

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



**October 31, 2006**

**Company Name: Toshiba Plant Systems & Services Corporation**

(Code number: 1983 TSE 1<sup>st</sup> Section)

(URL: <http://www.toshiba-tpsc.co.jp>)

Head office: registered in Tokyo

Representative: Yasuo Ozaki, President & CEO

Contact for Inquiries: Toru Tsubone, Director & Senior Vice President, Senior Manager, Accounting Dept.

TEL: 81-45-500-7011

Date of board approval of financial accounts: October 31, 2006

Parent company: Toshiba Corporation (Code number: 6502)

Voting rights held by parent company, etc.: 61.6%

U.S. GAAP: not applicable

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

(1) Consolidated Operating Results (Figures are all rounded off to the nearest million yen.)

	Net sales		Operating income		Ordinary income	
	Million yen	%	Million yen	%	Million yen	%
End of interim period FY3/07	65,751	14.2	1,834	195.7	1,951	156.1
End of interim period FY3/06	57,581	4.8	620	305.2	762	180.5
(Ref.) FY ended 3/06	144,260		4,555		4,896	

	Net income		Net income per share	Net income per share, diluted
	Million yen	%	Yen	Yen
End of interim period FY3/07	1,054	319.3	10.82	—
End of interim period FY3/06	251	—	2.58	—
(Ref.) FY ended 3/06	2,587		26.53	—

Notes:

- Investment profit/loss on equity method – six months to Sep. 30, 2006: ¥9 million; six months to Sep. 30, 2005: ¥10 million; fiscal year to March 31, 2006: ¥29 million
- Average number of shares outstanding during the period (consolidated) - six months to Sep. 30, 2006: 97,525,489 shares; six months to Sep. 30, 2005: 97,546,917 shares; fiscal year to March 31, 2006: 97,540,560 shares
- There are no accounting changes.
- Percentage changes for net sales, operating income, ordinary profit, and net income indicate changes compared with the six months to Sep. 30, 2005.

(2) Consolidated Financial Position

	Total assets	Shareholders' equity	Shareholders' equity to total assets	Shareholders' equity per share
	Million yen	Million yen	%	Yen
End of interim period FY3/07	137,552	61,234	44.5	627.90
End of interim period FY3/06	121,583	58,669	48.3	601.49
(Ref.) FY ended 3/06	136,206	61,029	44.8	625.76

Note: Number of shares outstanding as of the end of the period (consolidated) – six months to September 2006: 97,522,801 shares; six months to September 2005 shares: 97,540,438; fiscal year to March 2006: 97,528,615 shares

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
	Million yen	Million yen	Million yen	Million yen
End of interim period FY3/07	7,582	-451	-1,174	26,939
End of interim period FY3/06	4,187	746	-1,176	20,856
(Ref.) FY ended 3/06	3,967	1,074	-1,185	20,976

(4) Scope of Consolidation and Equity Method Application

Number of consolidated subsidiaries: 9  
Number of equity-method non-consolidated subsidiaries: –  
Number of equity-method affiliates: 1

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

Number of consolidated subsidiaries added: –; removed: –  
Number of equity-method affiliates added: –; removed: –

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

	Net sales	Ordinary income	Net income
	Million yen	Million yen	Million yen
Full fiscal year	145,000	5,600	3,100

Reference: Estimated net income per share (full-year basis): ¥31.79

Note:

The above projections are based on information available as of the date of this report. Future factors may cause actual results to differ from these projections.

## 4. Interim Consolidated Financial Statements

(1) Interim Consolidated Balance Sheets

(Unit: million yen)

