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Summary of Consolidated Financial Results for the First Quarter of FY2011 (Unaudited)
(January 1, 2011 - March 31, 2011) [Japanese Standard] (Consolidated)

April 26, 2011

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Date of submission of quarterly report to Ministry of Finance: May 12, 2011
Scheduled payment date for dividends: -
Supplemental information Yes
Financial results briefing No

(Amounts are rounded down to the nearest million yen)

1. Consolidated financial results for the First Quarter of FY2011 (January 1, 2011 - March 31, 2011)

(1) Consolidated income information

(The percentages represent the rates of increase (decrease) compared to the corresponding prior period.)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
First Quarter of FY2011	50,900	1.3	7,323	1.1	6,438	(4.4)	2,226	(56.5)
First Quarter of FY2010	50,226	11.4	7,246	40.8	6,734	(5.4)	5,072	(7.8)

	Net income per share (Basic)	Net income per share (Diluted)
	Yen	Yen
First Quarter of FY2011	23.53	-
First Quarter of FY2010	53.54	-

(2) Consolidated balance sheet information

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
First Quarter of FY2011	201,720	174,170	86.0	1,850.56
FY2010	205,248	173,600	84.3	1,844.81

(Reference) Shareholders' equity First Quarter of FY2011: 173,524 million yen FY2010: 172,984 million yen

2. Dividend information

Record Date	Annual Dividend				
	1st Quarter	2nd Quarter	3rd Quarter	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY2010	-	30.50	-	30.50	61.00
FY2011	-	-	-	-	-
FY2011(Forecast)	-	30.50	-	30.50	61.00

(Note) Change in forecasted dividend during this quarter: None

3. Forecasted consolidated business performance for FY2011 (January 1, 2011 - December 31, 2011)

(The percentages represent the rates of increase (decrease) compared to the corresponding prior period.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First Half of FY2011	104,500	0.1	15,500	(10.4)	14,500	0.9	8,000	(16.9)	85.32
FY2011	220,000	3.0	34,000	3.7	33,000	18.9	20,000	4.6	213.29

(Note) Change in forecasted consolidated business performance during this quarter: Yes

4. Other (For details, please refer to "Other Information" on Page 4 of the attached document.)

(1) Changes in significant subsidiaries during this quarter: None

(Note) Changes in specified subsidiaries due to changes in scope of consolidation

(2) Application of simplified accounting methods and specific accounting treatment : Yes

(Note) Application of simplified accounting methods and accounting treatment specific to preparation of consolidated quarterly financial statements

(3) Changes in accounting principles, procedures and presentation methods

Changes in accordance with revision of accounting standards: Yes

Changes other than above: None

(Note) Changes in accounting principles, procedures and presentation methods relating to presentation of consolidated quarterly financial statements described in the section "Changes in significant matters forming the basis of preparing consolidated quarterly financial statements"

(4) Number of shares of common stock issued

Number of shares of common stock issued at the end of the period (including treasury stock):

Number of shares of treasury stock issued at the end of the period:

Average number of shares during the period (cumulative from the beginning of the fiscal year):

As of March 31, 2011	93,800,000 shares	As of December 31, 2010	93,800,000 shares
As of March 31, 2011	31,767 shares	As of December 31, 2010	31,604 shares
First quarter of the year ending December 31, 2011	93,768,269 shares	First quarter of the year ended December 31, 2010	94,737,199 shares

(*Presentation concerning quarterly review procedures)

This quarterly financial report is outside the scope of quarterly review procedures pursuant to the Financial Instruments and Exchange Act and procedures for review of quarterly financial statements pursuant to the Financial Instruments and Exchange Act were not completed as of the disclosure of this quarterly financial report.

(*Explanation regarding the appropriate use of forecasts of business performance and other special items)

The forecasts of business performance and other forward-looking statements contained in this document are based on information currently available to the Company and certain assumptions that management believes reasonable and actual business performance may differ materially from those described in such statements due to various factors. For details of assumptions for the forecasts and precautions for the use of the forecasts, please refer to "Forecast for the Fiscal Year Ending December 2011" on Page 3 of the attached document.

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1. Qualitative Information on Consolidated Financial Performance for the Period under Review

(1) Consolidated Results of Operations

During the first quarter of the fiscal year ending December 31, 2011, although the financial crisis affecting certain European countries was a concern, the United States and other developed countries remained on a moderate recovery track. In Asia, robust economic growth continued, centering on China.

