

Consolidated Financial Flash Report (September 30, 2012)

Date: October 31, 2012

Company Name : Murata Manufacturing Co., Ltd.
Listing Code : 6981
(URL <http://www.murata.com/>)
Phone : (075) 955-6525

Stock Exchange Listings:
Tokyo Stock Exchange
Osaka Securities Exchange
Stock Exchange of Singapore

1. Consolidated financial results for the six months ended September 30, 2012

(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, 2012	314,683	6.3	24,352	(21.5)	23,018	(33.7)	15,129	(36.1)
Six months ended September 30, 2011	295,906	(6.1)	31,024	(32.9)	34,719	(26.8)	23,669	(23.8)

Comprehensive income: 6,745 million yen for the year ended September 30, 2012 and 9,335 million yen for the year ended September 30, 2011

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2012	71.68	71.68
Six months ended September 30, 2011	110.28	110.28

* 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 in 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, 2012	1,007,393	804,730	79.9	3,812.51
As of March 31, 2012	1,000,885	808,542	80.8	3,830.55

2. Dividends (Year ended March 31, 2012 and the year ending March 31, 2013)

	Cash dividends per share				
	First Quarter	Second Quarter	Third Quarter	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
2012	-	50.00	-	50.00	100.00
2013	-	50.00	-	50.00	100.00
2013 (Projected)	-	-	-	50.00	100.00

*No change in the projected dividends during the three months ended September 30, 2012.

3. Projected financial results for the year ending March 31, 2013 (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, 2013	665,000	13.7	50,000	11.2	50,000	(1.8)	33,000	(7.1)	156.34

*Projected financial results have been revised during the three months ended September 30, 2012.

Percentages for the year ending March 31, 2013 are the growth ratio against the previous year.

4. Other

(1) Changes in significant subsidiaries during the three months ended September 30, 2012 (changes in specific subsidiaries that caused change in scope of consolidation) : None

(2) Adoption of simplified and specifically applied accounting method

The Company adopted 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, 2012 and as of March 31, 2012

Number of treasury stock: 14,187,215 shares as of September 30, 2012 and 14,186,308 shares as of March 31, 2012

Average number of shares outstanding: 211,076,841 shares for the three months ended September 30, 2012 and 214,633,345 shares for the three months ended September 30, 2011

*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, 2012 through September 30, 2012)

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, delay in the recovery of the U.S. employment and housing markets, and the decline in growth rates in emerging countries such as China.

In the electronics market, while the production of AV devices, PCs, and HDDs was sluggish, the demand for electronic components increased for new smartphones and tablet devices from the second quarter of this fiscal year.

Under these circumstances, sales of Murata Manufacturing Co., Ltd. (the "Company") were 314,683 million yen for the period under review, up 6.3% from the same period of the previous year.

Operating income was 24,352 million yen, down 21.5%; income before income taxes was 23,018 million yen, down 33.7%; and net income was 15,129 million yen, down 36.1%, from the same period of 2011. Despite the Company's comprehensive cost-reduction measures, the fall in profits mainly came from the cost to increase production capacity for the sales increase, the increase in fixed costs owing to the acquisitions of businesses, price reductions, and the appreciation of the yen.

	Millions of yen					
	Six months ended September 30, 2011		Six months ended September 30, 2012		Change	
		%*		%*		%*
Net sales	295,906	100.0	314,683	100.0	18,777	6.3
Operating income	31,024	10.5	24,352	7.7	(6,672)	(21.5)
Income before income taxes	34,719	11.7	23,018	7.3	(11,701)	(33.7)
Net income	23,669	8.0	15,129	4.8	(8,540)	(36.1)
Average exchange rates (Yen/U.S. dollar)	79.81	—	79.42	—	(0.39)	—
Average exchange rates (Yen/EURO)	113.78	—	100.64	—	(13.14)	—

*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, 2011		Six months ended September 30, 2012		Change	
			%*		%*		%
	Capacitors	109,899	37.3	108,885	34.8	(1,014)	(0.9)
	Piezoelectric Components	39,567	13.4	38,822	12.4	(745)	(1.9)
	Other Components	57,395	19.5	66,550	21.2	9,155	16.0
	Components Total	206,861	70.2	214,257	68.4	7,396	3.6
	Communication Modules	62,494	21.2	75,541	24.1	13,047	20.9
	Power Supplies and Other Modules	25,362	8.6	23,667	7.5	(1,695)	(6.7)
	Modules Total	87,856	29.8	99,208	31.6	11,352	12.9
	Net sales	294,717	100.0	313,465	100.0	18,748	6.4

*Component ratio

<Components>

Sales of components for the period under review increased by 3.6% year on year to 214,257 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, increased slightly because sales were sluggish for AV devices and “Home and Other” while sales grew significantly for tablet devices and automotive electronics, thanks to the increase in the production of automobiles and the progress in vehicle electrification. Sales of other capacitors were also slow for AV devices and “Home and Other.”

