(TRANSLATION FOR REFERENCE ONLY)

Consolidated Financial Results

for the Second Quarter of Fiscal Year Ending March 31, 2011 <Japanese GAAP>

November 5, 2010

Company Name:	GLORY LTD.	Stock exchange listings:	Tokyo and Osaka（1st Sections）
Code Number:	6457	URL:	http://www.glory-global.com/
Representative:	Hideto Nishino President & Representative Director		
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Scheduled filing date of Quarterly Security Report: November 11, 2010
Scheduled date of dividend payments: December 6, 2010
Quarterly earnings supplementary explanatory material: Yes
Quarterly earnings presentation: Yes (For institutional investors)

(Amounts less than one million yen are rounded downward.)

1．Consolidated financial results for the second quarter ended September 30, 2010 (from April 1, 2010 to September 30, 2010)

（1）Consolidated Operating Results

(The percentages show the increase or decrease from the same period of the previous year.)

	Net sales		Operating income		Ordinary income	
	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)
Six months ended September 30, 2010	66,458	3.6	5,108	93.3	5,515	46.4
Six months ended September 30, 2009	64,139	(14.3)	2,643	(61.4)	3,767	(48.0)

	Net income		Net income per share	Fully diluted net income per share
	(millions of yen)	(%)	(yen)	(yen)
Six months ended September 30, 2010	2,935	32.0	44.69	―
Six months ended September 30, 2009	2,223	(52.3)	32.56	―

（2）Consolidated Financial Position

	Total assets	Net assets	Ownership equity ratio	Net assets per share
	(millions of yen)	(millions of yen)	(%)	(yen)
As of September 30, 2010	194,903	146,495	75.2	2,230.16
As of March 31, 2010	194,983	145,345	74.5	2,212.63

(Reference) Ownership equity
As of September 30, 2010: 146,495 million yen As of March 31, 2010: 145,345 million yen

2．Dividends

	Dividends per share				
(Record date)	First quarter	Second quarter	Third quarter	Year-end	Annual
	(yen)	(yen)	(yen)	(yen)	(yen)
Year ended March 31, 2010	―	16.00	―	17.00	33.00
Year ending March 31, 2011	―	17.00			
Year ending March 31, 2011 (forecast)			―	17.00	34.00

(Note) Revisions to the dividend forecast in the current quarter: None

３． Consolidated financial forecast for the year ending March 31, 2011 (from April 1, 2010 to March 31, 2011)

(The percentages show the increase or decrease from the previous year.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(yen)
Full Year	145,000	7.3	10,000	30.1	10,000	11.0	6,000	17.5	91.34

(Note) Revisions to consolidated financial forecast in the current quarter: None

４． Other (Please refer to “2. Other Information” of the [Attachment] on page 5 for details.)

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

(Note) This refers to changes in specified subsidiaries involving a change in the scope of consolidation during the quarter.

(2) Application of simplified accounting methods and special accounting methods: Yes

(Note) This refers to application of simplified accounting methods and accounting methods specific to preparation of the quarterly consolidated financial statements.

(3) Changes in accounting principles, procedures, presentation methods, etc.

(a) Changes associated with revision of accounting standards, etc.: Yes

(b) Changes other than (a): Yes

(Note) This refers to changes in accounting principles, procedures, presentation methods, etc. for preparation of the quarterly consolidated financial statements to be stated in “Changes in significant matters fundamental to preparation of the quarterly consolidated financial statements.”

(4) Total number of shares issued (common stock)

(a) Total number of shares issued at the end of the period (including treasury stock)

As of September 30, 2010: 68,638,210 shares

As of March 31, 2010: 69,838,210 shares

(b) Number of treasury shares at the end of the period

As of September 30, 2010: 2,949,831 shares

As of March 31, 2010: 4,149,280 shares

(c) Average number of shares

Six months ended September 30, 2010: 65,688,576 shares

Six months ended September 30, 2009: 68,289,492 shares

(Note) Status of Implementation of Quarterly Review Procedures

These “Consolidated Financial Results” are not subject to the quarterly review procedures set forth in the Financial Instruments and Exchange Act. As of the date of the release of these Consolidated Financial Results, implementation of quarterly review procedures for consolidated quarterly financial statements were in progress.

