

FY 2006 First Quarter Financial Results (Non-Consolidated)

FUJIMI INCORPORATED

JASDAQ Code: #5384

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

President: Akira Koshiyama

Contact: Tadashi Nagatoshi, Managing Director

Tel: +81-52-503-8181

1. Notes to Quarterly Financial Results

Note: 1) Adoption of a concise method for the accounting system: Yes

Based on the preparation standard of the mid-term consolidated financial statement etc., adopted a concise method within the limit of not leading investors to major misjudgments.

2) Changes in the accounting method from the most recent consolidated fiscal year: None

2. Financial Results for First Quarter FY 2006 (April 1, 2005 - June 30, 2005)

(1) Summary of Non-Consolidated Financial Results

(Fractions of less than one million yen are rounded off.)

	Q1 FY 2006	Q1 FY 2005	FY 2005 (reference)
	Million yen (%)	Million yen (%)	Million yen (%)
Net sales	6,298 (8.0)	5,831 (15.1)	23,422
Operating income	787 (15.2)	928 (24.3)	3,258
Ordinary income	841 (15.0)	990 (28.7)	3,484
Net income	535 (9.8)	593 (38.9)	1,772
Net income per share	18.24 yen	40.20 yen	117.70 yen
Net income per share (diluted)	18.20 yen	39.78 yen	117.69 yen

Note: 1. Percentages for net sales and operating income, etc., indicate the year-on-year rate.

2. As of May 20, 2005, we split our ordinary shares 2 for 1. The quarter net income per share for the first quarter in FY 2006 and the quarter net income per share after the adjustment of residual securities are calculated under the assumption that the share split was implemented at the beginning of FY2006.

3. The quarter net income per share for the first quarter in FY 2005 is 20.10 yen, the net income per share after the adjustment of residual securities is 19.89 yen, the current net income per share is 58.85 yen, and the current net income per share after the adjustment of residual securities is 58.85 yen; these figures were calculated under the assumption that the share split was implemented at the beginning of FY2005.

(2) Non-Consolidated Financial Position

	Q1 FY 2006	Q1 FY 2005	FY 2005 (reference)
	Million yen	Million yen	Million yen
Total assets	41,651	40,449	41,568
Shareholders' equity	35,620	34,663	35,396
Shareholders' equity ratio	85.5%	85.7%	85.2%
Shareholders' equity per share	1,212.65 yen	2,347.00 yen	2,408.24 yen

Note: The shareholders' equity per share for the first quarter in FY 2005 is 1,173.50 yen and shareholders' equity per share in FY 2005 is 1,204.12 yen when calculated under the assumption that the share split was implemented at the beginning of FY2005.

3. Forecast for FY 2006 (April 1, 2005 - March 31, 2006)

	Yen (millions)	
	Mid-term	Yearly
Net Sales	12,360	26,130
Ordinary income	1,730	4,300
Net income	1,110	2,740
Per-share dividends (mid-term)	18.00 yen	---
Per-share dividends (term end)	---	18.00 yen
Per-share dividends	---	36.00 yen

<Qualitative Information Regarding Forecast for FY 2006>

The financial results for the first quarter of FY 2006 exceeded our projections.

The mid-term and yearly financial results announced on May 13, 2005 have not been revised.

Also, if the forecast needs to be revised, such revised figures will be disclosed on a timely basis.

Forecasts contained in this documentation are provided as a reference only. They are based on the company's projections and estimates and should not be construed as an assurance or guarantee of future performance.

When using this information, please keep in mind that results may differ from the estimates.

(1) Quarterly Non-Consolidated Balance Sheet for first quarter, FY 2006 (Summary)

(Thousands of yen)

