

(Excerpt translation)

November 7, 2013

**BRIEF ANNOUNCEMENT OF SETTLEMENT OF ACCOUNTS FOR
THE SECOND QUARTER OF THE FISCAL YEAR ENDING MARCH 31, 2014**

(Based on Japanese GAAP) (Consolidated)

Name of listed company: MITSUMI ELECTRIC CO., LTD.

Listing exchange: Tokyo Stock Exchange

Code number: 6767

URL: <http://www.mitsumi.co.jp/>

Representative: Shigeru Moribe
President and Representative Director

Person to contact: Kunihiro Noguchi
General Manager of General Affairs Dept.

Scheduled date of submission of quarterly report: November 14, 2013

Scheduled date of payment of dividends: -

Quarterly supplemental explanatory material prepared: Yes

Quarterly results briefing held: Yes (For analysts and institutional investors)

(Figures are indicated by discarding fractions of a million yen.)

1. Consolidated business results for the second quarter of the fiscal year ending March 31, 2014 (April 1, 2013 through September 30, 2013):

(1) Consolidated operating results (cumulative):

(The percentages indicate the rates of increase (decrease) from the second quarter of the previous fiscal year.)

| | Net sales | | Operating income | | Recurring income | | Net income | |
|--|---------------|----------|------------------|-----|------------------|-----|---------------|-----|
| | (million yen) | (%) | (million yen) | (%) | (million yen) | (%) | (million yen) | (%) |
| Second quarter of the year ending March 31, 2014 | 76,095 | 11.4 | (1,682) | - | (697) | - | (1,251) | - |
| Second quarter of the year ended March 31, 2013 | 68,287 | (-) 15.8 | (4,745) | - | (5,433) | - | (11,831) | - |

(Note) Comprehensive income:

Second quarter of the year ending March 31, 2014: ¥(229) million (-%)
 Second quarter of the year ended March 31, 2013: ¥(13,122) million (-%)

| | Net income per share (basic) | Net income per share (diluted) |
|--|------------------------------|--------------------------------|
| | (yen) | (yen) |
| Second quarter of the year ending March 31, 2014 | (14.31) | - |
| Second quarter of the year ended March 31, 2013 | (135.29) | - |

(2) Consolidated financial condition:

| | Total assets | Net assets | Net worth ratio |
|--|---------------|---------------|-----------------|
| | (million yen) | (million yen) | (%) |
| Second quarter of the year ending March 31, 2014 | 155,868 | 101,292 | 65.0 |
| Year ended March 31, 2013 | 140,611 | 101,521 | 72.2 |

(For reference) Net worth: Second quarter of the year ending March 31, 2014: ¥101,292 million
 Year ended March 31, 2013: ¥101,521 million

2. State of dividends:

| | Annual dividend (yen) | | | | |
|---------------------------------------|-----------------------|--------------------|-------------------|----------|-------|
| | First quarter-end | Second quarter-end | Third quarter-end | Year-end | Total |
| Year ended March 31, 2013 | — | — | — | 0.00 | 0.00 |
| Year ending March 31, 2014 | — | — | | | |
| Year ending March 31, 2014 (forecast) | | | — | 5.00 | 5.00 |

(Note) Adjustment to the most recently publicized forecast of dividends: None

3. Forecast of consolidated business results for the fiscal year ending March 31, 2014 (April 1, 2013 through March 31, 2014):

(The percentages indicate the rates of increase (decrease) from the previous fiscal year.)

| | Net sales | | Operating income | | Recurring income | | Net income | | Net income per share |
|-------------------|---------------|-----|------------------|-----|------------------|-----|---------------|-----|----------------------|
| | (million yen) | (%) | (million yen) | (%) | (million yen) | (%) | (million yen) | (%) | (yen) |
| Whole-year period | 164,000 | 7.8 | 1,500 | - | 2,000 | - | 1,500 | - | 17.15 |

