

Consolidated Financial Flash Report (September 30, 2013)

Date: October 31, 2013

Company Name : Murata Manufacturing Co., Ltd.
Listing Code : 6981
(URL <http://www.murata.com/>)
Phone : (075) 955-6525
The date of payout of dividends: December 2, 2013

Stock Exchange Listings:
Tokyo Stock Exchange
Stock Exchange of Singapore

1. Consolidated financial results for the six months ended September 30, 2013

(1) Operating results

	Net sales		Operating income		Income before income taxes		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2013	414,131	31.6	67,419	176.9	68,349	196.9	47,649	215.0
Six months ended September 30, 2012	314,683	6.3	24,352	(21.5)	23,018	(33.7)	15,129	(36.1)

Comprehensive income: 61,246 million yen for the year ended September 30, 2013, and 6,745 million yen for the year ended September 30, 2012

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2013	225.52	-
Six months ended September 30, 2012	71.68	-

* Percentages in the fields of Net sales, Operating income, Income before income taxes, and Net income are the growth ratios against the same period of the previous fiscal year.

*The Companies' "Net income" is computed by the same method as "Net income attributable to the Company's shareholders" under Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 810, "Consolidation" in the United States of America.

(2) Financial position

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Millions of yen	Millions of yen	%	Yen
As of September 30, 2013	1,154,710	915,933	79.3	4,326.36
As of March 31, 2013	1,087,144	860,963	79.2	4,078.94

2. Dividends (Year ended March 31, 2013, and the year ending March 31, 2014)

	Cash dividends per share				
	First Quarter	Second Quarter	Third Quarter	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
2013	-	50.00	-	50.00	100.00
2014	-	60.00	-	-	-
2014 (Projected)	-	-	-	60.00	120.00

*No change in the projected dividends during the three months ended September 30, 2013.

3. Projected financial results for the year ending March 31, 2014 (Consolidated basis)

	Net sales		Operating income		Income before income taxes		Net income		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Year ending March 31, 2014	820,000	20.4	120,000	104.7	123,000	106.6	86,000	102.9	407.03

*Projected financial results have been revised during the three months ended September 30, 2013.

Percentages for the year ending March 31, 2014, are the growth ratios against the previous year.

4. Other

(1) Changes in significant subsidiaries during the three months ended September 30, 2013 (changes in specific subsidiaries that caused change in scope of consolidation) : None

(2) Adoption of simplified and specifically applied accounting method

The Company adopted an accounting method specifically applied for quarterly consolidated financial reporting.

See "Business Results and Financial Position - 4. Other" for more detailed information.

(3) Changes in accounting policy

Changes due to adoption of new accounting standard: None

Changes due to reasons other than above: None

(4) Number of common shares outstanding

Number of shares outstanding including treasury stock: 225,263,592 shares as of September 30, 2013, and as of March 31, 2013

Number of treasury stock: 13,553,564 shares as of September 30, 2013, and 14,188,529 shares as of March 31, 2013

Average number of shares outstanding: 211,286,766 shares for the three months ended September 30, 2013, and 211,076,841 shares for the three months ended September 30, 2012

Notes to the projected financial results

The above projections were prepared based on estimates using information currently available.

Actual results may differ from the projections. For assumptions and other information regarding the projections, refer to "Business Results and Financial Position".

Business Results and Financial Position

(From April 1, 2013 through September 30, 2013)

1. Business Results

In the global economic environment for the period under review, the business outlook was uncertain, reflecting the stagnant economy in Europe owing to financial instability and the decline in growth rates in emerging countries such as China, while the U.S. economy got back on a recovery track due to a moderately-improved employment and housing market.

In the electronics market, the demand for electronic devices and components greatly increased as a result of the significant growth in smartphones and tablet devices, and increased production of vehicles and advanced electrification, while production of notebook PCs and AV devices declined.

Under these circumstances, the Company's net sales for the period under review increased by 414,131 million yen, up 31.6% from the same period in 2012. This period marked the highest net sales on record owing to depreciation of the yen, whose average exchange rate against the U.S. dollar rose by 19.44 yen from the same period in 2012. Sales in the second quarter of this fiscal year also increased by 221,550 million yen, up 15.0% from the same period in 2012 and the highest quarterly sales on record.

Operating income was 67,419 million yen, up 176.9%, income before income taxes was 68,349 million yen, up 196.9%, and net income was 47,649 million yen, up 215.0% from the same period in 2012. The primary factors for the profit increase were the increase in capacity utilization, comprehensive cost reductions and depreciation of the yen, while negative factors included price declines and increased fixed costs due to an expansion in production capacity. Operating income ratio was 16.3%, up 8.6 percentage points from the same period in 2012.

	Millions of yen					
	Six months ended September 30, 2012		Six months ended September 30, 2013		Change	
		%*		%*		%*
Net sales	314,683	100.0	414,131	100.0	99,448	31.6
Operating income	24,352	7.7	67,419	16.3	43,067	176.9
Income before income taxes	23,018	7.3	68,349	16.5	45,331	196.9
Net income	15,129	4.8	47,649	11.5	32,520	215.0
Average exchange rates (Yen/U.S. dollar)	79.42	—	98.86	—	19.44	—
Average exchange rates (Yen/EURO)	100.64	—	130.01	—	29.37	—

*Component ratio

Sales by Product Category

Net sales by product category for the period under review are as follows.