Classification	End of Current Interim Period (as of Sept. 30, 2006)		End of Previous Fiscal Year (as of Mar. 31, 2006)		Change	End of Previous Interim Period (as of Sept. 30, 2005)	
	Amount	% of Total	Amount	% of Total		Amount	% of Total
(Assets)		%		%			%
<b>I Current assets</b>							
Cash and deposits	1,554		2,031		-476	2,432	
Deposit to Toshiba Capital Corporation	25,790		19,245		6,545	19,075	
Trade notes and accounts receivable	54,293		63,394		-9,101	47,274	
Uncompleted construction contracts	28,019		24,242		3,776	26,518	
Deferred tax assets	3,818		3,660		157	2,596	
Other	3,953		3,692		261	3,933	
Allowance for doubtful accounts	-166		-180		14	-366	
<b>Total current assets</b>	<b>117,262</b>	<b>85.3</b>	<b>116,086</b>	<b>85.2</b>	<b>1,176</b>	<b>101,464</b>	<b>83.5</b>
<b>II Fixed assets</b>							
<b>(1) Property, plant and equipment</b>							
Buildings and structures	2,541		2,633		-91	2,800	
Machinery, equipment and vehicles	273		267		5	287	
Furniture and fixtures	814		811		2	721	
Land	3,433		3,455		-21	3,455	
<b>Total property, plant, and equipment</b>	<b>7,063</b>	<b>5.1</b>	<b>7,168</b>	<b>5.3</b>	<b>-105</b>	<b>7,264</b>	<b>6.0</b>
<b>(2) Intangible assets</b>	<b>165</b>	<b>0.1</b>	<b>193</b>	<b>0.1</b>	<b>-27</b>	<b>231</b>	<b>0.2</b>
<b>(3) Investments and other assets</b>							
Investment securities	3,671		3,235		436	3,128	
Long-term loans	3		2		0	144	
Other	1,557		1,608		-51	1,548	
Deferred tax assets	8,086		8,170		-83	8,067	
Allowance for doubtful accounts	-258		-258		0	-265	
<b>Total investments and other assets</b>	<b>13,059</b>	<b>9.5</b>	<b>12,757</b>	<b>9.4</b>	<b>302</b>	<b>12,622</b>	<b>10.3</b>
<b>Total fixed assets</b>	<b>20,289</b>	<b>14.7</b>	<b>20,120</b>	<b>14.8</b>	<b>169</b>	<b>20,118</b>	<b>16.5</b>
<b>Total assets</b>	<b>137,552</b>	<b>100</b>	<b>136,206</b>	<b>100</b>	<b>1,345</b>	<b>121,583</b>	<b>100</b>

(Unit: million yen)

Classification	End of Current Interim Period (as of Sept. 30, 2006)		End of Previous Fiscal Year (as of Mar. 31, 2006)		Change	End of Previous Interim Period (as of Sept. 30, 2005)	
	Amount	% of Total	Amount	% of Total		Amount	% of Total
	(Liabilities and shareholders' equity)						
I Current liabilities							
Trade notes and accounts payable	31,397		33,986		-2,589	26,780	
Accrued income taxes	1,149		3,036		-1,886	248	
Advances received on uncompleted contracts	14,401		9,475		4,926	7,645	
Allowance for warranty liabilities on completed projects	141		149		-8	158	
Allowance for expected losses on construction projects	454		309		145	224	
Other	7,255		6,746		508	6,967	
Total current liabilities	54,800	39.8	53,703	39.5	1,096	42,025	34.6
II Long-term liabilities							
Accrued pension and severance liabilities	21,384		21,294		90	20,748	
Accrued directors' severance and retirement benefits	133		124		8	93	
Total long-term liabilities	21,517	15.7	21,419	15.7	98	20,841	17.1
Total liabilities	76,317	55.5	75,122	55.2	1,195	62,866	51.7
(Net assets)							
I Shareholders' equity							
Common stock	11,876	8.6	-	-	-	-	-
Capital surplus	20,910	15.2	-	-	-	-	-
Retained earnings	27,899	20.3	-	-	-	-	-
Treasury stock	-50	-0.0	-	-	-	-	-
Total shareholders' equity	60,635	44.1	-	-	-	-	-
II Valuation and currency translation adjustments							
Unrealized gains on securities	590	0.4	-	-	-	-	-
Currency translation adjustments	-49	-0.0	-	-	-	-	-
Total valuation and currency translation adjustments	540	0.4	-	-	-	-	-
III Minority interest in consolidated subsidiaries	58	0.0	-	-	-	-	-
Total net assets	61,234	44.5	-	-	-	-	-
Total liabilities and net assets	137,552	100	-	-	-	-	-
(Minority interest in consolidated subsidiaries)							
Minority interest in consolidated subsidiaries	-	-	54	0.0	-	46	0.0
(Shareholders' equity)							
I Common stock	-	-	11,876	8.7	-	11,876	9.8
II Capital surplus	-	-	20,910	15.3	-	20,910	17.2
III Retained earnings	-	-	28,014	20.6	-	25,678	21.1
IV Unrealized gains on securities	-	-	324	0.2	-	272	0.2
V Currency translation adjustments	-	-	-49	-0.0	-	-29	-0.0
VI Treasury stock	-	-	-47	-0.0	-	-38	-0.0
Total shareholders' equity	-	-	61,029	44.8	-	58,669	48.3
Total liabilities and shareholders' equity	-	-	136,206	100	-	121,583	100