Item	Term	Q1 FY 2005 (As of June 30, 2004)		Q1 FY 2006 (As of June 30, 2005)		(Reference) FY 2005	
		Amount	Percentage	Amount	Percentage	Amount	Percentage
ASSETS							
. Current assets							
1. Cash and deposits		9,924,558		11,559,648		11,678,407	
2. Notes receivable		2,202,469		2,422,451		2,266,692	
3. Accounts receivable		5,642,111		5,997,337		5,528,322	
4. Inventories		2,306,638		3,116,943		2,940,764	
5. Other		703,771		885,594		849,534	
Allowance for doubtful accounts		20,000		25,000		25,000	
Total current assets		20,759,549	51.3	23,956,976	57.5	23,238,722	55.9
. Fixed assets							
1. Tangible fixed assets		12,573,730	31.1	11,515,234	27.7	11,567,261	27.8
2. Intangible fixed assets		387,438	1.0	333,617	0.8	366,185	0.9
3. Investment and other assets							
(1) Investment in securities		810,179		840,536		828,241	
(2) Stock of affiliated companies		2,949,083		2,949,083		2,949,083	
(3) Other		2,998,777		2,072,445		2,648,413	
Allowance for doubtful accounts		29,500		16,700		29,200	
Total of investment and other assets		6,728,540	16.6	5,845,364	14.0	6,396,538	15.4
Total fixed assets		19,689,709	48.7	17,694,216	42.5	18,329,985	44.1
Total Assets		40,449,258	100.0	41,651,192	100.0	41,568,707	100.0
LIABILITIES							
. Current liabilities							
1. Notes payable		917,666		931,266		875,471	
2. Accounts payable		2,639,004		2,976,789		2,518,484	
3. Other		1,795,171		1,827,921		2,485,423	
Total current liabilities		5,351,842	13.2	5,735,978	13.8	5,879,379	14.1
. Fixed liabilities							
1. Allowance for employees' retirement benefits		434,215		74,183		71,758	
2. Other		---		220,540		221,008	
Total fixed liabilities		434,215	1.1	294,723	0.7	292,767	0.7
Total liabilities		5,786,058	14.3	6,030,702	14.5	6,172,147	14.8
SHAREHOLDERS' EQUITY							
. Capital stock							
		4,753,438	11.8	4,753,438	11.4	4,753,438	11.5
. Capital surplus							
1. Capital reserves							
Surplus from transaction in treasury stock		5,038,501		5,038,501		5,038,501	
Surplus from transaction in treasury stock		---		2,287		1,574	
Total capital surplus		5,038,501	12.5	5,040,789	12.1	5,040,075	12.1
. Retained earnings							
1. Legal reserve of retained earnings							
		362,596		362,596		362,596	
2. Voluntary reserve							
(1) General reserve		22,990,000		24,000,000		22,990,000	
3. Unappropriated retained earnings		2,964,206		3,100,220		3,908,139	
Total retained earnings		26,316,802	65.0	27,462,816	65.9	27,260,735	65.6
. Gain or loss on revaluation of other securities							
		84,250	0.2	100,736	0.3	93,782	0.2
. Treasury stock							
		1,529,793	3.8	1,737,290	4.2	1,751,472	4.2
Total shareholders' equity		34,663,199	85.7	35,620,490	85.5	35,396,560	85.2
Total liabilities and shareholders' equity		40,449,258	100.0	41,651,192	100.0	41,568,707	100.0

(2) Quarterly Statement of Income (Summary)

(Thousands of yen)

Term Item	Q1 FY 2005		Q1 FY 2006		(Reference) FY 2005	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
. Net Sales	5,831,166	100.0	6,298,569	100.0	23,422,079	100.0
. Cost of sales	3,898,774	66.9	4,435,388	70.4	15,835,683	67.6
Gross profit on sales	1,932,392	33.1	1,863,180	29.6	7,586,395	32.4
. Selling, general and administrative expenses	1,003,812	17.2	1,075,692	17.1	4,328,096	18.5
Operating income	928,579	15.9	787,488	12.5	3,258,298	13.9
. Non-operating income	61,661	1.1	54,131	0.8	229,094	1.0
. Non-operating expenses	138	0.0	72	0.0	3,117	0.0
Ordinary income	990,102	17.0	841,547	13.3	3,484,275	14.9
. Extraordinary income	1,800	0.0	---	---	44,227	0.2
. Extraordinary loss	2,040	0.0	7,759	0.1	510,638	2.2
Net income before tax	989,861	17.0	833,788	13.2	3,017,865	12.9
Tax related expenses	396,088	6.8	298,077	4.7	1,245,418	5.3
Net income	593,773	10.2	535,710	8.5	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	2,964,206		3,100,220		3,908,139	