



**Summary of Consolidated Financial Results  
for the Interim Period of the Fiscal Year Ending March 31, 2007**

November 16, 2006

Company Name: FUJIMORI KOGYO CO.,LTD.  
 Code Number: 7917  
 Stock Exchange Listing: Tokyo Stock Exchange  
 Location of Head Office: Tokyo  
 URL: <http://www.zacros.co.jp>  
 Representative: Title: Representative Director and President  
 Name: Akihiko Fujimori  
 Contact: Title: Managing Director in Charge of Administration  
 Name: Takao Iijima  
 Telephone: (03) 3661-4211  
 Date of Board of Directors Meeting for Approval of Financial Results: November 16, 2006  
 Adoption of U.S. GAAP: Not adopted

1. Consolidated Financial Results for the Interim Period of the Fiscal Year Ending March 31, 2007  
 (April 1, 2006 – September 30, 2006)

(1) Consolidated Operating Results (Note) Figures are rounded down to the nearest million yen.

	Net sales		Operating income		Ordinary income	
	Million yen	%	Million yen	%	Million yen	%
Interim period ended September 2006	36,685	8.1	872	42.9	952	40.4
Interim period ended September 2005	33,932	3.6	610	(47.1)	678	(43.0)
Fiscal year ended March 2006	71,272		1,699		1,817	

	Net income		Net income per share	Diluted net income per share
	Million yen	%	Yen	Yen
Interim period ended September 2006	502	(83.3)	29.06	–
Interim period ended September 2005	3,010	383.3	174.02	–
Fiscal year ended March 2006	3,513		201.22	–

(Notes) 1) Equity in earnings of equity-method affiliates:

Interim period ended September 2006: None  
 Interim period ended September 2005: None  
 Fiscal year ended March 2006: None

2) Average number of outstanding shares (Consolidated)

Interim period ended September 2006: 17,299,007 shares  
 Interim period ended September 2005: 17,299,007 shares  
 Fiscal year ended March 2006: 17,299,007 shares

3) Changes in accounting policy: None

4) The percentage figures for net sales, operating income, ordinary income, and net income indicate rates of increase (decrease) compared with the same period of the previous year.

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
Interim period ended September 2006	69,776	28,635	40.4	1,631.04
Interim period ended September 2005	61,296	27,220	44.4	1,573.52
Fiscal year ended March 2006	63,676	27,879	43.8	1,609.76

(Note) Number of shares outstanding as of the end of the period (consolidated)

Interim period ended September 2006: 17,299,007 shares

Interim period ended September 2005: 17,299,007 shares

Fiscal year ended March 2006: 17,299,007 shares

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	End-of-period cash and cash equivalents
	Million yen	Million yen	Million yen	Million yen
Interim period ended September 2006	2,420	(1,109)	469	3,862
Interim period ended September 2005	1,262	2,252	(4,402)	1,391
Fiscal year ended March 2006	3,589	29	(3,840)	2,068

(4) Scope of Consolidation and Application of Equity Method

Number of consolidated subsidiaries: Four

Number of non-consolidated subsidiaries accounted for under equity method: None

Number of affiliates accounted for under equity method: None

(5) Changes in the Scope of Consolidation and Application of Equity Method

Consolidated subsidiaries: Newly added: None; Excluded: None

Non-consolidated subsidiaries and affiliates accounted for under equity method: Newly added: None; Excluded: None

2. Projected Consolidated Results for the Fiscal Year Ending March 2007 (April 1, 2006 – March 31, 2007)

	Net sales	Ordinary income	Net income
	Million yen	Million yen	Million yen
Year ending March 2007	74,000	2,350	1,400

(Reference) Projected net income per share (full-year basis): 80.93 Yen

\* The above projections are based on information available as of the date of this report and assumptions made as of the date of this report regarding uncertainties that may affect the future financial performance. Accordingly, actual results may differ significantly from projected results due to a variety of factors.