		Millions of yen					
		Six months ended September 30, 2012		Six months ended September 30, 2013		Change	
			%*		%*		%
	Capacitors	108,885	34.8	138,424	33.5	29,539	27.1
	Piezoelectric Components	38,822	12.4	48,543	11.8	9,721	25.0
	Other Components	66,550	21.2	78,307	19.0	11,757	17.7
	Components Total	214,257	68.4	265,274	64.3	51,017	23.8
	Communication Modules	75,541	24.1	119,714	29.0	44,173	58.5
	Power Supplies and Other Modules	23,667	7.5	27,792	6.7	4,125	17.4
	Modules Total	99,208	31.6	147,506	35.7	48,298	48.7
	Net sales	313,465	100.0	412,780	100.0	99,315	31.7

*Component ratio

<Components>

Sales of Components for the period under review increased by 23.8% year-on-year to 265,274 million yen.

[Capacitors]

The Capacitors category includes multilayer ceramic capacitors (MLCCs).

For the period under review, sales of MLCCs, the main product in this category, significantly rose due to a significant increase in sales of mobile phones and automotive electronics. In particular, the shift to more sophisticated components created greater demand for smartphones. The advanced electrification of automobiles also led to increased demand in this market.

As a result, overall net sales increased by 27.1% year-on-year to 138,424 million yen.

[Piezoelectric Components]

The Piezoelectric Components category includes SAW (surface acoustic wave) filters, ceramic resonators, piezoelectric sensors, and ceramic filters.

For the period under review, sales of SAW filters greatly increased thanks to the growing production of mobile phones and an increased number of components per device, coupled with the ongoing trend toward multi-band devices, while sales of SAW filters installed in modules (reported by the Communication Modules segment) also increased. Regarding piezoelectric sensors, sales of shock sensors increased thanks to the increased number of components per hard disk drive. Sales of ceramic resonators increased for automotive electronics, home electronics and others.

As a result, overall net sales increased by 25.0% year-on-year to 48,543 million yen.

[Other Components]

Other Components include EMI (electro-magnetic interference) suppression filters, inductors (coils), connectors, thermistors, and sensors.

For the period under review, sales of EMI suppression filters increased for car electronics and the mobile phones market. Sales of inductors (coils) and connectors greatly increased for mobile phones. Sales of sensors increased substantially as demand for MEMS (Micro Electro Mechanical Systems) sensors largely grew in the car electronics market.

As a result, overall net sales increased by 17.7% year-on-year to 78,307 million yen.

<Modules>

Sales of Modules for the period under review increased by 48.7% year-on-year to 147,506 million yen.

[Communication Modules]

The Communication Modules category includes short-range wireless communication modules, multilayer ceramic devices, and circuit modules.

For the period under review, sales of short-range wireless communication modules grew largely as mobile phone and tablet device sales significantly increased. Sales of circuit modules also grew significantly because of putting out new product and growing mobile phones market. Sales of multilayer ceramic devices increased for mobile phones.

As a result, overall net sales increased by 58.5% year-on-year to 119,714 million yen.

[Power Supplies and Other Modules]

This product category includes power supplies.

For the period under review, sales of power supplies grew due to strong sales of automotive electronics and servers.

As a result, overall net sales increased by 17.4% year-on-year to 27,792 million yen.

2. Financial Position

Liquidity on hand (cash, short-term investments, available-for-sale securities (government and private debt securities), and long-term deposits) as of September 30, 2013, increased by 20,976 million yen from the end of the previous fiscal year to 352,800 million yen. Interest-bearing debt (short-term borrowings and long-term debt) decreased by 4,323 million yen from March 31, 2013 to 51,282 million yen. As a result, net cash increased by 25,299 million yen from March 31, 2013, to 301,518 million yen. Total assets as of September 30, 2013, increased by 67,566 million yen from the end of the previous fiscal year to 1,154,710 million yen. The ratio of shareholders' equity to total assets increased by 0.1 percentage points from the end of the previous fiscal year to 79.3% as of September 30, 2013.

Cash flows for the period under review are as follows.

<Net Cash Provided by Operating Activities>

For the period under review, net cash provided by operating activities was 72,883 million yen. Of this amount, net income was 47,649 million yen, depreciation and amortization were 36,338 million yen, and income taxes payable increased by 10,891 million yen, while inventories increased by 10,091 million yen and trade notes and accounts receivable increased by 6,575 million yen.

Net cash provided by operating activities increased by 63,784 million yen from the year ended March 31, 2012.

<Net Cash Used in Investing Activities>

For the period under review, net cash used in investing activities was 30,480 million yen. While cash inflows from maturities and sales of marketable securities were 26,957 million yen, cash outflows from capital expenditures were 21,747 million yen and investments and others were 38,761 million yen.

Net cash used in investing activities decreased by 6,914 million yen as compared to that for the six months ended September 30, 2012.

