

**QUARTERLY FINANCIAL REPORT
FOR THE THREE MONTHS ENDED JUNE 30, 2009**

August 5, 2009

Company name: SECOM Co., Ltd. (URL: <http://www.secom.co.jp/>)
 Code number: 9735 Tokyo Stock Exchange ----- First Section
 Osaka Securities Exchange ----- First Section
 Representative: Kanemasa Haraguchi, President and Representative Director
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 Scheduled date of filing Quarterly Securities Report: August 14, 2009
 Scheduled date of dividend payout: —

1. Consolidated financial statements for the three-month period ended June 30, 2009 (April 1, 2009 – June 30, 2009)

(1) Consolidated operating results (In millions of yen, figures rounded down)

	Three-month period ended June 30	
	2008	2009
Revenue	157,667 —	153,291 (2.8%)
Operating profit	23,514 —	23,637 0.5%
Ordinary profit	25,087 —	23,908 (4.7%)
Net income	13,557 —	12,276 (9.4%)
Basic net income per share (in yen)	60.26	56.31
Diluted net income per share (in yen)	—	—

Note: Percentage figures represent changes from the results of the corresponding period of the previous year.

(2) Consolidated financial conditions (In millions of yen, figures rounded down)

	March 31, 2009	June 30, 2009
Total assets	1,090,483	1,078,899
Net assets	582,608	585,940
Equity ratio	47.6%	48.4%
Net assets per share (in yen)	2,380.12	2,396.63

Note: Equity as of:

June 30, 2009: JPY 522,550 million March 31, 2009: JPY 518,954 million

2. Dividends (In millions of yen, figures rounded down)

	Years ended March 31		
	2009	2010	2010(projected)
1 st quarter dividends per share (in yen)	–	–	–
2 nd quarter dividends per share (in yen)	–	–	–
3 rd quarter dividends per share (in Yen)	–	–	–
Year-end dividends per share (in yen)	85.00	–	85.00 – 90.00
Annual dividends per share (in yen)	85.00	–	85.00 – 90.00

Note: Revision of projected dividends in this quarter: None

3. Projections for the consolidated financial results for the fiscal year ending March 31, 2010 (April 1, 2009 – March 31, 2010) and the six-month period ending September 30, 2009 (April 1, 2009 – September 30, 2009)

(In millions of yen)

	Six-month period ending September 30, 2009	Year ending March 31, 2010
Projected revenue	327,400 1.0%	700,300 3.2%
Projected operating profit	48,900 24.2%	107,500 22.7%
Projected ordinary profit	46,900 12.7%	106,700 17.3%
Projected net income	24,800 91.4%	58,500 172.1%
Projected net income per share (in yen)	113.74	268.30

Note: Percentage figures represent changes from the results of the corresponding period of the previous year.

Note: Revision of projections for the consolidated financial results in this quarter: None

4. Others

- (1) Significant changes in subsidiaries (scope of consolidation) during the period: None
- (2) Adoption of simplified accounting treatment or unique accounting treatment for the preparation of quarterly consolidated financial statements : Applicable
- (3) Changes in accounting principles, procedures and/or presentation with regard to preparation of quarterly consolidated financial statements (to be reported as change of significant matters for the basis of quarterly consolidated financial statements):
 - ① Changes associated with amendment of accounting standards: Applicable
 - ② Other changes: None
- (4) Number of common shares outstanding :
 - ① Number of common shares outstanding, including treasury stock, as of:

June 30, 2009: 233,288,717 shares	March 31, 2009: 233,288,717 shares
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 - ② Number of shares of treasury stock, as of:

June 30, 2009: 15,252,872 shares	March 31, 2009: 15,251,520 shares
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 - ③ Number of average common shares outstanding over period (cumulative; consolidated):

The three-month period ended June 30, 2009: 218,036,162 shares	The three-month period ended June 30, 2008: 224,964,848 shares
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* Note: The forward-looking statements about the future performance described in this document are provided based on all information available at the release date of this document. Actual performance may differ from the forward-looking statements due to various factors hereafter occurred.

