

FY 2007 Consolidated Financial Results

(April 1, 2006 through March 31, 2007)



May 11, 2007

FUJIMI INCORPORATED

Stock exchanges on which the shares are listed: Tokyo, Nagoya

Code: #5384

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

Representative: Akira Koshiyama, President, Chief Executive Officer and Director

Person in charge of reference: Kazuhiro Ishii, Senior General Manager

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Date of board meeting approving the financial results: June 22, 2007

Scheduled date for dividend payments to commence: June 25, 2007

Scheduled date for the securities report to be presented: June 22, 2007

US GAAP: Not adopted

1. Operations for FY 2007 (April 1, 2006 - March 31, 2007)

(1) Summary of results

Notes: Fractions less than one million yen are rounded off.

(Percentages indicate changes from the previous year)

	FY 2007		FY 2006	
	Million yen	(%)	Million yen	(%)
Net sales	38,060	(18.5)	32,127	(18.5)
Operating income	5,979	(25.3)	4,772	(35.8)
Ordinary income	6,122	(25.1)	4,892	(35.4)
Net income	4,080	(27.2)	3,207	(75.9)
Net income per share	138.45	yen	107.42	yen
Net income per share (diluted)	137.43	yen	106.87	yen
Ratio of net income to shareholders' equity	10.0	%	8.5	%
Ratio of ordinary income to total assets	12.1	%	10.8	%
Ordinary income to net sales ratio	15.7	%	14.9	%

Reference: Equity in earnings (losses) of affiliated companies: (FY 2007) --- million yen (FY 2006) --- million yen

(2) Financial position

Notes: Fractions less than one million yen are rounded off.

	FY 2007		FY 2006	
	Million yen		Million yen	
Total assets	53,730		47,340	
Net assets	42,638		39,217	
Shareholders' equity ratio	79.1	%	82.8%	
Net assets per share	1,435.75	yen	1,329.68	yen

Reference: Shareholders' equity: (FY 2007) 42,495 million yen (FY 2006) --- million yen

(3) Consolidated cash flows

Notes: Fractions less than one million yen are rounded off.

	FY 2007		FY 2006	
	Million yen		Million yen	
Operating activities	2,990		3,251	
Investing activities	3,182		2,811	
Financing activities	936		1,005	
Cash and cash equivalents at the term-end	11,785		12,595	

2. Dividends

Notes: Fractions less than one million yen are rounded off.

	FY 2006		FY 2007		FY 2008 (Estimated)	
	Million yen	(%)	Million yen	(%)	Million yen	(%)
Per-share dividends (mid-term)	18.00	yen	20.00	yen	20.00	yen
Per-share dividends (term end)	18.00	yen	23.00	yen	23.00	yen
Per-share dividends (yearly)	36.00	yen	43.00	yen	43.00	yen
Total dividends (yearly)	1,059	million yen	1,269	million yen	1,272	million yen
Dividend payout (consolidated)	33.5	%	31.1	%	29.8	%
Dividend rate for net assets (consolidated)	2.8	%	3.1	%	2.9	%

3. Forecast for FY2008 (April 1, 2007 - March 31, 2008)

(Percentages indicate changes over the full year compared to the previous year, and changes over the half-year compared to the previous half-year.)

	Mid-term		Yearly	
	Million yen	(%)	Million yen	(%)
Net Sales	20,880	(13.3)	44,100	(15.9)
Operating income	2,920	(8.6)	6,810	(13.9)
Ordinary income	2,960	(9.4)	6,870	(12.2)
Net income	1,850	(17.2)	4,270	(4.6)
Net income per share	62.50	yen	144.27	yen

4. Others

- (1) Transfer of any key subsidiary during the term (transfer of any specified subsidiary in line with changes to consolidated scope) Present
New: One company (Inter Optec Co., Ltd.) Excluded: None
- (2) Changes in accounting principles, procedures, display methods, etc. for preparing consolidated financial statements
(to be recorded as changes in important matters which serve as the basis in order to prepare consolidated financial statements)
[1] Changes due to revision of accounting standards : Present
[2] Changes other than [1] None
- (3) Number of shares issued (regular shares)
[1] Total number of shares in circulation at year's end (including treasury stocks):
FY 2007: 30,699,500 FY 2006: 30,699,500
[2] Number of treasury stocks at year's end:
FY 2007: 1,101,331 FY 2006: 1,243,497