In Japan, while companies reliant on exports continued to face challenges, notably the rapid movement of foreign currency exchange rates, the recovery of the Japanese economy had been gaining traction thanks to the government's economic stimulus package and the rising tide of demand in emerging economies centering on Asia. However, the Great East Japan Earthquake that occurred on March 11 dealt a heavy blow to prospects for the Japanese economy.

In these circumstances, inspired by its mission—"To create new value and promote health and happiness through the enjoyment of nature and the world around us"—Shimano Group concentrated on creating a stream of captivating products to enrich the experience of cyclists and anglers around the world.

As a result, for the first quarter of fiscal year 2011, consolidated net sales increased 1.3% from the same period of the previous year to 50,900 million yen. Consolidated operating income increased 1.1% to 7,323 million yen, ordinary income decreased 4.4% to 6,438 million yen, and net income decreased 56.5% to 2,206 million yen.

Business Segment Overview

Bicycle Components

Continuing from the previous fiscal year, inventories of bicycles held by distributors remained at normal levels worldwide.

In these circumstances, retail sales in Europe were lackluster in January owing to the weather, but picked up in February and have been buoyant since March. Retail sales in North America have been brisk since the beginning of the year.

Reflecting the high interest in cycling worldwide, shipments of Shimano products were upbeat in readiness for bicycle sales at retailers, which move into high gear in March. As a result, sales in the first quarter reached the target.

As a result, sales from this segment increased 2.2% from the same period of the previous year to 40,802 million yen, and operating income increased 2.9% to 7,182 million yen.

Fishing Tackle

In the Japanese market, sales of 2011 models of TWIN POWER, a high-end spinning reel series following STELLA, and new models of the BIOMASTER mid-range spinning reel series got off to a flying start. Regarding rods, introduction of the Poison Glorious series, jointly developed with JACKALL Inc., which has expertise in tackle for bass fishing, met with a good response in the market. However, the Great East Japan Earthquake that occurred shortly after its introduction caused a temporary interruption of product shipments to the Tohoku region. As a result, sales in Japan in the first quarter were slightly below the figure for the same period of the previous year.

As many of our customers and inns catering to anglers were among the victims of the March 11 disaster, we will carefully monitor the development of business conditions.

Meanwhile, despite the erosion of sales figures owing to the impact of the strong yen, total sales in overseas markets exceeded the result for the same period of the previous year by virtue of buoyant sales in Asia that continued from the previous year.

As a result, sales from this segment decreased 1.1% from the same period of the previous year to 9,932 million yen, and operating income decreased 41.7% to 190 million yen. .

Others

Sales from other businesses decreased 37.6% from the same period of the previous year to 164 million yen, and an operating loss of 49 million yen was recorded, following an operating loss of 62 million yen for the same period of the previous year.

(2) Consolidated Financial Position

Assets, Liabilities and Net Assets

(Total assets)

Total assets as of the end of the first quarter of fiscal year 2011 amounted to 201,720 million yen (a decrease of 3,528 million yen compared with the figure as of the previous fiscal year-end). This decrease was primarily due to an increase of 3,321 million yen in cash and time deposits.

(Total liabilities)

Total liabilities as of the end of the first quarter of fiscal year 2011 amounted to 27,550 million yen (a decrease of 4,097 million yen compared with the figure as of the previous fiscal year-end). This decrease was primarily due to a decrease of 3,737 million yen in income taxes payable and a decrease of 1,674 million yen in accounts payable-trade.

(Net assets)

Net assets as of the end of the first quarter of fiscal year 2011 amounted to 174,170 million yen (an increase of 569 million yen compared with the figure as of the previous fiscal year-end). This increase was primarily due to an increase of 613 million yen in unrealized gain (loss) on other securities.

Cash Flows

As of the end of the first quarter of fiscal year 2011, cash and cash equivalents amounted to 61,547 million yen, a decrease of 3,559 million yen compared with the figures as of the previous fiscal year-end.

(Cash Flows from Operating Activities)

Net cash provided by operating activities amounted to 1,445 million yen compared with 8,540 million yen for the same period of the previous year. This increase was primarily attributable to income before income taxes of 5,057 million yen and depreciation and amortization amounting to 2,406 million yen. Cash outlays included income taxes paid of 5,542 million yen.

(Cash Flows from Investing Activities)

Net cash used in investing activities amounted to 3,681 million yen compared with 3,208 million yen for the same period of the previous year. The main items included acquisition of property, plant and equipment amounting to 2,506 million yen and acquisition of investments in subsidiaries amounting to 427 million yen.

(Cash Flows from Financing Activities)

Net cash used in financing activities amounted to 1,686 million yen compared with 5,354 million yen for the same period of the previous year. The main items were cash dividend payments of 2,857 million yen.