(Note) Adjustment to the most recently publicized forecast of consolidated business results: None

* Notes:

- (1) Changes in important subsidiaries (changes in specific subsidiaries associated with a change in the scope of consolidation) during the period under review: None
- (2) Application of accounting treatments special to the preparation of the quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates and modifications and restatements:
- 1) Changes in accounting policies associated with changes in accounting standards: None
- 2) Other changes in accounting policies: None
- 3) Changes in accounting estimates: None
- 4) Modifications and restatements: None
- (4) Number of issued shares (shares of common stock):
- 1) Number of issued shares (including shares of treasury stock) as of the end of the period:
- Second quarter of the year ending March 31, 2014: 87,498,119 shares
- Year ended March 31, 2013: 87,498,119 shares
- 2) Number of shares of treasury stock as of the end of the period:
- Second quarter of the year ending March 31, 2014: 46,440 shares
- Year ended March 31, 2013: 46,036 shares
- 3) Average number of shares during the period (cumulative):
- Second quarter of the year ending March 31, 2014: 87,451,832 shares
- Second quarter of the year ended March 31, 2013: 87,452,425 shares

* Statement on the state of performance of quarterly review procedures:
 This brief announcement of settlement of accounts for the period under review is not subject to quarterly review procedures under the Financial Instruments and Exchange Act of Japan. The review of this brief announcement of settlement of accounts for the period under review in accordance with the Financial Instruments and Exchange Act has not been completed at the time of disclosure hereof.

* Explanation for the appropriate use of the forecast of business results and other special instructions:
 The description of the future in this material, including the forecast of business results, is based on the information currently available to the Company and certain assumptions currently considered reasonable by the Company. The actual results may change depending on various factors. As for the conditions precedent to the forecasts of business results and the instructions on the use of the forecasts of business results, please refer to "1. Qualitative Information on the Settlement of Accounts for the Quarter of the Fiscal Year under Review: (3) Explanations on the forecasts of consolidated business results and other future forecast information" on page 6 hereof.

CONTENTS OF ATTACHMENT

| | | |
|----|--|----|
| 1. | Qualitative Information on the Settlement of Accounts for the Quarter of the Fiscal Year under Review | 5 |
| | (1) Explanations on the consolidated operating results | 5 |
| | (2) Explanations on the consolidated financial position..... | 5 |
| | (3) Explanations on the forecasts of consolidated business results and other future forecast information..... | 6 |
| 2. | Matters Concerning Summary Information (Notes) | 6 |
| 3. | Consolidated Quarterly Financial Statements | 7 |
| | (1) Consolidated quarterly balance sheets | 7 |
| | (2) Consolidated quarterly statements of income and consolidated quarterly statements of comprehensive income..... | 8 |
| | (3) Consolidated quarterly statements of cash flows..... | 10 |
| | (4) Notes on consolidated quarterly statements..... | 11 |
| | (Note on assumptions for going concern)..... | 11 |
| | (Note on material change (if any) in the amount of shareholders' equity)..... | 11 |
| | (Segment information) | 11 |
| 4. | Supplementary Information | 12 |
| | (1) Production, orders received and sales..... | 12 |
| | (2) Overseas net sales | 13 |

1. Qualitative Information on the Settlement of Accounts for the Quarter of the Fiscal Year under Review

(1) Explanations on the consolidated operating results

To overview the global economic situations during the consolidated second-quarter cumulative period of the fiscal year under review, in the United States, there was a slow recovery due to strong consumer spending. In Europe, the economy remained stagnant due to the austere fiscal policies. Additionally, due to a moderate economic growth in the emerging countries, the global economy generally has been in the phase of a modest recovery.

In Japan, with the effect of the weaker yen and rising stock prices, there was an improvement in corporate performances and capital spending and consumer spending have begun to show an upturn.