1. Non-consolidated performance in FY 2006 (April 1, 2006 - March 31, 2007)

(1) Non-consolidated operating results

Notes: Fractions less than one million yen are rounded off.
(Percentages indicate changes from the previous year) previous year)

	FY 2007		FY 2006	
	Million yen	(%)	Million yen	(%)
Net sales	32,140	(18.8)	27,064	(15.6)
Operating income	4,913	(29.3)	3,800	(16.7)
Ordinary income	5,178	(26.7)	4,086	(17.3)
Net income	3,274	(24.0)	2,640	(49.0)
Net income per share	111.11	yen	88.13	yen
Net income per share (diluted)	110.29	yen	87.68	yen

(2) Non-consolidated financial position

Notes: Fractions less than one million yen are rounded off.

	FY 2007		FY 2006	
	Million yen		Million yen	
Total assets	49,652		44,610	
Net assets	39,724		37,437	
Shareholders' equity ratio	80.0	%	83.9	%
Net assets per share	1,342.13	yen	1,269.25	yen

Reference: Shareholders' equity: (FY 2007) 39,724 million yen (FY 2006) --- million yen

2. Forecast for FY2008 (April 1, 2007 - March 31, 2008)

(Percentages indicate changes over the full year compared to the previous year,
and changes over the half-year compared to the previous half-year.)

	Mid-term	Mid-term	Yearly	Yearly
	Million yen	(%)	Million yen	(%)
Net Sales	17,060	(10.1)	35,550	(10.6)
Operating income	2,340	(7.7)	5,270	(7.3)
Ordinary income	2,460	(7.2)	5,600	(8.1)
Net income	1,570	(4.0)	3,580	(9.3)
Net income per share	53.04	yen	120.95	yen

