



July 6, 2010

**Summary of Financial Results for the Third Quarter of Fiscal Year Ending August 31, 2010
(Nine Months Ended May 31, 2010)**

Company name: NPC Incorporated Listing: Mothers of TSE
 Stock code: 6255 URL: <http://www.npcgroup.net>
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 Scheduled date of filing of Quarterly Report: July 15, 2010
 Scheduled date of payment of dividend: None

(All amounts are rounded down to the nearest million yen)

**1. Consolidated Financial Results for the Nine Months Ended May 31, 2010
(September 1, 2009 through May 31, 2010)**

(1) Consolidated results of operations (Percentages represent year-on-year changes)

	Sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended May 31, 2010	9,490	-21.2	729	-74.0	754	-73.1	474	-71.4
Nine months ended May 31, 2009	12,047	-	2,800	-	2,806	-	1,657	-

	Net income per share	Diluted net income per share
	Yen	Yen
Nine months ended May 31, 2010	26.15	25.52
Nine months ended May 31, 2009	189.18	178.54

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of May 31, 2010	15,606	7,912	50.7	425.73
As of August 31, 2009	14,999	7,462	49.7	851.61

[Reference] Shareholders' equity (million yen): May 31, 2010: 7,912 August 31, 2009: 7,462

2. Dividends

(Record date)	Dividend per share				
	1Q-end	2Q-end	3Q-end	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended Aug. 31, 2009	-	0.00	-	8.00	8.00
Fiscal year ending Aug. 31, 2010	-	0.00	-		
Fiscal year ending Aug. 31, 2010 (forecast)				4.00	4.00

[Note] Revision of dividend forecast during the period: None

**3. Consolidated Forecast for the Fiscal Year Ending August 31, 2010
(September 1, 2009 through August 31, 2010)**

(Percentages represent year-on-year changes)

	Sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	17,029	20.2	1,205	-54.1	1,253	-52.2	849	-46.1	46.57

[Note] Revision of consolidated forecast during the period: None

4. Others

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in changes in scope of consolidation): None

(2) Application of simplified accounting methods and special accounting methods in the preparation of quarterly consolidated financial statements: Yes

Note: Please refer to “Qualitative Information and Financial Statements, 4. Others” on page 5 for further information.

(3) Changes in accounting principles, procedures and presentation methods for preparation of quarterly consolidated financial statements

1) Changes caused by revision of accounting standards: None

2) Other changes: None

(4) Number of shares outstanding (common shares)

1) Number of shares outstanding (including treasury stock) at the end of period

May 31, 2010: 18,585,120 shares

August 31, 2009: 8,762,560 shares

2) Number of treasury stock at the end of period

May 31, 2010: 146 shares

August 31, 2009: 73 shares

3) Average number of shares during the period

Nine months ended May 31, 2010: 18,130,321 shares

Nine months ended May 31 2009: 8,762,549 shares

* Cautionary statement with respect to forward-looking statements

1. Forecasts of future performance in these materials are based on assumptions judged to be valid and information currently available to the NPC Incorporated, hereinafter referred to as “the Company”. Actual results may differ significantly from these forecasts for a number of factors. Please refer to page 4 in the section “3. Qualitative information regarding consolidated forecast” for details on the above forecasts.

2. The stocks held by the shareholders recorded on August 31, 2009, were split according to a 2-for-1 ratio on September 1, 2009.

Qualitative Information and Financial Statements

1. Qualitative information regarding consolidated results of operations

During the nine months ended May 31, 2010, although personal consumption and capital expenditures went through a phase of recovery due to the government's economic stimulus policies and economic development in the emerging countries, a full-scale recovery was not reached resulting from concerns of appreciating yen, continuous severe employment and income situation.

For the photovoltaic manufacturing equipment business which is the core one of the NPC Group's businesses, there was further world-wide spread of photovoltaic systems at a gradual pace, resulting from lower system costs and global support policies for system installations.

In accordance with this situation, the Group adopted a business policy of placing priority on obtaining orders to increase the Group's sales, even though profit margins would temporarily become slimmer. In addition, the Group received orders which required many technological developments from some of the customers. It is expected that the work on such orders sharpens the Group's competitive edge in the future business and leads to the Group's stable income stream in a mid-and-a long-term, though it temporarily drives up the manufacturing cost. Due to these activities, the recent amount of the Group's orders is growing at a pace exceeding the market recovery.

