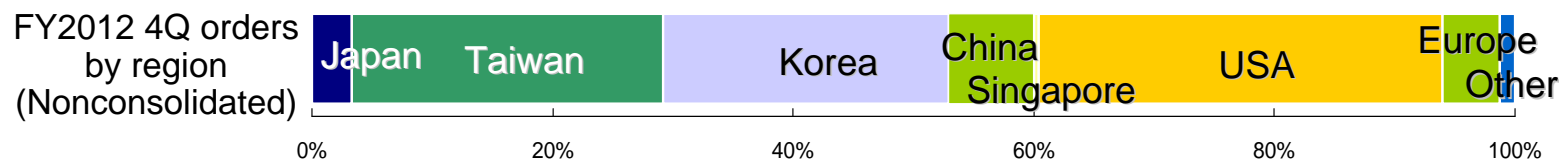


Semiconductor Production Equipment Quarterly Order Received Ratio by Device Application (Nonconsolidated)

➤ 4 Q order received: JPY29.2bn. (consolidated)

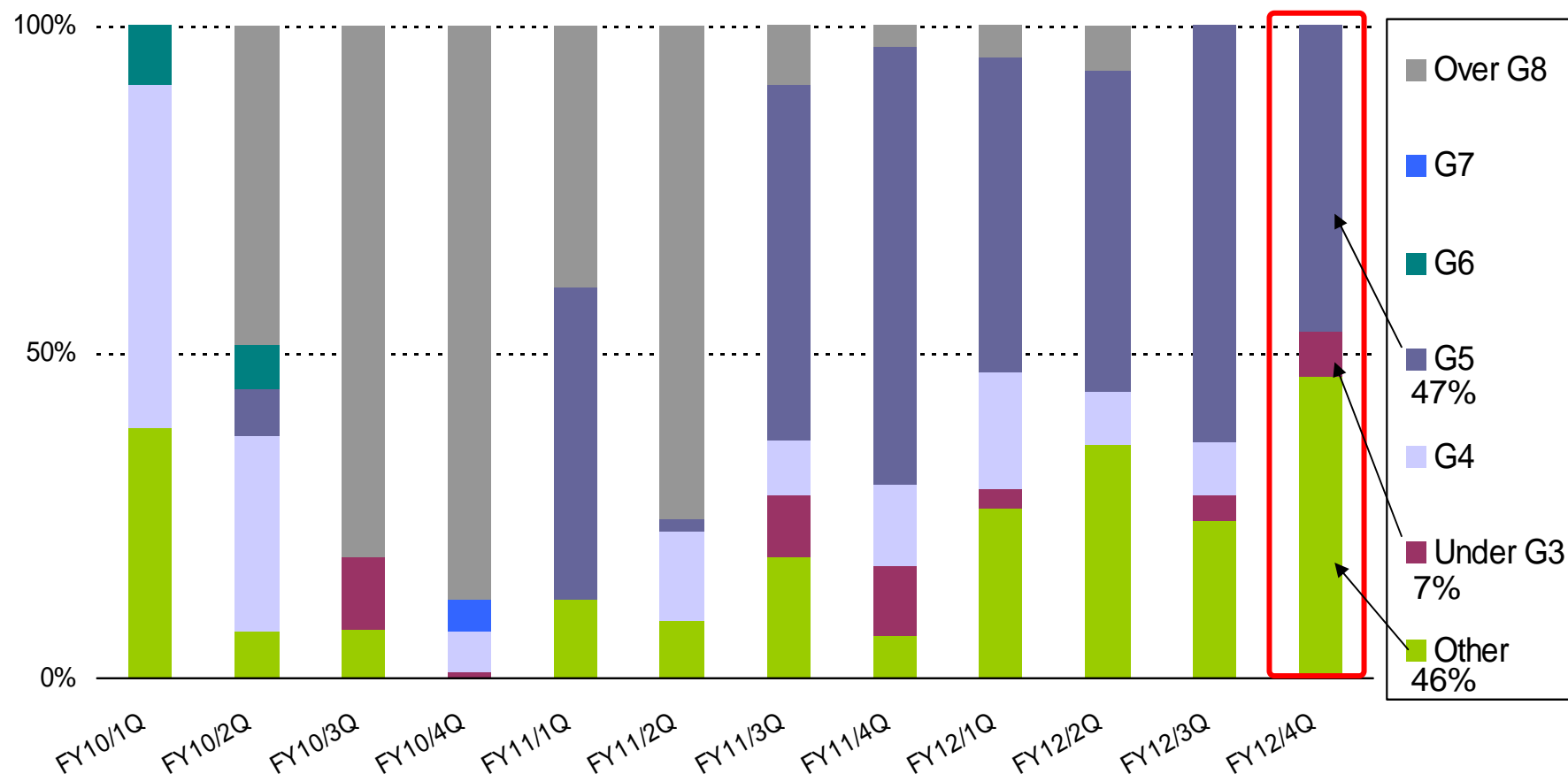


*Parts are classified with Other from FY12/2Q