(Note) Explanation regarding the appropriate use of financial forecasts and other special items

The above forecasts were prepared based on information available as of the date of this report. Actual performance may differ greatly from these forecasts due to various present and future factors.

Attachment Contents

1. Qualitative Information and Financial Statements, etc.

(1) Qualitative Information on the Consolidated Operating Results

During the six-month period ended September 30, 2010, Japan's economy was in a moderate recovery phase due to increasing exports in line with the economic growth of developing countries and the effect of the Japanese government's consumption stimulus measures, but with the U.S. and Europe now in a trend of economic slowdown and Japan facing the rapid strengthening of the yen since the latter half of the second quarter, the business outlook is uncertain.

In this uncertain business environment, in the second year of "The 2011 Medium-Term Management Plan," and under the basic medium-term management policy "Capitalize on new business opportunities with global vision and accelerate to a period of new growth!," the GLORY Group ("Group") has taken positive measures: strengthening sales operations by generating and developing more consumer demand by promoting sales of new products, reducing costs by expanding overseas procurement and production, and increasing operational efficiency by streamlining subsidiary operations. In particular, the Group has been strengthening the sales structure. In August, the Company resolved to turn Sitrade Italia S.p.A., the Company's largest distributor in Europe, into a subsidiary with the objective of further expanding business in overseas markets, which were identified as growth markets in our Business Strategy.

As for the six-month period, sales in the domestic financial market were favorable as the Group met customer replacement demand by aggressively introducing new products. As for the overseas market, sales in Asia especially in China were favorable due to improvements and expansion of our sales network. Further promotion of cost reductions and lowered production costs as a part of our Constitutional Strengthening Strategy has boosted profitability.

As a result, net sales for the six-month period totaled ¥66,458 million (up 3.6% year-on-year). Sales of merchandise and finished goods were ¥50,544 million (up 4.2% year-on-year), and sales from maintenance services were ¥15,913 million (up 1.7% year-on-year). Operating income was ¥5,108 million (up 93.3% year-on-year), ordinary income was ¥5,515 million (up 46.4% year-on-year), and net income for the six-month period was ¥2,935 million (up 32.0% year-on-year).

Operating Results by Business Segment

The Group's operating results by reportable business segment were as follows.

(Financial market)

Sales of open teller systems, our main products, have been favorable due to the release of compact open teller systems for small and mid-sized financial outlets. In addition, OEM banknote and coin recycling units for tellers have also been favorable due to replacement demand.

As a result, net sales for this segment amounted to ¥21,579 million. Operating income was ¥2,178 million.

(Retail and transportation market)

Despite severe market conditions due to continued restrained capital investments and new store opening by supermarkets and specialty shops, the Group strove to expand sales of our main products, coin and banknote recyclers for cashiers and OEM sales proceeds deposit machines for cash-in-transit companies, and consequently, sales for this segment were favorable.

As a result, net sales for this segment amounted to ¥13,571 million. Operating income was ¥1,180 million.

(Amusement market)

Net sales for this segment were sluggish due to restrained investments in card systems and other equipment and the effects of intensified market competition.

As a result, net sales for this segment amounted to ¥12,166 million. Operating income was ¥528 million.

(Overseas market)

While sales of OEM banknote deposit modules for ATMs and banknote sorters and banknote counters in Asia were favorable, sales of banknote recyclers in the U.S. and Europe were sluggish, and accordingly, total sales for this segment approximated the amount for the same period of the previous year.

As a result, net sales for this segment amounted to ¥13,486 million. Operating income was ¥1,137 million.

As for other business segments, sales of OEM banknote recycling units for horse race ticket vending machines and ticket vending machines were favorable.

As a result, net sales for other business segments amounted to ¥5,654 million. Operating income was ¥84 million.

Beginning with the first quarter ended June 30, 2010, the Company adopted "Accounting Standard for Disclosures about Segments of an Enterprise and Related Information" and "Guidance on Accounting Standard for Disclosures about Segments of an Enterprise and Related Information," and changed business segment classifications. We have not presented comparable prior period amounts for each business segment.

The above amounts do not include consumption taxes.