In the vacuum packaging machine business, since the food industry, which used to be the primary user segment of the business, tended to shrink, the Group promoted special vacuum packaging machines for manufacturing vacuum insulation panels and others to the industries besides the food industry.

Due to these activities, the consolidated net sales for the nine months were 9,490 million yen, 78.8% of the same period of the previous year, operating income was 729 million yen, 26.0%, ordinary income was 754 million yen, 26.9%, and net income was 474 million yen, 28.6%.

Operating results by business segment were as follows.

(1) Photovoltaic manufacturing equipment business

Sales amounted to 9,089 million yen, 77.8% of the same period of the previous year. This was because some orders that had been planned to be booked as sales in the third quarter had been shifted to the fourth quarter. Operating income amounted to 1,182 million yen, 35.9%.

(2) Vacuum packaging machine business

The Group made progress in selling special vacuum packaging machines, resulting in sales of 400 million yen, 111.8% of the same period of the previous year. Furthermore, the effort of cutting the manufacturing cost resulted in operating income of 53 million yen, 637.9%.

2. Qualitative information regarding consolidated financial position

(1) Assets, liabilities and net assets

At the end of the third quarter, total assets increased by 606 million yen, compared with the previous fiscal year end, to 15,606 million yen. Major components are as follows.

1) Assets

Current assets increased by 577 million yen to 11,784 million yen. This was attributable mainly to decreases of 1,508 million yen in cash and deposits, increases of 1,192 million yen in work in process, and increases of 631 million yen in notes and accounts receivable-trade. Noncurrent assets increased by 29 million yen to 3,822 million yen.

2) Liabilities

Liabilities increased by 156 million yen to 7,694 million yen. Current liabilities increased by 157 million yen to 7,682 million yen. This was attributable mainly to decreases of 853 million yen in income taxes payable, decreases of 465 million yen in advances received, increases of 1,308 million yen in notes and accounts payable-trade, and increases of 235 million yen in provision for loss on orders received.

3) Net assets

Net assets increased by 449 million yen to 7,912 million yen, mainly because retained earnings increased by 403 million yen.

(2) Cash flows

Cash and cash equivalents, hereinafter referred to as “cash”, at the end of the third quarter decreased by 688 million yen to 1,567 million yen, compared with the previous fiscal year end. Major components are as follows.

1) Operating activities

Net cash used in operating activities during the nine months amounted to 1,294 million yen, compared with 1,334 million yen provided during the same period of the previous fiscal year. While income before income taxes and minority interests was 791 million yen and increase in notes and accounts payable-trade was 1,309 million yen, income taxes paid was 1,392 million yen, increase in inventories was 1,210 million yen, and increase in notes and accounts receivable-trade was 633 million yen.

2) Investing activities

Net cash provided by investing activities during the nine months amounted to 649 million yen, compared with 3,633 million yen used during the same period of the previous fiscal year. While there was 800 million yen of payment into time deposits, there were 1,619 million yen of proceeds from withdrawal of time deposits.

3) Financing activities

Net cash used in financing activities during the nine months amounted to 35 million yen, compared with 34 million yen used during the same period of the previous fiscal year. While proceeds from execution of stock options amounted to 33 million yen, dividend payments amounted to 69 million yen.

3. Qualitative information regarding consolidated forecast

As for the photovoltaic manufacturing equipment market, the recent amount of the Group's orders is growing at a pace exceeding the current recovery speed of the market. The Group received orders which require many technological developments from some of the customers, which sharpens the Group's competitive edge in the future business, even though profit margins temporarily become slimmer. Due to these activities, the consolidated net sales for the full year are expected to be 17,029 million yen, 120.2% of the previous fiscal year, operating income 1,205 million yen, 45.9%, ordinary income 1,253 million yen, 47.8%, and net income 849 million yen, 53.9%.

This is same as the forecast in the “Announcement on the Revision of Business Forecast” released on March 30, 2010.

4. Others

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in changes in scope of consolidation): None

(2) Application of simplified accounting methods and special accounting methods in the preparation of quarterly consolidated financial statements.

1) Simplified accounting methods

I. Calculation of depreciation expense for fixed assets

For assets subject to the declining balance method, depreciation was calculated on a pro rata basis according to the number of passed days of the year.

II. Method for estimating the uncollectible amount of general receivables

The uncollectible amount of general receivables was estimated using the historical write-off ratio at the end of the previous fiscal year as the ratio at the end of the third quarter of the current fiscal year, because the current write off ratio was found not to be significantly different from the ratio at the end of the previous fiscal year.