In our electronic parts industry, while the market for products related to digital cameras and PCs has flagged, the market for growth products, including smart phones and tablet devices, and car-mounted devices has continued to expand.

Under these circumstances, the Mitsumi Group experienced an increase in sales of smart phone-related products and products related to car-mounted devices. As a result, for the second-quarter cumulative period of the fiscal year under review, on a consolidated basis, net sales amounted to ¥76,095 million (111.4% in comparison with the corresponding period of the previous fiscal year).

With regard to profits and losses, in spite of its efforts to increase sales and make improvements, including a reform of its business structure, the Company registered an operating loss of ¥1,682 million (an operating loss of ¥4,745 million for the corresponding period of the previous fiscal year) and a recurring loss of ¥697 million (a recurring loss of ¥5,433 million for the corresponding period of the previous fiscal year). Net loss amounted to ¥1,251 million (a net loss of ¥11,831 million for the corresponding period of the previous fiscal year).

(2) Explanations on the consolidated financial condition

(i) Change in the financial condition for the second quarter of the fiscal year under review

As of the end of the second quarter of the fiscal year under review, on a consolidated basis, total assets accounted for ¥155,868 million, up ¥15,256 million from the end of the previous fiscal year, due principally to an increase of ¥15,513 million in trade notes and trade accounts receivable, an increase of ¥9,904 million in inventories and an increase of ¥2,249 million in tangible fixed assets in spite of a decrease of ¥11,977 million of cash and deposits.

Total liabilities accounted for ¥54,576 million, up ¥15,485 million from the end of the previous fiscal year, due principally to an increase of ¥14,782 million in trade notes and trade accounts payable.

Total net assets accounted for ¥101,292 million, down ¥229 million from the end of the previous fiscal year, due principally to a decrease of ¥1,251 million in retained earnings as a result of a net loss and a change of ¥1,015 million in foreign exchange translation adjustment arising from the depreciation of the yen.

As a result, the net worth ratio as of the end of the second quarter of the fiscal year under review decreased by 7.2 points from the end of the previous fiscal year to 65.0%.

(ii) State of cash flows for the second quarter of the fiscal year under review

Cash and cash equivalents ("net cash") on a consolidated basis at the end of the second-quarter cumulative period of the fiscal year under review decreased by ¥12,231 million in comparison with the previous fiscal year, accounting for ¥33,133 million.

The state of cash flows for the second-quarter cumulative period of the fiscal year under review is as follows:

(Cash flows from operating activities)

Cash flows from operating activities resulted in payments of ¥7,346 million (payments of ¥7,701 million for the corresponding period of the previous fiscal year) due principally to a loss before income taxes and others, an increase in trade accounts receivable and an increase in inventories in spite of an increase in trade accounts payable.

(Cash flows from investing activities)

Cash flows from investing activities resulted in payments of ¥5,358 million (payments of ¥16,181 million for the corresponding period of the previous fiscal year) due principally to payments for placing of time deposits and payments for the acquisition of tangible fixed assets.

(Cash flows from financing activities)

Cash flows from financing activities resulted in payments of ¥4 million (payments of ¥3 million for the corresponding period of the previous fiscal year) due principally to payments of dividends.

(3) Explanations on the forecasts of consolidated business results and other future forecast information

With regard to the forecast of consolidated business results for the fiscal year ending March 31, 2014, please refer to the "Notice on the Adjustment to the Forecasts of Business Results" publicized on November 5, 2013.