FPD Production Equipment Quarterly Orders Received by Generation (Nonconsolidated)

➤ 4Q order received: JPY 0.6 bn. (consolidated)



FY2012 4Q orders
by region
(Nonconsolidated)

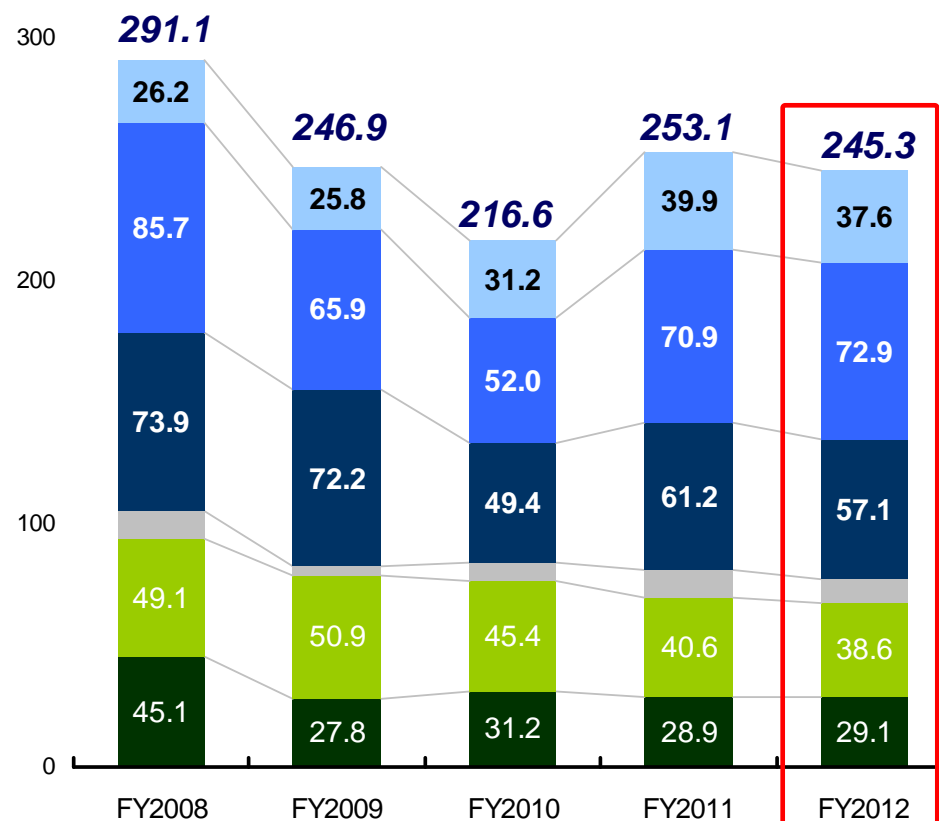


Trend in B/S (Consolidated)

(Unit : Billions of JPY)