III. Valuation of inventories

Inventory write-down is based on the current net sales value of items on which profit margins have declined significantly.

2) Application of special accounting methods in the preparation of quarterly consolidated financial statements

None

(3) Changes in accounting principles, procedures and presentation methods for preparation of quarterly consolidated financial statements

None

5. Consolidated Financial Statement for the Third Quarter of the Fiscal Year 2010
(September 1, 2009 through May 31, 2010)

(1) Consolidated Balance Sheets

(Thousand yen)

	As of May 31, 2010	As of August 31, 2009
Assets		
Current assets		
Cash and deposits	3,867,795	5,376,557
Notes and accounts receivable-trade	1,903,486	1,271,487
Merchandise and finished goods	113,281	93,531
Work in process	4,874,683	3,681,741
Raw materials and supplies	142,467	147,657
Deferred tax assets	242,944	187,839
Other	651,282	468,939
Allowance for doubtful accounts	-11,765	-21,315
Total current assets	11,784,176	11,206,439
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	1,951,355	1,939,514
Accumulated depreciation	-218,524	-150,471
Building and structures, net	1,732,830	1,789,042
Land	1,429,414	1,429,414
Other	431,216	408,087
Accumulated depreciation	-224,480	-173,970
Other, net	206,736	234,116
Construction in progress	33	-
Total property, plant and equipment	3,369,015	3,452,573
Intangible assets	113,747	123,354
Investments and other assets		
Other	339,809	218,287
Allowance for doubtful accounts	-37	-702
Total investments and other assets	339,771	217,584
Total noncurrent assets	3,822,534	3,793,512
Total assets	15,606,710	14,999,952

	As of May 31, 2010	As of August 31, 2009
Liabilities		
Current liabilities		
Notes and accounts payable-trade	4,780,165	3,471,853
Income taxes payable	-	853,606
Advances received	2,123,907	2,589,798
Provision for loss on order received	345,314	110,023
Other	432,641	499,433
Total current liabilities	7,682,028	7,524,716
Noncurrent liabilities		
Deferred tax liabilities	12,574	13,011
Total noncurrent liabilities	12,574	13,011
Total liabilities	7,694,603	7,537,727
Net assets		
Shareholders' equity		
Capital stock	2,174,962	2,158,002
Capital surplus	2,097,376	2,080,416
Retained earnings	3,653,718	3,249,748
Treasury stock	-321	-321
Total shareholders' equity	7,925,736	7,487,845
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	1,789	-
Deferred gains or losses on hedges	21,367	105
Foreign currency translation adjustment	-36,786	-25,726
Total valuation and translation adjustments	-13,628	-25,620
Total net assets	7,912,107	7,462,225
Total liabilities and net assets	15,606,710	14,999,952

(2) Consolidated Statements of Income

(Thousand yen)

	Nine months ended May 31, 2009	Nine months ended May 31, 2010
Net sales	12,047,745	9,490,316
Cost of sales	7,835,329	7,101,071
Gross profit	4,212,415	2,389,244
Selling, general and administrative expenses	1,411,885	1,660,160
Operating income	2,800,530	729,084
Non-operating income		
Interest income	13,911	10,398
Dividends income	2	-
Refund real-estate acquisition tax	-	10,965
Other	12,895	15,082
Total non-operating income	26,808	36,446
Non-operating expenses		
Interest expenses	171	-
Commission fee	9,385	7,673
Foreign exchange losses	11,586	3,231
Other	175	190
Total non-operating expenses	21,319	11,095
Ordinary income	2,806,020	754,435
Extraordinary income		
Reversal of allowance for doubtful accounts	10,389	9,030
Subsidy	-	34,256
Total extraordinary income	10,389	43,286
Extraordinary loss		
Special retirement expenses	-	6,600
Total extraordinary losses	-	6,600
Income before income taxes and minority interest	2,816,410	791,122
Income taxes-current	1,199,371	388,417
Income taxes-deferred	-40,644	-71,365
Total income taxes	1,158,726	317,052
Net income	1,657,683	474,070

(3) Consolidated Statements of Cash Flows

(Thousand yen)