<Net Cash Used in Financing Activities>

For the period under review, net cash used in financing activities was 18,414 million yen. Of this amount, cash outflows from the payment of dividends were 10,554 million yen and repayments of short-term borrowings were 8,582 million yen.

Net cash used in financing activities decreased by 19,380 million yen as compared to that for the six months ended September 30, 2012.

3. Projected Results for the Year Ending March 31, 2014

The Company has revised its projected results for the year ending March 31, 2014, which were announced on April 30, 2013, as listed below.

Year ending March 31, 2014		Consolidated Basis	
		Previous Projections Announced in April, 2013	Revised Projections
Net sales	Millions of yen	780,000	820,000
	<%>*	<12.8>	<14.6>
Operating income	Millions of yen	100,000	120,000
	<%>*	<13.5>	<15.0>
Income before income taxes	Millions of yen	105,000	123,000
	<%>*	<9.0>	<10.5>
Net income	Millions of yen	70,000	86,000

*1 Ratio to net sales

In the electronics market, the demand for electronic devices and components greatly increased as a result of the significant growth in smartphones and tablet devices as well as the increased

production of vehicles and advanced electrification.

The Company has revised its projected results for the year ending March 31, 2014, as shown above, considering the current outlook for component demand and certain factors contributing to profit decline, such as a further buildup of production capacity and a decline in sales unit prices. The projections are based on the assumed exchange rates of 95 yen against the U.S. dollar and 125 yen against the Euro for the latter half of this fiscal year.

[Cautionary Statement on Forward-looking Statements]

This report contains forward-looking statements concerning Murata Manufacturing Co., Ltd. and its group companies' projections, plans, policies, strategies, schedules, and decisions. These forward-looking statements are not historical facts; rather, they represent the assumptions of the Murata Group (the "Group") based on information currently available and certain assumptions we deem as reasonable. Actual results may differ materially from expectations owing to various risks and uncertainties. Readers are therefore requested not to rely on these forward-looking statements as the sole basis for evaluating the Group. The Company has no obligation to revise any of the forward-looking statements as a result of new information, future events or otherwise.

Risks and uncertainties that may affect actual results include, but are not limited to, the following: (1) economic conditions of the Company's business environment, and trends, supply-demand balance, and price fluctuations in the markets for electronic devices and components; (2) price fluctuations and insufficient supply of raw materials; (3) exchange rate fluctuations; (4) the Group's ability to provide a stable supply of new products that are compatible with the rapid technical innovation of the electronic components market and to continue to design and develop products and services that satisfy customers; (5) changes in the market value of the Group's financial assets; (6) drastic legal, political, and social changes in the Group's business environment; and (7) other uncertainties and contingencies.

Consolidated Balance Sheets (Unaudited)
Murata Manufacturing Co., Ltd. and Subsidiaries

(1) Consolidated Balance Sheets (Assets)

As of March 31, 2013 and September 30, 2013

	Millions of Yen			
	As of March 31, 2013		As of September 30, 2013	
		%		%
Assets	1,087,144	100.0	1,154,710	100.0
Current assets	538,098	49.5	632,416	54.8
Cash	77,444		73,862	
Short-term investments	46,521		78,000	
Marketable securities	60,752		92,148	
Trade notes receivable	833		559	
Trade accounts receivable	164,047		178,731	
Allowance for doubtful notes and accounts	(941)		(966)	
Inventories	160,934		175,280	
Deferred income taxes	19,173		23,043	
Prepaid expenses and other	9,335		11,759	
Property, plant and equipment	323,922	29.8	334,989	29.0
Land	46,887		48,114	
Buildings	297,558		308,562	
Machinery and equipment	679,204		713,711	
Construction in progress	20,043		18,996	
Accumulated depreciation	(719,770)		(754,394)	
Investments and other assets	225,124	20.7	187,305	16.2
Investments in affiliates	2,225		-	
Investments	157,858		121,593	
Goodwill	12,765		13,921	
Deferred income taxes	7,499		7,583	
Other	44,777		44,208	
Total assets	1,087,144	100.0	1,154,710	100.0

Consolidated Balance Sheets (Unaudited)
Murata Manufacturing Co., Ltd. and Subsidiaries

Consolidated Balance Sheets (Liabilities and Shareholders' Equity)

As of March 31, 2013 and September 30, 2013

	Millions of Yen			
	As of March 31, 2013		As of September 30, 2013	
		%		%
Liabilities	226,181	20.8	238,777	20.7
Current liabilities	153,125	14.1	162,677	14.1
Short-term borrowings	47,061		41,702	
Trade accounts payable	38,935		42,248	
Accrued payroll and bonuses	24,011		27,008	
Income taxes payable	11,555		22,533	
Accrued expenses and other	31,563		29,186	
Long-term liabilities	73,056	6.7	76,100	6.6
Long-term debt	7,443		8,402	
Termination and retirement benefits	63,562		64,761	
Deferred income taxes	879		1,431	
Other	1,172		1,506	
Shareholders' equity	860,963	79.2	915,933	79.3
Common stock	69,377		69,377	
Capital surplus	102,396		103,863	
Retained earnings	764,485		801,580	
Accumulated other comprehensive income (loss):	(12,221)		1,376	
Unrealized gains on securities	5,695		7,365	
Pension liability adjustments	(3,982)		(4,060)	
Unrealized losses on derivative instruments	(165)		-	
Foreign currency translation adjustments	(13,769)		(1,929)	
Treasury stock, at cost	(63,074)		(60,263)	
Total liabilities and shareholders' equity	1,087,144	100.0	1,154,710	100.0