Consolidated Financial Statement
(1) Consolidated Balance Sheet

Item	FY 2006 (As of March 31, 2006)		FY 2007 (As of March 31, 2007)		Year-on-year percentage changes Increase/decrease (in thousand yen)	
	Amount (in thousand yen)	Percentage	Amount (in thousand yen)	Percentage		
ASSETS						
I Current assets						
1. Cash and deposits	12,058,287		10,710,062			
2. Notes and accounts receivable	10,054,484		12,781,342			
3. Marketable securities	1,537,544		1,575,070			
4. Inventories	4,952,777		6,151,897			
5. Prepaid expenses	76,774		96,266			
6. Deferred tax assets	615,632		688,702			
7. Short-term loans receivable	1,551		15,813			
8. Accrued corporate tax	-		62,712			
9. Other current assets	72,614		163,016			
Allowance for doubtful accounts	28,000		42,211			
Total current assets	29,341,666	62.0	32,202,672	59.9	2,861,006	
II Fixed Assets						
1. Tangible fixed assets						
(1) Building and structures	12,495,893		14,376,134			
Accumulated depreciation	6,051,614	6,444,279	6,445,129	7,931,005		
(2) Machinery, equipment and vehicles	17,048,535		18,591,312			
Accumulated depreciation	14,110,183	2,938,351	14,723,066	3,868,246		
(3) Land		3,430,563		3,439,134		
(4) Construction in progress		577,043		785,362		
(5) Other tangible fixed assets	5,058,125		6,411,509			
Accumulated depreciation	3,625,368	1,432,756	4,204,522	2,206,986		
Total tangible fixed assets		14,822,993		18,230,735	34.0	3,407,741
2. Intangible fixed assets						
(1) Software	253,702		170,562			
(2) Goodwill	-		65,978			
(3) Other intangible fixed assets	41,648		88,419			
Total intangible fixed assets		295,350		324,960	0.6	29,610
3. Investments and other assets						
(1) Investment in securities	905,245		530,471			
(2) Long-term loans receivable	1,402		2,517			
(3) Deferred tax assets	43,561		24,759			
(4) Other investments and assets	1,938,602		2,423,376			
Allowance for doubtful accounts	8,600		8,500			
Total investment and other assets		2,880,212		2,972,624	5.5	92,411
Total fixed assets		17,998,555		21,528,320	40.1	3,529,764
Total Assets		47,340,222	100.0	53,730,993	100.0	6,390,770
LIABILITIES						
I Current liabilities						
1. Notes and accounts payable	4,276,363		5,373,244			
2. Short-term loans payable	354,210		340,507			
3. Accrued expenses	430,135		423,437			
4. Corporate tax payable	859,949		1,251,718			
5. Allowance for bonus payment	523,822		531,071			
6. Notes payable for facilities	126,670		370,151			
7. Other current liabilities	1,280,871		2,700,263			
Total current liabilities		7,852,022		10,990,394	20.4	3,138,372
II Fixed liabilities						
1. Long-term borrowing	-		2,523			
2. Long-term accrued amount payable	108,315		-			
3. Deferred tax liabilities	-		10,044			
4. Allowance for employees' retirement benefits	78,698		89,569			
Total fixed liabilities		187,013		102,137	0.2	84,876
Total liabilities		8,039,036	17.0	11,092,532	20.6	3,053,496
MINORITY INTEREST						
Minority interest	84,071	0.2	-	-	-	
SHAREHOLDERS' EQUITY						
I Capital stock						
Capital stock	4,753,438	10.0	-	-	-	
II Capital surplus						
Capital surplus	5,045,677	10.6	-	-	-	
III Retained earnings						
Retained earnings	30,457,143	64.3	-	-	-	
IV Gain or loss on revaluation of other securities						
Gain or loss on revaluation of other securities	230,067	0.5	-	-	-	
V Foreign currency translation adjustment						
Foreign currency translation adjustment	361,373	0.8	-	-	-	
VI Treasury stock						
Treasury stock	1,630,584	3.4	-	-	-	
Total shareholders' equity		39,217,115	82.8	-	-	
Total of liabilities, minority interest and shareholders' equity		47,340,222	100.0	-	-	
NET ASSETS						
I Shareholders' equity						
1. Capital stock	-	-	4,753,438	8.9	-	
2. Capital surplus	-	-	5,062,190	9.4	-	
3. Retained earnings	-	-	33,368,244	62.1	-	
4. Treasury stocks	-	-	1,445,632	2.7	-	
Total shareholder's equity	-	-	41,738,241	77.7	-	
II Gain or loss on revaluation and translation						
1. Gain or loss on revaluation of other securities	-	-	210,701	0.4	-	
2. Foreign currency translation adjustment	-	-	546,507	1.0	-	
Total gain or loss on revaluation and translation	-	-	757,209	1.4	-	
III Minority interest						
Minority interest	-	-	143,009	0.3	-	
Total net assets	-	-	42,638,460	79.4	-	
Total liabilities and net assets	-	-	53,730,993	100.0	-	

(2) Consolidated Statement of Income

Item	FY 2006 〔 April 1, 2005 March 31, 2006 〕		FY 2007 〔 April 1, 2006 March 31, 2007 〕		Year-on-year percentage changes		
	Amount (in thousand yen)	Percentage	Amount (in thousand yen)	Percentage	Increase/decrease (in thousand yen)		
I Net sales		32,127,825	100.0		38,060,949	100.0	5,933,123
II Cost of sales		21,415,670	66.7		24,974,459	65.6	3,558,788
Gross income on sales		10,712,155	33.3		13,086,490	34.4	2,374,334
III Selling, general and administrative expenses							
1. Selling expenses	1,136,273			1,354,447			
2. General and administrative expenses	4,803,308	5,939,582	18.5	5,752,434	7,106,882	18.7	1,167,299
Operating income		4,772,573	14.8		5,979,608	15.7	1,207,034
IV Non-operating income							
1. Interest received	39,054			79,868			
2. Dividends received	20,156			3,552			
3. Profit from waste disposal	11,371			15,693			
4. Interest on refund	-			16,853			
5. Foreign exchange profit	45,311			26,268			
6. Gain on redemption of investment securities	17,600			-			
7. Other	27,057	160,551	0.5	42,408	184,645	0.5	24,093
V Non-operating expenses							
1. Interest paid	27,806			10,743			
2. Commissions	10,000			-			
3. Provision for allowance for doubtful accounts	1,400			-			
4. Listing expenses	-			19,301			
5. Depreciation expense	-			6,301			
6. Other	1,081	40,288	0.1	5,024	41,371	0.1	1,082
Ordinary income		4,892,836	15.2		6,122,882	16.1	1,230,045
VI Extraordinary income							
1. Gain on sale of fixed assets	-			446,095			
2. Gain on sale of membership	1,461			-			
3. New industry subsidies	49,238			23,696			
4. Gain from forfeiture of directors' insurance	1,193			-			
5. Other	-	51,893	0.2	34,612	504,403	1.3	452,510
VII Extraordinary loss							
1. Loss from correcting gains/losses from previous term	-			9,232			
2. Loss from sale of fixed assets	103,937			31,618			
3. Overdue sales taxes of overseas subsidiaries	-			12,989			
4. Other	-	103,937	0.3	1,172	55,013	0.1	48,923
Net income before tax adjustment		4,840,793	15.1		6,572,273	17.3	1,731,479
Corporate tax, inhabitant tax, and business tax	1,577,693			2,518,876			
Corporate tax adjustment	16,227	1,593,921	5.0	30,132	2,488,744	6.6	894,822
Minority interest		39,485	0.1		3,023	0.0	36,462
Net income		3,207,386	10.0		4,080,505	10.7	873,118