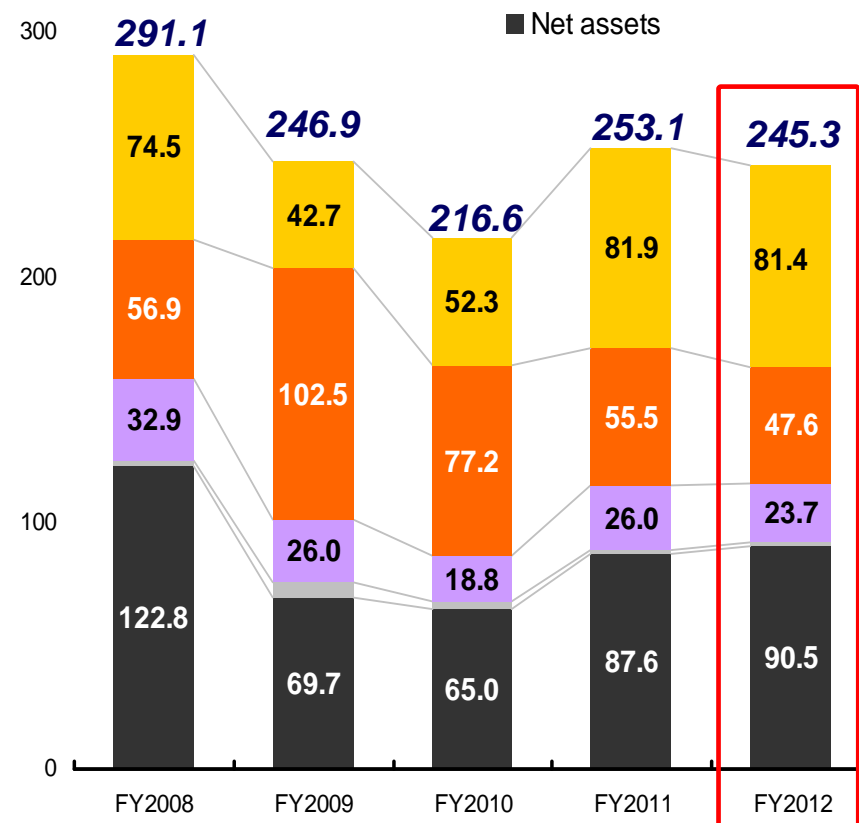
Assets

- Cash & time deposits
- Notes & accounts receivable
- Inventories
- Other current asset
- Property, plant & equipment
- Intangible assets/investment/other



Liabilities and Net Assets

- Notes&accounts payable
- Interest-bearing debt
- Other current liabilities
- Other noncurrent liabilities
- Net assets