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income

Six months ended September 30, 2012 and 2013

	Millions of Yen			
	Six months ended September 30, 2012		Six months ended September 30, 2013	
		%		%
Net sales	314,683	100.0	414,131	100.0
Cost of sales	222,793	70.8	268,091	64.7
Selling, general and administrative	44,381	14.1	52,088	12.6
Research and development	23,157	7.4	26,533	6.4
Operating income	24,352	7.7	67,419	16.3
Interest and dividend income	1,854	0.5	2,444	0.6
Interest expense	(137)	(0.0)	(152)	(0.1)
Foreign currency exchange loss	(1,719)	(0.5)	(1,018)	(0.2)
Other - net	(1,332)	(0.4)	(344)	(0.1)
Income before income taxes	23,018	7.3	68,349	16.5
Income taxes	8,001	2.5	20,619	5.0
<Current income tax>	<10,271>		<25,129>	
<Deferred income tax>	<(2,270)>		<(4,510)>	
Equity in earnings (losses) of affiliates	112	0.0	(81)	(0.0)
Net income	15,129	4.8	47,649	11.5

Consolidated Statements of Comprehensive Income

Six months ended September 30, 2012 and 2013

	Millions of Yen	
	Six months ended September 30, 2012	Six months ended September 30, 2013
Net income	15,129	47,649
Other comprehensive income (loss), net of tax:		
Unrealized gains on securities	308	1,670
Pension liability adjustments	145	(78)
Unrealized gains on derivative instruments	548	165
Foreign currency translation adjustments	(9,385)	11,840
Other comprehensive income (loss)	(8,384)	13,597
Comprehensive income	6,745	61,246

Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income

Three months ended September 30, 2012 and 2013

	Millions of Yen			
	Three months ended September 30, 2012		Three months ended September 30, 2013	
		%		%
Net sales	172,103	100.0	221,550	100.0
Cost of sales	119,918	69.7	140,420	63.4
Selling, general and administrative	22,254	12.9	25,290	11.4
Research and development	11,687	6.8	13,362	6.0
Operating income	18,244	10.6	42,478	19.2
Interest and dividend income	841	0.5	1,145	0.5
Interest expense	(68)	(0.0)	(71)	(0.0)
Foreign currency exchange loss	(646)	(0.4)	(424)	(0.2)
Other - net	(832)	(0.5)	522	0.2
Income before income taxes	17,539	10.2	43,650	19.7
Income taxes	6,027	3.5	13,417	6.1
<Current income tax>	<8,963>		<17,843>	
<Deferred income tax>	<(2,936)>		<(4,426)>	
Equity in losses (earnings) of affiliates	59	0.0	(65)	(0.0)
Net income	11,571	6.7	30,168	13.6

Consolidated Statements of Comprehensive Income

Three months ended September 30, 2012 and 2013

	Millions of Yen	
	Three months ended September 30, 2012	Three months ended September 30, 2013
Net income	11,571	30,168
Other comprehensive income (loss), net of tax:		
Unrealized gains on securities	575	1,129
Pension liability adjustments	71	(46)
Unrealized losses on derivative instruments	(62)	-
Foreign currency translation adjustments	(3,511)	197
Other comprehensive income (loss)	(2,927)	1,280
Comprehensive income	8,644	31,448