As a result, overall net sales decreased by 0.9% year on year to 108,885 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 decreased, since the ratio of internal sales to the Communication Modules segment, which are eliminated in external reporting, increased as more and more customers prefer to purchase communication modules than to purchase discrete components in radio-frequency circuits of wireless communication devices. Sales of ceramic resonators were active for automotive electronics and mobile phones.

As a result, overall net sales dropped by 1.9% year on year to 38,822 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 were strong for mobile phones but declined for flat-screen TVs and base stations. Sales of inductors (coils) showed a large increase because sales of high-frequency inductors rose considerably for mobile phones, tablet devices, and automotive electronics. Sales of connectors grew greatly for mobile phones and tablet devices. Sales of sensors increased substantially because MEMS (Micro Electro Mechanical Systems) sensors were added to our product lineup through the acquisition of VTI Technologies Oy.

As a result, overall net sales increased by 16.0% year on year to 66,550 million yen.

<Modules>

Sales of Modules for the period under review increased by 12.9% year on year to 99,208 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 declined because sales were sluggish for portable media players and mobile phones excluding smartphones while sales increased for smartphones and tablet devices. Sales of multilayer ceramic devices rose greatly for mobile phones and tablet devices. Sales of circuit modules grew significantly, since the Company acquired the power amplifier business from Renesas Electronics Corporation on March 1, 2012.

As a result, overall net sales posted a year-on-year increase of 20.9% to 75,541 million yen.

[Power Supplies and Other Modules]

This product category includes power supplies.

For the period under review, sales of power supplies dropped because of sluggish sales for all applications but automotive electronics.

As a result, overall net sales posted a year-on-year decline of 6.7% to 23,667 million yen.

2. Financial Position

Liquidity in hand (cash, short-term investments, available-for-sale securities (government and private debt securities), and long-term deposits) as of September 30, 2012 decreased by 41,284 million yen from March 31, 2012 to 293,355 million yen. Interest-bearing debt (short-term borrowings and long-term debt) increased by 10,157 million yen from March 31, 2012 to 47,353 million yen. As a result, net cash declined by 51,441 million yen from March 31, 2012 to 246,002 million yen. Total assets as of September 30, 2012 increased by 6,508 million yen from the end of the previous fiscal year to 1,007,393 million yen. The ratio of shareholders' equity to total assets decreased by 0.9 percentage points from the end of the

previous fiscal year to 79.9% as of September 30, 2012.

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 9,099 million yen. As for the details, net income was 15,129 million yen, and depreciation and amortization were 33,129 million yen, while trade notes and accounts receivable increased by 26,262 million yen, inventories increased by 20,488 million yen, and prepaid expenses and other decreased by 6,125 million yen.

Net cash provided by operating activities decreased by 8,752 million yen as compared to that for the six months ended September 30, 2011.

< Net Cash Used in Investing Activities >

For the period under review, net cash used in investing activities was 23,566 million yen. While cash inflows from maturities and sales of marketable securities, investments and other were 49,300 million yen, cash outflows from capital expenditures were 46,051 million yen and payment for purchases of marketable securities, investments and other was 18,031 million yen.

Net cash used in investing activities increased by 15,043 million yen as compared to that for the six months ended September 30, 2011.

< Net Cash Provided by Financing Activities >

For the period under review, net cash provided by financing activities was 966 million yen. While cash outflows from payment for dividends were 10,554 million yen, cash inflows from an increase of short-term borrowings were 10,891 million yen.

Net cash provided by financing activities increased by 5,878 million yen as compared to that for the six months ended September 30, 2011.

3. Projected Results for the Year Ending March 31, 2013

The Company has revised the projected results for the year ending March 31, 2013, which were announced on July 31, 2012, as listed below.

Year ending March 31, 2013		Consolidated Basis	
		Previous Projections Announced in July 2012	Revised Projections
Net sales	Millions of yen	665,000	665,000
	<%>*	<8.4>	<7.5>
Operating income	Millions of yen	56,000	50,000
	<%>*	<8.7>	<7.5>
Income before income taxes	Millions of yen	58,000	50,000
	<%>*	<6.0>	<5.0>
Net income	Millions of yen	40,000	33,000

*Component ratio

In the electronics market, the demand for components picked up for new smartphones and tablet devices from the second quarter of this fiscal year. The world economy, however, remains stagnant and the production of AV devices and PCs is expected to be below our estimate made in the beginning of this fiscal year.