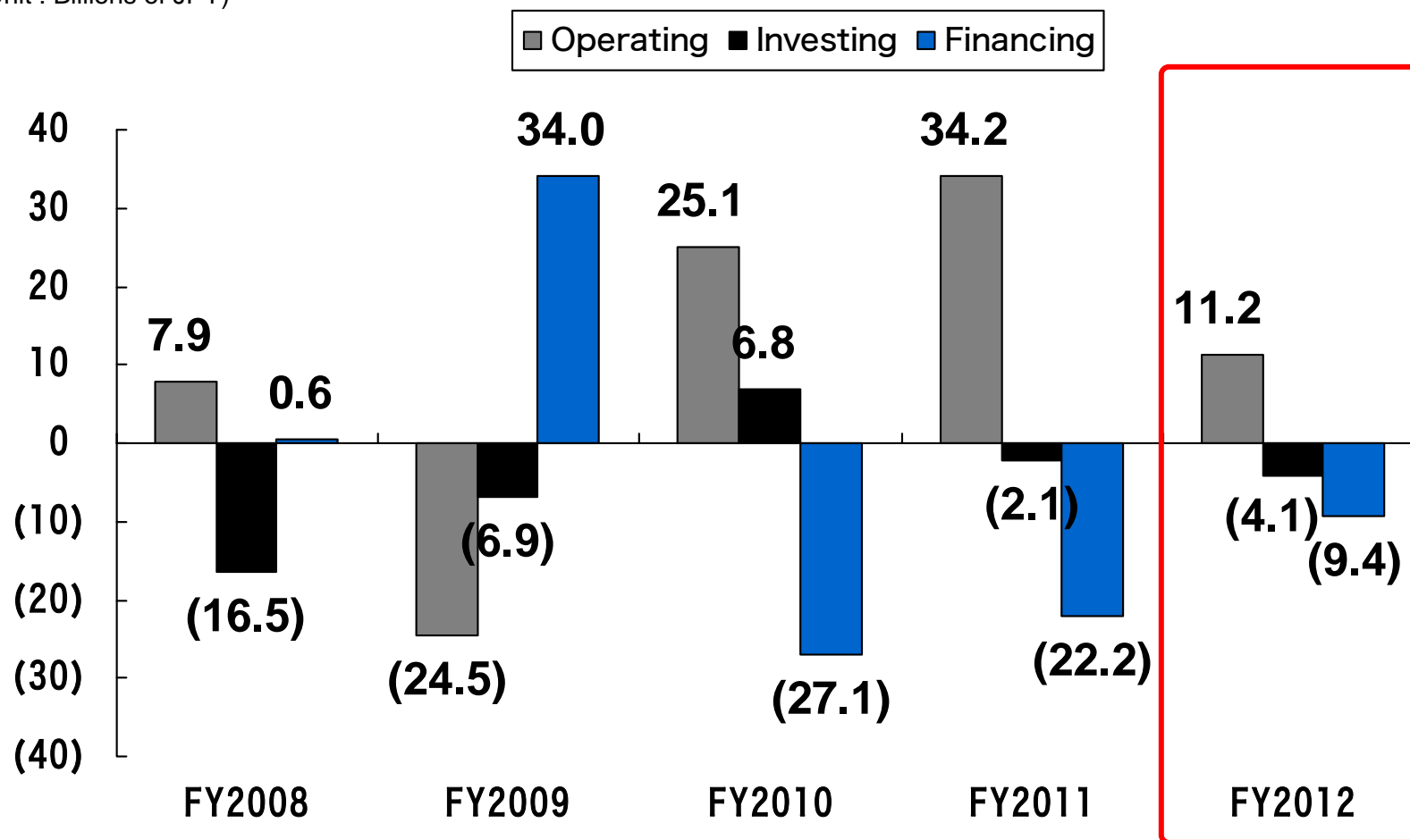


Equity Ratio 34.4% (Mar. 2011) → **36.7%** (Mar. 2012)

Cash Flows (Consolidated)