## 5. Interim Consolidated Financial Statements

### (1) Interim Consolidated Balance Sheets

(in thousands of yen)

Item	End of previous interim consolidated fiscal term (September 30, 2005)		End of current interim consolidated fiscal term (September 30, 2006)		Change from previous interim period-end	Condensed consolidated balance sheet for previous consolidated fiscal year (March 31, 2006)	
	Amount	% Total	Amount	% Total		Amount	% Total
[Assets]							
I. Current assets							
1. Cash and deposits	1,631,051		4,102,089			2,308,672	
2. Notes and accounts receivable, trade	20,227,414		24,075,051			22,102,533	
3. Inventories	7,866,370		8,761,451			7,753,916	
4. Deferred tax assets	459,953		539,499			575,992	
5. Other	1,604,281		985,825			1,542,802	
Allowance for doubtful accounts	(120,568)		(287,966)			(311,845)	
Total current assets	31,668,503	51.7	38,175,950	54.7	6,507,446	33,972,071	53.4
II. Noncurrent assets							
(1) Property, plant and equipment							
1. Buildings and structures	18,920,438		20,483,643			19,219,073	
Accumulated depreciation	8,101,115	10,819,323	8,953,186	11,530,457		8,574,225	10,644,848
2. Machinery, equipment and vehicles	25,070,804		27,675,350			26,290,544	
Accumulated depreciation	17,727,325	7,343,478	19,140,036	8,535,313		18,637,378	7,653,165
3. Tools, furniture and fixtures	3,139,102		3,360,193			3,255,112	
Accumulated depreciation	2,453,199	685,903	2,636,399	723,794		2,520,824	734,287
4. Land	3,829,748		3,936,801			3,930,150	
5. Construction in progress	1,003,516		1,053,481			745,411	
Net property, plant and equipment	23,681,969	38.6	25,779,848	37.0	2,097,878	23,707,862	37.2
(2) Intangible assets	995,908	1.6	860,135	1.2	(135,772)	933,507	1.5
(3) Investments and other assets							
1. Investment securities	3,427,932		3,781,825			3,775,766	
2. Long-term loans receivable	197,597		156,504			132,088	
3. Deferred tax assets	607,805		598,756			584,117	
4. Other	922,443		684,355			769,421	
Allowance for doubtful accounts	(205,389)		(260,926)			(198,685)	
Total investments and other assets	4,950,390	8.1	4,960,515	7.1	10,125	5,062,708	7.9
Total noncurrent assets	29,628,267	48.3	31,600,499	45.3	1,972,231	29,704,078	46.6
Total Assets	61,296,771	100.0	69,776,450	100.0	8,479,678	63,676,149	100.0

(in thousands of yen)

Item	End of previous interim consolidated fiscal term (September 30, 2005)		End of current interim consolidated fiscal term (September 30, 2006)		Change from previous interim period-end	Condensed consolidated balance sheet for previous consolidated fiscal year (March 31, 2006)	
	Amount	% Total	Amount	% Total		Amount	% Total
[Liabilities]							
I. Current liabilities							
1. Notes and accounts payable, trade	14,695,356		18,288,423			16,080,702	
2. Short-term borrowings	3,730,490		2,403,926			1,150,058	
3. Accounts payable, other	3,045,841		4,355,814			2,014,910	
4. Income taxes payable	845,588		443,419			976,972	
5. Allowance for employees' bonuses	728,800		815,384			807,500	
6. Allowance for directors' bonuses	–		16,230			–	
7. Other	1,748,470		3,139,985			2,126,166	
Total current liabilities	24,794,547	40.5	29,463,183	42.2	4,668,635	23,156,309	36.4
II. Noncurrent liabilities							
1. Bonds payable	200,000		200,000			200,000	
2. Long-term borrowings	3,220,067		5,930,341			6,535,409	
3. Allowance for employees' retirement benefits	3,500,203		3,531,987			3,382,611	
4. Allowance for directors' retirement benefits	300,025		329,768			316,469	
5. Other	1,684,067		1,685,981			1,788,201	
Total noncurrent liabilities	8,904,364	14.5	11,678,078	16.8	2,773,714	12,222,691	19.2
Total liabilities	33,698,911	55.0	41,141,261	59.0	7,442,349	35,379,000	55.6
[Minority interest]							
Minority interest	377,606	0.6	–	–	(377,606)	417,560	0.6
[Shareholders' equity]							
I. Common stock	4,723,830	7.7	–	–	(4,723,830)	4,723,830	7.4
II. Additional paid-in capital	5,778,024	9.4	–	–	(5,778,024)	5,778,024	9.1
III. Retained earnings	15,825,931	25.8	–	–	(15,825,931)	16,155,858	25.4
IV. Net unrealized gains on available-for-sale securities	962,823	1.6	–	–	(962,823)	1,235,872	1.9
V. Foreign currency translation adjustments	(59,742)	(0.1)	–	–	59,742	(3,383)	(0.0)
VI. Treasury stock	(10,612)	(0.0)	–	–	10,612	(10,612)	(0.0)
Total shareholders' equity	27,220,253	44.4	–	–	(27,220,253)	27,879,588	43.8
Total liabilities, minority interest, and shareholders' equity	61,296,771	100.0	–	–	(61,296,771)	63,676,149	100.0



