

# DENSO CORPORATION and Consolidated Subsidiaries

## Consolidated Financial Results for the First Quarter Ended June 30, 2010

1-1, Showa-cho, Kariya, Aichi 448-8661, Japan  
 Representative : Nobuaki Katoh  
 President and CEO  
 Contact : Masanori Asawaka  
 General Manager  
 Telephone : +81-566-25-5850  
 Fax : +81-566-25-4913  
 (URL <http://www.globaldenso.com>)

DATE: July 30, 2010  
 DENSO CORPORATION  
 CODE: 6902  
 Listed on the Tokyo and  
 Nagoya stock exchanges

Results for the first quarter ended June 30, 2010 (From April 1, 2010 to June 30, 2010)

### (1) Operating Results

(Millions of yen, except per share figures)

	3 months ended Jun. 30, 2010	3 months ended Jun. 30, 2009	Year ended Mar. 31, 2010
Net sales.....	802,781	584,895	2,976,709
% change from the previous corresponding period.....	37.3%	( 40.6%)	( 5.3%)
Operating income (loss).....	70,656	(15,196)	136,640
% change from the previous corresponding period.....	-	-	-
Income (Loss) before income taxes and minority interests	74,754	(9,328)	146,913
% change from the previous corresponding period.....	-	-	-
Net Income (Loss).....	45,984	(2,680)	73,427
% change from the previous corresponding period.....	-	-	-
Basic net income (loss) per share.....	57.06 yen	(3.33) yen	91.11 yen
Diluted net income per share .....	- yen	- yen	91.11 yen

Note: Basic net income (loss) per share is based upon the average number of shares outstanding.

### (2) Financial Position

(Millions of yen, except per share figures)

	As of Jun. 30, 2010	As of Mar. 31, 2010	As of Jun. 30, 2009
Total assets.....	3,299,375	3,364,070	3,125,694
Total equity.....	1,983,353	2,032,264	1,954,859
Equity ratio.....	56.7 %	57.0 %	58.9 %
Equity per share.....	2,321.29 yen	2,378.18 yen	2,285.37 yen

Note: "Equity per share" is based upon the number of shares outstanding as of the respective balance sheet dates.

### (3) Consolidation Scope

Number of consolidated subsidiaries : 186  
 Number of unconsolidated subsidiary : 1  
 Number of affiliates : 30 ( Affiliates accounted for by the equity method : 30 )

### (4) Changes in Consolidation Scope and Application of the Equity Method

Consolidated subsidiaries  
 Added : 2  
 Excluded : 0  
 Companies accounted for by the equity method  
 Added : 0  
 Excluded : 0