When the Company revised the projected results for this fiscal year on July 31, 2012, it did not revise the projected results for the latter half of the fiscal year, which were announced on April 27, 2012, since the business outlook was quite unclear owing to stagnant worldwide economies resulting from financial instability in the Eurozone and the prolonged appreciation of the yen and it was highly difficult to make an accurate forecast at that time.

The Company has revised the projected results for the year ending March 31, 2013 as shown above, considering the current outlook for the component demand and some factors in profit decline, such as further buildup of production capacity and a decline in sales prices. The projections are based on the assumed exchange rates of 80 yen against the U.S. dollar and 100 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, 2012 and September 30, 2012

	Millions of Yen			
	As of March 31, 2012		As of September 30, 2012	
		%		%
Assets	1,000,885	100.0	1,007,393	100.0
Current assets	431,850	43.1	447,567	44.4
Cash	54,460		43,859	
Short-term investments	25,391		29,774	
Marketable securities	64,215		51,236	
Trade notes receivable	915		763	
Trade accounts receivable	122,175		143,561	
Allowance for doubtful notes and accounts	(761)		(710)	
Inventories	132,037		150,966	
Deferred income taxes	16,927		17,910	
Prepaid expenses and other	16,491		10,208	
Property, plant and equipment	304,934	30.5	317,267	31.5
Land	46,512		46,541	
Buildings	284,023		285,847	
Machinery and equipment	627,961		655,626	
Construction in progress	26,131		21,565	
Accumulated depreciation	(679,693)		(692,312)	
Investments and other assets	264,101	26.4	242,559	24.1
Investments in affiliates	2,070		2,182	
Investments	195,773		174,789	
Goodwill	12,864		13,373	
Deferred income taxes	8,879		9,730	
Other	44,515		42,485	
Total assets	1,000,885	100.0	1,007,393	100.0

Consolidated Balance Sheets (Liabilities and Shareholders' Equity)

As of March 31, 2012 and September 30, 2012

	Millions of Yen			
	As of March 31, 2012		As of September 30, 2012	
Liabilities	192,343	19.2	202,663	20.1
Current liabilities	121,445	12.1	131,572	13.1
Short-term borrowings	30,392		40,252	
Trade accounts payable	36,940		34,408	
Accrued payroll and bonuses	21,998		22,377	
Income taxes payable	2,712		8,244	
Accrued expenses and other	29,403		26,291	
Long-term liabilities	70,898	7.1	71,091	7.0
Long-term debt	6,804		7,101	
Termination and retirement benefits	62,303		62,454	
Deferred income taxes	535		317	
Other	1,256		1,219	
Shareholders' equity	808,542	80.8	804,730	79.9
Common stock	69,377		69,377	
Capital surplus	102,396		102,396	
Retained earnings	743,206		747,781	
Accumulated other comprehensive loss :	(43,373)		(51,757)	
Unrealized gains on securities	1,044		1,352	
Pension liability adjustments	(4,687)		(4,542)	
Unrealized gains (losses) on derivative instruments	(527)		21	
Foreign currency translation adjustments	(39,203)		(48,588)	
Treasury stock, at cost	(63,064)		(63,067)	
Total liabilities and shareholders' equity	1,000,885	100.0	1,007,393	100.0

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

Consolidated Statements of Income

Six months ended September 30, 2011 and 2012

	Millions of Yen			
	Six months ended September 30, 2011		Six months ended September 30, 2012	
		%		%
Net sales	295,906	100.0	314,683	100.0
Cost of sales	203,351	68.7	222,793	70.8
Selling, general and administrative	41,494	14.0	44,381	14.1
Research and development	20,037	6.8	23,157	7.4
Operating income	31,024	10.5	24,352	7.7
Interest and dividend income	2,592	0.8	1,854	0.5
Interest expense	(34)	(0.0)	(137)	(0.0)
Foreign currency exchange gain (loss)	966	0.3	(1,719)	(0.5)
Other - net	171	0.1	(1,332)	(0.4)
Income before income taxes	34,719	11.7	23,018	7.3
Income taxes	12,468	4.2	8,001	2.5
<Current income tax>	<11,138>		<10,271>	
<Deferred income tax>	<1,330>		<(2,270)>	
Equity in earnings of affiliates	1,418	0.5	112	0.0
Net income	23,669	8.0	15,129	4.8