## (2) Interim Consolidated Statements of Income

(in thousands of yen)

Item	Previous interim consolidated fiscal term (from April 1, 2005 to September 30, 2005)		Current interim consolidated fiscal term (from April 1, 2006 to September 30, 2006)		Change from previous interim period	Condensed consolidated statement of income for previous consolidated fiscal year (from April 1, 2005 to March 31, 2006)	
	Amount	% Total	Amount	% Total		Amount	% Total
I. Net sales	33,932,306	100.0	36,685,833	100.0	2,753,527	71,272,200	100.0
II. Cost of sales	28,272,639	83.3	30,546,205	83.3	2,273,566	59,454,502	83.4
Gross profit	5,659,666	16.7	6,139,627	16.7	479,960	11,817,698	16.6
III. Sales, general and administrative expenses	5,049,199	14.9	5,267,283	14.3	218,083	10,118,133	14.2
Operating income	610,466	1.8	872,344	2.4	261,877	1,699,565	2.4
IV. Non-operating income							
1. Interest income	6,073		2,493			11,610	
2. Dividend income	27,564		33,165			35,698	
3. Gain on foreign exchange	33,131		16,148			81,584	
4. Life insurance benefits and dividends	–		31,661			4,234	
5. Rental income	53,818		84,854			129,280	
6. Equipment fee income	33,150		–			33,150	
7. Other	73,546	227,284	87,311	255,634	28,350	153,893	449,452
V. Non-operating expenses							
1. Interest expense	51,963		54,184			103,899	
2. Sales discount	15,107		19,640			34,548	
3. Depreciation expense on rental assets	47,333		74,690			118,842	
4. Other	45,044	159,449	27,393	175,909	16,460	74,644	331,934
Ordinary income		678,301		952,069	273,767		1,817,082
		2.0		2.6			2.5

(in thousands of yen)

Item	Previous interim consolidated fiscal term (from April 1, 2005 to September 30, 2005)			Current interim consolidated fiscal term (from April 1, 2006 to September 30, 2006)			Change from previous interim period	Condensed consolidated statement of income for previous consolidated fiscal year (from April 1, 2005 to March 31, 2006)		
	Amount		% Total	Amount		% Total		Amount		% Total
VI. Extraordinary gains										
1. Gain on sale of fixed assets	5,046,345			15,694				5,046,345		
2. Reversal of allowance for doubtful accounts	50,729			–				52,997		
3. Other	1,753	5,098,827	15.0	–	15,694	0.0	(5,083,132)	5,233	5,104,576	7.2
VII. Extraordinary Losses										
1. Loss on sale of fixed assets	8,090			16,878				8,528		
2. Loss on disposal of fixed assets	561,887			56,810				579,958		
3. Revaluation loss on investments in capital	14,185			–				14,185		
4. Revaluation loss on memberships	320			–				2,440		
5. Provision for doubtful accounts	91,634			23,626				261,318		
6. Loss on restitution of land lease rights	–			14,503				–		
7. Other	26,464	702,581	2.0	–	111,818	0.3	(590,762)	149,004	1,015,435	1.4
Net income before income taxes and minority interest		5,074,547	15.0		855,945	2.3	(4,218,602)		5,906,223	8.3
Income taxes – current	813,078			423,179				1,264,982		
Income taxes – deferred	1,238,954	2,052,033	6.1	(74,532)	348,647	0.9	(1,703,385)	1,079,849	2,344,831	3.3
Minority interest		12,118	0.0		4,662	0.0	(7,456)		48,078	0.1
Net income		3,010,396	8.9		502,636	1.4	(2,507,760)		3,513,313	4.9

## (3) Interim Consolidated Statement of Retained Earnings and Interim Consolidated Statement of Changes in Net Assets

## Interim Consolidated Statement of Retained Earnings

(in thousands of yen)