(3) Consolidated statement of surplus and consolidated statement of changes in shareholders' equity
 Consolidated statement of surplus

		FY 2006	
		April 1, 2005 March 31, 2006	
Item	Notes	Amount (in thousand yen)	
(Capital surplus)			
I Initial balance of capital surplus			5,040,075
II Increase in capital surplus			
1 Surplus from transaction in treasury stock		5,601	5,601
III Final balance of capital surplus			5,045,677
(Retained earnings)			
I Initial balance of retained earnings			28,112,489
II Increase in retained earnings			
Net income		3,207,386	3,207,386
III Decrease in retained earnings			
1 Dividends		822,732	
2 Directors' bonus		40,000	862,732
IV Final balance of retained earnings			30,457,143

Consolidated statement of changes in shareholders' equity
This consolidated fiscal year (April 1, 2006 - March 31, 2007)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stocks	Total shareholder's equity
Balance as of March 31, 2006 (in thousands of yen)	4,753,438	5,045,677	30,457,143	1,630,584	38,625,674
Changes during the consolidated fiscal year					
Dividend from surplus (Note)			530,208		530,208
Dividend from surplus			589,196		589,196
Directors' bonus (Note)			50,000		50,000
Net income			4,080,505		4,080,505
Acquisition of treasury stocks				2,723	2,723
Disposal of treasury stocks		16,513		187,676	204,190
Changes to items other than shareholders' equity during consolidated fiscal year (net)					
Total of changes during consolidated fiscal year (in thousands of yen)	-	16,513	2,911,101	184,952	3,112,567
Balance as of March 31, 2007 (in thousands of yen)	4,753,438	5,062,190	33,368,244	1,445,632	41,738,241

	Gain or loss on revaluation and translation			Minority interest	Total net assets
	Gain or loss on revaluation of other securities	Foreign currency translation adjustment	Total gain or loss on revaluation and translation		
Balance as of March 31, 2006 (in thousands of yen)	230,067	361,373	591,440	84,071	39,301,186
Changes during the consolidated fiscal year					
Dividend from surplus (Note)					530,208
Dividend from surplus					589,196
Directors' bonus (Note)					50,000
Net income					4,080,505
Acquisition of treasury stocks					2,723
Disposal of treasury stocks					204,190
Changes to items other than shareholders' equity during consolidated fiscal year (net)	19,366	185,134	165,767	58,938	224,706
Total of changes during consolidated fiscal year (in thousands of yen)	19,366	185,134	165,767	58,938	3,337,273
Balance as of March 31, 2007 (in thousands of yen)	210,701	546,507	757,209	143,009	42,638,460

(Note) These items regarding the disposal of profits were dealt with at the regularly scheduled general meeting of shareholders in June, 2006.