Consolidated Statements of Comprehensive Income

Six months ended September 30, 2011 and 2012

	Millions of Yen	
	Six months ended September 30, 2011	Six months ended September 30, 2012
Net income	23,669	15,129
Other comprehensive income (loss), net of tax :		
Unrealized gains (losses) on securities	(2,986)	308
Pension liability adjustments	(67)	145
Unrealized gains (losses) on derivative instruments	(12)	548
Foreign currency translation adjustments	(11,269)	(9,385)
Other comprehensive loss	(14,334)	(8,384)
Comprehensive income	9,335	6,745

Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income

Three months ended September 30, 2011 and 2012

	Millions of Yen			
	Three months ended September 30, 2011		Three months ended September 30, 2012	
		%		%
Net sales	152,674	100.0	172,103	100.0
Cost of sales	108,199	70.9	119,918	69.7
Selling, general and administrative	20,482	13.4	22,254	12.9
Research and development	10,202	6.7	11,687	6.8
Operating income	13,791	9.0	18,244	10.6
Interest and dividend income	1,234	0.8	841	0.5
Interest expense	(22)	(0.0)	(68)	(0.0)
Foreign currency exchange gain (loss)	620	0.4	(646)	(0.4)
Other - net	(13)	(0.0)	(832)	(0.5)
Income before income taxes	15,610	10.2	17,539	10.2
Income taxes	6,062	4.0	6,027	3.5
<Current income tax>	<7,040>		<8,963>	
<Deferred income tax>	<(978)>		<(2,936)>	
Equity in losses (earnings) of affiliates	(119)	(0.0)	59	(0.0)
Net income	9,429	6.2	11,571	6.7

Consolidated Statements of Comprehensive Income

Three months ended September 30, 2011 and 2012

	Millions of Yen	
	Three months ended September 30, 2011	Three months ended September 30, 2012
Net income	9,429	11,571
Other comprehensive income (loss), net of tax :		
Unrealized gains (losses) on securities	(2,811)	575
Pension liability adjustments	(24)	71
Unrealized losses on derivative instruments	(351)	(62)
Foreign currency translation adjustments	(8,253)	(3,511)
Other comprehensive loss	(11,439)	(2,927)
Comprehensive income (loss)	(2,010)	8,644

(3) Consolidated Statements of Cash Flows

Six months ended September 30, 2011 and 2012

	Millions of Yen			
	Six months ended September 30, 2011		Six months ended September 30, 2012	
Operating activities:				
Net income		23,669		15,129
Adjustments to reconcile net income to net cash provided by operating activities:				
Depreciation and amortization	28,548		33,129	
Losses on sales and disposals of property, plant and equipment	348		399	
Provision for termination and retirement benefits, less payments	246		441	
Deferred income taxes	1,330		(2,270)	
Equity in earnings of affiliates	(1,418)		(112)	
Changes in assets and liabilities:				
Increase in trade notes and accounts receivable	(7,028)		(26,262)	
Increase in inventories	(15,028)		(20,488)	
Decrease (Increase) in prepaid expenses and other	(781)		6,125	
Increase (Decrease) in trade notes and accounts payable	1,991		(2,459)	
Increase (Decrease) in accrued payroll and bonuses	(197)		464	
Increase (Decrease) in income taxes payable	(15,485)		5,611	
Increase (Decrease) in accrued expenses and other	734		(2,259)	
Other-net	922	(5,818)	1,651	(6,030)
Net cash provided by operating activities		17,851		9,099
Investing activities:				
Capital expenditures		(33,673)		(46,051)
Payment for purchases of marketable securities, investments and other		(24,955)		(18,031)
Maturities and sales of marketable securities, investments and other		43,427		49,300
Decrease (Increase) in short-term investments		7,577		(7,567)
Increase in investments in affiliates		(1,140)		-
Acquisition of businesses, net of cash acquired		-		(1,860)
Other		241		643
Net cash provided by (used in) investing activities		(8,523)		(23,566)
Financing activities:				
Net increase in short-term borrowings		3,168		10,891
Proceeds from long-term debt		2,810		636
Dividends paid		(10,732)		(10,554)
Other		(158)		(7)
Net cash used in financing activities		(4,912)		966
Effect of exchange rate changes on cash and cash equivalents		(1,212)		(284)
Net increase (decrease) in cash and cash equivalents		3,204		(13,785)
Cash and cash equivalents at beginning of period		63,020		65,302
Cash and cash equivalents at end of period		66,224		51,517
Additional cash and cash equivalents information:				
Cash		55,860		43,859
Short-term investments		24,091		29,774
Short-term investments with the original maturities over three months		(13,727)		(22,116)
Cash and cash equivalents at end of period		66,224		51,517