	Previous interim consolidated fiscal year (from April 1, 2005 to September 30, 2005)		Consolidated statement of retained earnings for previous consolidated fiscal year (from April 1, 2005 to March 31, 2006)	
Item	Amount		Amount	
(Additional paid-in capital)				
I. Additional paid-in capital at the beginning of the period		5,778,024		5,778,024
II. Additional paid-in capital at the end of the period		5,778,024		5,778,024
(Retained earnings)				
I. Retained earnings at the beginning of the period		13,005,934		13,005,934
II. Increase in retained earnings during the period				
1. Net income for the period	3,010,396	3,010,396	3,513,313	3,513,313
III. Decrease in retained earnings during the period				
1. Cash dividends	155,691		328,681	
2. Bonuses to directors and corporate auditors	34,707		34,707	
(Including bonuses to corporate auditors)	(2,200)	190,398	(2,200)	363,388
IV. Retained earnings at the end of the period		15,825,931		16,155,858

## Interim Consolidated Statement of Changes in Net Assets

Current Interim Consolidated Fiscal Year (from April 1, 2006 to September 30, 2006)

(in thousands of yen)

	Shareholders' equity				
	Common stock	Additional paid-in capital	Retained earnings	Treasury stock	Total shareholders' equity
Balance as of March 31, 2006	4,723,830	5,778,024	16,155,858	(10,612)	26,647,100
Changes during the period					
Dividends from retained earnings			(172,990)		(172,990)
Bonuses to directors and corporate auditors by appropriation of retained earnings			(30,301)		(30,301)
Net income			502,636		502,636
Net change in items other than shareholders' equity during the period					
Total change during the period	-	-	299,344	-	299,344
Balance as of September 30, 2006	4,723,830	5,778,024	16,455,203	(10,612)	26,946,445

	Valuation and translation adjustments			Minority interest	Total net assets
	Net unrealized gains on available-for-sale securities	Foreign currency translation adjustments	Total valuation and translation adjustments		
Balance as of March 31, 2006	1,235,872	(3,383)	1,232,488	417,560	28,297,149
Changes during the period					
Dividends from retained earnings					(172,990)
Bonuses to directors and corporate auditors by appropriation of retained earnings					(30,301)
Net income					502,636
Net change in items other than shareholders' equity during the period	(7,198)	43,674	36,476	2,217	38,693
Total change during the period	(7,198)	43,674	36,476	2,217	338,038
Balance as of September 30, 2006	1,228,673	40,291	1,268,964	419,778	28,635,188

## (4) Interim Consolidated Statements of Cash Flows

(in thousands of yen)

	Previous interim consolidated fiscal term (from April 1, 2005 to September 30, 2005)	Current interim consolidated fiscal term (from April 1, 2006 to September 30, 2006)	Change from previous interim period	Condensed consolidated statement of cash flows for previous consolidated fiscal year (from April 1, 2005 to March 31, 2006)
Item	Amount	Amount		Amount
I. Cash flows from operating activities				
Net income before income taxes and minority interest	5,074,547	855,945	(4,218,602)	5,906,223
Depreciation	1,443,567	1,626,965	183,397	3,196,383
Impairment loss	3,100	–	(3,100)	3,100
Revaluation loss on investments in capital	14,185	–	(14,185)	14,185
Interest and dividend income	(33,638)	(35,658)	(2,020)	(47,309)
Interest expense	51,963	54,184	2,221	103,899
Loss (gain) on foreign exchange	(9,817)	(5,673)	4,143	(8,779)
Loss (gain) on sales/disposal of fixed assets	(4,476,367)	57,994	4,534,361	(4,457,858)
Other losses (gains)	39,368	14,503	(24,864)	164,008
Increase (decrease) in allowance for doubtful accounts	58,786	105,817	47,031	244,499
Increase (decrease) in allowance for employees' retirement benefits	110,718	149,376	38,658	(6,874)
Increase (decrease) in allowance for directors' retirement benefits	(17,881)	13,299	31,181	(1,438)
Increase (decrease) in allowance for employees' bonuses	1,988	24,114	22,126	80,688
Decrease (increase) in notes and accounts receivable, trade	(1,243,196)	(976,663)	266,533	(2,895,504)
Decrease (increase) in inventories	(291,617)	(997,137)	(705,519)	(162,520)
Increase (decrease) in notes and accounts payable, trade	419,131	2,218,140	1,799,008	1,788,804
Other, net	328,049	316,762	(11,286)	226,828
Payments of directors' bonuses	(34,707)	(30,301)	4,406	(34,707)
Payments of directors' bonuses borne by minority shareholders	(2,792)	(2,109)	683	(2,792)
Subtotal	1,435,386	3,389,560	1,954,174	4,110,835
Interest and dividends received	33,618	35,658	2,040	47,309
Interest paid	(59,995)	(50,546)	9,449	(101,063)
Income taxes paid	(146,148)	(953,785)	(807,636)	(467,392)
Net cash provided by operating activities	1,262,861	2,420,888	1,158,026	3,589,688