2. Matters Concerning Summary Information (Notes)

(Translation omitted)

3. Consolidated Quarterly Financial Statements

(1) Consolidated quarterly balance sheets

(million yen)

| | Year ended March 31, 2013 (as of March 31, 2013) | Second quarter of the year ending March 31, 2014 (as of September 30, 2013) |
|--|--|---|
| ASSETS: | | |
| Current assets: | | |
| Cash and deposits | 45,907 | 33,929 |
| Trade notes and trade accounts receivable | 34,449 | 49,962 |
| Finished products | 2,452 | 2,346 |
| Work in process | 6,512 | 9,052 |
| Raw materials and storage | 20,171 | 27,641 |
| Other assets | 2,518 | 2,123 |
| Allowance for doubtful receivables | (47) | (69) |
| Total current assets | 111,962 | 124,987 |
| Fixed assets: | | |
| Tangible fixed assets | 25,006 | 27,255 |
| Intangible fixed assets | 1,152 | 1,074 |
| Investments and other assets | | |
| Others investments and other assets | 2,734 | 2,787 |
| Allowance for doubtful receivables | (244) | (236) |
| Total investments and other assets | 2,490 | 2,550 |
| Total fixed assets | 28,649 | 30,881 |
| TOTAL ASSETS | 140,611 | 155,868 |
| LIABILITIES: | | |
| Current liabilities: | | |
| Trade notes and trade accounts payable | 20,524 | 35,307 |
| Short-term borrowings | 5,737 | 5,962 |
| Accrued corporate taxes, etc. | 317 | 451 |
| Allowance for bonuses | 1,291 | 1,306 |
| Other current liabilities | 8,782 | 9,081 |
| Total current liabilities | 36,653 | 52,108 |
| Long-term liabilities: | | |
| Reserve for employee retirement benefits | 810 | 894 |
| Other long-term liabilities | 1,626 | 1,572 |
| Total long-term liabilities | 2,437 | 2,467 |
| TOTAL LIABILITIES | 39,090 | 54,576 |
| NET ASSETS: | | |
| Shareholders' equity: | | |
| Capital | 39,890 | 39,890 |
| Additional paid-in capital | 43,252 | 43,252 |
| Retained earnings | 30,532 | 29,280 |
| Treasury stock | (91) | (91) |
| Total shareholders' equity | 113,583 | 112,331 |
| Accumulated other comprehensive income: | | |
| Valuation difference of other securities | 29 | 35 |
| Foreign exchange translation adjustment | (12,090) | (11,075) |
| Total accumulated other comprehensive income | (12,061) | (11,039) |
| TOTAL NET ASSETS | 101,521 | 101,292 |
| TOTAL LIABILITIES AND NET ASSETS | 140,611 | 155,868 |

(2) Consolidated quarterly statements of income and consolidated quarterly statements of comprehensive income

Consolidated quarterly statements of income
 (For the consolidated second-quarter cumulative period)

(million yen)

| | Second-quarter cumulative period of the year ended March 31, 2013 (April 1, 2012 through September 30, 2012) | Second-quarter cumulative period of the year ending March 31, 2014 (April 1, 2013 through September 30, 2013) |
|--|---|--|
| Net sales | 68,287 | 76,095 |
| Cost of sales | 67,827 | 72,472 |
| Gross profit on sales | 460 | 3,623 |
| Selling, general and administrative expenses | 5,205 | 5,305 |
| Operating loss | (4,745) | (1,682) |
| Non-operating income | | |
| Interest income | 58 | 55 |
| Royalties earned | 80 | 21 |
| Foreign exchange gains | - | 779 |
| Other income | 202 | 245 |
| Total non-operating income | 341 | 1,100 |
| Non-operating expenses | | |
| Interest expense | 21 | 21 |
| Loss on disposition of fixed assets | 43 | 25 |
| Payment compensation | 24 | 61 |
| Foreign exchange loss | 702 | - |
| Other expenses | 238 | 8 |
| Total non-operating expenses | 1,029 | 116 |
| Recurring loss | (5,433) | (697) |
| Special income | | |
| Gain on sales of fixed assets | 78 | - |
| Total special income | 78 | - |
| Special loss | | |
| Impairment loss on fixed assets | 264 | 149 |
| Special retirement allowances | - | 8 |
| Business restructuring expenses | 967 | 272 |
| Loss from disaster | 2,012 | - |
| Total special loss | 3,244 | 430 |
| Loss before income taxes and others | (8,599) | (1,128) |
| Corporate, inhabitant and enterprise taxes | 3,232 | 123 |
| Net loss | (11,831) | (1,251) |