(4) Consolidated Cash Flows

Item	FY 2006 (April 1, 2005) March 31, 2006	FY 2007 (April 1, 2006) March 31, 2007
	Amount (in thousand yen)	Amount (in thousand yen)
I Cash flows from operating activities		
Net income before tax adjustment	4,840,793	6,572,273
Depreciation expense	1,824,820	2,013,556
Service cost for long-term prepaid expenses	12,290	13,846
Amortization of goodwill	-	32,989
Increase/decrease in allowance for doubtful accounts (: decrease)	4,400	13,946
Increase/decrease in allowance for employees' retirement benefits (: decrease)	21,631	16,858
Increase/decrease in allowance for bonus payments (: decrease)	53,236	6,549
Interest and dividends received	59,211	83,421
Interest paid	27,806	10,743
Foreign exchange gain or loss (: gain)	63,576	34,053
Gain on sale of membership	1,461	-
Gain from forfeiture of directors' insurance	1,193	-
Gain on redemption of investment securities	17,600	-
Gain from sale of tangible fixed assets	-	446,095
Loss on sale and disposal of tangible fixed assets	103,937	31,618
Income from new industry subsidies	49,238	23,696
Overdue sales taxes of overseas subsidiaries	-	12,989
Increase/decrease in receivables (: increase)	2,061,602	2,602,441
Increase/decrease in payables (: decrease)	489,756	930,677
Increase/decrease in inventories (: increase)	248,666	1,327,260
Increase/decrease in accrued amount payable (: decrease)	133,116	112,570
Accrued expenses payable for transition to defined contribution pension plan (△: decrease)	111,141	118,250
Increase/decrease in accrued corporate tax (△: decrease)	25,625	1,560
Increase/decrease in accrued consumption tax (: decrease)	27,878	13,741
Increase/decrease in other assets and liabilities	108,122	900
Bonuses to directors	40,000	50,000
Subtotal	4,968,474	5,070,319

Item	FY 2006 (April 1, 2005) March 31, 2006	FY 2007 (April 1, 2006) March 31, 2007
	Amount (in thousand yen)	Amount (in thousand yen)
Interest and dividends received	59,211	77,804
Income from new industry subsidies	-	49,238
Interest paid	27,806	10,625
Corporate tax	1,748,785	2,196,666
Cash flows from operating activities	3,251,093	2,990,069
II Cash flows from investing activities		
Expenses from making fixed deposits	-	1,000,000
Purchases of marketable securities	1,000,000	-
Proceeds from sale and redemption of marketable securities	-	1,000,000
Purchases of tangible fixed assets	1,923,461	3,758,809
Proceeds from sale of tangible fixed assets	4,322	702,167
Purchases of investment in securities	2,723	2,806
Proceeds from sale and redemption of investment in securities	517,600	-
Spending for loans	-	35,450
Proceeds from collection of loans	1,560	20,072
Purchases of intangible fixed assets	67,084	109,853
Purchases of subsidiaries' stock	345,000	-
Payments for long-term prepaid expenses	-	19,006
Purchases of other investments	46,433	4,463
Proceeds from sale of other investments	49,280	25,704
Cash flows from investing activities	2,811,939	3,182,444
III Cash flows from financing activities		
Net increase/decrease in short-term loans (: decrease)	309,204	17,478
Expenses from repayment of long-term borrowing	-	1,044
Purchases or sale of treasury stock (net)	126,488	201,466
Dividend amount payable	822,732	1,119,404
Cash flows from financing activities	1,005,447	936,459
IV Effect of currency rate exchanges on cash and cash equivalents	192,435	113,042
V Increase/decrease in cash and cash equivalents (: decrease)	373,857	1,015,791
VI Increase in cash and cash equivalents due to additional consolidation of subsidiaries	-	205,092
VII Cash and cash equivalents at the beginning of the term	12,969,689	12,595,832
VIII Cash and cash equivalents at the end of the term	12,595,832	11,785,133

Non-Consolidated Financial Statement

(1) Balance Sheet

Item	FY 2006 (As of March 31, 2006)		FY 2007 (As of March 31, 2007)		Year-on-year percentage changes Increase/decrease (in thousand yen)
	Amount (in thousand yen)	Percentage	Amount (in thousand yen)	Percentage	
ASSETS					
I Current assets					
1. Cash and deposits	10,620,568		8,693,855		
2. Notes receivable	2,898,138		3,601,842		
3. Accounts receivable	6,946,119		8,867,866		
4. Marketable securities	1,500,000		1,500,000		
5. Merchandises	8,517		812		
6. Products	1,322,501		1,619,360		
7. Raw materials	1,028,077		1,346,666		
8. Work in process	766,320		815,370		
9. Stored goods	133,119		136,623		
10. Prepaid expenses	10,829		12,492		
11. Deferred tax assets	392,383		423,824		
12. Short-term loans receivable	159,019		170,598		
13. Other	111,299		170,179		
Allowance for doubtful accounts	28,000		35,000		
Total current assets	25,868,895	58.0	27,324,495	55.0	1,455,599
II Fixed assets					
1. Tangible fixed assets					
(1) Building	9,022,582		10,610,698		
Accumulated depreciation	4,728,959	4,293,622	5,016,194	5,594,503	
(2) Structures	967,418		1,025,295		
Accumulated depreciation	693,090	274,327	699,068	326,227	
(3) Machinery and equipment	12,988,778		14,034,051		
Accumulated depreciation	10,494,114	2,494,664	10,902,913	3,131,138	
(4) Vehicles	92,605		102,093		
Accumulated depreciation	84,299	8,306	83,477	18,616	