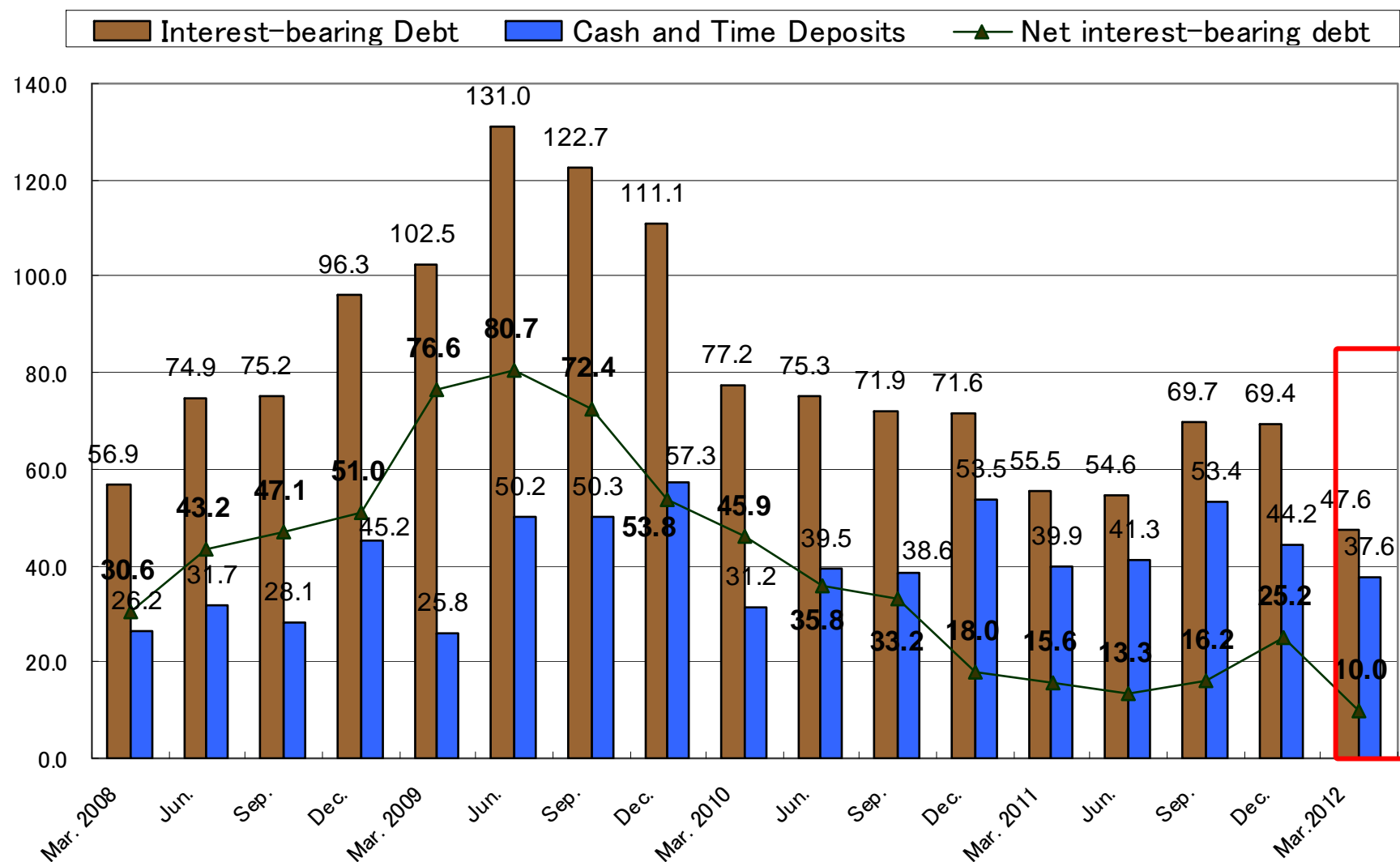
Free Cash Flow: JPY 7.1bn.

(Unit : Billions of JPY)



Interest-bearing Debt (Consolidated)

(Unit: Billions of JPY)



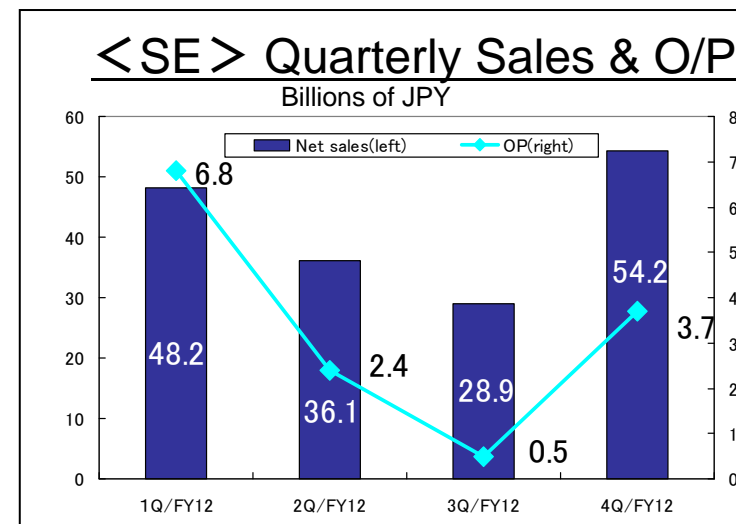
*Lease obligations are not included in interest-bearing debt as end of Mar. 2008

Business Area

Business Situation

SE**4Q**

- Sales for foundry increased.
- Earnings rose owing to sales increase while R&D costs increased.
- Order volume was largely within the scope of the assumption.