Consolidated quarterly statements of comprehensive income
 (For the consolidated second-quarter cumulative period)

(million yen)

| | Second-quarter cumulative period of the year ended March 31, 2013 (April 1, 2012 through September 30, 2012) | Second-quarter cumulative period of the year ending March 31, 2014 (April 1, 2013 through September 30, 2013) |
|---|---|--|
| Net loss | (11,831) | (1,251) |
| Other comprehensive income | | |
| Valuation difference of other securities | (7) | 6 |
| Foreign exchange translation adjustment | (1,283) | 1,015 |
| Total other comprehensive income | (1,291) | 1,022 |
| Quarterly comprehensive income | (13,122) | (229) |
| (Items) | | |
| Quarterly comprehensive income related to the shareholders of the parent company | (13,122) | (229) |
| Quarterly comprehensive income related to the minority shareholders | - | - |

(3) Consolidated quarterly statements of cash flows

(million yen)

| | Second-quarter cumulative period of the year ended March 31, 2013 (April 1, 2012 through September 30, 2012) | Second-quarter cumulative period of the year ending March 31, 2014 (April 1, 2013 through September 30, 2013) |
|---|---|--|
| Cash flows from operating activities: | | |
| Loss before income taxes and others | (8,599) | (1,128) |
| Depreciation | 2,854 | 3,100 |
| Impairment loss on fixed assets | 264 | 149 |
| Business restructuring expenses | 967 | 272 |
| Loss from disaster | 2,012 | - |
| Increase (decrease) in allowance for doubtful receivables | 110 | 14 |
| Increase (decrease) in reserve for employee retirement benefits | 45 | 74 |
| (Increase) decrease in prepaid pension cost | 479 | 185 |
| Interest and dividend income | (58) | (55) |
| Interest expenses | 21 | 21 |
| Foreign exchange (income) loss | (312) | 283 |
| (Gain) loss on sale of fixed assets | (87) | (37) |
| Loss from write-off and retirement of fixed assets | 43 | 25 |
| (Increase) decrease in trade accounts receivable | (6,117) | (15,112) |
| (Increase) decrease in inventories | (20,392) | (9,694) |
| Increase (decrease) in trade accounts payable | 24,364 | 14,336 |
| Others | 302 | 308 |
| Subtotal | (4,103) | (7,256) |
| Interest and dividends received | 49 | 54 |
| Interest paid | (21) | (21) |
| Special retirement allowances paid | (3,859) | (61) |
| Governmental subsidies received | 420 | - |
| Insurance claims received | 48 | 20 |
| Business restructuring expenses paid | - | (262) |
| Corporate taxes paid | (236) | (85) |
| Corporate taxes refunded | - | 266 |
| Net cash (used in) provided by operating activities | (7,701) | (7,346) |
| Cash flows from investing activities: | | |
| Placing of time deposits | (11,114) | (423) |
| Withdrawal of time deposits | 159 | 225 |
| Acquisition of tangible fixed assets | (5,160) | (5,649) |
| Sale of tangible fixed assets | 166 | 748 |
| Acquisition of intangible fixed assets | (74) | (123) |
| Acquisition of investment securities | (156) | (137) |
| Others | (1) | 2 |
| Net cash (used in) provided by investing activities | (16,181) | (5,358) |

(million yen)

| | Second-quarter cumulative period of the year ended March 31, 2013 (April 1, 2012 through September 30, 2012) | Second-quarter cumulative period of the year ending March 31, 2014 (April 1, 2013 through September 30, 2013) |
|--|---|--|
| Cash flows from financing activities: | | |
| Purchase of treasury stock | (0) | (0) |
| Cash dividends paid | (3) | (4) |
| Net cash (used in) provided by financing activities | (3) | (4) |
| Translation gain (loss) related to cash and cash equivalents | (713) | 478 |
| Net increase (decrease) in cash and cash equivalents | (24,600) | (12,231) |
| Cash and cash equivalents at beginning of the period | 56,959 | 45,364 |
| Cash and cash equivalents at end of the period | 32,358 | 33,133 |

(4) Notes on consolidated quarterly statements

(Note on assumptions for going concern)

Not applicable.