2. Other Information

(1) Changes in Significant Subsidiaries during the Quarter:

None

(2) Application of Simplified Accounting Methods and Special Accounting Methods

(a) Simplified accounting methods

1) Calculation method for estimating bad debt of general receivables

The bad debt ratio at the end of this second quarter was recognized not to differ significantly from the ratio calculated at the end of the prior fiscal year. Accordingly, the estimated bad debt amount for the quarter was calculated using the historical rate of bad debt at the end of the prior fiscal year.

2) Inventory valuation method

The physical inventory count was omitted at the end of this second quarter. Inventories were primarily calculated using a rational method based on the physical inventory count at the end of the prior fiscal year.

As for write-downs of inventory carrying values, net sales values were estimated and carrying values written down, only for inventories clearly having decreased profitability.

3) Calculation method for deferred tax assets and deferred tax liabilities

For assessment of the recoverability of deferred tax assets, no significant changes in the business environment and the status of temporary differences, etc. were deemed to have occurred and accordingly, the projections of future financial results and tax planning used at the end of the prior fiscal year were utilized.

(b) Accounting methods specific to preparation of the quarterly consolidated financial statements

Tax expense is calculated by rationally estimating the effective tax rate after application of tax-effect accounting to income before income taxes for the consolidated fiscal year including this second quarter, and then multiplying the income before income taxes for the period by the estimated effective tax rate.

Deferred income taxes are included and presented in "income taxes."

(3) Changes in Accounting Principles, Procedures, Presentation Methods, etc.

(a) Adoption of "Accounting Standard for Asset Retirement Obligations"

Beginning with the first quarter ended June 30, 2010, the Company adopted "Accounting Standard for Asset Retirement Obligations" (ASBJ Statement No. 18, March 31, 2008) and "Guidance on Accounting Standard for Asset Retirement Obligations" (ASBJ Guidance No. 21, March 31, 2008). The effect of this change on operating income, ordinary income, and income before income taxes for the period was immaterial.

(b) Adoption of "Accounting Standard for Business Combinations"

Beginning with the first quarter ended June 30, 2010, the Company adopted "Accounting Standard for Business Combinations" (ASBJ Statement No. 21, December 26, 2008), "Accounting Standard for Consolidated Financial Statements" (ASBJ Statement No. 22, December 26, 2008) and "Guidance on Accounting Standard for Business Combinations and Accounting Standard for Business Divestitures" (ASBJ Guidance No. 10, December 26, 2008).

(c) (Additional information)

The Company changed the calculation method for retirement benefit obligations under the retirement lump-sum grant systems of former subsidiaries Harima GLORY Ltd. and GLORY TEC Ltd., from the simplified method to the standard method. These changes arose because these two companies became subject to application of the standard method as the result of their merger into GLORY Products Ltd. (previous trade name: GLORY Kiki Co., Ltd.).

As a result of the change, the difference between the simplified method and the standard method of ¥257 million was recognized as an extraordinary loss in the current consolidated fiscal year.

3. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	Current Second Quarter (As of September 30, 2010)	Prior Fiscal Year (As of March 31, 2010) (Condensed)
ASSETS		
CURRENT ASSETS:		
Cash and deposits	36,070	37,417
Notes and accounts receivable-trade	29,098	30,687
Short-term investment securities	22,700	18,789
Merchandise and finished goods	13,983	12,625
Work in process	6,329	5,612
Raw materials and supplies	5,631	5,256
Other	9,147	9,757
Allowance for doubtful accounts	(230)	(524)
Total current assets	122,731	119,621
NONCURRENT ASSETS:		
Property, plant and equipment:		
Net property, plant and equipment	35,389	35,609
Intangible assets:		
Goodwill	2,302	2,681
Other	3,552	3,596
Total intangible assets	5,855	6,277
Investment and other assets:		
Investment securities	15,717	18,505
Other	17,272	16,850
Allowance for doubtful accounts	(2,062)	(1,881)
Total investment and other assets	30,926	33,474
Total noncurrent assets	72,171	75,361
TOTAL ASSETS	194,903	194,983
LIABILITIES		
CURRENT LIABILITIES:		
Notes and accounts payable-trade	14,693	13,272
Short-term loans payable	11,105	11,060
Income taxes payable	1,475	1,789
Provision for bonuses	3,997	3,631
Other	9,231	11,542
Total current liabilities	40,503	41,295
NONCURRENT LIABILITIES:		
Provision for retirement benefits	3,373	3,196
Other	4,530	5,145
Total noncurrent liabilities	7,903	8,342
Total liabilities	48,407	49,637