Outlook for FY2013

- As to foundry there is the movements of rapid recovery in orders received for leading-edge.
- Will recover after 2Q while sales in 1Q will be flat due to the 4Q order situation. Expect the same sales level as FY2012 for the full year.
- Earnings recovery is expected compared to FY2012 owing to the improvement of product mix and cost-cutting.
- An aggressive investment for R&D will be continued.

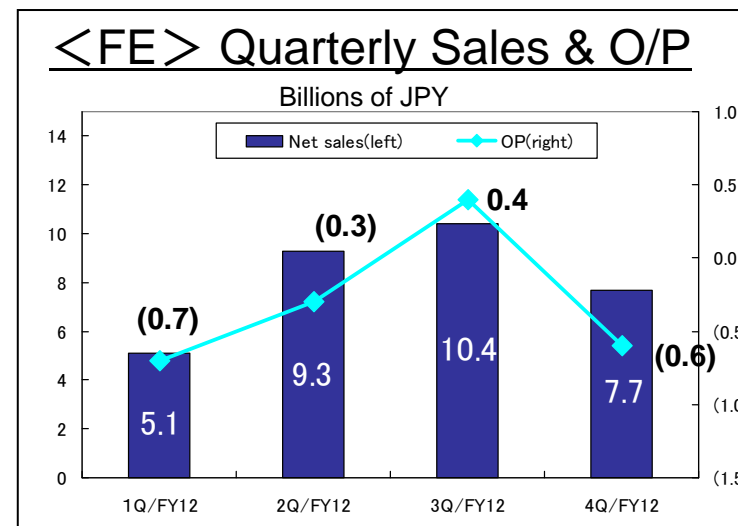
Business Situation

FE**4Q**

- Sales of equipment for small- and medium-sized glass substrate were leading.
- Posted a loss on valuation of inventory.
- Orders received remained low level as a result of the delay in capital investment plans.

Outlook for FY2013

- Try to maintain sales under adverse market conditions.
- Proceed with the reduction of fixed costs and variable cost.
- Expect a recovery in orders received in 1Q.
- Strive to get orders of nozzle printers for OLED.

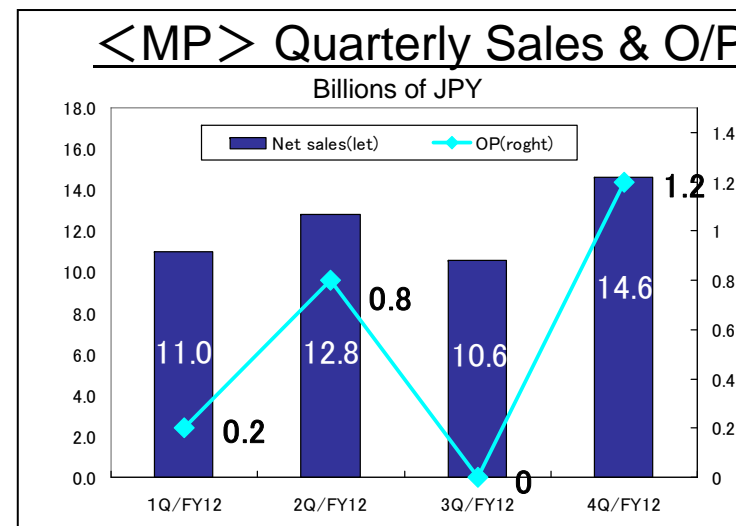


Business Situation

MP

4Q

- As to both of CTP and POD, sales increased compared to 3Q.
- Sales of ink for POD increased strongly as well.
- As to PCB related equipment, sales increased in Japan.
- Had a great improvement in earnings owing to the improvement of product range.