	Millions of Yen	
	As of September 30, 2011	As of September 30, 2012
Cash and cash equivalents at end of period	66,224	51,517
Short-term investments with the original maturities over three months	13,727	22,116
Available-for-sale securities (Governmental and Private debt securities)	275,651	213,722
Long-term deposits	6,000	6,000
Liquidity in hand	361,602	293,355
Interest bearing liabilities	(14,097)	(47,353)
Net cash	347,505	246,002

(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, 2011 and 2012

		Millions of Yen			
		Six months ended September 30, 2011		Six months ended September 30, 2012	
Components	Sales to :		%		%
	Unaffiliated customers	206,861		214,257	
	Intersegment	4,232		8,714	
	Total revenue	211,093	100.0	22,971	100.0
	Segment income	39,769	18.8	35,351	15.9
Modules	Sales to :		%		%
	Unaffiliated customers	87,856		99,208	
	Intersegment	124		122	
	Total revenue	87,980	100.0	99,330	100.0
	Segment income	5,786	6.6	3,512	3.5
Others	Sales to :		%		%
	Unaffiliated customers	1,189		1,218	
	Intersegment	16,994		17,386	
	Total revenue	18,183	100.0	18,604	100.0
	Segment income	2,083	11.5	1,814	9.8
Corporate and eliminations	Sales to :		%		%
	Unaffiliated customers	-		-	
	Intersegment	(21,350)		(26,222)	
	Total revenue	(21,350)	-	(26,222)	-
	Corporate expenses	(16,614)	-	(16,325)	-
Consolidated	Sales to :		%		%
	Unaffiliated customers	295,906		314,683	
	Intersegment	-		-	
	Total revenue	295,906	100.0	314,683	100.0
	Operating income	31,024	10.5	24,352	7.7

Three months ended September 30, 2011 and 2012

		Millions of Yen			
		Three months ended September 30, 2011		Three months ended September 30, 2012	
Components	Sales to :		%		%
	Unaffiliated customers	103,729		112,453	
	Intersegment	2,430		5,465	
	Total revenue	106,159	100.0	117,918	100.0
	Segment income	17,626	16.6	21,119	17.9
Modules	Sales to :		%		%
	Unaffiliated customers	48,337		59,021	
	Intersegment	64		57	
	Total revenue	48,401	100.0	59,078	100.0
	Segment income	3,462	7.2	3,867	6.5
Others	Sales to :		%		%
	Unaffiliated customers	608		629	
	Intersegment	8,316		8,698	
	Total revenue	8,924	100.0	9,327	100.0
	Segment income	863	9.7	715	7.7
Corporate and eliminations	Sales to :		%		%
	Unaffiliated customers	-		-	
	Intersegment	(10,810)		(14,220)	
	Total revenue	(10,810)	-	(14,220)	-
	Corporate expenses	(8,160)	-	(7,457)	-
Consolidated	Sales to :		%		%
	Unaffiliated customers	152,674		172,103	
	Intersegment	-		-	
	Total revenue	152,674	100.0	172,103	100.0
	Operating income	13,791	9.0	18,244	10.6

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 segments represents net sales, less related costs.

Corporate expenses represent expenses of headquarters functions and fundamental researches.

(6) Significant changes in shareholders' equity

None

(7) Other

October 31, 2012
Murata Manufacturing Co., Ltd.
Listing Code : 6981
(URL <http://www.murata.com/>)

Flash Report (Six months ended September 30, 2012)