## (2) Interim Consolidated Income Statements

(Unit: million yen)

Classification	Current Interim Period from Apr. 1, 2006 to Sept. 30, 2006		Previous Interim Period from Apr. 1, 2005 to Sept. 30, 2005		Change	Previous Fiscal Year from Apr. 1, 2005 to Mar. 31, 2006	
	Amount	% of Total	Amount	% of Total		Amount	% of Total
		%		%			%
I Net sales	65,751	100	57,581	100	8,169	144,260	100
II Cost of sales	59,232	90.1	51,748	89.9	7,483	129,900	90.0
Gross profit	6,519	9.9	5,832	10.1	686	14,360	10.0
III Selling, general and administrative expenses	4,685	7.1	5,212	9.0	-527	9,804	6.8
Operating income	1,834	2.8	620	1.1	1,214	4,555	3.2
IV Non-operating income							
Interest income	26		15			37	
Dividend income	36		31			62	
Investment income due to equity method	9		10			29	
Foreign exchange gains	-		32			199	
Insurance dividends	50		-			-	
Rents	41		43			86	
Other	77		124			219	
Total non-operating income	241	0.4	259	0.4	-17	634	0.4
V Non-operating expenses							
Currency loss	30		-			-	
Rental expenses	57		59			114	
Loss on disposal of fixed assets	29		29			50	
Other	7		27			127	
Total non-operating expenses	124	0.2	117	0.2	7	293	0.2
Ordinary income	1,951	3.0	762	1.3	1,189	4,896	3.4
VI Extraordinary gains							
Gains from sale of land	-		118			118	
Total extraordinary gains	-	-	118	0.2	-118	118	0.1
VII Extraordinary losses							
Asset impairment loss	-		247			247	
Total extraordinary losses	-	-	247	0.4	-247	247	0.2
Interim income before income taxes and minority interest	1,951	3.0	632	1.1	1,318	4,767	3.3
Income taxes-current	1,150	1.8	118	0.2	1,032	3,117	2.2
Adjustments to income taxes	△ 255	-0.4	258	0.5	-514	△ 943	-0.7
Minority interest in income of consolidated subsidiaries	1	0.0	4	0.0	-2	6	0.0
Net income	1,054	1.6	251	0.4	803	2,587	1.8

(3) Statement of Changes in Surplus and Shareholders' Equity

Consolidated Statements of Retained Earnings

(Unit: million yen)

Classification	Current Interim Period from Apr. 1, 2005 to Sept. 30, 2005		Previous Interim Period from Apr. 1, 2005 to March 31, 2006	
	Amount		Amount	
(Capital surplus)				
I Capital surplus at the beginning of period		20,910		20,910
II Capital surplus at the end of period		20,910		20,910
(Retained earnings)				
I Retained earnings at the beginning of period		26,597		26,597
II Increase in retained earnings				
Net income	251	251	2,587	2,587
III Decrease in retained earnings				
Dividends to shareholders	1,170	1,170	1,170	1,170
IV Retained earnings at the end of period		25,678		28,014

Interim Consolidated Statement of Change in Shareholders' Equity

Current interim period (From April 1, 2006 to September 30, 2006)

(Unit: million yen)

	Shareholders' equity				
	Capital	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
As of March 31, 2006	11,876	20,910	28,014	-47	60,754
Change during the period					
Dividends (Note)			-1,170		-1,170
Net income			1,054		1,054
Purchase of treasury stock				-3	-3
Net change except shareholders' equity					
Total change	-	-	-115	-3	-119
As of September 30, 2006	11,876	20,910	27,899	-50	60,635

	Valuation and currency translation adjustments			Minority interests	Total net assets
	Net unrealized holding gains/losses on available-for-sale securities	Currency translation adjustment	Valuation and currency translation adjustments - Total		
As of March 31, 2006	324	-49	274	54	61,083
Change during the period					
Dividends (Note)					-1,170
Net income					1,054
Purchase of treasury stock					-3
Net change except shareholders' equity	265	0	265	3	269
Total change	265	0	265	3	150
As of September 30, 2006	590	-49	540	58	61,234

Note: Earnings appropriation item according to the annual general meeting of shareholders held in June 2006.

