



FY2011 Consolidated Financial Results

Corporate Name: PROTO CORPORATION
 Securities Code: 4298
 Representative: Tatsuzo Irikawa, President and Chief Operating Officer
 Contact: Shigeyoshi Shimizu, Director
 General Shareholders' Meeting: June 27, 2011
 Dividends Paid: From June 6, 2011
 Expected date of filing of financial report: June 28, 2011
 Earnings supplementary explanatory documents: Yes
 Earnings presentation: Yes (for institutional investors and analysts)

May 12, 2011
 Stock Exchange Listing: OSE
 URL: <http://www.proto-g.co.jp/>
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(¥ million, rounded down)

1. Financial Results for the Fiscal Year Ended March 31, 2011 (April 1, 2010 to March 31, 2011)

(1) Operating Results (Consolidated)

(% of change from previous year)

| | Net Sales (% change) | | Operating Income (% change) | | Ordinary Income (% change) | | Net Income (% change) | |
|------------------------|-------------------------|------|--------------------------------|------|-------------------------------|------|--------------------------|-------|
| | ¥ million | % | ¥ million | % | ¥ million | % | ¥ million | % |
| Year to March 31, 2011 | 28,779 | 12.1 | 6,111 | 0.2 | 6,375 | 3.4 | 3,197 | (9.4) |
| Year to March 31, 2010 | 25,682 | 8.6 | 6,098 | 13.3 | 6,165 | 14.2 | 3,529 | 10.7 |

Note: Comprehensive income

Year to March 31, 2011: ¥3,186 million (-%) Year to March 31, 2010(%): - (-%)

| | Net Income per Share (Yen) | Net Income per Share (fully diluted) (Yen) | ROE (Net Income/ Shareholders' Equity) | ROA (Ordinary Income/ Total Assets) | Operating Margin |
|------------------------|----------------------------|--|--|-------------------------------------|------------------|
| | | | % | % | % |
| Year to March 31, 2011 | 305.71 | — | 17.0 | 25.3 | 21.2 |
| Year to March 31, 2010 | 337.43 | — | 21.8 | 26.9 | 23.7 |

Reference: Equity in net income of affiliated companies

Year to March 31, 2011: - (-%) Year to March 31, 2010(%): - (-%)

(2) Financial Position (Consolidated)

(¥ million, rounded down)

| | Total Assets | Net Assets | Equity Ratio (%) | Net Assets per Share (Yen) |
|----------------|----------------|------------|------------------|----------------------------|
| | March 31, 2011 | 26,163 | 20,034 | 76.6 |
| March 31, 2010 | 24,223 | 17,700 | 72.7 | 1,683.60 |

Reference: Equity capital

March 31, 2011: ¥20,034 million March 31, 2010: ¥17,610 million

(3) Cash Flows (Consolidated)

(¥ million, rounded down)

| | Cash Flows from Operating Activities | Cash Flows from Investing Activities | Cash Flows from Financing Activities | Cash and Cash Equivalents, End of Period |
|------------------------|--------------------------------------|--------------------------------------|--------------------------------------|--|
| | Year to March 31, 2011 | 3,896 | (1,625) | (996) |
| Year to March 31, 2010 | 4,005 | (1,141) | (773) | 11,207 |

2. Cash Dividends (Consolidated)

| (Date of Record) | Cash Dividends per Share | | | | | Total Annual Dividends Paid | Payout Ratio (Cons.) | Dividends on Net Assets (Cons.) |
|---------------------------|--------------------------|-------------|-------------|----------|--------|-----------------------------|----------------------|---------------------------------|
| | 1st Quarter | 2nd Quarter | 3rd Quarter | Year-End | Annual | | | |
| | ¥ | ¥ | ¥ | ¥ | ¥ | | | |
| Year to March 2010 | — | 35.00 | — | 35.00 | 70.00 | 732 | 20.7 | 4.5 |
| Year to March 2011 | — | 37.50 | — | 37.50 | 75.00 | 784 | 24.5 | 4.2 |
| Year to March 2012 (Est.) | — | 37.50 | — | 37.50 | 75.00 | — | — | — |

3. Forecast for the Fiscal Year Ending March 2012

(April 1, 2011 to March 31, 2012)