(3) Forecast for the Fiscal Year Ending December 2011

While China and other Asian countries are likely to enjoy continuing robust economic growth, prospects for advanced countries, which are on a moderate recovery track, remain uncertain.

In Japan, although the dynamism of emerging economies centering on Asia is expected to remain a positive factor, there is concern that the turmoil of the Japanese economy caused by the Great East Japan Earthquake will continue.

In these circumstances, Shimano Group, while closely monitoring economic trends in Japan and overseas, is endeavoring to create a stream of captivating products complemented by agile and efficient production and logistics systems deployed to deliver those products worldwide.

Through these initiatives, we will take the lead in the creation of new cycling culture and sport fishing culture.

The Company has revised the forecast of consolidated financial performance announced on February 8, 2011, for the first half of the fiscal year ending December 31, 2011, and for the full year. The revised forecast is as follows: ordinary income of 14,500 million yen and net income of 8,000 million yen for the first half of the fiscal year ending December 31, 2011, and net income of 20,000 million yen for the full year of the fiscal year ending December 31, 2011.

2. Other Information

(1) Changes in significant subsidiaries: None

(2) Application of simplified accounting methods and specific accounting treatment:

Simplified accounting methods

Method of valuation of inventories

For the computation of inventories as of the end of the first quarter of fiscal year 2011, the physical inventory count was omitted and instead a rational computation method based on the physical inventory count at the previous fiscal year-end was utilized.

Regarding write-down of inventories, the carrying value of inventories is reduced to the estimated net selling value only for inventories with clearly decreased profitability.

Method of calculation of depreciation of fixed assets

Depreciation expenses for assets depreciated using the declining balance method are calculated by dividing the annual depreciation expenses on a pro rata basis.

Method of calculation of income taxes and deferred tax assets and liabilities

Income taxes payable are calculated by limiting inclusion of additions and subtractions and tax deductible items to significant items.

The recoverability of deferred tax assets is assessed based on projections of future performance and tax planning used for the previous fiscal year, when it is deemed that there has been no significant change in the business environment or in the status of temporary differences since the end of the previous fiscal year.

On the other hand, when there is a significant change in the business environment or in the status of temporary differences since the end of the previous fiscal year, the recoverability of deferred tax assets is assessed based on projections of future performance and tax planning used for the previous fiscal year in conjunction with the effect of such significant change.

(3) Changes in accounting principles, procedures and presentation methods

Changes in accounting principles

Adoption of the accounting standard for asset retirement obligations

Effective from the first quarter of FY2011, the Company has adopted the "Accounting Standard for Asset Retirement Obligations (Accounting Standards Board of Japan (ASBJ) Statement No. 18, March 31, 2008)" and the "Guidance on Accounting Standard for Asset Retirement Obligations (ASBJ Guidance No. 21, March 31, 2008)". The impact of this change on the consolidated financial statements is immaterial.

Adoption of the accounting standards for business combinations and related matters

Effective from the first quarter of FY2011, the Company has adopted the "Accounting Standard for Business Combinations (ASBJ Statement No. 21, December 26, 2008), the "Accounting Standard for Consolidated Financial Statements" (ASBJ Statement No. 22, December 26, 2008), the "Partial Amendments to Accounting Standard for Research and Development Costs" (ASBJ Statement No. 23, December 26, 2008), the "Accounting Standard for Business Divestitures" (ASBJ Statement No. 7, December 26, 2008), the "Accounting Standard for Equity Method of Accounting for Investments" (ASBJ Statement No. 16, December 26, 2008) and the "Guidance on Accounting Standard for Business Combinations and Accounting Standard for Business Divestitures" (ASBJ Guidance No. 10, December 26, 2008).

Changes in presentation

(Consolidated Statements of Income)

In accordance with the application of the "Cabinet Office Ordinance Partially Revising Regulation for Terminology, Forms and Preparation of Financial Statements" (Cabinet Office Ordinance No. 5, March 24, 2009) based on the "Accounting Standard for Consolidated Financial Statements (ASBJ Statement No. 22, December 26, 2008), "Income before minority interests" was presented in the first quarter of FY2011.

(4) Significant events concerning assumption of going concern

Not applicable.