(in thousands of yen)

	Previous interim consolidated fiscal term (from April 1, 2005 to September 30, 2005)	Current interim consolidated fiscal term (from April 1, 2006 to September 30, 2006)	Change from previous interim period	Condensed consolidated statement of cash flows for previous consolidated fiscal year (from April 1, 2005 to March 31, 2006)
Item	Amount	Amount		Amount
II. Cash flows from investing activities				
Payments for acquisition of property, plant and equipment	(2,809,487)	(1,212,056)	1,597,430	(5,333,701)
Proceeds from sale of property, plant and equipment	5,230,000	111,546	(5,118,453)	5,230,438
Payments for acquisition of intangible assets	(241,407)	(22,812)	218,595	(281,463)
Payments for acquisition of investment securities	(19,017)	(20,139)	(1,121)	(34,839)
Net decrease (increase) in short-term loans receivable	(19,862)	(2,434)	17,428	3,466
Net decrease (increase) in long-term loans receivable	(29,764)	35,067	64,832	17,143
Other	141,552	1,055	(140,497)	428,554
Net cash (used in) provided by investing activities	2,252,014	(1,109,771)	(3,361,786)	29,597
III. Cash flows from financing activities				
Net increase (decrease) in short-term borrowings	(3,780,000)	(250,000)	3,530,000	(4,350,000)
Proceeds from long-term debt	400,000	1,200,000	800,000	4,400,000
Repayment of long-term debt	(858,057)	(301,200)	556,857	(3,553,148)
Dividends paid to shareholders	(155,691)	(172,990)	(17,299)	(328,681)
Dividends paid to minority shareholders	(9,073)	(6,750)	2,323	(9,073)
Cash flows (used in) provided for financing activities	(4,402,821)	469,059	4,871,881	(3,840,902)
IV. Effect of exchange rate changes on cash and cash equivalents	11,277	13,239	1,962	22,568
V. Increase (decrease) in cash and cash equivalents	(876,668)	1,793,416	2,670,084	(199,046)
VI. Cash and cash equivalents at beginning of period	2,267,719	2,068,672	(199,046)	2,267,719
VII. Cash and cash equivalents at end of period	1,391,051	3,862,089	2,471,037	2,068,672



**Summary of Non-Consolidated Financial Results  
for the Interim Period of the Fiscal Year Ending March 31, 2007**

November 16, 2006

Company Name: FUJIMORI KOGYO CO.,LTD.  
 Code Number: 7917  
 Stock Exchange Listing: Tokyo Stock Exchange  
 Location of Head Office: Tokyo  
 URL: <http://www.zacros.co.jp>  
 Representative: Title: Representative Director and President  
 Name: Akihiko Fujimori  
 Contact: Title: Managing Director in Charge of Administration  
 Name: Takao Iijima  
 Tel.: (03) 3661-4211  
 Date of Board of Directors Meeting for Approval of Interim Financial Results: November 16, 2006  
 Adoption of Unit Stock System: Adopted (100 shares per unit)  
 Date of Dividend Payment: December 8, 2006

1. Financial Results for the Interim Period of the Fiscal Year Ending March 31, 2007

(April 1, 2006 – September 30, 2006)

(1) Operating Results

(Note) Figures are rounded down to the nearest million yen.

	Net sales		Operating income		Ordinary income	
	Million yen	%	Million yen	%	Million yen	%
Interim period ended September 2006	27,814	9.2	760	49.2	855	39.4
Interim period ended September 2005	25,460	1.4	510	(55.2)	613	(48.4)
Fiscal year ended March 2006	53,324		1,344		1,457	

	Net income		Net income per share
	Million yen	%	Yen
Interim period ended September 2006	521	(82.7)	30.15
Interim period ended September 2005	3,011	359.3	174.10
Fiscal year ended March 2006	3,410		195.87

(Notes) 1) Average number of outstanding shares

Interim period ended September 2006: 17,299,007 shares

Interim period ended September 2005: 17,299,007 shares

Fiscal year ended March 2006: 17,299,007 shares

2) Changes in accounting policy: None

3) The percentage figures for net sales, operating income, ordinary income, and net income indicate rates of increase (decrease) compared with the same period of the previous year.