Item	FY 2006 (As of March 31, 2006)		FY 2007 (As of March 31, 2007)		Year-on-year percentage changes Increase/decrease (in thousand yen)
	Amount (in thousand yen)	Percentage	Amount (in thousand yen)	Percentage	
(5) Tools, furniture, and fixtures	4,884,644		6,176,697		
Accumulated depreciation	3,563,739	1,320,904	4,109,897	2,066,800	
(6) Land		3,337,027		3,337,027	
(7) Construction in progress		528,348		444,690	
Total tangible fixed assets		12,257,202		14,919,004	30.1
2. Intangible fixed assets					
(1) Leasehold rights		13,168		23,187	
(2) Software		253,702		170,412	
(3) Software suspense account		-		42,696	
(4) Telephone subscription rights		8,314		8,314	
(5) Other		20,164		14,221	
Total intangible fixed assets		295,350		258,831	0.5
3. Investment and other assets					
(1) Investment in securities		560,245		530,471	
(2) Stock of affiliated companies		3,294,083		3,294,083	
(3) Long-term loans receivable		644		453	
(4) Long-term loans receivable from employees		758		2,064	
(5) Long-term loans receivable from affiliated companies		373,671		901,090	
(6) Claims in bankruptcy, reorganization claims, and similar		0		-	
(7) Deferred tax assets		31,638		17,204	
(8) Long-term saving		1,750,000		2,250,000	
(9) Memberships, etc.		30,465		30,465	
(10) Other		155,692		132,550	
Allowance for doubtful accounts		8,600		8,500	
Total of investment and other assets		6,188,598		7,149,881	14.4
Total fixed assets		18,741,150		22,327,717	45.0
Total Assets		44,610,045		49,652,212	100.0

Item	FY 2006 (As of March 31, 2006)		FY 2007 (As of March 31, 2007)		Year-on-year percentage changes
	Amount (in thousand yen)	Percentage	Amount (in thousand yen)	Percentage	Increase/decrease (in thousand yen)
LIABILITIES		%		%	
I Current liabilities					
1. Notes payable	1,017,299		978,043		
2. Accounts payable	3,188,610		4,011,284		
3. Accrued amount payable	809,652		934,681		
4. Accrued expenses	123,225		141,110		
5. Corporate tax payable	747,545		1,208,328		
6. Accrued consumption tax	27,878		-		
7. Allowance for bonus payment	523,822		528,360		
8. Notes payable for facilities	126,670		370,151		
9. Accrued amount payable for acquisition of facilities	395,780		1,618,950		
10 Other	25,462		47,196		
Total current liabilities	6,985,948	15.7	9,838,108	19.8	2,852,160
II Fixed liabilities					
1. Allowance for employees' retirement benefits	78,698		89,569		
2. Long-term accrued amount payable	108,315		-		
Total fixed liabilities	187,013	0.4	89,569	0.2	97,443
Total liabilities	7,172,962	16.1	9,927,678	20.0	2,754,716
SHAREHOLDERS' EQUITY					
I Capital stock					
Capital stock	4,753,438	10.7	-	-	-
II Capital surplus					
1. Additional paid-in capital	5,038,501		-	-	-
2. Other capital surplus					
(1) Surplus from transaction in treasury stock	7,175		-	-	-
Total capital surplus	5,045,677	11.3	-	-	-
III Retained earnings					
1. Legal reserve of retained earnings	362,596		-	-	-
2. Voluntary reserve					
(1) General reserve	24,000,000		-	-	-
3. Unappropriated retained earnings at the end of the period	4,675,889		-	-	-
Total retained earnings	29,038,485	65.1	-	-	-
IV Gain or loss on revaluation of other securities					
Gain or loss on revaluation of other securities	230,067	0.5	-	-	-
V Treasury stock					
Treasury stock	1,630,584	3.7	-	-	-
Total assets	37,437,083	83.9	-	-	-
Total liabilities and shareholders' equity	44,610,045	100.0	-	-	-
NET ASSETS					
I Shareholders' equity					
1. Capital stock	-	-	4,753,438	9.6	-
2. Capital surplus					
(1) Legal reserve for capital surplus	-	-	5,038,501		-
(2) Other capital surplus	-	-	23,689		-
Total capital surplus	-	-	5,062,190	10.2	-
3. Retained earnings					
(1) Legal reserve for retained earnings	-	-	362,596		-
(2) Other retained earnings					
General reserve	-	-	25,500,000		-
Retained earnings carried forward	-	-	5,281,239		-
Total retained earnings	-	-	31,143,835	62.7	-
4. Treasury stocks	-	-	1,445,632	2.9	-
Total shareholder's equity	-	-	39,513,833	79.6	-
II Gain or loss on revaluation and translation					
1. Gain or loss on revaluation of other securities	-	-	210,701	0.4	-
Total gain or loss on revaluation and translation	-	-	210,701	0.4	-
Total net assets	-	-	39,724,534	80.0	-
Total liabilities and net assets	-	-	49,652,212	100.0	-