(3) Consolidated Statements of Cash Flows

Six months ended September 30, 2012 and 2013

	Millions of Yen			
	Six months ended September 30, 2012		Six months ended September 30, 2013	
Operating activities:				
Net income		15,129		47,649
Adjustments to reconcile net income to net cash provided by operating activities:				
Depreciation and amortization	33,129		36,338	
(Gains) losses on sales and disposals of property, plant and equipment	399		(7)	
Provision for termination and retirement benefits, less payments	441		533	
Deferred income taxes	(2,270)		(4,510)	
Changes in assets and liabilities:				
Increase in trade notes and accounts receivable	(26,262)		(6,575)	
Increase in inventories	(20,488)		(10,091)	
Decrease (Increase) in prepaid expenses and other	6,125		(1,292)	
Increase (Decrease) in trade notes and accounts payable	(2,459)		1,639	
Increase in accrued payroll and bonuses	464		2,698	
Increase in income taxes payable	5,611		10,891	
Decrease in accrued expenses and other	(2,259)		(3,487)	
Other - net	1,539	(6,030)	(903)	25,234
Net cash provided by operating activities		9,099		72,883
Investing activities:				
Capital expenditures		(46,051)		(38,761)
Payment for purchases of marketable securities, investments and other		(18,031)		(21,747)
Maturities and sales of marketable securities, investments and other		49,300		26,957
Increase in short-term investments		(7,567)		(2,837)
Acquisition of businesses, net of cash acquired		(1,860)		-
Cash balances of subsidiary acquired through share exchanges		-		3,316
Other		643		2,592
Net cash used in investing activities		(23,566)		(30,480)
Financing activities:				
Net increase (decrease) in short-term borrowings		10,891		(8,582)
Proceeds from long-term debt		636		1,489
Payments from long-term debt		-		(734)
Dividends paid		(10,554)		(10,554)
Other		(7)		(33)
Net cash provided by (used in) financing activities		966		(18,414)
Effect of exchange rate changes on cash and cash equivalents		(284)		1,071
Net increase (decrease) in cash and cash equivalents		(13,785)		25,060
Cash and cash equivalents at beginning of period		65,302		90,068
Cash and cash equivalents at end of period		51,517		115,128
Additional cash and cash equivalents information:				
Cash		43,859		73,862
Short-term investments		29,774		78,000
Short-term investments with original maturities over three months		(22,116)		(36,734)
Cash and cash equivalents at end of period		51,517		115,128
Acquisition of businesses through share exchange		-		6,331

	Millions of Yen	
	As of September 30, 2012	As of September 30, 2013
Cash and cash equivalents at end of period	51,517	115,128
Short-term investments with original maturities over three months	22,116	36,734
Available-for-sale securities (Governmental and Private debt securities)	213,722	194,938
Long-term deposits	6,000	6,000
Liquidity in hand	293,355	352,800
Interest bearing liabilities	(47,353)	(51,282)
Net cash	246,002	301,518

(4) Assumptions for Going Concern

None

(5) Segment Information

Operating Segment Information

The Companies mainly develop, manufacture and sell electronic components and related products.

Operating segments of the Companies are classified based on the nature of products and the Companies recognized Components segment, Modules segment and Others.

Six months ended September 30, 2012 and 2013

		Millions of Yen			
		Six months ended September 30, 2012		Six months ended September 30, 2013	
Components	Sales to:		%		%
	Unaffiliated customers	214,257		265,274	
	Intersegment	8,714		16,112	
	Total revenue	222,971	100.0	281,386	100.0
	Segment income	35,351	15.9	68,297	24.3
Modules	Sales to:		%		%
	Unaffiliated customers	99,208		147,506	
	Intersegment	122		135	
	Total revenue	99,330	100.0	147,641	100.0
	Segment income	3,512	3.5	16,082	10.9
Others	Sales to:		%		%
	Unaffiliated customers	1,218		1,351	
	Intersegment	17,386		14,661	
	Total revenue	18,604	100.0	16,012	100.0
	Segment income	1,814	9.8	1,664	10.4
Corporate and eliminations	Sales to:		%		%
	Unaffiliated customers	-		-	
	Intersegment	(26,222)		(30,908)	
	Total revenue	(26,222)	-	(30,908)	-
	Corporate expenses	(16,325)	-	(18,624)	-
Consolidated	Sales to:		%		%
	Unaffiliated customers	314,683		414,131	
	Intersegment	-		-	
	Total revenue	314,683	100.0	414,131	100.0
	Operating income	24,352	7.7	67,419	16.3

Three months ended September 30, 2012 and 2013

		Millions of Yen			
		Three months ended September 30, 2012		Three months ended September 30, 2013	
Components	Sales to:		%		%
	Unaffiliated customers	112,453		139,647	
	Intersegment	5,465		8,883	
	Total revenue	117,918	100.0	148,530	100.0
	Segment income	21,119	17.9	38,957	26.2
Modules	Sales to:		%		%
	Unaffiliated customers	59,021		81,220	
	Intersegment	57		70	
	Total revenue	59,078	100.0	81,290	100.0
	Segment income	3,867	6.5	11,816	14.5
Others	Sales to:		%		%
	Unaffiliated customers	629		683	
	Intersegment	8,698		8,283	
	Total revenue	9,327	100.0	8,966	100.0
	Segment income	715	7.7	833	9.3
Corporate and eliminations	Sales to:		%		%
	Unaffiliated customers	-		-	
	Intersegment	(14,220)		(17,236)	
	Total revenue	(14,220)	-	(17,236)	-
	Corporate expenses	(7,457)	-	(9,128)	-
Consolidated	Sales to:		%		%
	Unaffiliated customers	172,103		221,550	
	Intersegment	-		-	
	Total revenue	172,103	100.0	221,550	100.0
	Operating income	18,244	10.6	42,478	19.2

Notes: 1. Major products and businesses included in the operating segments:

- (1) Components: Capacitors, Piezoelectric Components
 - (2) Modules: Communication Modules, Power Supplies
 - (3) Others: Machinery manufacturing, welfare services, personnel services, education and training services, sales of software
2. Intersegment transactions are based on market prices.
 3. Segment income for each operating segment represents net sales, less related costs.
Corporate expenses represent expenses related to headquarter functions and fundamental research.