(2) Financial Position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
Interim period ended September 2006	57,222	26,080	45.6	1,507.61
Interim period ended September 2005	50,525	25,268	50.0	1,460.70
Fiscal year ended March 2006	51,972	25,752	49.5	1,487.40

- (Notes) 1) Number of shares outstanding at end of the period  
 Interim period ended September 2006: 17,299,007 shares  
 Interim period ended September 2005: 17,299,007 shares  
 Fiscal year ended March 2006: 17,299,007 shares
- 2) Number of treasury stock at end of the period  
 Interim period ended September 2006: 13,753 shares  
 Interim period ended September 2005: 13,753 shares  
 Fiscal year ended March 2006: 13,753 shares

2. Projected Results for the Fiscal Year Ending March 2007 (April 1, 2006 – March 31, 2007)

	Net sales	Ordinary income	Net income
	Million yen	Million yen	Million yen
Year ending March 2007	57,000	1,800	1,050

(Reference) Projected net income per share (full-year basis): 60.70 Yen

3. Dividend Payment

• Cash dividends

	Dividends per share (Yen)		
	Interim	Year-end	Annual Total
Fiscal year ended March 2006	10.00	10.00	20.00
Fiscal year ending March 2007 (Actual)	10.00	–	20.00
Fiscal year ending March 2007 (Forecast)	–	10.00	

\* The above projections are based on information available as of the date of this report and assumptions made as of the date of this report regarding uncertainties that may affect the future financial performance. Accordingly, actual results may differ significantly from projected results due to a variety of factors.

## 7. Interim Non-Consolidated Financial Statements

### (1) Interim Non-Consolidated Balance Sheets

(in thousands of yen)

Item	End of previous interim fiscal term (September 30, 2005)		End of current interim fiscal term (September 30, 2006)		Change from previous interim period-end	Condensed balance sheet for previous fiscal year (March 31, 2006)		
	Amount	% Total	Amount	% Total		Amount	% Total	
[Assets]								
I. Current assets								
1. Cash and deposits	563,636		2,709,905			813,310		
2. Notes receivable	1,651,281		2,099,164			1,840,103		
3. Accounts receivable, trade	14,493,264		16,913,406			15,667,375		
4. Inventories	5,166,973		5,000,906			4,988,710		
5. Deferred tax assets	333,612		413,565			448,452		
6. Other	1,363,931		1,329,029			1,376,832		
Allowance for doubtful accounts	(95,634)		(272,918)			(264,118)		
Total current assets		23,477,065	46.5	28,193,058	49.3	4,726,293	24,870,666	47.9
II. Noncurrent assets								
(1) Property, plant and equipment								
1. Buildings	9,198,358		9,986,529			9,081,765		
2. Machinery and equipment	6,486,237		7,667,147			6,797,390		
3. Land	3,271,363		3,271,363			3,271,363		
4. Construction in Progress	1,005,586		997,203			696,395		
5. Other	993,728		972,802			987,408		
Total property, plant and equipment		20,955,275	41.5	22,895,047	40.0	1,939,772	20,834,323	40.1
(2) Intangible assets		721,267	1.4	644,071	1.1	(77,195)	694,366	1.3
(3) Investments and other assets								
1. Investment securities	3,013,519		3,483,813			3,463,470		
2. Investments in subsidiaries and affiliates	1,661,382		1,535,931			1,535,931		
3. Other	716,217		509,753			591,565		
Allowance for doubtful accounts	(18,783)		(39,061)			(17,789)		
Total investments and other assets		5,372,335	10.6	5,490,437	9.6	118,101	5,573,178	10.7
Total noncurrent assets		27,048,878	53.5	29,029,557	50.7	1,980,678	27,101,868	52.1
Total assets		50,525,944	100.0	57,222,615	100.0	6,706,971	51,972,534	100.0

(in thousands of yen)