(2) Statement of Income

Item	FY 2006 [April 1, 2005 - March 31, 2006]		FY 2007 [April 1, 2006 - March 31, 2007]		Year-on-year percentage changes
	Amount (in thousand yen)	Percentage	Amount (in thousand yen)	Percentage	Increase/decrease (in thousand yen)
I Net Sales		%		%	
1. Sales of merchandises	1,670,633		1,414,330		
2. Sales of finished goods	25,393,686	27,064,320	30,726,586	32,140,916	100.0
II Cost of sales					
1. Cost of merchandises sold					
(1) Merchandise inventory at the beginning of the term	7,094		8,517		
(2) Purchases of merchandises for the term	1,594,127		1,325,906		
Total	1,601,221		1,334,423		
(3) Merchandise inventory at the end of the term	8,517		812		
Cost of merchandises sold	1,592,704		1,333,611		
2. Cost of finished goods sold					
(1) Finished goods inventory at the beginning of the term	1,192,938		1,322,501		
(2) Purchases of finished goods for the term	863,731		1,120,067		
(3) Production cost for finished goods for the term	16,124,661		19,438,364		
Total	18,181,331		21,880,932		
(4) Transfer from other accounts	23,352		10,869		
(5) Finished goods inventory at the end of the term	1,322,501		1,619,360		
Cost of finished goods sold	16,835,477	18,428,181	20,250,702	21,584,313	67.2
Gross profit on sales		8,636,138		10,556,603	32.8
III Selling, general and administrative expenses					
1. Carriage charges	794,585		942,100		
2. Sales commission	176,054		259,208		
3. Advertising expenses	46,939		55,099		
4. Directors' remuneration	146,083		210,507		
5. Employees' salaries and bonuses	987,918		1,207,809		
6. Provision for allowance for employees' bonuses	235,599		248,704		
7. Employees' retirement benefits expenses	51,721		61,926		
8. Legal welfare expenses	189,832		226,624		
9. Welfare expenses	52,874		52,000		
10. Education and recruiting expenses	64,942		118,880		
11. Rental expenses	60,285		87,586		
12. Tax and public charges	95,389		42,707		
13. Supplies expenses	467,227		531,203		
14. Travel and transportation expenses	131,404		138,894		
15. Telecommunications expenses	28,874		26,773		
16. Social expenses	11,666		11,448		
17. Depreciation cost	703,921		767,581		
18. Commissions paid	252,407		236,393		
19. Other	337,593	4,835,323	417,463	5,642,913	17.6
Operating income		3,800,814		4,913,689	15.2
IV Non-operating income					
1. Interest received	50,114		75,508		
2. Dividends received	89,544		76,819		
3. Sales commission received	52,368		62,866		
4. Profit from waste disposal	11,371		14,779		
5. Foreign Exchange profit	55,045		24,141		
6. Other	39,168	297,612	39,633	293,749	0.9
V Non-operating expenses					
1. Commissions for intermediary services	10,000		-		
2. Listing expenses	-		19,301		
3. Depreciation cost	-		6,310		
4. Provision for allowance for doubtful accounts	1,400		-		
5. Other	464	11,864	3,342	28,954	0.0
Ordinary income		4,086,562		5,178,485	16.1
VI Extraordinary income					
1. Gain from correcting gains/losses from previous term	-		7,931		
2. Gain on sale of membership	1,461		-		
3. New industry subsidies	49,238		23,696		
4. Bankruptcy dividend	-		5,117		
5. Gain from forfeiture of directors' insurance	1,193	51,893	-	36,744	0.1
VII Extraordinary loss					
1. Loss from correcting gains/losses from previous term	-		9,232		
2. Loss on retirement of fixed assets	101,922		31,505		
3. Loss from sale of fixed assets	2,014		113		
4. Other	-	103,937	1,172	42,023	0.1
Net income before tax		4,034,519		5,173,205	16.1
Corporate tax, inhabitant tax, and business tax	1,370,926		1,902,244		
Corporate tax adjustment	23,110	1,394,037	3,792	1,898,451	5.9
Net income		2,640,482		3,274,754	10.2
Retained earnings brought forward		2,564,510		-	
Interim dividend payments		529,102		-	
Unappropriated retained earnings		4,675,889		-	

