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QUARTERLY FINANCIAL REPORT FOR THE NINE-MONTH PERIOD ENDED DECEMBER 31, 2012

(Based on JAPANESE GAAP) (Consolidated)

February 7, 2013

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: Shuji Maeda, President and Representative Director
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 Scheduled date of filing Quarterly Securities Report: February 14, 2013
 Scheduled date of dividend payout: -
 Preparation of quarterly supplementary materials: None
 Holding of quarterly results information meeting: None

1. Consolidated financial results for the nine-month period ended December 31, 2012 (April 1, 2012– December 31, 2012)

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

	Nine-month period ended December 31	
	2011	2012
Revenue	484,634 0.6%	547,347 12.9%
Operating profit	74,121 0.9%	78,690 6.2%
Ordinary profit	78,518 (3.6%)	83,857 6.8%
Net income	42,060 (12.0%)	48,374 15.0%
Basic net income per share (in yen)	192.76	221.62
Diluted net income per share (in yen)	-	-

Note 1: Comprehensive income:

Nine-month period ended December 31, 2012: JPY 53,052 million [36.5%]

Nine-month period ended December 31, 2011: JPY 38,880 million [(8.3)%]

Note 2: There is no diluted net income per share as there are no shares with dilutive effect.

Note 3: Percentage figures represent changes from the results of the corresponding period of the previous year.

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

	March 31, 2012	December 31, 2012
Total assets	1,101,884	1,182,920
Net assets	671,517	719,421
Equity ratio	55.2%	54.0%
Net assets per share (in yen)	2,785.56	2,924.72

Note 1: Equity as of:

December 31, 2012: JPY 638,378 million

March 31, 2012: JPY 608,008 million

Note 2: Equity is calculated by deducting minority interests in subsidiaries from net assets. Net assets per share is calculated by dividing equity by the number of common shares outstanding, excluding treasury stock, as of each period-end.

2. Dividends

	Years ended March 31		
	2012	2013	2013 (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)	90.00		100.00
Annual dividends per share (in yen)	90.00		100.00

Note: Revision of projected dividends from those most recently disclosed: None

3. Projections for the consolidated financial results for the fiscal year ending March 31, 2013 (April 1, 2012 – March 31, 2013)

(In millions of yen)

	Year ending March 31, 2013
Projected revenue	738,900 8.8%
Projected operating profit	103,100 27.2%
Projected ordinary profit	106,000 20.7%
Projected net income	62,200 75.3%
Projected basic net income per share (in yen)	284.97

Note 1: Revision of projections for the consolidated financial results from those most recently disclosed: None

Note 2: Projected basic net income per share for the fiscal year ending March 31, 2013 is calculated based on the number of average common shares outstanding over the nine-month period ended December 31, 2012, assuming that it remains the same until March 31, 2013.

Note 3: Percentage figures represent changes from the results of the corresponding period of the previous year.

Notes

1. Significant changes in subsidiaries during the nine-month period ended December 31, 2012 (changes in specified subsidiaries accompanied with changes in scope of consolidation): Applicable
Newly consolidated: One (At Tokyo Corporation)
Excluded from consolidation: None
2. Adoption of unique accounting treatment for preparation of consolidated quarterly financial statements: None
3. Changes in accounting policies, accounting estimates and/or restatements:

Changes in accounting policies associated with amendment of accounting standards: None

Other changes in accounting policies: None

Changes in accounting estimates: None

Restatements: None

4. Number of common shares outstanding :

Number of common shares outstanding, including treasury stock, as of:

December 31, 2012: 233,288,717 shares

March 31, 2012: 233,288,717 shares

Number of shares of treasury stock, as of:

December 31, 2012: 15,018,515 shares

March 31, 2012: 15,017,691 shares

Number of average common shares outstanding over:

The nine-month period ended December 31, 2012: 218,270,712 shares

The nine-month period ended December 31, 2011: 218,199,461 shares

Note on status of quarterly review procedures

This report is excluded from the scope of quarterly review procedures pursuant to the Financial Instruments and Exchange Act. Review procedures for quarterly financial statements have not been completed at the time of disclosure of this report.

Note on appropriate use of projections for the financial results; other special items

The forward-looking statements including the future performance described in this document are provided based on both all information available at this moment and certain assumptions considered reasonable. Actual performance may differ materially from the forward-looking statements due to various factors hereafter occurred. For matters regarding assumptions on financial projections and notes for the use of financial projections, please refer to “1. Qualitative Information Regarding the Nine-month Period Ended December 31, 2012 (3) Qualitative Information Regarding Consolidated Financial Projections” on page 4 in the appendices.