(6) Significant changes in shareholders' equity

None

(7) Other

October 31, 2013
Murata Manufacturing Co., Ltd.
Listing Code : 6981
(URL <http://www.murata.com/>)

Flash Report (Six months ended September 30, 2013)

Selected Financial Data

Six months ended September 30, 2012 and 2013 / As of September 30, 2012 and 2013

		Consolidated Basis			Parent Co. Basis		
		2012	2013	Growth ratio	2012	2013	Growth ratio
Net sales	Millions of yen	314,683	414,131	31.6	257,845	324,535	25.9
Operating income	<*>3 Millions of yen	<7.7> 24,352	<16.3> 67,419	176.9	<0.2> 518	<6.7> 21,789	-
Income before income taxes (and extraordinary items) *2	<*>3 Millions of yen	<7.3> 23,018	<16.5> 68,349	196.9	<3.6> 9,384	<10.2> 32,949	251.1
Net income	<*>3 Millions of yen	<4.8> 15,129	<11.5> 47,649	215.0	<3.7> 9,562	<8.5> 27,712	189.8
Total assets	Millions of yen	1,007,393	1,154,710	14.6	590,561	668,200	13.1
Shareholders' equity	Millions of yen	804,730	915,933	13.8	383,491	421,052	9.8
Shareholders' equity ratio	%	79.9	79.3	-	64.9	63.0	-
Basic earnings per share	Yen	71.68	225.52	214.6	45.31	131.16	189.5
Shareholders' equity per share	Yen	3,812.51	4,326.36	-	1,816.84	1,988.82	-
Capital expenditures	Millions of yen	46,051	38,761	(15.8)	7,188	4,801	(33.2)
Depreciation and amortization	<*> Millions of yen	<10.5> 33,129	<8.8> 36,338	9.7	<3.3> 8,420	<2.6> 8,207	(2.5)
R & D expenses	<*> Millions of yen	<7.4> 23,157	<6.4> 26,533	14.6	<9.3> 23,486	<8.6> 26,721	13.8
Number of employees	*6	<14,919> 37,637	<14,610> 37,342	(0.8)	7,191	7,358	2.3
Average exchange rates							
Yen/US dollar	Yen	79.42	98.86	-			
Yen/EURO	Yen	100.64	130.01	-			

Three months ended September 30, 2012 and 2013

		Consolidated Basis			Parent Co. Basis		
		2012	2013	Growth ratio	2012	2013	Growth ratio
Net sales	Millions of yen	172,103	221,550	28.7	140,112	176,577	26.0
Operating income	<*>3 Millions of yen	<10.6> 18,244	<19.2> 42,478	132.8	<1.5> 2,138	<7.0> 12,365	478.3
Income before income taxes (and extraordinary items) *2	<*>3 Millions of yen	<10.2> 17,539	<19.7> 43,650	148.9	<2.2> 3,128	<7.8> 13,749	339.5
Net income	<*>3 Millions of yen	<6.7> 11,571	<13.6> 30,168	160.7	<3.3> 4,638	<6.1> 10,806	133.0
Basic earnings per share	Yen	54.82	142.64	160.2	21.97	51.09	132.5
Capital expenditures	Millions of yen	21,047	18,971	(9.9)	4,302	2,618	(39.1)
Depreciation and amortization	<*> Millions of yen	<10.1> 17,435	<8.4> 18,557	6.4	<3.2> 4,342	<2.5> 4,198	(3.3)
R & D expenses	<*> Millions of yen	<6.8> 11,687	<6.0> 13,362	14.3	<8.6> 11,705	<8.0> 13,518	15.5

*1 The consolidated financial statements are prepared in conformity with accounting principles generally accepted in the United States of America.

*2 Consolidated Basis: Income before income taxes; Parent Co. Basis: Income before income taxes and extraordinary items

*3 Ratio to net sales

*4 Diluted earnings per share is not stated since there were no potential securities.

*5 Ratio to net sales excluding revenue from services

*6 Figures in parentheses show the number of employees in foreign countries.

Projected Financial Data - Consolidated basis

		Year ending March 31, 2014		
		Previous Projections Announced in July, 2013	Revised Projections	Growth ratio
Net sales	Millions of yen	780,000	820,000	5.1
	<%>*1	<12.8>	<14.6>	%
Operating income	Millions of yen	100,000	120,000	20.0
	<%>*1	<13.5>	<15.0>	
Income before income taxes	Millions of yen	105,000	123,000	17.1
	<%>*1	<9.0>	<10.5>	
Net income	Millions of yen	70,000	86,000	22.9
	<%>*1	<9.0>	<10.5>	
Basic earnings per share	Yen	331.63	407.03	22.7
	<%>*1	<10.1>	<9.4>	
Capital expenditures	Millions of yen	77,000	77,000	(0.0)
	<%>*1	<10.1>	<9.4>	
Depreciation and amortization	Millions of yen	79,000	77,000	(2.5)
	<%>*1	<6.7>	<6.7>	
R & D expenses	Millions of yen	52,000	55,000	5.8

*1 Ratio to net sales

*2 The revised projections are based on the assumed average exchange rates of Yen 95 per US\$ and Yen 125 per Euro for the six months ending March 31, 2014.