Outlook for FY2013

- POD market will continue to expand.
- POD new products were announced for the exhibit “drupa2012”.
 - POD for label “Truepress Jet L350UV”
 - POD for sign display “Truepress Jet W1632UV”
- As to PCB related equipment, will try to increase sales in direct imaging system.



POD for label

Progress of
Three-year Medium-term
Management Plan
[*NextStage70*]
April 1, 2011 to March 31, 2014

Progress of Medium-Term Plan (Actual Actions)

Establishing a Stable Earnings Structure and Building a Foundation for New Growth

■ Approaches in Existing Businesses

- SE
 - Promotion to the shift to new single wafer cleaning equipment “SU-3200”.
 - Entry into wafer-level package market with direct imaging system “DW-3000”
- FE
 - Implemented business structural improvement from October 2011
- MP
 - Turnaround business structural improvement
 - Cost cutting of CTP by production transfer to the expanded Chinese factory
 - Strengthen POD product line-up and showrooms in Japan ,USA and Europe



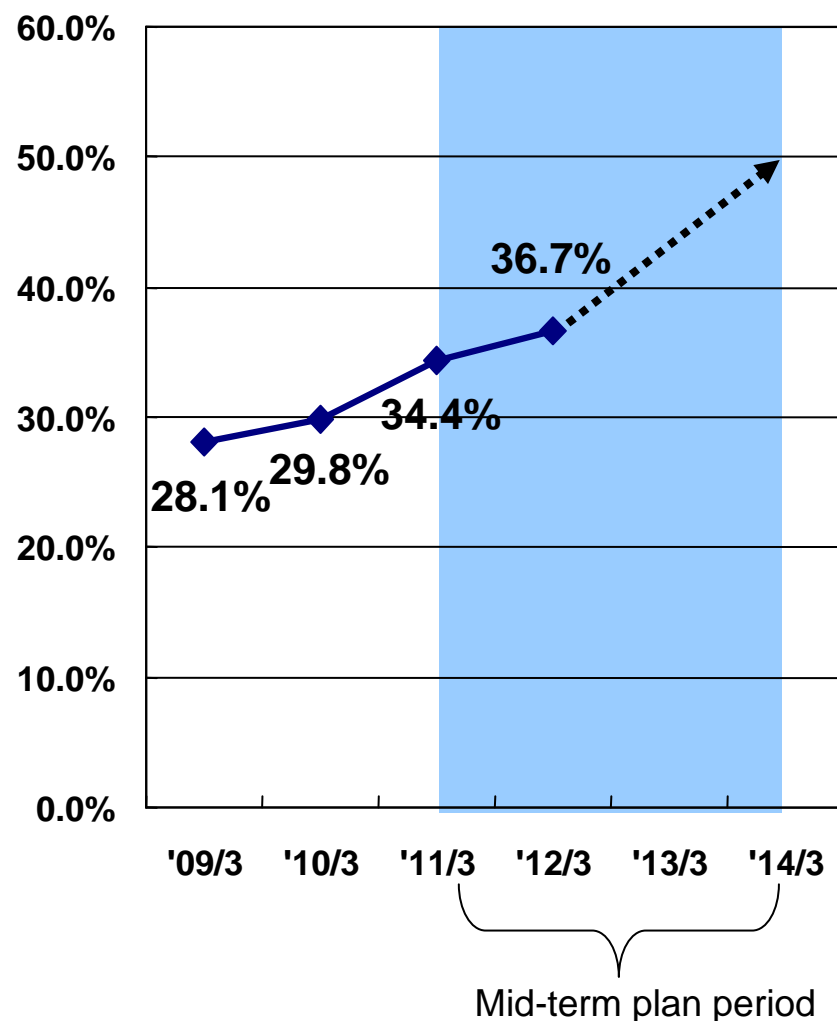
“DW-3000”