Item	End of previous interim fiscal term (September 30, 2005)		End of current interim fiscal term (September 30, 2006)		Change from previous interim period-end	Condensed balance sheet for previous fiscal year (March 31, 2006)		
	Amount	% Total	Amount	% Total		Amount	% Total	
[Liabilities]								
I. Current liabilities								
1. Notes payable	449,257		177,218			333,024		
2. Accounts payable, trade	10,569,796		13,747,346			11,544,899		
3. Short-term borrowings	3,000,000		1,900,000			400,000		
4. Accounts payable, other	2,574,885		4,013,235			1,573,745		
5. Income taxes payable	817,589		352,000			923,296		
6. Allowance for employees' bonuses	512,000		591,000			591,000		
7. Allowance for directors' bonuses	–		10,830			–		
8. Other	525,093		782,410			713,123		
Total current liabilities		18,448,623	36.5	21,574,041	37.7	3,125,418	16,079,090	30.9
II. Noncurrent liabilities								
1. Long-term borrowings	2,800,000		5,500,000			6,100,000		
2. Deferred tax liabilities	1,094,167		1,119,853			1,221,890		
3. Allowance for employees' retirement benefits	2,512,127		2,520,436			2,399,550		
4. Reserve for directors' retirement benefits	153,074		169,142			162,680		
5. Other	249,213		258,986			257,130		
Total noncurrent liabilities		6,808,582	13.5	9,568,418	16.7	2,759,835	10,141,251	19.5
Total liabilities		25,257,205	50.0	31,142,459	54.4	5,885,253	26,220,341	50.5
[Shareholders' equity]								
I. Common stock		4,723,830	9.4	–	–	(4,723,830)	4,723,830	9.1
II. Additional paid-in capital								
1. Capital reserve	5,778,024		–			5,778,024		
Total additional paid-in capital		5,778,024	11.4	–	–	(5,778,024)	5,778,024	11.1
III. Retained earnings								
1. Legal reserve	477,703		–			477,703		
2. Voluntary reserve	10,064,413		–			10,064,413		
3. Unappropriated retained earnings	3,306,501		–			3,531,739		
Total retained earnings		13,848,618	27.4	–	–	(13,848,618)	14,073,856	27.0
IV. Net unrealized gains on available-for-sale securities		928,878	1.8	–	–	(928,878)	1,187,095	2.3
V. Treasury stock		(10,612)	(0.0)	–	–	10,612	(10,612)	(0.0)
Total shareholders' equity		25,268,738	50.0	–	–	(25,268,738)	25,752,192	49.5
Total liabilities and shareholders' equity		50,525,944	100.0	–	–	(50,525,944)	51,972,534	100.0

(in thousands of yen)

Item	End of previous interim fiscal term (September 30, 2005)		End of current interim fiscal term (September 30, 2006)		Change from previous interim period-end	Condensed balance sheet for previous fiscal year (March 31, 2006)	
	Amount	% Total	Amount	% Total		Amount	% Total
[Net Assets]							
I. Shareholders' equity							
1. Common stock							
2. Additional paid-in capital		-	4,723,830	8.2	4,723,830	-	-
(1) Capital reserve	-		5,778,024			-	
Total additional paid-in capital		-	5,778,024	10.1	5,778,024	-	-
3. Retained earnings							
(1) Legal reserve	-		477,703			-	
(2) Other retained earnings							
Land reduction reserve	-		777,062			-	
Reserve for special depreciation	-		46,327			-	
Fixed assets reduction reserve	-		1,271,624			-	
General reserve	-		10,810,000			-	
Unappropriated retained earnings carried forward	-		1,018,113			-	
Total retained earnings		-	14,400,831	25.2	14,400,831	-	-
4. Treasury stock		-	(10,612)	(0.0)	(10,612)	-	-
Total shareholders' equity		-	24,892,072	43.5	24,892,072	-	-
II. Valuation and translation adjustments							
1. Net unrealized gains on available-for-sale securities		-	1,188,082	2.1	1,188,082	-	-
Total valuation and translation adjustments		-	1,188,082	2.1	1,188,082	-	-
Total net assets		-	26,080,155	45.6	26,080,155	-	-
Total liabilities and net assets		-	57,222,615	100.0	57,222,615	-	-

## (2) Interim Non-Consolidated Statements of Income

(in thousands of yen)