3. Consolidated Financial Statements
 (1) Consolidated Balance Sheets

	(Millions of yen)	
	First Quarter of FY2011 As of Mar. 31, 2011	FY2010 As of Dec. 31, 2010
Assets		
Current assets		
Cash and time deposits	69,559	72,881
Notes and accounts receivable-trade	23,921	26,012
Merchandise and finished goods	20,813	18,434
Work in process	13,604	14,103
Raw materials and supplies	4,021	4,211
Deferred income taxes	1,904	2,234
Others	3,015	2,515
Allowance for doubtful accounts	(278)	(245)
Total current assets	136,561	140,148
Fixed assets		
Property, plant and equipment		
Buildings and structures (net)	16,430	16,398
Machinery and vehicles (net)	10,240	10,193
Land	11,236	11,244
Leased assets (net)	65	68
Construction in progress	2,840	2,009
Others (net)	3,796	3,881
Total property, plant and equipment	44,609	43,797
Intangible assets		
Goodwill	3,450	3,574
Software	2,292	2,632
Others	2,902	2,979
Total intangible assets	8,645	9,186
Investments and other assets		
Investment securities	8,457	8,338
Deferred income taxes	1,488	1,926
Others	2,874	2,550
Allowance for doubtful accounts	(917)	(698)
Total investments and other assets	11,903	12,117
Total fixed assets	65,158	65,100
Total assets	201,720	205,248

	First Quarter of FY2011 As of Mar. 31, 2011	FY2010 As of Dec. 31, 2010
Liabilities		
Current liabilities		
Accounts payable-trade	7,005	8,679
Short-term loans payable	1,898	752
Income taxes payable	2,606	6,344
Deferred income taxes	934	317
Accrued employee bonuses	1,447	1,213
Accrued officer bonuses	40	161
Others	8,651	9,259
Total current liabilities	22,584	26,729
Long-term liabilities		
Long-term loans payable	626	633
Deferred income taxes	832	852
Employee retirement benefits	2,271	2,270
Officer retirement benefits	1,062	1,000
Others	171	162
Total long-term liabilities	4,965	4,918
Total liabilities	27,550	31,647
Net assets		
Shareholders' equity		
Common stock	35,613	35,613
Capital surplus	5,822	5,822
Retained earnings	145,007	145,661
Treasury stock	(122)	(121)
Total shareholders' equity	186,320	186,974
Valuation and translation adjustments		
Unrealized gain (loss) on other securities	490	(122)
Foreign currency translation adjustments	(13,287)	(13,867)
Total valuation and translation adjustments	(12,796)	(13,990)
Minority interests	646	615
Total net assets	174,170	173,600
Total liabilities and net assets	201,720	205,248

(2) Consolidated Statements of Income

(Millions of yen)

	First Quarter of FY2010 Jan. 1, 2010 to Mar. 31, 2010	First Quarter of FY2011 Jan. 1, 2011 to Mar. 31, 2011
Net sales	50,226	50,900
Cost of sales	32,157	32,614
Gross profit	18,068	18,285
Selling, general and administrative expenses	10,821	10,962
Operating income	7,246	7,323
Non-operating income		
Interest income	120	158
Dividend income	3	4
Others	71	86
Total non-operating income	195	249
Non-operating expenses		
Interest expenses	69	48
Foreign exchange losses	447	689
Others	191	396
Total non-operating expenses	708	1,134
Ordinary income	6,734	6,438
Extraordinary Losses		
Loss on revaluation of investment securities	-	1,294
Loss on factory reconstruction	-	87
Total extraordinary losses	-	1,381
Income before income taxes and minority interests	6,734	5,057
Income taxes - current	1,739	1,800
Income taxes - deferred	(86)	1,005
Total income taxes	1,652	2,806
Income before minority interests	-	2,250
Minority interests in net income	9	43
Net income	5,072	2,206

(3) Consolidated Statements of Cash Flows

(Millions of yen)

	First Quarter of FY2010 Jan. 1, 2010 to Mar. 31, 2010	First Quarter of FY2011 Jan. 1, 2011 to Mar. 31, 2011
Cash flows from operating activities:		
Income before income taxes and minority interests	6,734	5,057
Depreciation and amortization	2,290	2,406
Interest and dividend income	(124)	(163)
Interest expenses	69	48
Decrease (increase) in notes and accounts receivable-trade	(752)	2,078
Decrease (increase) in inventories	158	(1,591)
Increase (decrease) in notes and accounts payable-trade	1,048	(1,698)
Loss on revaluation of investment securities	-	1,294
Loss on sales/disposal of fixed assets	3	46
Increase (decrease) in accrued employee bonuses	(301)	(163)
Others, net	621	(459)
Subtotal	9,747	6,854
Interest and dividend income received	96	181
Interest expenses paid	(69)	(48)
Income taxes paid	(1,234)	(5,542)
Net cash provided by operating activities	8,540	1,445
Cash flows from investing activities:		
Purchases of time deposits	(2,511)	(1,179)
Proceeds from maturities of time deposits	1,274	831
Acquisition of property, plant and equipment	(2,087)	(2,506)
Acquisition of intangible assets	(205)	(161)
Acquisition of investment securities	(46)	-
Acquisition of investments in subsidiaries	-	(427)
Others, net	367	(236)
Net cash used in investing activities	(3,208)	(3,681)
Cash flows from financing activities:		
Increase (decrease) in short-term loans payable	(262)	1,191
Repayments of long-term loans payable	(178)	(12)
Repayments of finance lease obligations	(8)	(4)
Acquisition of treasury stock	(2,005)	(0)
Cash dividends to shareholders	(2,896)	(2,857)
Cash dividends to minority shareholders	(3)	(2)
Others, net	0	-
Net cash used in financing activities	(5,354)	(1,686)
Effect of exchange rate changes on cash and cash equivalents	466	362
Net increase (decrease) in cash and cash equivalents	443	(3,559)
Cash and cash equivalents at beginning of the period	54,058	65,107
Cash and cash equivalents at end of the period	54,502	61,547