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1. Qualitative Information Regarding the Nine-month Period Ended December 31, 2012

(1) Qualitative Information Regarding Consolidated Financial Results

During the nine-month period ended December 31, 2012, although the recovery of Japanese economy appeared to be pausing due to the appreciation in yen, the effect of domestic deflation, etc., despite the support of reconstruction demand of the Great East Japan Earthquake, it gradually began showing signs of restoration toward the end of 2012, reflecting the rise of stock price and the revision of appreciation in yen, as well as the expectation of economic recovery. Nonetheless there are still some economic downward risks ascribed to uncertainty of overseas economy.

In this environment, we have been continuously trying to satisfy the increasingly diversified and sophisticated needs of our customers for their safety and peace of mind, with the aim of realizing our vision of the establishment of “Social System Industry”, a society where everyone can live safe and secure anytime and anywhere. To this end, we have made efforts to develop and provide high-grade products and services suited to customer needs in our security services segment, as well as in our fire protection services, medical services, insurance services, geographic information services, real estate development and sales, and information and communication related and other services segments. We also pressed forward with efforts to apply the ALL SECOM concept, which emphasizes cooperation among our various independent businesses to strengthen the bond of the Group as a whole with a view to hastening our advance to growth. In addition, we recognize the data centers, mainly owned by At Tokyo Corporation, a subsidiary newly consolidated from the end of October 2012, as one of the most essential business infrastructure for the development of the “Social System Industry” vision. We will create various new services based on these data centers to contribute to the realization of safe, secure, comfortable and convenient society.

Consolidated revenue for the nine-month period ended December 31, 2012 increased by 12.9% to 547.3 billion yen, due to brisk revenue in the security services segment and contribution by Nittan Co., Ltd., a subsidiary newly consolidated from April 2012, as well as the release of large-scale condominiums in the real estate development and sales segment. Consolidated operating profit went up by 6.2% to 78.6 billion yen, compared with the previous corresponding period, and consolidated ordinary profit increased by 6.8% to 83.8 billion yen. Consolidated net income increased by 15.0% to 48.3 billion yen. Moreover, consolidated revenue, operating profit, ordinary profit and net income all reached a record-high, compared with the past corresponding periods.

Segment information is as follows.

In the security services segment, revenue increased by 3.0% to 321.9 billion yen and operating profit went up by 1.9% to 76.3 billion yen, mainly due to brisk sales of centralized systems, i.e., on-line security systems, for commercial and residential use and of security products, including CCTV surveillance systems.

In the fire protection services segment, revenue increased by 48.7% to 74.0 billion yen and operating profit went up by 14.6% to 1.8 billion yen, due to contribution by Nittan Co., Ltd., a subsidiary newly consolidated from April 2012, and the efforts of proactive business activities in order to meet market needs, despite the severe business environment. Revenue tends to increase toward the end of the period,

due to the fact that this segment is greatly affected by the construction industry.

In the medical services segment, revenue increased by 8.7% to 34.4 billion yen, primarily due to brisk sales of medial equipment. Operating profit increased by 11.4% to 3.2 billion yen, reflecting decrease in SG&A expenses which is primarily due to the absence of amortization of goodwill completed in the previous period.

In the insurance services segment, revenue declined by 0.4% to 26.3 billion yen due to the decrease in net investment gains etc., although sales of MEDCOM, an unrestricted cancer treatment policy, and fire insurance policy, both provided by Secom General Insurance Co., Ltd, firmly increased. Operating loss was 5 million yen, compared with operating profit of 0.5 billion yen in the previous corresponding period, primarily owing to the increase in underwriting expenses, caused by the increase in the number of natural disasters.

In the geographic information services segment, since sales in public, private and international division firmly increased, revenue advanced 5.0% to 35.5 billion yen. Operating profit increased by 9.9% to 1.8 billion yen, mainly due to the decrease in cost ratio of the international division, despite the increase in labor costs etc. along with expansion of business scale. Revenue tends to increase toward the end of the period, due to the concentration of deliveries of public-sector contracts, which is the primary market for this segment.

In the real estate development and sales segment, revenue went up by 18.7 billion yen to 22.8 billion yen. Operating loss of 0.6 billion yen in the previous corresponding period turned into operating profit of 2.1 billion yen. These were mainly attributable to the release of large-scale condominiums during the second quarter and efforts to focus on sales and delivery of inventories on hand.