Consolidated Balance Sheets

(In millions of yen)

	June 30, 2009	March 31, 2009
	Amount	Amount
ASSETS:		
Current assets:	452,946	473,445
Cash on hand and in banks	139,084	127,476
Cash deposits for armored car services	56,938	56,667
Call loans	26,500	36,500
Notes and accounts receivable, trade	47,479	77,398
Due from subscribers	19,722	20,139
Short-term investments	25,389	16,786
Lease receivables and investment in leased assets	14,876	14,993
Merchandises and products	11,300	10,730
Real estate inventories	6,095	6,177
Work in process	2,279	2,174
Costs on uncompleted construction contracts	10,640	9,534
Work in process for real estate inventories	60,753	60,950
Raw materials and supplies	6,048	5,840
Deferred income taxes	8,116	11,135
Short-term loans receivable	2,026	4,125
Other	17,921	15,578
Allowance for doubtful accounts	(2,227)	(2,762)
Fixed assets:	625,636	616,698
Tangible assets:	265,232	263,267
Buildings and improvements	90,739	85,415
Security equipment and control stations	65,543	65,631
Land	90,307	89,297
Other	18,641	22,923
Intangible assets	23,656	21,331
Investments and others:	336,747	332,099
Investment securities	206,201	201,923
Long-term loans receivable	62,848	59,880
Prepaid pension and severance costs	18,811	18,876
Deferred income taxes	22,925	24,413
Other	45,556	46,129
Allowance for doubtful accounts	(19,596)	(19,122)
Deferred assets	317	338
Total assets	1,078,899	1,090,483

Consolidated Balance Sheets (Continued)

(In millions of yen)

	June 30, 2009	March 31, 2009
	Amount	Amount
LIABILITIES:		
Current liabilities:	241,410	256,655
Notes and accounts payable, trade	21,465	28,374
Bank loans	87,013	85,383
Current portion of straight bonds	5,036	5,036
Lease obligations	176	202
Payables - other	20,663	23,195
Accrued income taxes	7,289	18,983
Accrued consumption taxes	3,687	2,932
Accrued expenses	3,461	3,534
Deferred revenue	34,214	31,298
Accrued bonuses	7,873	12,741
Reserve for litigation losses	2,445	2,415
Provision for loss on construction contracts	55	-
Other	48,027	42,558
Long-term liabilities:	251,547	251,218
Straight bonds	12,347	12,673
Long-term loans	15,207	15,338
Lease obligations	644	571
Guarantee deposits received	34,783	34,210
Deferred income taxes	3,464	3,740
Accrued pension and severance costs	13,880	13,807
Accrued retirement benefits for directors and corporate auditors	2,225	2,244
Investment deposits by policyholders, unearned premiums and other insurance liabilities	167,722	167,011
Other	1,273	1,621
Total liabilities	492,958	507,874
NET ASSETS:		
Shareholders' equity:	546,630	552,891
Common stock	66,377	66,377
Capital surplus	83,054	83,054
Retained earnings	472,099	478,355
Common stock in treasury, at cost	(74,901)	(74,896)
Valuation, translation adjustments and others:	(24,079)	(33,937)
Unrealized gains (losses) on securities	2,721	(3,901)
Deferred gains (losses) on hedges	(31)	(27)
Foreign currency translation adjustments	(26,770)	(30,008)
Minority interests in subsidiaries	63,389	63,654
Total net assets	585,940	582,608
Total liabilities and net assets	1,078,899	1,090,483

Consolidated Statements of Income

(In millions of yen)

	Three-month period ended June 30, 2008	Three-month period ended June 30, 2009
	Amount	Amount
Revenue	157,667	153,291
Costs of revenue	97,841	94,332
Gross profit	59,826	58,958
Selling, general and administrative expenses	36,312	35,320
Operating profit	23,514	23,637
Non-operating income	3,853	3,209
Non-operating expenses	2,279	2,938
Ordinary profit	25,087	23,908
Extraordinary profit	12	2
Extraordinary loss	199	365
Income before income taxes	24,900	23,545
Income taxes - current	9,600	7,315
Income taxes - deferred	709	2,834
Total income taxes	10,309	10,150
Minority interests in subsidiaries	1,033	1,118
Net income	13,557	12,276

Consolidated Statements of Cash Flows

(In millions of yen)