*3 The projections above were prepared based on estimates using information currently available. Actual results may differ from the projections.

For assumptions and other information regarding the projections, refer to "Business Results and Financial Position".

Order, Backlog and Sales

(1) Order and Backlog by Product

<Order>

Six months ended September 30, 2012 and 2013

	Millions of Yen					
	Six months ended September 30, 2012		Six months ended September 30, 2013		Change	
		%*1		%*1		%
Capacitors	109,486	32.9	141,609	33.4	32,123	29.3
Piezoelectric Components	39,183	11.7	48,964	11.6	9,781	25.0
Other Components	67,279	20.2	81,096	19.2	13,817	20.5
Components Total	215,948	64.8	271,669	64.2	55,721	25.8
Communication Modules	93,767	28.2	123,961	29.3	30,194	32.2
Power Supplies and Other Modules	23,306	7.0	27,545	6.5	4,239	18.2
Modules Total	117,073	35.2	151,506	35.8	34,433	29.4
Total	333,021	100.0	423,175	100.0	90,154	27.1

Three months ended September 30, 2012 and 2013

	Millions of Yen					
	Three months ended September 30, 2012		Three months ended September 30, 2013		Change	
		%*1		%*1		%
Capacitors	54,784	30.6	73,338	31.5	18,554	33.9
Piezoelectric Components	20,163	11.3	22,985	9.9	2,822	14.0
Other Components	36,498	20.4	45,072	19.4	8,574	23.5
Components Total	111,445	62.3	141,395	60.8	29,950	26.9
Communication Modules	56,037	31.3	77,891	33.5	21,854	39.0
Power Supplies and Other Modules	11,344	6.4	13,407	5.7	2,063	18.2
Modules Total	67,381	37.7	91,298	39.2	23,917	35.5
Total	178,826	100.0	232,693	100.0	53,867	30.1

*1 Component ratio

*2 Figures are based on sales prices to customers.

*3 Exclusive of consumption taxes

*4 The tables by product indicate order, backlog, and sales of electronic components and related products.

<Backlog>

	Millions of Yen					
	As of March 31, 2013		As of September 30, 2013		Change	
		%*1		%*1		%
Capacitors	21,195	29.8	24,380	29.9	3,185	15.0
Piezoelectric Components	7,956	11.2	8,377	10.3	421	5.3
Other Components	11,440	16.1	14,229	17.5	2,789	24.4
Components Total	40,591	57.1	46,986	57.7	6,395	15.8
Communication Modules	24,059	33.8	28,306	34.7	4,247	17.7
Power Supplies and Other Modules	6,449	9.1	6,202	7.6	(247)	(3.8)
Modules Total	30,508	42.9	34,508	42.3	4,000	13.1
Total	71,099	100.0	81,494	100.0	10,395	14.6

*1 Component ratio

*2 Figures are based on sales prices to customers.

*3 Exclusive of consumption taxes

(2) Sales by Product Category, Application and Area

1. Sales by Product Category

Six months ended September 30, 2012 and 2013

	Millions of Yen					
	Six months ended September 30, 2012		Six months ended September 30, 2013		Change	
		%*1		%*1		%
Capacitors	108,885	34.8	138,424	33.5	29,539	27.1
Piezoelectric Components	38,822	12.4	48,543	11.8	9,721	25.0
Other Components	66,550	21.2	78,307	19.0	11,757	17.7
Components Total	214,257	68.4	265,274	64.3	51,017	23.8
Communication Modules	75,541	24.1	119,714	29.0	44,173	58.5
Power Supplies and Other Modules	23,667	7.5	27,792	6.7	4,125	17.4
Modules Total	99,208	31.6	147,506	35.7	48,298	48.7
Net sales	313,465	100.0	412,780	100.0	99,315	31.7

Three months ended September 30, 2012 and 2013

	Millions of Yen					
	Three months ended September 30, 2012		Three months ended September 30, 2013		Change	
		%*1		%*1		%
Capacitors	56,443	32.9	72,320	32.7	15,877	28.1
Piezoelectric Components	19,734	11.5	24,337	11.0	4,603	23.3
Other Components	36,276	21.2	42,990	19.5	6,714	18.5
Components Total	112,453	65.6	139,647	63.2	27,194	24.2
Communication Modules	47,407	27.6	67,705	30.7	20,298	42.8
Power Supplies and Other Modules	11,614	6.8	13,515	6.1	1,901	16.4
Modules Total	59,021	34.4	81,220	36.8	22,199	37.6
Net sales	171,474	100.0	220,867	100.0	49,393	28.8

*1 Component ratio

*2 Exclusive of consumption taxes

2. Sales by Application (based on the Company's estimate)

Six months ended September 30, 2012 and 2013

	Millions of Yen					
	Six months ended September 30, 2012		Six months ended September 30, 2013		Change	
		%*1		%*1		%
AV	23,829	7.6	23,534	5.7	(295)	(1.2)
Communications	142,232	45.4	210,270	50.9	68,038	47.8
Computers and Peripherals	64,475	20.6	71,629	17.4	7,154	11.1
Automotive Electronics	50,870	16.2	57,776	14.0	6,906	13.6
Home and Others	32,059	10.2	49,571	12.0	17,512	54.6
Net sales	313,465	100.0	412,780	100.0	99,315	31.7