■ Approaches for New Growth

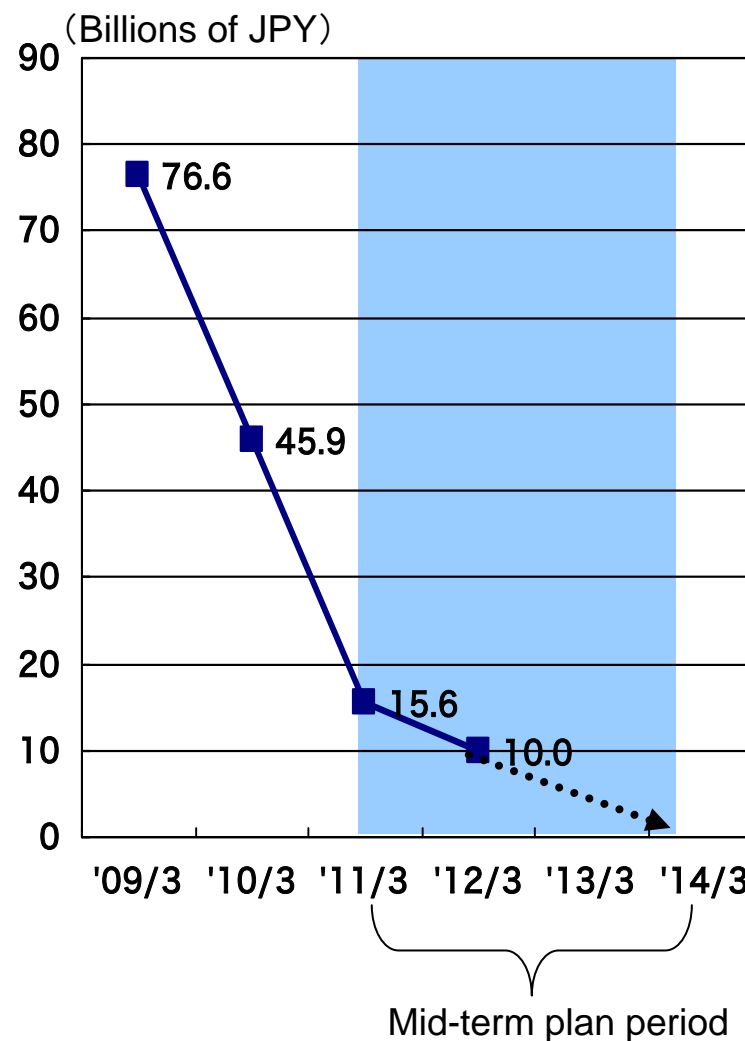
- Establishment of “Green Technology Development Center” aimed at commercializing technology in the energy field.
 - Lithium-ion batteries equipment
 - Equipment related to photovoltaic

Progress of Medium-Term Plan (Numerical Targets)

Equity ratio above 50%



Reduce net interest-bearing debt to zero



Business Forecast
Fiscal Year Ending March 31, 2013

Business Forecast for FY2013

Rate 1\$=80yen 1€=105yen

(Unit: Billions of JPY)

	FY2013			FY2012		
	1st H	2nd H	Full	1st H	2nd H	Full
	Forecast	Forecast	Forecast	Result	Result	Result
Net Sales	113.0	134.0	247.0	123.0	127.0	250.0
SE	82.5	88.5	171.0	84.4	83.1	167.5
FE	5.0	18.0	23.0	14.4	18.2	32.6
MP	25.0	27.0	52.0	23.8	25.2	49.1
(MT)	21.6	23.4	45.0	20.9	22.5	43.5
(PE)	3.4	3.6	7.0	2.8	2.7	5.6
Other	0.5	0.5	1.0	0.3	0.3	0.7
Operating Income	3.5	11.5	15.0	9.0	4.4	13.4
SE	-	-	-	9.3	4.2	13.6
FE	-	-	-	(1.0)	(0.1)	(1.2)
MP	-	-	-	1.0	1.2	2.3
Other & Adjustments	-	-	-	(0.3)	(0.9)	(1.2)
Ordinary Income	3.0	11.0	14.0	8.8	3.4	12.2
Net Income	2.0	9.5	11.5	6.5	(1.8)	4.6

FY2013 year-end cash dividend JPY 5 per share (Forecast)