	Nine months ended May 31, 2009	Nine months ended May 31, 2010
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	2,816,410	791,122
Depreciation	116,766	147,721
Increase (decrease) in allowance for doubtful accounts	-6,503	-10,040
Increase (decrease) in provision for loss on order received	24,354	235,291
Interest and dividends income	-13,913	-10,398
Interest expenses	171	-
Decrease (increase) in notes and accounts receivable-trade	-52,011	-633,414
Decrease (increase) in inventories	1,506,963	-1,210,687
Increase (decrease) in notes and accounts payable-trade	-972,944	1,309,428
Increase (decrease) in advances received	-1,477,851	-465,891
Other, net	136,067	-62,001
Subtotal	2,077,509	91,129
Interest and dividends income received	10,821	7,054
Interest expenses paid	-171	-
Income taxes paid	-753,308	-1,392,431
Net cash provided by (used in) operating activities	1,334,851	-1,294,247
Net cash provided by (used in) investing activities		
Payments into time deposits	-2,603,012	-800,000
Proceeds from withdrawal of time deposits	126,342	1,619,951
Purchase of property, plant and equipment	-1,072,095	-40,166
Purchase of intangible assets	-60,255	-17,058
Other, net	-24,677	-112,943
Net cash provided by (used in) investing activities	-3,633,697	649,782
Net cash provided by (used in) financing activities		
Purchase of treasury stock	-321	-
Proceeds from exercise of stock option	-	33,920
Cash dividends paid	-34,657	-69,243
Net cash provided by (used in) financing activities	-34,979	-35,323
Effect of exchange rate change on cash and cash equivalents	-29,576	-9,021
Net increase (decrease) in cash and cash equivalents	-2,363,401	-688,810
Cash and cash equivalents at beginning of period	4,879,272	2,256,605
Cash and cash equivalents at end of period	2,515,870	1,567,795

(4) Going concern assumption

None

(5) Segment Information

a. Operating segment information

Nine months ended May 31, 2009 (September 1, 2008 through May 31, 2009)

(Thousand yen)

	Photovoltaic manufacturing equipment	Vacuum packaging machines	Total	Elimination or corporate	Consolidated
Sales					
(1) External sales	11,689,382	358,363	12,047,745	-	12,047,745
(2) Inter-segment sales and transfers	-	-	-	-	-
Total	11,689,382	358,363	12,047,745	-	12,047,745
Operating income	3,291,366	8,392	3,299,758	-499,227	2,800,530

[Notes] 1. Classification of operating segments

The segment information is presented on the basis of principal business segments.

(1) Photovoltaic manufacturing equipment: Development, manufacture and sale of photovoltaic manufacturing equipment

(2) Vacuum packaging machines: Development, manufacture and sale of vacuum packaging machines

2. Principal products by business segment

(1) Photovoltaic manufacturing equipment: Cell tester, tabbing & stringing machine, module laminator, module tester, thin film module assembly line, and etc.

(2) Vacuum packaging machines: Small desktop vacuum packaging machines, table vacuum packaging machines, roll-stock vacuum packaging machines, and etc.

Nine months ended May 31, 2010 (September 1, 2009 through May 31, 2010)

(Thousand yen)

	Photovoltaic manufacturing equipment	Vacuum packaging machines	Total	Elimination or corporate	Consolidated
Sales					
(1) External sales	9,089,574	400,742	9,490,316	-	9,490,316
(2) Inter-segment sales and transfers	-	-	-	-	-
Total	9,089,574	400,742	9,490,316	-	9,490,316
Operating income	1,182,708	53,535	1,236,243	-507,159	729,084

[Notes] 1. Classification of operating segments

The segment information is presented on the basis of principal business segments.

(1) Photovoltaic manufacturing equipment: Development, manufacture and sale of photovoltaic manufacturing equipment

(2) Vacuum packaging machines: Development, manufacture and sale of vacuum packaging machines

2. Principal products by business segment

(1) Photovoltaic manufacturing equipment: Cell tester, tabbing & stringing machine, module laminator, module tester, thin film module assembly line, and etc.

(2) Vacuum packaging machines: Small desktop vacuum packaging machines, table vacuum packaging machines, roll-stock vacuum packaging machines, and etc.

b. Geographical segment information

Nine months ended May 31, 2009 (September 1, 2008 through May 31, 2009) (Thousand yen)

	Japan	North America	Europe	Total	Elimination or corporate	Consolidated
Sales						
(1) External sales	11,847,820	107,528	92,396	12,047,745	-	12,047,745
(2) Inter-segment sales and transfers	171,823	149,282	183,629	504,735	-504,735	-
Total	12,019,644	256,810	276,025	12,552,480	-504,735	12,047,745
Operating income	3,180,200	82,497	42,321	3,305,019	-504,488	2,800,530

[Notes] 1. The geographic segmentation is decided primarily by geographic proximity.