(Millions of yen)

	Current Second Quarter (As of September 30, 2010)	Prior Fiscal Year (As of March 31, 2010) (Condensed)
NET ASSETS		
SHAREHOLDERS' EQUITY:		
Capital stock	12,892	12,892
Capital surplus	20,629	20,629
Retained earnings	120,090	120,636
Treasury stock	(5,814)	(8,178)
Total shareholders' equity	147,798	145,981
VALUATION AND TRANSLATION ADJUSTMENTS:		
Valuation difference on available-for-sale securities	(380)	(165)
Foreign currency translation adjustments	(922)	(470)
Total valuation and translation adjustments	(1,302)	(635)
Total net assets	146,495	145,345
TOTAL LIABILITIES AND NET ASSETS	194,903	194,983

(2) Quarterly Consolidated Statements of Income
Six months ended September 30, 2010

(Millions of yen)

	Six months ended September 30, 2009 (From April 1, 2009 to September 30, 2009)	Six months ended September 30, 2010 (From April 1, 2010 to September 30, 2010)
NET SALES	64,139	66,458
COST OF SALES	41,902	41,170
Gross profit	22,237	25,288
SELLING, GENERAL AND ADMINISTRATIVE EXPENSES	19,594	20,179
Operating income	2,643	5,108
NON-OPERATING INCOME:		
Interest income	188	178
Dividend income	194	412
Insurance refunds	486	119
Other	434	169
Non-operating income-net	1,304	880
NON-OPERATING EXPENSES:		
Interest expense	106	81
Foreign exchange loss	—	335
Other	73	57
Non-operating expenses-net	180	474
Ordinary income	3,767	5,515
EXTRAORDINARY INCOME:		
Reversal of allowance for doubtful accounts	97	73
Gain on sales of investment securities	232	—
Reversal of provision for loss on cancellation of lease contracts	—	55
Other	86	51
Total extraordinary income	416	180
EXTRAORDINARY LOSS:		
Loss on retirement of noncurrent assets	160	61
Loss on valuation of investment securities	153	200
Retirement benefit expenses	—	257
Impairment loss	—	358
Other	215	64
Total extraordinary loss	529	942
INCOME BEFORE INCOME TAXES	3,653	4,753
INCOME TAXES	1,430	1,818
INCOME BEFORE MINORITY INTERESTS	—	2,935
NET INCOME	2,223	2,935

(3) Notes Relating to Assumption as a Going Concern
Not applicable

(4) Segment Information
[Business segment information]
Six months ended September 30, 2009 (from April 1, 2009 to September 30, 2009)

(Millions of yen)

	Money handling machines and cash management systems	Vending machines and automatic service equipment	Other goods and products	Total	Elimination /Corporate	Consolidated
Net sales						
(1) Sales to customers	37,665	17,599	8,875	64,139	—	64,139
(2) Intersegment sales or transfers	—	—	2,427	2,427	(2,427)	—
Total	37,665	17,599	11,302	66,567	(2,427)	64,139
Operating income	636	1,628	348	2,614	28	2,643

Notes: 1. Business segments are classified by the functional nature of the merchandise and finished goods.
2. Primary merchandise and finished goods for the respective business segments are as follows:

Money handling machines and cash management systems:	Open teller systems, coin wrappers, banknote and coin recyclers, sales proceeds deposit machines, coin and banknote recyclers, cash recyclers for ticket counters, banknote counters, banknote deposit modules, banknote sorters, banknote recyclers for tellers, RFID self-checkout systems for cafeterias, medical payment kiosks for hospitals, and ballot sorters for handwritten ballots.
Vending machines and automatic service equipment:	Cigarette vending machines, coin-operated lockers, ticket vending machines, prepaid card systems for pachinko parlors, premium dispensing machines for pachinko parlors, pachinko ball/token dispensers, pachinko ball/token counters, banknote changers, customer management systems for pachinko parlors, multi-functional banknote changers, and remote consulting terminals.
Other goods and products	Teller queuing systems for bank counters, interest-rate board systems, key management systems, and other maintenance parts.