Selected Financial Data

Six months ended September 30, 2011 and 2012 / As of September 30, 2011 and 2012

		Consolidated Basis			Parent Co. Basis		
		2011	2012	Growth ratio	2011	2012	Growth ratio
Net sales	Millions of yen	295,906	314,683	6.3	255,001	257,845	1.1
Operating income	<*>3 Millions of yen	<10.5> 31,024	<7.7> 24,352	(21.5)	<1.5> 3,751	<0.2> 518	(86.2)
Income before income taxes (and extraordinary items) *2	<*>3 Millions of yen	<11.7> 34,719	<7.3> 23,018	(33.7)	<4.5> 11,518	<3.6> 9,384	(18.5)
Net income	<*>3 Millions of yen	<8.0> 23,669	<4.8> 15,129	(36.1)	<4.1> 10,504	<3.7> 9,562	(9.0)
Total assets	Millions of yen	978,810	1,007,393	2.9	611,231	590,561	(3.4)
Shareholders' equity	Millions of yen	819,745	804,730	(1.8)	402,273	383,491	(4.7)
Shareholders' equity ratio	%	83.7	79.9	-	65.8	64.9	-
Basic earnings per share	Yen	110.28	71.68	(35.0)	48.94	45.31	(7.4)
Diluted earnings per share *4	Yen	-	-	-	-	-	-
Shareholders' equity per share	Yen	3,819.28	3,812.51	-	1,874.24	1,816.84	-
Capital expenditures	Millions of yen	33,673	46,051	36.8	5,667	7,188	26.8
Depreciation and amortization	<*> Millions of yen	<9.6> 28,548	<10.5> 33,129	16.0	<3.2> 7,981	<3.3> 8,420	5.5
R & D expenses	<*> Millions of yen	<6.8> 20,037	<7.4> 23,157	15.6	<8.4> 20,851	<9.3> 23,486	12.6
Number of employees	*6	<13,828> 35,937	<14,919> 37,637	4.7	6,960	7,191	3.3
Average exchange rates							
Yen/US dollar	Yen	79.81	79.42	-			
Yen/EURO	Yen	113.78	100.64	-			

Three months ended September 30, 2011 and 2012

		Consolidated Basis			Parent Co. Basis		
		2011	2012	Growth ratio	2011	2012	Growth ratio
Net sales	Millions of yen	152,674	172,103	12.7	132,749	140,112	5.5
Operating income	<*>3 Millions of yen	<9.0> 13,791	<10.6> 18,244	32.3	<1.6> 2,130	<1.5> 2,138	0.4
Income before income taxes (and extraordinary items) *2	<*>3 Millions of yen	<10.2> 15,610	<10.2> 17,539	12.4	<0.8> 1,108	<2.2> 3,128	182.2
Net income	<*>3 Millions of yen	<6.2> 9,429	<6.7> 11,571	22.7	<0.7> 958	<3.3> 4,638	283.6
Basic earnings per share	Yen	43.93	54.82	24.8	4.47	21.97	391.8
Diluted earnings per share*4	Yen	-	-	-	-	-	-
Capital expenditures	Millions of yen	17,583	21,047	19.7	3,747	4,302	14.8
Depreciation and amortization	<*> Millions of yen	<9.7> 14,753	<10.1> 17,435	18.2	<3.2> 4,103	<3.2> 4,342	5.8
R & D expenses	<*> Millions of yen	<6.7> 10,202	<6.8> 11,687	14.6	<8.2> 10,630	<8.6> 11,705	10.1

*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 The 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 overseas countries.

Projected Financial Data - Consolidated basis

		Year ending March 31, 2013		
		Previous Projections Announced in July, 2012	Revised Projections	Growth ratio
Net sales	Millions of yen	665,000	665,000	(0.0)
Operating income	<%>*1 Millions of yen	<8.4> 56,000	<7.5> 50,000	(10.7)
Income before income taxes	<%>*1 Millions of yen	<8.7> 58,000	<7.5> 50,000	(13.8)
Net income	<%>*1 Millions of yen	<6.0> 40,000	<5.0> 33,000	(17.5)
Basic earnings per share	Yen	189.50	156.34	(17.5)
Capital expenditures	Millions of yen	68,000	73,000	7.4
Depreciation and amortization	<%>*1 Millions of yen	<10.2> 68,000	<10.7> 71,000	4.4
R & D expenses	<%>*1 Millions of yen	<7.1> 47,000	<7.1> 47,000	(0.0)

*1 Ratio to net sales

*2 The revised projections are based on the assumed average exchange rates of Yen 80 per US\$ and Yen 100 per Euro for the six months ending March 31, 2013.