2. Countries and regions outside Japan are broken down into the following geographical areas.

North America: USA

Europe: Germany

Nine months ended May 31, 2010 (September 1, 2009 through May 31, 2010) (Thousand yen)

	Japan	North America	Europe	Total	Elimination or corporate	Consolidated
Sales						
(1) External sales	9,282,868	81,947	125,500	9,490,316	-	9,490,316
(2) Inter-segment sales and transfers	157,691	107,823	70,840	336,355	-336,355	-
Total	9,440,560	189,770	196,341	9,826,672	-336,355	9,490,316
Operating income (loss)	1,228,461	28,529	-13,759	1,243,231	-514,146	729,084

[Notes] 1. The geographic segmentation is decided primarily by geographic proximity.

2. Countries and regions outside Japan are broken down into the following geographical areas.

North America: USA

Europe: Germany

c. Overseas sales

Nine months ended May 31, 2009 (September 1, 2008 through May 31, 2009)

(Thousand yen)

	Europe/Africa	Asia	Americas	Other	Total
1 Overseas sales	2,082,328	3,971,563	5,400,572	4,764	11,459,228
2 Consolidated sales	-	-	-	-	12,047,745
3 Share of overseas sales in consolidated sales (%)	17.3	33.0	44.8	0.0	95.1

[Notes] 1. The geographic segmentation is decided primarily by geographic proximity.

2. Countries and regions are broken down into the following geographical areas.

(1) Europe/Africa: Germany, France, Spain, Czech, Hungary, Netherlands, South Africa, and etc.

(2) Asia: China, South Korea, Taiwan, Thailand, India, Philippines, and etc.

(3) Americas: USA, Mexico, and etc.

3. Overseas sales include sales of the Company and its consolidated subsidiaries to customers in countries and areas outside Japan.

Nine months ended May 31, 2010 (September 1, 2009 through May 31, 2010)

(Thousand yen)

	Europe/Africa	Asia	Americas	Other	Total
1 Overseas sales	1,218,313	5,048,221	2,371,839	2,710	8,641,084
2 Consolidated sales	-	-	-	-	9,490,316
3 Share of overseas sales in consolidated sales (%)	12.9	53.2	25.0	0.0	91.1

[Notes] 1. The geographic segmentation is decided primarily by geographic proximity.

2. Countries and regions are broken down into the following geographical areas.

(1) Europe/Africa: Germany, France, Spain, Czech, Hungary, Netherlands, South Africa, and etc.

(2) Asia: China, South Korea, Taiwan, Thailand, India, Philippines, and etc.

(3) Americas: USA, Mexico, and etc.

3. Overseas sales include sales of the Company and its consolidated subsidiaries to customers in countries and areas outside Japan.

(6) Note in a case when there is a significant fluctuation in the amount of shareholders' equity

None

6. Other Information

Production, Orders and Sales

(1) Production

Production amounts by business segment in the period are as follows. (Thousand yen)

Business segment	Nine months ended May 31, 2010	Year-on-year ratio (%)
Photovoltaic manufacturing equipment	9,839,656	101.6
Vacuum packaging machines	491,467	129.9
Total	10,331,123	102.6

- [Notes] 1. The above amounts are calculated based on selling prices.
 2. The above amounts are exclusive of consumption taxes.
 3. Year-on-year ratio = Q1+Q2+Q3 Year 2010 / Q1+Q2+Q3 Year 2009

(2) Orders

Orders received by business segment in the period are as follows. (Nine months ended May 31, 2010)

(Thousand yen)

Segment	Orders received	Year-on-year ratio (%)	Order backlog	Year-on-year ratio (%)
Photovoltaic manufacturing equipment	13,272,250	175.7	11,625,190	158.8
Vacuum packaging machines	584,711	161.6	231,057	490.7
Total	13,856,962	175.0	11,856,248	160.9

- [Note] 1. The above amounts are exclusive of consumption taxes.
 2. Year-on-year ratio = Q1+Q2+Q3 Year 2010 / Q1+Q2+Q3 Year 2009

(3) Sales

Sales by business segment in the period are as follows. (Thousand yen)

Segment	Nine months ended May 31, 2010	Year-on-year ratio (%)
Photovoltaic manufacturing equipment	9,089,574	77.8
Vacuum packaging machines	400,742	111.8
Total	9,490,316	78.8

- [Note] 1. The above amounts are exclusive of consumption taxes.
 2. Year-on-year ratio = Q1+Q2+Q3 Year 2010 / Q1+Q2+Q3 Year 2009