	Three-month period ended June 30, 2008	Three-month period ended June 30, 2009
Cash flows from operating activities:		
Income before income taxes	24,900	23,545
Depreciation	9,467	8,505
Amortization of goodwill	450	449
Net (gains) losses from investment in affiliated companies accounted for under the equity method	(1,819)	(986)
Interest and dividend income	(1,628)	(1,208)
Interest expenses	589	371
Net (gains) losses on sales of investment securities	(377)	(271)
Net (gains) losses on private equity investment	—	1,565
(Increase) decrease in notes and accounts receivable, trade, and due from subscribers	26,882	30,525
(Increase) decrease in inventories	(6,237)	(1,539)
Increase (decrease) in accounts payable	(13,498)	(9,568)
Increase (decrease) in investment deposits by policyholders, unearned premiums and other insurance liabilities	1,739	711
Other	(206)	979
Subtotal	40,263	53,079
Interest and dividend received	2,898	2,373
Interest paid	(581)	(326)
Income taxes paid	(23,863)	(18,679)
Net cash provided by (used in) operating activities	18,716	36,446
Cash flows from investing activities:		
(Increase) decrease in short-term investments, net	(3,725)	(3,666)
Payments for purchases of tangible assets	(13,161)	(10,039)
Proceeds from sales of tangible assets	65	15
Payments for purchases of investment securities	(29,116)	(12,699)
Proceeds from sales and redemptions of investment securities	14,502	13,236
(Increase) decrease in short-term loans receivable, net	(542)	123
Payments for long-term loans receivable	(3,079)	(1,513)
Proceeds from long-term loans receivable	1,774	541
Acquisitions of subsidiaries accompanied with change in scope of consolidation	(679)	—
Other	(1,306)	(716)
Net cash provided by (used in) investing activities	(35,267)	(14,719)
Cash flows from financing activities:		
Increase (decrease) in bank loans, net	(25,438)	2,229
Proceeds from long-term loans	314	5
Repayments of long-term loans	(1,556)	(742)
Proceeds from issuance of straight bonds	7,215	—
Payments for redemption of straight bonds	(3,620)	(325)
Dividends paid	(19,122)	(18,533)
Dividends paid for minority shareholders	(1,509)	(1,508)
Other	(4)	(27)
Net cash provided by (used in) financing activities	(43,720)	(18,903)
Effect of exchange rate changes on cash and cash equivalents	(1,190)	697
Net increase (decrease) in cash and cash equivalents	(61,462)	3,521
Cash and cash equivalents at beginning of the period	213,366	158,184
Cash and cash equivalents at end of the period	151,903	161,706

Segment Information

I. Business segment information

(In millions of yen)

	Three-month period ended June 30, 2008								
	Security services	Fire protection services	Medical services	Insurance services	Geographic information services	Information and communication related and other services	Total	Eliminations or corporate items	Consolidated
Revenue:									
Customers	106,134	18,105	8,681	7,939	5,763	11,042	157,667	-	157,667
Intersegment	2,372	1,590	30	782	7	2,088	6,874	(6,874)	-
Subtotal	108,507	19,696	8,712	8,722	5,771	13,131	164,542	(6,874)	157,667
Operating costs and expenses	82,471	18,306	8,287	8,694	7,159	12,818	137,737	(3,584)	134,153
Operating profit (loss)	26,035	1,389	425	28	(1,387)	313	26,804	(3,290)	23,514

(In millions of yen)

	Three-month period ended June 30, 2009									
	Security services	Fire protection services	Medical services	Insurance services	Geographic information services	Real estate development and sales	Information and communication related and other services	Total	Eliminations or corporate items	Consolidated
Revenue:										
Customers	102,030	15,162	8,747	7,881	7,061	3,419	8,989	153,291	-	153,291
Intersegment	2,138	1,157	30	792	30	-	1,494	5,643	(5,643)	-
Subtotal	104,169	16,320	8,777	8,673	7,091	3,419	10,483	158,935	(5,643)	153,291
Operating costs and expenses	79,144	15,457	8,367	8,611	7,663	3,553	9,484	132,282	(2,628)	129,653
Operating profit (loss)	25,024	863	410	62	(572)	(134)	999	26,652	(3,014)	23,637

(Note)

The SECOM Group had formerly categorized its business into six business segments: security services, fire protection services, medical services, insurance services, geographic information services, and information and communication related and other services. However, the SECOM Group established a new business segment, real estate development and sales, formerly included in information and communication related and other services, due to the fact that the absolute value of operating losses of real estate development and sales business incurred in the fiscal year ended March 31, 2009 exceeded 10% of the total amount of operating profits from segments incurring operating profits.

The business segment information for the three-month period ended June 30, 2008, is restated as shown below, to conform to the presentation used for the three-month period ended June 30, 2009.

(In millions of yen)

	Three-month period ended June 30, 2008									
	Security services	Fire protection services	Medical services	Insurance services	Geographic information services	Real estate development and sales	Information and communication related and other services	Total	Eliminations or corporate items	Consolidated
Revenue:										
Customers	106,134	18,105	8,681	7,939	5,763	1,777	9,264	157,667	-	157,667
Intersegment	2,372	1,590	30	782	7	-	2,106	6,892	(6,892)	-
Subtotal	108,507	19,696	8,712	8,722	5,771	1,777	11,371	164,560	(6,892)	157,667
Operating costs and expenses	82,471	18,306	8,287	8,694	7,159	2,441	10,394	137,755	(3,601)	134,153
Operating profit (loss)	26,035	1,389	425	28	(1,387)	(664)	977	26,804	(3,290)	23,514