(3) Surplus appropriation statement and statement of changes in shareholders' equity

Surplus appropriation statement

		FY 2006 (Date approved at the general shareholders' meeting: June 23, 2006)	
Item		Amount (in thousand yen)	
I Unappropriated retained earnings at the end of the period			4,675,889
II Appropriation of surplus			
1	Dividends	530,208	
2	Directors' bonus (Including auditors' bonuses)	50,000 (-)	
3	Voluntary reserve (1) Special reserve	1,500,000	2,080,208
III Final balance of capital surplus			2,595,681

Statement of changes in shareholders' equity

Changes during business year (April 1, 2006 - March 31, 2007)

	Shareholders' equity									
	Capital stock	Capital surplus			Retained earnings				Treasury stocks	Total shareholder's equity
		Additional paid-in capital	Other capital surplus	Total capital surplus	Legal reserve of retained earnings	Other legal reserve of retained earnings		Total retained earnings		
						General reserve	Earned surplus carried forward			
Balance as of March 31, 2006 (in thousands of yen)	4,753,438	5,038,501	7,175	5,045,677	362,596	24,000,000	4,675,889	29,038,485	1,630,584	37,207,016
Changes during the business year										
Dividend from surplus (Note)							530,208	530,208		530,208
Dividend from surplus							589,196	589,196		589,196
Directors' bonus (Note)							50,000	50,000		50,000
Net income							3,274,754	3,274,754		3,274,754
Acquisition of treasury stocks									2,723	2,723
Disposal of treasury stocks			16,513	16,513					187,676	204,190
Amount in special reserve						1,500,000	1,500,000	-		-
Changes to items other than shareholders' equity during the business year (net)										
Total changes during the business year (in thousands of yen)	-	-	16,513	16,513	-	1,500,000	605,349	2,105,349	184,952	2,306,816
Balance as of March 31, 2007 (in thousands of yen)	4,753,438	5,038,501	23,689	5,062,190	362,596	25,500,000	5,281,239	31,143,835	1,445,632	39,513,833

	Gain or loss on revaluation and translation		Total net assets
	Gain or loss on revaluation of other securities	Total gain or loss on revaluation and translation	
Balance as of March 31, 2006 (in thousands of yen)	230,067	230,067	37,437,083
Changes during the business year			
Dividend from surplus (Note)			530,208
Dividend from surplus			589,196
Directors' bonus (Note)			50,000
Net income			3,274,754
Acquisition of treasury stocks			2,723
Disposal of treasury stocks			204,190
Amount in special reserve			-
Changes to items other than shareholders' equity during the business year (net)	19,366	19,366	19,366
Total changes during the business year (in thousands of yen)	19,366	19,366	2,287,450
Balance as of March 31, 2007 (in thousands of yen)	210,701	210,701	39,724,534

(Note) These items regarding the disposal of profits were dealt with at the regularly scheduled general meeting of shareholders in June, 2006.