(4) Note concerning assumption of going concern
Not applicable

(5) Segment Information

【Business segment information】

First Quarter of FY2010 (Jan. 1, 2010 - Mar. 31, 2010)

(Millions of yen)

	Bicycle Components	Fishing Tackle	Others	Total	Corporate/ Elimination	Consolidated
Net sales						
(1) Third parties	39,923	10,038	264	50,226	-	50,226
(2) Inter-segment	-	-	-	-	-	-
Total	39,923	10,038	264	50,226	-	50,226
Operating income (loss)	6,983	325	(62)	7,246	-	7,246

Notes: 1. Business segments are determined in light of the intended use of the Company's product lines.

2. Principal products of each business segment:

Bicycle components - Freewheels, front gears, derailleurs, brakes, etc.

Fishing tackle - Reels, rods, etc.

Others - Cold forged products, etc.

【Geographical segment information】

First Quarter of FY2010 (Jan. 1, 2010 - Mar. 31, 2010)

(Millions of yen)

	Japan	North America	Europe	Asia	Others	Total	Corporate/ Elimination	Consolidated
Net sales								
(1) Third parties	33,035	5,449	5,533	5,168	1,039	50,226	-	50,226
(2) Inter-segment	5,916	356	875	16,080	0	23,230	(23,230)	-
Total	38,951	5,806	6,409	21,249	1,040	73,456	(23,230)	50,226
Operating income	2,388	318	564	3,851	122	7,246	-	7,246

Notes: 1. Countries and regions are classified according to geographical proximity.

2. Countries and regions outside Japan are classified into the following geographical areas:

North America - U.S.A. and Canada

Europe - Netherlands, Germany, United Kingdom, Italy, Belgium, France, Czech Republic, Sweden, Norway, Finland, and Poland

Asia - Singapore, Malaysia, China, Taiwan, and Indonesia

Others - Australia

【Segment Information】

1. Overview of Reportable Segments

The reportable segments of the Company are those units for which separate financial information is available, and which are regularly examined by the Board of Directors concerning decisions on the allocation of management resources and for assessing business performance.

The Company operates through the three divisions of Bicycle Components, Fishing Tackle and Others.

Principal products of each reportable segment are listed below

Reportable segment	Principal products
Bicycle Components	Freewheels, front gears, derailleurs, brakes, etc.
Fishing Tackle	Reels, rods, etc.
Others	Cold forged products, etc.

2. Sales and income (loss) by reportable segment

First Quarter of FY2011 (Jan. 1, 2011 - Mar. 31, 2011)

(Millions of yen)

	Reportable segment				Adjustment	Consolidated
	Bicycle Components	Fishing Tackle	Others	Total		
Net sales						
Third parties	40,802	9,932	164	50,900	-	50,900
Inter-segment	-	-	-	-	-	-
Total	40,802	9,932	164	50,900	-	50,900
Segment income (loss)	7,182	190	(49)	7,323	-	7,323

Notes: Total of segment income is the same as the operating income stated in the consolidated statements of income.

3. Information regarding impairment loss on fixed assets, goodwill and negative goodwill, etc. by reportable segment

Not applicable

(Additional Information)

Effective from the first quarter of FY2011, the Company has adopted the “Accounting Standard for Disclosures about Segments of an Enterprise and Related Information (ASBJ Statement No. 17, March 27, 2009)” and the “Guidance on Accounting Standard for Disclosures about Segments of an Enterprise and Related Information (ASBJ Guidance No. 20, March 21, 2008)”.

(6) Significant fluctuation in the amount of shareholders' equity

Not applicable