## Consolidated Balance Sheets

	Millions of yen		
Assets	As of Jun. 30, 2010	As of Mar. 31, 2010	Increase (Decrease)
<b>Current Assets:</b>			
Cash and cash equivalents	782,292	681,725	
Short-term investments	88,574	101,279	
Notes and accounts receivable, less allowance for doubtful accounts	516,925	561,878	
Inventories	256,906	266,264	
Deferred tax assets	53,340	59,826	
Other current assets	84,250	84,150	
<b>Total current assets</b>	<b>1,782,287</b>	<b>1,755,122</b>	<b>27,165</b>
<b>Property, Plant and Equipment:</b>			
Land	155,239	156,669	
Buildings and structures	702,143	710,380	
Machinery and equipment	2,528,985	2,571,558	
Construction in progress	51,554	46,597	
	<b>3,437,921</b>	<b>3,485,204</b>	
Less: Accumulated depreciation	(2,572,417)	(2,582,504)	
<b>Net property, plant and equipment</b>	<b>865,504</b>	<b>902,700</b>	<b>(37,196)</b>
<b>Investments and Other Assets</b>	<b>651,584</b>	<b>706,248</b>	<b>(54,664)</b>
<b>Total</b>	<b>3,299,375</b>	<b>3,364,070</b>	<b>(64,695)</b>
<hr/>			
Liabilities and Equity	As of Jun. 30, 2010	As of Mar. 31, 2010	Increase (Decrease)
<b>Current Liabilities:</b>			
Short-term borrowings	29,331	29,898	
Current portion of long-term debt	14,477	15,629	
Notes and accounts payable	396,499	422,997	
Income taxes payable	12,870	13,114	
Accrued expenses	226,578	205,424	
Other current liabilities	68,209	74,690	
<b>Total current liabilities</b>	<b>747,964</b>	<b>761,752</b>	<b>(13,788)</b>
<b>Long-term Liabilities:</b>			
Long-term debt	361,498	363,931	
Liabilities for retirement benefits to employees, directors, corporate auditors and managing officers	182,045	182,381	
Deferred tax liabilities	10,156	10,310	
Other long-term liabilities	14,359	13,432	
<b>Total long-term liabilities</b>	<b>568,058</b>	<b>570,054</b>	<b>(1,996)</b>
<b>Shareholders' Equity:</b>			
Common stock	187,457	187,457	
Capital surplus	266,611	266,610	
Retained earnings	1,661,689	1,626,988	
Treasury stock - at cost	(198,502)	(198,498)	
<b>Total shareholders' equity</b>	<b>1,917,255</b>	<b>1,882,557</b>	<b>34,698</b>
<b>Variance of the Estimate/Conversion:</b>			
Unrealized gain on available-for-sale securities	109,037	154,178	
Deferred gain on derivatives under hedge accounting	821	161	
Foreign currency translation adjustments	(156,382)	(120,317)	
<b>Total variance of the estimate/conversion</b>	<b>(46,524)</b>	<b>34,022</b>	<b>(80,546)</b>
<b>Stock Acquisition Rights</b>	<b>2,942</b>	<b>2,750</b>	<b>192</b>
<b>Minority Interests</b>	<b>109,680</b>	<b>112,935</b>	<b>(3,255)</b>
<b>Total equity</b>	<b>1,983,353</b>	<b>2,032,264</b>	<b>(48,911)</b>
<b>Total</b>	<b>3,299,375</b>	<b>3,364,070</b>	<b>(64,695)</b>

## Consolidated Statements of Income

	3 months ended Jun. 30, 2010	3 months ended Jun. 30, 2009	Millions of yen Increase (Decrease)
<b>Net Sales</b>	<b>802,781</b>	584,895	217,886
Cost of Sales	<b>665,323</b>	539,399	125,924
<b>Gross Profit</b>	<b>137,458</b>	45,496	91,962
Selling, General and Administrative Expenses	<b>66,802</b>	60,692	
<b>Operating Income (Loss)</b>	<b>70,656</b>	(15,196)	85,852
Other Income (Expenses):			
Interest and dividend income	5,206	5,207	
Interest expense	(1,200)	(1,933)	
Equity in earnings (losses) of affiliates	1,326	(556)	
Reversal of allowance-doubtful accounts	272	-	
Gain on sales of property, plant and equipment	381	173	
Loss on sales or disposal of property, plant and equipment	(1,026)	(1,045)	
Foreign exchange (loss) gain	(1,932)	2,195	
Other, net	1,071	1,827	
<b>Income (Loss) before income taxes and minority interests</b>	<b>74,754</b>	(9,328)	84,082
Income Taxes:			
Current	11,531	1,682	
Deferred	12,278	(8,984)	
Minority Interests in Net Income	4,961	654	
<b>Net Income (Loss)</b>	<b>45,984</b>	(2,680)	48,664

## Segment Information

<u>Geographical Segments (by company location)</u>		Millions of yen
		3 months ended Jun. 30, 2010
Sales	Japan	529,814
	North America	144,379
	Europe	104,447
	Asia & Oceania	163,992
	Total	942,632
	Other	15,460
	Grand Total	958,092
Operating Income	Japan	33,283
	North America	7,556
	Europe	3,584
	Asia & Oceania	25,697
	Total	70,120
	Other	1,837
	Grand Total	71,957