Three months ended September 30, 2012 and 2013

	Millions of Yen					
	Three months ended September 30, 2012		Three months ended September 30, 2013		Change	
		%*1		%*1		%
AV	12,922	7.5	12,628	5.7	(294)	(2.3)
Communications	85,003	49.6	117,498	53.2	32,495	38.2
Computers and Peripherals	33,041	19.3	36,438	16.5	3,397	10.3
Automotive Electronics	25,511	14.9	29,493	13.4	3,982	15.6
Home and Others	14,997	8.7	24,810	11.2	9,813	65.4
Net sales	171,474	100.0	220,867	100.0	49,393	28.8

*1 Component ratio

*2 Exclusive of consumption taxes

3. Sales by Area

Six months ended September 30, 2012 and 2013

	Millions of Yen					
	Six months ended September 30, 2012		Six months ended September 30, 2013		Change	
		%*1		%*1		%
The Americas	19,488	6.2	30,593	7.4	11,105	57.0
Europe	32,599	10.4	33,851	8.2	1,252	3.8
Greater China	164,273	52.4	216,992	52.6	52,719	32.1
Asia and Others	57,677	18.4	94,872	23.0	37,195	64.5
Overseas total	274,037	87.4	376,308	91.2	102,271	37.3
Japan	39,428	12.6	36,472	8.8	(2,956)	(7.5)
Net sales	313,465	100.0	412,780	100.0	99,315	31.7

Three months ended September 30, 2012 and 2013

	Millions of Yen					
	Three months ended September 30, 2012		Three months ended September 30, 2013		Change	
		%*1		%*1		%
The Americas	10,271	6.0	15,549	7.1	5,278	51.4
Europe	16,264	9.5	17,052	7.7	788	4.8
Greater China	96,094	56.0	120,640	54.6	24,546	25.5
Asia and Others	29,974	17.5	49,058	22.2	19,084	63.7
Overseas total	152,603	89.0	202,299	91.6	49,696	32.6
Japan	18,871	11.0	18,568	8.4	(303)	(1.6)
Net sales	171,474	100.0	220,867	100.0	49,393	28.8

*1 Component ratio

*2 Exclusive of consumption taxes

Quarterly Consolidated Performance

(1) Consolidated Financial Results

	Millions of yen							
	Three months ended June 30, 2012		Three months ended September 30, 2012		Three months ended December 31, 2012		Three months ended March 31, 2013	
		% *1		% *1		% *1		% *1
Net sales	142,580	100.0	172,103	100.0	192,190	100.0	174,148	100.0
Operating income	6,108	4.3	18,244	10.6	20,074	10.4	14,210	8.2
Income before income taxes	5,479	3.8	17,539	10.2	23,059	12.0	13,457	7.7
Net income	3,558	2.5	11,571	6.7	16,276	8.5	10,981	6.3

	Millions of yen			
	Three months ended June 30, 2013		Three months ended September 30, 2013	
		% *1		% *1
Net sales	192,581	100.0	221,550	100.0
Operating income	24,941	13.0	42,478	19.2
Income before income taxes	24,699	12.8	43,650	19.7
Net income	17,481	9.1	30,168	13.6

*1 Ratio to net sales

(2) Sales by Product Category

	Millions of yen							
	Three months ended June 30, 2012		Three months ended September 30, 2012		Three months ended December 31, 2012		Three months ended March 31, 2013	
		% *1		% *1		% *1		% *1
Capacitors	52,442	36.9	56,443	32.9	60,432	31.6	59,402	34.2
Piezoelectric Components	19,088	13.5	19,734	11.5	20,536	10.7	21,273	12.3
Other Components	30,274	21.3	36,276	21.2	37,627	19.6	34,680	20.0
Components Total	101,804	71.7	112,453	65.6	118,595	61.9	115,355	66.5
Communication Modules	28,134	19.8	47,407	27.6	61,476	32.1	45,882	26.5
Power Supplies and Other Modules	12,053	8.5	11,614	6.8	11,416	6.0	12,169	7.0
Modules Total	40,187	28.3	59,021	34.4	72,892	38.1	58,051	33.5
Net sales	141,991	100.0	171,474	100.0	191,487	100.0	173,406	100.0

	Millions of yen			
	Three months ended June 30, 2013		Three months ended September 30, 2013	
		% *1		% *1
Capacitors	66,104	34.5	72,320	32.7
Piezoelectric Components	24,206	12.6	24,337	11.0
Other Components	35,317	18.4	42,990	19.5
Components Total	125,627	65.5	139,647	63.2
Communication Modules	52,009	27.1	67,705	30.7
Power Supplies and Other Modules	14,277	7.4	13,515	6.1
Modules Total	66,286	34.5	81,220	36.8
Net sales	191,913	100.0	220,867	100.0

*1 Component ratio

*2 Exclusive of consumption taxes