Item	Previous interim fiscal term (from April 1, 2005 to September 30, 2005)		Current interim fiscal term (from April 1, 2006 to September 30, 2006)		Change from previous interim period	Condensed statement of income for previous fiscal year (from April 1, 2005 to March 31, 2006)	
	Amount	% Total	Amount	% Total		Amount	% Total
I. Net sales	25,460,926	100.0	27,814,221	100.0	2,353,294	53,324,856	100.0
II. Cost of sales	21,683,503	85.2	23,514,735	84.5	1,831,232	45,317,355	85.0
Gross profit	3,777,423	14.8	4,299,485	15.5	522,062	8,007,501	15.0
III. Sales, general and administrative expenses	3,267,343	12.8	3,538,595	12.7	271,251	6,662,730	12.5
Operating income	510,079	2.0	760,890	2.8	250,810	1,344,770	2.5
IV. Non-operating income							
1. Interest income	3,480		4,076			7,276	
2. Dividend income	57,856		61,116			65,833	
3. Other	189,558	250,895	199,092	264,286	13,390	381,280	454,390
V. Non-operating expenses							
1. Interest expense	38,912		45,963			73,948	
2. Other	108,199	147,111	123,565	169,529	22,417	267,632	341,580
Ordinary income		613,863		855,646	241,783		1,457,580
VI. Extraordinary gains		5,096,474		15,694	(5,080,779)		5,111,885
. Extraordinary losses		656,802		87,652	(569,149)		952,109
Net income before income taxes		5,053,536		783,688	(4,269,847)		5,617,357
Income taxes – current	791,945		329,890			1,121,807	
Income taxes – deferred	1,249,781	2,041,727	(67,826)	262,063	(1,779,663)	1,085,512	2,207,320
Net income		3,011,809		521,625	(2,490,183)		3,410,036
Retained earnings carried forward from previous period		294,692		–			294,692
Interim dividends		–		–			172,990
Unappropriated retained earnings		3,306,501		–			3,531,739

## (3) Interim Non-Consolidated Statement of Changes in Net Assets

Current Interim Fiscal Year (from April 1, 2006 to September 30, 2006)

(in thousands of yen)

	Shareholders' equity										Treasury stock	Total shareholders' equity
	Common stock	Additional paid-in capital	Retained earnings							Unappropriated retained earnings carried forward		
			Legal reserve	Other retained earnings								
				Land reduction reserve	Reserve for special depreciation	Fixed assets reduction reserve	Reduction reserve for gains on insurance claims	General reserve				
Capital reserve												
Balance as of March 31, 2006	4,723,830	5,778,024	477,703	154,867	92,469	5,752	1,324	9,810,000	3,531,739	(10,612)	24,565,097	
Changes during the period												
Provision of land reduction reserve (note)				622,195					(622,195)		-	
Reversal of reserve for special depreciation (note)					(31,043)				31,043		-	
Reversal of reserve for special depreciation					(15,098)				15,098		-	
Provision of fixed assets reduction reserve (note)						1,457,494			(1,457,494)		-	
Reversal of fixed assets reduction reserve (note)						(136,169)			136,169		-	
Reversal of fixed assets reduction reserve						(55,453)			55,453		-	
Reversal of reduction reserve for gains on insurance claims (note)							(1,324)		1,324		-	
Provision of general reserve (note)								1,000,000	(1,000,000)		-	
Dividends from retained earnings (note)									(172,990)		(172,990)	
Bonuses to directors and corporate auditors (note)									(21,660)		(21,660)	
Net income									521,625		521,625	
Net change in items other than shareholders' equity during the period												
Total change during the period	-	-	-	622,195	(46,141)	1,265,871	(1,324)	1,000,000	(2,513,626)	-	326,975	
Balance as of September 30, 2006	4,723,830	5,778,024	477,703	777,062	46,327	1,271,624	-	10,810,000	1,018,113	(10,612)	24,892,072	

(in thousands of yen)

	Valuation and translation adjustments		Total net assets
	Net unrealized gains on available-for-sale securities	Total valuation and translation adjustments	
Balance as of March 31, 2006	1,187,095	1,187,095	25,752,192
Changes during the period			
Provision of land reduction reserve (note)			–
Reversal of reserve for special depreciation (note)			–
Provision of fixed assets reduction reserve (note)			–
Reversal of fixed assets reduction reserve (note)			–
Reversal of fixed assets reduction reserve			–
Reversal of reduction reserve for gains on insurance claims (note)			–
Provision of general reserve (note)			–
Dividends from retained earnings (note)			(172,990)
Bonuses to directors and corporate auditors (note)			(21,660)
Net income			521,625
Net change in items other than shareholders' equity during the period	987	987	987
Total change during the period	987	987	327,962
Balance as of September 30, 2006	1,188,082	1,188,082	26,080,155

(Note) These are the items for appropriation of retained earnings approved at the ordinary general shareholders' meeting in June 2006.