(Note on material change (if any) in the amount of shareholders' equity)

Not applicable.

(Segment information)

The business of the Group is comprised of a single segment of production and sale of parts of electronic and communications devices and equipment. Hence, the descriptions of segment information are omitted.

4. Supplementary Information

(1) Production, orders received and sales

(i) Production

Production by product division for the consolidated second-quarter cumulative period of the fiscal year ending March 31, 2014:

| Division | Production | Comparison with the corresponding period of the previous fiscal year |
|-----------------------|---------------|--|
| | (million yen) | (%) |
| Semiconductor Devices | 12,130 | 84.3 |
| Optical Devices | 6,702 | 89.8 |
| System Parts | 33,854 | 126.1 |
| High-Frequency Parts | 10,505 | 129.7 |
| Power-Unit Parts | 12,439 | 109.8 |
| Total | 75,632 | 111.0 |

(ii) Orders received

Orders received by product division for the consolidated second-quarter cumulative period of the fiscal year ending March 31, 2014:

| Division | Orders received | Comparison with the corresponding period of the previous fiscal year | Balance of orders received | Comparison with the corresponding period of the previous fiscal year |
|-----------------------|-----------------|--|----------------------------|--|
| | (million yen) | (%) | (million yen) | (%) |
| Semiconductor Devices | 12,615 | 87.2 | 3,287 | 109.2 |
| Optical Devices | 8,016 | 92.1 | 1,839 | 95.7 |
| System Parts | 35,549 | 131.7 | 5,984 | 121.1 |
| High-Frequency Parts | 10,836 | 129.9 | 2,946 | 111.0 |
| Power-Unit Parts | 11,858 | 98.5 | 2,499 | 97.1 |
| Total | 78,876 | 111.8 | 16,557 | 109.6 |

(iii) Sales

Sales by product division for the consolidated second-quarter cumulative period of the fiscal year ending March 31, 2014:

| Division | Sales | Comparison with the corresponding period of the previous fiscal year |
|-----------------------|---------------|--|
| | (million yen) | (%) |
| Semiconductor Devices | 12,424 | 85.3 |
| Optical Devices | 6,712 | 90.1 |
| System Parts | 34,203 | 127.2 |
| High-Frequency Parts | 10,401 | 127.2 |
| Power-Unit Parts | 12,352 | 110.2 |
| Total | 76,095 | 111.4 |

(2) Overseas net sales

For the consolidated second-quarter cumulative period of the fiscal year ended March 31, 2013 (April 1, 2012 through September 30, 2012):

(million yen)

| | Asia | Europe | North America | Total |
|---|--------|--------|---------------|--------|
| I Overseas net sales | 30,875 | 1,492 | 635 | 33,003 |
| II Consolidated net sales | | | | 68,287 |
| III Ratio of overseas net sales to consolidated net sales (%) | 45.2 | 2.2 | 0.9 | 48.3 |

For the consolidated second-quarter cumulative period of the fiscal year ending March 31, 2014 (April 1, 2013 through September 30, 2013):

(million yen)

| | Asia | Europe | North America | Total |
|---|--------|--------|---------------|--------|
| I Overseas net sales | 37,874 | 1,743 | 2,016 | 41,633 |
| II Consolidated net sales | | | | 76,095 |
| III Ratio of overseas net sales to consolidated net sales (%) | 49.8 | 2.3 | 2.6 | 54.7 |

- END -