*3 The projections above were prepared based on estimates using information currently available. Actual results may differ from 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, 2011 and 2012

	Millions of Yen					
	Six months ended September 30, 2011		Six months ended September 30, 2012		Change	
		%*1		%*1		%
Capacitors	102,926	36.5	109,486	32.6	6,560	6.4
Piezoelectric Components	37,629	13.3	39,183	11.7	1,554	4.1
Other Components	55,347	19.6	69,920	20.8	14,573	26.3
Components Total	195,902	69.4	218,589	65.1	22,687	11.6
Communication Modules	61,083	21.6	93,767	27.9	32,684	53.5
Power Supplies and Other Modules	25,403	9.0	23,306	7.0	(2,097)	(8.3)
Modules Total	86,486	30.6	117,073	34.9	30,587	35.4
Total	282,388	100.0	335,662	100.0	53,274	18.9

Three months ended September 30, 2011 and 2012

	Millions of Yen					
	Three months ended September 30, 2011		Three months ended September 30, 2012		Change	
		%*1		%*1		%
Capacitors	48,182	32.2	54,784	30.6	6,602	13.7
Piezoelectric Components	20,310	13.5	20,163	11.3	(147)	(0.7)
Other Components	28,164	18.8	36,498	20.4	8,334	29.6
Components Total	96,656	64.5	111,445	62.3	14,789	15.3
Communication Modules	40,594	27.1	56,037	31.3	15,443	38.0
Power Supplies and Other Modules	12,550	8.4	11,344	6.4	(1,206)	(9.6)
Modules Total	53,144	35.5	67,381	37.7	14,237	26.8
Total	149,800	100.0	178,826	100.0	29,026	19.4

*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, 2012		As of September 30, 2012		Change	
		%*1		%*1		%
Capacitors	18,422	31.5	19,023	24.4	601	3.3
Piezoelectric Components	8,223	14.1	8,584	11.0	361	4.4
Other Components	11,112	19.0	11,841	15.2	729	6.6
Components Total	37,757	64.6	39,448	50.6	1,691	4.5
Communication Modules	15,291	26.2	33,517	43.0	18,226	119.2
Power Supplies and Other Modules	5,383	9.2	5,022	6.4	(361)	(6.7)
Modules Total	20,674	35.4	38,539	49.4	17,865	86.4
Total	58,431	100.0	77,987	100.0	19,556	33.5

*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, 2011 and 2012

	Millions of Yen					
	Six months ended September 30, 2011		Six months ended September 30, 2012		Change	
		%*1		%*1		%
Capacitors	109,899	37.3	108,885	34.8	(1,014)	(0.9)
Piezoelectric Components	39,567	13.4	38,822	12.4	(745)	(1.9)
Other Components	57,395	19.5	66,550	21.2	9,155	16.0
Components Total	206,861	70.2	214,257	68.4	7,396	3.6
Communication Modules	62,494	21.2	75,541	24.1	13,047	20.9
Power Supplies and Other Modules	25,362	8.6	23,667	7.5	(1,695)	(6.7)
Modules Total	87,856	29.8	99,208	31.6	11,352	12.9
Net sales	294,717	100.0	313,465	100.0	18,748	6.4

Three months ended September 30, 2011 and 2012

	Millions of Yen					
	Three months ended September 30, 2011		Three months ended September 30, 2012		Change	
		%*1		%*1		%
Capacitors	54,061	35.5	56,443	32.9	2,382	4.4
Piezoelectric Components	20,455	13.5	19,734	11.5	(721)	(3.5)
Other Components	29,213	19.2	36,276	21.2	7,063	24.2
Components Total	103,729	68.2	112,453	65.6	8,724	8.4
Communication Modules	35,231	23.2	47,407	27.6	12,176	34.6
Power Supplies and Other Modules	13,106	8.6	11,614	6.8	(1,492)	(11.4)
Modules Total	48,337	31.8	59,021	34.4	10,684	22.1
Net sales	152,066	100.0	171,474	100.0	19,408	12.8

*1 Component ratio

*2 Exclusive of consumption taxes

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

Six months ended September 30, 2011 and 2012

	Millions of Yen					
	Six months ended September 30, 2011		Six months ended September 30, 2012		Change	
		%*1		%*1		%
AV	32,572	11.1	23,829	7.6	(8,743)	(26.8)
Communications	127,393	43.2	142,232	45.4	14,839	11.6
Computers and Peripherals	56,902	19.3	64,475	20.6	7,573	13.3
Automotive Electronics	39,843	13.5	50,870	16.2	11,027	27.7
Home and Others	38,007	12.9	32,059	10.2	(5,948)	(15.6)
Net sales	294,717	100.0	313,465	100.0	18,748	6.4

Three months ended September 30, 2011 and 2012

	Millions of Yen					
	Three months ended September 30, 2011		Three months ended September 30, 2012		Change	
		%*1		%*1		%
AV	17,448	11.5	12,922	7.5	(4,526)	(25.9)
Communications	67,084	44.1	85,003	49.6	17,919	26.7
Computers and Peripherals	27,933	18.4	33,041	19.3	5,108	18.3
Automotive Electronics	20,999	13.8	25,511	14.9	4,512	21.5
Home and Others	18,602	12.2	14,997	8.7	(3,605)	(19.4)
Net sales	152,066	100.0	171,474	100.0	19,408	12.8