[Geographical segment information]
Six months ended September 30, 2009 (from April 1, 2009 to September 30, 2009)

(Millions of yen)

	Japan	Americas	Europe	Asia/Oceania	Total	Elimination/ Corporate	Consolidated
Net sales							
(1) Sales to customers	56,761	2,049	4,212	1,115	64,139	—	64,139
(2) Intersegment sales or transfers	2,613	0	6	1,144	3,764	(3,764)	—
Total	59,374	2,050	4,218	2,260	67,904	(3,764)	64,139
Operating income (loss)	2,564	(87)	(78)	244	2,643	—	2,643

Notes: 1. Countries and regions are classified by geographic proximity.
2. Major countries and regions affiliated with the respective segments

Americas:	United States, Canada, Central and South American countries
Europe:	European countries, Middle-eastern and African countries
Asia/Oceania:	East Asian and Southeast Asian countries, Oceania countries

[Overseas sales]

Six months ended September 30, 2009 (from April 1, 2009 to September 30, 2009)

(Millions of yen)

	Americas	Europe	Asia/Oceania	Total
I. Overseas sales	3,844	7,229	1,988	13,062
II. Consolidated net sales				64,139
III. Overseas sales as a percentage of consolidated net sales	6.0	11.3	3.1	20.4

Notes: 1. Countries and regions are classified by geographic proximity.
2. Major countries and regions affiliated with the respective segments
Americas: United States, Canada, Central and South American countries
Europe: European countries, Middle-eastern and African countries
Asia/Oceania: East Asian and Southeast Asian countries, Oceania countries
3. Overseas sales are net sales by the Company and its consolidated subsidiaries in countries or regions other than Japan.

[Segment information]

1. Summary of reportable business segments

The Company's reportable business segments are based on those units within the Group where separate financial information is available and where the Board of Directors periodically reviews matters such as the distribution of management resources and financial performance.

The Group operates business activities after formulating comprehensive strategies for the products and services in each market.

Accordingly, the Group is comprised of market-specific segments and has established the "Financial market," "Retail and transportation market," "Amusement market," and "Overseas market," as its four reportable business segments.

A summary of each reportable business segment is as follows:

Financial market

Sales and maintenance services to domestic financial institutions, Japan Post Bank, OEM clients, and others.

Retail and transportation market

Sales and maintenance services to domestic supermarkets, department stores, cash-in-transit companies, railroad companies, and others.

Amusement market

Sales and maintenance services to domestic amusement halls (pachinko parlors, etc.).

Overseas market

Sales and maintenance services to overseas financial institutions, cash-in-transit companies, casinos, OEM clients, and others.

2. Information on sales and income (loss) by reportable business segment
Six months ended September 30, 2010 (from April 1, 2010 to September 30, 2010)

(Millions of yen)

	Reportable business segments					Other (Note)	Total	Adjustment	Amounts reported on the consolidated statement of income
	Financial market	Retail and transportation market	Amusement market	Overseas market	Total				
Net sales									
(1) Sales to customers	21,579	13,571	12,166	13,486	60,803	5,654	66,458	―	66,458
(2)Intersegment sales or transfers	―	―	―	―	―	―	―	―	―
Total	21,579	13,571	12,166	13,486	60,803	5,654	66,458	―	66,458
Segment operating income (loss)	2,178	1,180	528	1,137	5,024	84	5,108	―	5,108

Note: "Other" segments consists of business segments not included in reportable business segments including sales and maintenance services to domestic tobacco shops, tobacco companies, hospitals, local governments, general companies, etc.

(Additional information)

Beginning with the first quarter ended June 30, 2010, the Company adopted "Accounting Standard for Disclosures about Segments of an Enterprise and Related information" (ASBJ Statement No. 17, March 27, 2009) and "Guidance on Accounting Standard for Disclosures about Segments of an Enterprise and Related Information" (ASBJ Guidance No. 20, March 21, 2008).

(5) Note for Significant Change in the Amount of Shareholders' Equity

Not applicable