In the information and communication related and other services segment, revenue increased by 23.7% to 32.1 billion yen and operating profit went up by 33.6% to 4.3 billion yen, mainly owing to the contribution by At Tokyo Corporation, a subsidiary newly consolidated from the end of October 2012, and increase in sales from information and communication related services, such as those arising from the Secure Data Center.

(2) Qualitative Information Regarding Consolidated Financial Position

Consolidated Balance Sheets

Total assets as of December 31, 2012 amounted to 1,182.9 billion yen, 7.4% or 81.0 billion yen higher than the end of the previous fiscal year. Total current assets, at 491.6 billion yen, were down 2.4% or 11.8 billion yen. This was largely attributable to decreases in cash on hand and in banks by 23.4% or 42.7 billion yen to 139.6 billion yen and work in process for real estate inventories by 46.6% or 15.5 billion yen to 17.7 billion yen, despite the increases in cash deposits for armored car services by 49.7% or 26.8 billion yen to 80.8 billion yen, call loans by 50.0% or 14.0 billion yen to 42.0 billion yen and costs on uncompleted construction contracts by 86.6% or 4.9 billion yen to 10.5 billion yen. Total fixed assets, at 691.2 billion yen, were up 15.5% or 92.8 billion yen. This was mainly attributable to increases in tangible assets by 25.7% or 74.8 billion yen to 365.5 billion yen and intangible assets by 76.9% or 19.2 billion yen to 44.3 billion yen, mainly resulting from the consolidation of At Tokyo Corporation.

Total liabilities amounted to 463.4 billion yen, 7.7% or 33.1 billion yen higher than the end of previous fiscal year. Total current liabilities amounted to 241.9 billion yen, up 12.1% or 26.1 billion yen, owing to increases in other current liabilities, including deposits received, by 70.2% or 25.2 billion yen to 61.2 billion yen, bank loans by 13.9% or 6.6 billion yen to 54.6 billion yen, notes and accounts payable, trade, by 9.7% or 2.9 billion yen to 33.7 billion yen, despite the decrease in accrued bonuses by 66.9% or 8.5 billion yen to 4.2 billion yen. Long-term liabilities increased by 3.2% or 6.9 billion yen to 221.5 billion yen, compared to the end of the previous fiscal year. This was mainly attributable to the increases in long-term loans by 36.6% or 3.9 billion yen to 14.6 billion yen, accrued pension and severance costs by 28.4% or 3.5 billion yen to 16.1 billion yen, investment deposits by policyholders, unearned premiums and other insurance liabilities by 2.0% or 2.6 billion yen to 130.4 billion yen, despite the decrease in straight bonds by 26.7% or 2.5 billion yen to 7.0 billion yen.

Total net assets amounted to 719.4 billion yen, 7.1% or 47.9 billion yen higher than the end of the previous fiscal year, mainly due to the increases in retained earnings by 5.1% or 28.7 billion yen and minority interests in subsidiaries by 27.6% or 17.5 billion yen.

(3) Qualitative Information Regarding Consolidated Financial Projections

The financial results for the nine-month period ended December 31, 2012 were generally within our projections. Although the severe economic conditions continue, projections for the consolidated financial results for the fiscal year ending March 31, 2013 have not been changed from those disclosed on May 10, 2012.

As disclosed in “Notification concerning the Acquisition of AT TOKYO Corporation Shares” on September 27, 2012, At Tokyo Corporation became our consolidated subsidiary on October 31, 2012. The amount of goodwill is provisional as the purchase price allocation has not been completed. Once the revision of the projections for the consolidated financial results for the fiscal year ending March 31, 2013 becomes necessary, it will be disclosed in a timely manner.

2. Items Regarding the Summary Information (Notes)

(1) Significant Changes in Subsidiaries in the Nine-month Period Ended December 31, 2012

On October 31, 2012, SECOM CO., LTD. (“SECOM”) acquired 50.882%, or 170,526 shares of the common shares outstanding of At Tokyo Corporation, and it became SECOM’s consolidated subsidiary. At Tokyo Corporation is SECOM’s specified subsidiary.

(2) Adoption of Unique Accounting Treatment for Preparation of Consolidated Quarterly Financial Statements

Not applicable.

(3) Changes in Accounting Policies, Accounting Estimates and/or Restatements

Not applicable.