(% of change from previous corresponding year)

| | Net Sales | | Operating Income | | Ordinary Income | | Net Income | | Net Income per Share (Yen) |
|--|-----------|-----|------------------|--------|-----------------|--------|------------|--------|----------------------------|
| | ¥ million | % | ¥ million | % | ¥ million | % | ¥ million | % | ¥ |
| For the 6 months ending September 30, 2011 | 14,603 | 3.4 | 2,485 | (26.0) | 2,488 | (26.7) | 1,389 | (28.5) | 132.85 |
| Fiscal Year Ending March 31, 2012 | 31,000 | 7.7 | 6,300 | 3.1 | 6,318 | (0.9) | 3,663 | 14.6 | 350.27 |

4. Others

(1) Major changes in consolidated subsidiaries during period: Yes

[Newly consolidated: Bike Bros. Inc.]

[Newly excluded: MARS FLAG Corporation, PROTO (SHANGHAI) BROKERAGE CO., LTD]

(2) Major changes in principles, procedures and indication methods of accounting treatment concerning preparation of consolidated financial statements

(a) Changes to accounting standards: Yes

(b) Other: None

(3) Shares issued (common stock)

(a) At end of period (including treasury)

(b) At end of period (treasury stock)

(c) The average number of outstanding shares over period

| | | | |
|------------------------|-------------------|------------------------|-------------------|
| March 31, 2011 | 10,470,000 shares | March 31, 2010 | 10,470,000 shares |
| March 31, 2011 | 9,925 shares | March 31, 2010 | 9,726 shares |
| Year to March 31, 2011 | 10,460,172 shares | Year to March 31, 2010 | 10,460,459 shares |

Reference: Non-Consolidated Performance Summary

1. Non-Consolidated Operating Results for the Fiscal Year Ended March 31, 2011 (April 1, 2010 to March 31, 2011)

(1) Non-Consolidated Operating Results

(% of change from previous year)

| | Net Sales (% change) | | Operating Income (% change) | | Ordinary Income (% change) | | Net Income (% change) | |
|------------------------|-------------------------|-----|--------------------------------|-------|-------------------------------|------|--------------------------|-------|
| | ¥ million | % | ¥ million | % | ¥ million | % | ¥ million | % |
| Year to March 31, 2011 | 24,075 | 2.1 | 5,979 | (0.5) | 6,314 | 3.3 | 3,185 | (7.3) |
| Year to March 31, 2010 | 23,577 | 5.6 | 6,010 | 12.3 | 6,113 | 14.0 | 3,436 | 14.3 |

| | Net Income per Share (Yen) | Net Income per Share (fully diluted) (Yen) |
|------------------------|-------------------------------|--|
| Year to March 31, 2011 | 304.51 | — |
| Year to March 31, 2010 | 328.52 | — |

(2) Non-Consolidated Financial Position

| | Total Assets | Net Assets | Equity Ratio (%) | Net Assets per Share (Yen) |
|----------------|--------------|------------|------------------|-------------------------------|
| March 31, 2011 | 24,492 | 20,437 | 83.4 | 1,953.87 |
| March 31, 2010 | 22,703 | 18,019 | 79.4 | 1,722.69 |

Reference: Equity capital

March 31, 2011: ¥20,437 million

March 31, 2010: ¥18,019 million

2. Non-Consolidated Forecast for the Fiscal Year Ending March 2012 (April 1, 2011 to March 31, 2012)

(% of change from previous corresponding year)

| | Net Sales | | Ordinary Income | | Net Income | | Net Income per Share (Yen) |
|--|-----------|-----|-----------------|--------|------------|--------|-------------------------------|
| | ¥ million | % | ¥ million | % | ¥ million | % | ¥ |
| For the 6 months ending September 30, 2011 | 11,900 | 0.4 | 2,622 | (21.7) | 1,620 | (15.1) | 154.91 |
| Year Ending March 31, 2012 | 25,046 | 4.0 | 6,190 | (2.0) | 3,744 | 17.6 | 357.98 |

Note: The forward-looking statements in this document are based on assumptions and estimates derived from information currently available. Actual revenue and earnings may differ materially from these estimates due to uncertainties inherent in such forecasts and changes in the operating environment. Refer to "Outlook for the Fiscal Year Ending March 31, 2012" in page 6 for assumptions and other factors related to above forecasts.