*1 Component ratio

*2 Exclusive of consumption taxes

3. Sales by Area

Six months ended September 30, 2011 and 2012

	Millions of Yen					
	Six months ended September 30, 2011		Six months ended September 30, 2012		Change	
		%*1		%*1		%
The Americas	21,887	7.4	19,488	6.2	(2,399)	(11.0)
Europe	34,871	11.8	32,599	10.4	(2,272)	(6.5)
Greater China	141,626	48.1	164,273	52.4	22,647	16.0
Asia and Others	54,567	18.5	57,677	18.4	3,110	5.7
Overseas total	252,951	85.8	274,037	87.4	21,086	8.3
Japan	41,766	14.2	39,428	12.6	(2,338)	(5.6)
Net sales	294,717	100.0	313,465	100.0	18,748	6.4

Three months ended September 30, 2011 and 2012

	Millions of Yen					
	Three months ended September 30, 2011		Three months ended September 30, 2012		Change	
		%*1		%*1		%
The Americas	10,509	6.9	10,271	6.0	(238)	(2.3)
Europe	16,478	10.9	16,264	9.5	(214)	(1.3)
Greater China	75,092	49.4	96,094	56.0	21,002	28.0
Asia and Others	28,635	18.8	29,974	17.5	1,339	4.7
Overseas total	130,714	86.0	152,603	89.0	21,889	16.7
Japan	21,352	14.0	18,871	11.0	(2,481)	(11.6)
Net sales	152,066	100.0	171,474	100.0	19,408	12.8

*1 Component ratio

*2 Exclusive of consumption taxes

Quarterly Consolidated Performance

(1) Consolidated Financial Results

	Millions of yen							
	Three months ended June 30, 2011		Three months ended September 30, 2011		Three months ended December 31, 2011		Three months ended March 31, 2012	
		% *1		% *1		% *1		% *1
Net sales	143,232	100.0	152,674	100.0	148,672	100.0	140,084	100.0
Operating income	17,233	12.0	13,791	9.0	11,171	7.5	2,778	2.0
Income before income taxes	19,109	13.3	15,610	10.2	12,230	8.2	3,982	2.8
Net income(loss)	14,240	9.9	9,429	6.2	7,758	5.2	(620)	(0.4)

	Millions of yen			
	Three months ended June 30, 2012		Three months ended September 30, 2012	
		% *1		% *1
Net sales	142,580	100.0	172,103	100.0
Operating income	6,108	4.3	18,244	10.6
Income before income taxes	5,479	3.8	17,539	10.2
Net income	3,558	2.5	11,571	6.7

*1 Ratio to net sales

(2) Sales by Product Category

	Millions of yen							
	Three months ended June 30, 2011		Three months ended September 30, 2011		Three months ended December 31, 2011		Three months ended March 31, 2012	
		% *1		% *1		% *1		% *1
Capacitors	55,838	39.1	54,061	35.5	49,950	33.8	48,537	34.8
Piezoelectric Components	19,112	13.4	20,455	13.5	19,716	13.3	19,325	13.9
Other Components	28,182	19.8	29,213	19.2	27,855	18.8	26,988	19.3
Components Total	103,132	72.3	103,729	68.2	97,521	65.9	94,850	68.0
Communication Modules	27,263	19.1	35,231	23.2	38,514	26.0	32,907	23.6
Power Supplies and Other Modules	12,256	8.6	13,106	8.6	11,960	8.1	11,740	8.4
Modules Total	39,519	27.7	48,337	31.8	50,474	34.1	44,647	32.0
Net sales	142,651	100.0	152,066	100.0	147,995	100.0	139,497	100.0

	Millions of yen			
	Three months ended June 30, 2012		Three months ended September 30, 2012	
		% *1		% *1
Capacitors	52,442	36.9	56,443	32.9
Piezoelectric Components	19,088	13.5	19,734	11.5
Other Components	30,274	21.3	36,276	21.2
Components Total	101,804	71.7	112,453	65.6
Communication Modules	28,134	19.8	47,407	27.6
Power Supplies and Other Modules	12,053	8.5	11,614	6.8
Modules Total	40,187	28.3	59,021	34.4
Net sales	141,991	100.0	171,474	100.0

*1 Component ratio

*2 Exclusive of consumption taxes