3. Consolidated Quarterly Financial Statements

(1) Consolidated Balance Sheets

(In millions of yen)

	March 31, 2012	December 31, 2012
ASSETS:		
Current assets:	503,479	491,626
Cash on hand and in banks	182,412	139,668
Cash deposits for armored car services	54,011	80,878
Call loans	28,000	42,000
Notes and accounts receivable, trade	85,744	81,489
Due from subscribers	24,830	21,765
Short-term investments	19,936	21,619
Lease receivables and investment in leased assets	14,605	16,479
Merchandises and products	9,597	13,223
Real estate inventories	9,082	9,123
Work in process	2,527	3,690
Costs on uncompleted construction contracts	5,671	10,583
Work in process for real estate inventories	33,276	17,761
Raw materials and supplies	5,950	6,737
Deferred income taxes	11,383	9,085
Short-term loans receivable	4,389	3,575
Other	13,489	15,428
Allowance for doubtful accounts	(1,428)	(1,483)
Fixed assets:	598,359	691,257
Tangible assets:	290,747	365,557
Buildings and improvements, net	97,955	157,772
Security equipment and control stations, net	66,900	68,138
Land	104,426	116,865
Other, net	21,464	22,781
Intangible assets	25,043	44,308
Investments and others:	282,568	281,391
Investment securities	177,655	176,578
Long-term loans receivable	46,197	43,051
Prepaid pension and severance costs	19,130	19,485
Deferred income taxes	14,793	14,809
Other	42,376	44,063
Allowance for doubtful accounts	(17,584)	(16,596)
Deferred assets	45	35
Total assets	1,101,884	1,182,920

(1) Consolidated Balance Sheets (Continued)

(In millions of yen)

	March 31, 2012	December 31, 2012
LIABILITIES:		
Current liabilities:	215,780	241,965
Notes and accounts payable, trade	30,731	33,703
Bank loans	47,985	54,648
Current portion of straight bonds	5,983	6,845
Lease obligations	354	532
Payables - other	27,627	26,352
Accrued income taxes	14,688	13,063
Accrued consumption taxes	3,833	3,613
Accrued expenses	4,169	4,271
Deferred revenue	30,834	32,198
Accrued bonuses	12,739	4,217
Reserve for losses on construction contracts	834	1,244
Other	35,997	61,273
Long-term liabilities:	214,586	221,533
Straight bonds	9,625	7,057
Long-term loans	10,700	14,618
Lease obligations	2,884	3,368
Guarantee deposits received	38,235	36,160
Deferred income taxes	8,415	8,631
Accrued pension and severance costs	12,585	16,160
Accrued retirement benefits for directors and corporate auditors	2,509	2,781
Investment deposits by policyholders, unearned premiums and other insurance liabilities	127,812	130,426
Other	1,817	2,329
Total liabilities	430,366	463,498
NET ASSETS:		
Shareholders' equity:	641,034	669,760
Common stock	66,377	66,377
Capital surplus	83,054	83,054
Retained earnings	565,261	593,991
Common stock in treasury, at cost	(73,659)	(73,662)
Accumulated other comprehensive income:	(33,026)	(31,381)
Unrealized gains (losses) on securities	4,559	4,947
Deferred gains (losses) on hedges	(28)	(37)
Foreign currency translation adjustments	(37,556)	(36,291)
Minority interests in subsidiaries	63,509	81,042
Total net assets	671,517	719,421
Total liabilities and net assets	1,101,884	1,182,920

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income

(In millions of yen)

	Nine-month period ended December 31, 2011	Nine-month period ended December 31, 2012
Revenue	484,634	547,347
Costs of revenue	306,879	356,731
Gross profit	177,754	190,615
Selling, general and administrative expenses	103,632	111,925
Operating profit	74,121	78,690
Non-operating income	9,117	8,488
Non-operating expenses	4,721	3,320
Ordinary profit	78,518	83,857
Extraordinary profit	246	218
Extraordinary losses	1,708	1,410
Income before income taxes	77,056	82,665
Income taxes - current	26,866	26,889
Income taxes - deferred	5,378	4,402
Total income taxes	32,244	31,291
Net income before minority interests in subsidiaries	44,811	51,373
Minority interests in subsidiaries	2,750	2,999
Net income	42,060	48,374

Consolidated Statements of Comprehensive Income

(In millions of yen)

	Nine-month period ended December 31, 2011	Nine-month period ended December 31, 2012
Net income before minority interests in subsidiaries	44,811	51,373
Other comprehensive income:	(5,930)	1,678
Unrealized gains (losses) on securities	(1,153)	379
Deferred gains (losses) on hedges	5	-
Foreign currency translation adjustments	(2,710)	513
Share of other comprehensive income of affiliated companies accounted for under the equity method	(2,072)	785
Comprehensive income	38,880	53,052
Comprehensive income attributable to:		
Comprehensive income attributable to owners of the parent company	36,540	50,018
Comprehensive income attributable to minority interests	2,339	3,034

(3) Notes Regarding the Assumption of Going Concern

Not applicable.

