

FY2006 Mid-Term Non-Consolidated Financial Results

FUJIMI INCORPORATED

JASDAQ Code: #5384

URL: <http://www.fujimiinc.co.jp>

President: Akira Koshiyama

Contact: Tadashi Nagatoshi, Executive director

Tel: +81-52-503-8181

Listed on JASDAQ

Location of headquarters: Aichi Prefecture

Date of board meeting approving the mid-term financial results: November 11, 2005

Payment of interim dividends: Applied

Round lot: 100 shares

Date of payment of interim dividends: December 9, 2005

1. Operations for FY2006 Mid-Term (April 1, 2005 - September 30, 2005)

(1) Summary of mid-term results

in millions of Yen (%)

	FY2006 mid-term	FY2005 mid-term	FY2005
Net sales	12,842 (7.9)	11,906 (18.6)	23,422
Operating income	1,684 (7.0)	1,811 (41.1)	3,258
Ordinary income	1,801 (7.1)	1,939 (48.9)	3,484
Net income	1,137 (45.3)	783 (2.3)	1,772
Net income per share	38.73 yen	53.04 yen	117.70 yen

(Amounts less than one million yen are omitted.)

Notes: 1. Average shares:

(FY2006 mid-term) 29,375,682 (FY2005 mid-term) 14,765,335 (FY2005) 14,718,731

2. Changes in accounting policies: None

3. The figures in percentage for net sales, operating income, ordinary income and net income indicate changes from the previous year.

4. As of May 20, 2005, we split our ordinary shares 2 for 1. The mid-term net income per share for mid-term in FY2006 was calculated under the assumption that the share split was implemented at the beginning of FY2006.

5. The mid-term net income per share for the mid-term in FY2005 is 26.52 yen, and the current net income per share for FY2005 is 58.85 yen.

These figures were calculated under the assumption that the share split was implemented at the beginning of FY2005.

(2) Dividends

	Yen		
	FY2006 mid-term	FY2005 mid-term	FY2005
Per share dividends (mid-term)	18.00	16.00	
Per share dividends (yearly)			36.00

(3) Financial position

	in millions of Yen		
	FY2006 mid-term	FY2005 mid-term	FY2005
Total assets	43,121	41,207	41,568
Shareholders' equity	36,298	34,585	35,396
Shareholders' equity ratio	84.2%	83.9%	85.2%
Shareholders' equity per share	1,234.86 yen	2,357.39 yen	2,408.24 yen

(Amounts less than one million yen are omitted.)

Notes: 1. The number of issued shares at term-end:

(FY2006 mid-term) 29,394,595 (FY2005 mid-term) 14,671,202 (FY2005) 14,681,471

2. The number of treasury stocks at term-end

(FY2006 mid-term) 1,304,905 (FY2005 mid-term) 678,548 (FY2005) 668,279

3. The shareholders' equity per share for the mid-term in FY2005 is 1,178.69 yen, and the shareholders' equity per share for the FY2005 is 1,204.12 yen.

These figures were calculated under the assumption that the share split was implemented at the beginning of FY2005.

2. Forecast for FY2006 (April 1, 2005 - March 31, 2006)

	in millions of Yen
	<u>Yearly</u>
Net Sales	26,610
Ordinary income	3,740
Net income	2,360
Per share dividends	
Yearly	36.00 yen
Term-end	18.00 yen

Reference: Estimated net income per share (yearly): 80.29 yen

The forecast above is based on information currently available to management and includes risks and uncertainties that could cause the actual results to differ materially from the forecast figures.

Mid-Term Non-Consolidated Financial Results

(1) Mid-Term Balance Sheet

(In thousands of Yen)

Item	Ref.No.	FY2005 mid-term (As of September 30, 2004)		FY2006 mid-term (As of September 30, 2005)		Summarized balance sheet of the previous fiscal year (As of March 31, 2005)	
		Amount	Percentage	Amount	Percentage	Amount	Percentage
ASSETS			%		%		%
Current assets							
1. Cash and deposits		10,330,812		11,544,552		11,678,407	
2. Notes receivable		2,416,848		2,593,743		2,266,692	
3. Accounts receivable		6,052,248		6,459,640		5,528,322	
4. Marketable securities		200,024		200,031		200,027	
5. Inventories		2,606,419		3,022,784		2,940,764	
6. Short-term loans receivable		132,809		154,016		148,494	
7. Deferred tax assets		335,990		362,836		390,448	
8. Other		119,916		185,069		110,562	
Allowance for doubtful accounts		20,000		25,000		25,000	
Total current assets		22,175,070	53.8	24,497,674	56.8	23,238,722	55.9
Fixed assets							
1. Tangible fixed assets	*1						
(1) Buildings		4,538,105		4,283,780		4,418,462	
(2) Machinery and equipment		2,320,025		2,307,574		2,332,647	
(3) Land		3,239,027		3,239,027		3,239,027	
(4) Other		1,948,257		2,093,775		1,577,125	
Total		12,045,415		11,924,157		11,567,261	
2. Intangible fixed assets		384,840		303,720		366,185	
3. Investment and other assets							
(1) Investment in securities		3,728,617		3,870,664		3,777,324	
(2) Deferred tax assets		271,218		122,061		149,679	
(3) Other		2,633,120		2,411,335		2,498,733	
Allowance for doubtful accounts		30,450		8,400		29,200	
Total		6,602,507		6,395,661		6,396,538	
Total fixed assets		19,032,763	46.2	18,623,539	43.2	18,329,985	44.1
Total Assets		41,207,833	100.0	43,121,213	100.0	41,568,707	100.0