(4) Segment Information, etc.

[Segment Information]

I. Nine-month Period Ended December 31, 2011

1. Information about Amounts of Revenue and Profit or Loss of Reportable Segments

(In millions of yen)

	Reportable segments				
	Security services	Fire protection services	Medical services	Insurance services	Geographic information services
Revenue:					
Customers	312,755	49,779	31,695	26,436	33,882
Intersegment	7,962	3,076	114	2,127	77
Subtotal	320,717	52,855	31,809	28,563	33,959
Segment profit (loss)	74,932	1,615	2,931	501	1,725

	Reportable segments		Information and communication related and others (Note 1)	Total	Adjustment (Note 2)	Amount on consolidated statements of income (Note 3)
	Real estate development and sales	Subtotal				
Revenue:						
Customers	4,123	458,672	25,961	484,634	-	484,634
Intersegment	525	13,882	4,388	18,270	(18,270)	-
Subtotal	4,648	472,554	30,350	502,904	(18,270)	484,634
Segment profit (loss)	(606)	81,099	3,225	84,325	(10,203)	74,121

Note 1: Information and communication related and others is an operating segment not included in reportable segments, and comprises information and communication related services, real estate leasing, hotel businesses, etc.

Note 2: Adjustment of segment profit/loss includes intersegment eliminations of 750 million yen and corporate expenses not allocated to each reportable segment of 9,452 million yen. Major components of corporate expenses are expenses regarding planning, personnel and administrative departments of the Company's headquarter, etc.

Note 3: Segment profit/loss is adjusted to operating profit in the consolidated statements of income.

II. Nine-month Period Ended December 31, 2012

1. Information about Amounts of Revenue and Profit or Loss by Reportable Segments

(In millions of yen)

	Reportable segments				
	Security services	Fire protection services	Medical services	Insurance services	Geographic information services
Revenue:					
Customers	321,986	74,002	34,449	26,342	35,579
Intersegment	8,587	3,050	122	2,131	81
Subtotal	330,574	77,052	34,572	28,474	35,661
Segment profit (loss)	76,389	1,851	3,267	(5)	1,896

	Reportable segments		Information and communication related and others (Note 1)	Total	Adjustment (Note 2)	Amount on consolidated statements of income (Note 3)
	Real estate development and sales	Subtotal				
Revenue:						
Customers	22,865	515,225	32,121	547,347	-	547,347
Intersegment	1,568	15,542	4,481	20,024	(20,024)	-
Subtotal	24,433	530,768	36,602	567,371	(20,024)	547,347
Segment profit (loss)	2,166	85,566	4,309	89,875	(11,184)	78,690

Note 1: Information and communication related and others is an operating segment not included in reportable segments, and comprises information and communication related services, real estate leasing, hotel businesses, etc.

Note 2: Adjustment of segment profit/loss includes intersegment eliminations of 631 million yen and corporate expenses not allocated to each reportable segment of 10,553 million yen. Major components of corporate expenses are expenses regarding planning, personnel and administrative departments of the Company's headquarter, etc.

Note 3: Segment profit/loss is adjusted to operating profit in the consolidated statements of income.

2. Information about Assets by Each Reportable Segment

There were significant changes in the amount of assets by each reportable segment in the nine-month period ended December 31, 2012, compared to the amount at the end of the previous fiscal year. The summary information is as follows:

In the fire protection services segment, the amount of segment assets increased by 20,794 million yen, mainly arising from the acquisition of Nittan Co., Ltd. in the nine-month period ended December 31, 2012.

In the information and communication related and other services segment, the amount of segment assets increased by 89,622 million yen, mainly arising from the acquisition of At Tokyo Corporation in the nine-month period ended December 31, 2012.

3. Information about Impairment Loss on Fixed Assets and Goodwill, etc. by Each Reportable Segment

(Significant Changes in Goodwill)

In the fire protection services segment, goodwill increased due to the acquisition of Nittan Co., Ltd. in the nine-month period ended December 31, 2012. The amount of goodwill increased by 1,354 million yen in the nine-month period ended December 31, 2012.

In the information and communication related and other services segment, goodwill increased due to the acquisition of At Tokyo Corporation in the nine-month period ended December 31, 2012. The amount of goodwill increased by 18,258 million yen in the nine-month period ended December 31, 2012, which was a provisional amount as the purchase price allocation has not been completed.

(5) Notes Regarding Significant Changes in Shareholders' Equity

Not applicable.