(In thousands of Yen)

Item	Ref.No	FY2005 mid-term (As of September 30, 2004)		FY2006 mid-term (As of September 30, 2005)		Summarized balance sheet of the previous fiscal year (As of March 31, 2005)		
		Amount	Percentage	Amount	Percentage	Amount	Percentage	
LIABILITIES			%		%			%
Current liabilities								
1. Notes payable		949,948		885,110		875,471		
2. Accounts payable		2,747,121		2,966,611		2,518,484		
3. Corporate tax payable		845,757		661,435		1,024,170		
4. Accrued consumption tax		-		18,377		-		
5. Reserve for bonus payment		497,032		460,621		470,585		
6. Other		1,132,149		1,534,167		990,667		
Total current liabilities		6,172,008	15.0	6,526,323	15.1	5,879,379	14.1	
Fixed liabilities								
1. Allowance for employees' retirement benefits		116,416		76,266		71,758		
2. Long-term accrued amount payable		333,718		220,483		221,008		
Total fixed liabilities		450,134	1.1	296,749	0.7	292,767	0.7	
Total liabilities		6,622,143	16.1	6,823,073	15.8	6,172,147	14.8	
SHAREHOLDERS' EQUITY								
Capital stock		4,753,438	11.5	4,753,438	11.0	4,753,438	11.5	
Capital surplus								
1. Legal reserve for capital surplus		5,038,501		5,038,501		5,038,501		
2. Other capital surplus								
Surplus from transaction in treasury stocks		263		3,530		1,574		
Total capital surplus		5,038,765	12.2	5,042,032	11.7	5,040,075	12.1	
Retained earnings								
1. Legal reserve for retained earnings		362,596		362,596		362,596		
2. Voluntary reserve		22,990,000		24,000,000		22,990,000		
3. Unappropriated retained earnings		3,153,633		3,702,225		3,908,139		
Total retained earnings		26,506,229	64.3	28,064,821	65.1	27,260,735	65.6	
Gain or loss on revaluation of other securities		65,575	0.2	148,436	0.4	93,782	0.2	
Treasury stock		1,778,318	4.3	1,710,589	4.0	1,751,472	4.2	
Total shareholders' equity		34,585,690	83.9	36,298,140	84.2	35,396,560	85.2	
Total liabilities and shareholders' equity		41,207,833	100.0	43,121,213	100.0	41,568,707	100.0	

(2) Mid-Term Statement of Income

(In thousands of Yen)

Item	Ref.No.	FY2005 mid-term 〔 April 1, 2004 - Sept. 30, 2004 〕		FY2006 mid-term 〔 April 1, 2005 - Sept. 30, 2005 〕		FY2005 〔 April 1, 2004 - March 31, 2005 〕	
		Amount	Percentage	Amount	Percentage	Amount	Percentage
Net Sales		11,906,561	100.0	12,842,677	100.0	23,422,079	100.0
Cost of sales		7,963,300	66.9	8,874,088	69.1	15,835,683	67.6
Gross profit on sales		3,943,260	33.1	3,968,589	30.9	7,586,395	32.4
Selling, general and administrative expenses		2,131,482	17.9	2,283,866	17.8	4,328,096	18.5
Operating income		1,811,778	15.2	1,684,723	13.1	3,258,298	13.9
Non-operating income	*1	129,263	1.1	118,754	0.9	229,094	1.0
Non-operating expenses		1,303	0.0	1,493	0.0	3,117	0.0
Ordinary income		1,939,737	16.3	1,801,984	14.0	3,484,275	14.9
Extraordinary income	*2	39,029	0.3	1,461	0.0	44,227	0.2
Extraordinary loss	*3,5	488,113	4.1	25,792	0.2	510,638	2.2
Net income before tax		1,490,654	12.5	1,777,653	13.8	3,017,865	12.9
Corporate tax, inhabitant tax, and business tax		820,588		622,000		1,310,721	
Corporate tax adjustment		113,135	5.9	17,936	4.9	65,302	5.3
Net income		783,201	6.6	1,137,715	8.9	1,772,446	7.6
Retained earnings brought forward		2,370,432		2,564,510		2,370,432	
Interim dividend payments		---		---		234,739	
Unappropriated retained earnings		3,153,633		3,702,225		3,908,139	