## (4) Consolidated Statements of Cash Flows

(Unit: million yen)

Classification	Current Interim from Apr. 1, 2006 to Sept. 30, 2006	Previous Interim from Apr. 1, 2005 to Sept. 30, 2005	Change	Previous Fiscal from Apr. 1, to Mar. 31, 2006
	Amount	Amount		Amount
<b>I Cash flows from operating activities</b>				
Income before income taxes	1,951	632	1,318	4,767
Depreciation	312	325	-12	674
Asset impairment loss	-	247	-247	247
Increase (decrease) in allowances for doubtful accounts	-14	184	-199	5
Increase in allowances for pension and severance	90	521	-431	994
Increase (decrease) in allowances for directors' severance and retirement benefits	8	-39	48	-8
Interest and dividend income	-62	-47	-15	-99
Foreign exchange losses (gains)	0	-19	20	-57
Gain on sale of property, plant, and equipment	-23	-119	96	-120
Losses on disposal of property and equipment	105	22	83	159
Investment income due to equity method	-9	-10	1	-29
Decline in trade receivables	9,103	17,963	-8,860	1,897
Increase in uncompleted contracts	-3,772	-5,975	2,202	-3,697
Increase in other current assets	-456	-388	-68	-296
Increase (decrease) in purchase liabilities	-2,593	-6,394	3,800	797
Increase in advances received on uncompleted contracts	4,922	437	4,485	2,221
Increase (decrease) in allowances for directors' bonuses	-53	-44	-8	8
Increase (decrease) in allowances for warranty liabilities on completed projects	-8	13	-21	4
Increase (decrease) in allowances for expected losses on construction projects	145	-115	261	-31
Increase (decrease) in other current liabilities	548	-744	1,293	-1,096
Increase (decrease) in accrued consumption taxes	323	-694	1,018	-617
Other	2	3	-0	8
Subtotal	10,520	5,757	4,763	5,732
Interest and dividend income received	84	48	36	100
Income tax paid	-3,022	-1,618	-1,404	-1,865
Cash flows from operating activities	7,582	4,187	3,394	3,967
<b>II Cash flows from investing activities</b>				
Payments into time deposits	-0	-126	126	-139
Proceeds from time deposits	26	338	-312	352
Payments into group funds	-150	-880	730	-1,165
Proceeds from group funds	20	1,400	-1,380	2,045
Payments for long-term loans	-2	-0	-2	-0
Proceeds from redemption of marketable securities	1	1	0	214
Payments for acquisition of property and equipment	-450	-237	-213	-479
Proceeds from sale of property and equipment	55	143	-88	144
Payments for purchase of intangible fixed assets	-	-47	47	-47
Proceeds from sale of investment securities	-0	-0	-0	-0
Payments for purchase of other investments, etc.	-29	-20	-9	-30
Proceeds from sale of other investments, etc.	77	175	-97	181
Cash flows from investing activities	-451	746	-1,197	1,074
<b>III Cash flows from financing activities</b>				
Payments for purchase of own securities	-3	-5	1	-14
Dividends to shareholders	-1,170	-1,170	0	-1,170
Dividends to minority shareholders	-0	-0	-0	-0
Cash flows from financing activities	-1,174	-1,176	2	-1,185
<b>IV Effect of exchange rate changes on cash and cash equivalents</b>	6	11	-5	33
<b>V Increase in cash and cash equivalents</b>	5,962	3,768	2,193	3,889
<b>VI Cash and cash equivalents at the beginning of period</b>	20,976	17,087	3,889	17,087
<b>VII Cash and cash equivalents at the end of period</b>	26,939	20,856	6,082	20,976

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

**October 31, 2006**

**Company Name: Toshiba Plant Systems & Services Corporation**

(Code number: 1983 TSE 1<sup>st</sup> Section)

(URL: <http://www.toshiba-tpsc.co.jp>)

Head office: registered in Tokyo

Representative: Yasuo Ozaki, President & CEO

Contact for Inquiries: Toru Tsubone, Director & Senior Vice President, Senior Manager, Accounting Dept.

TEL: 81-45-500-7011

Date of board approval of financial accounts: October 31, 2006 Commencement date for dividend payment:

Shares per voting unit: 1,000 shares

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

(1) Operating Results (Figures are all rounded off to the nearest million yen.)

	Net sales		Operating income		Ordinary income	
	Million yen	%	Million yen	%	Million yen	%
End of interim period FY3/07	62,836	13.5	1,469	175.3	1,830	152.7
End of interim period FY3/06	55,380	3.9	533	—	724	291.5
(Ref.) FY ended 3/06	138,548		3,937		4,303	

	Net income		Net income per share
	Million yen	%	Yen
End of interim period FY3/07	1,077		11.05
End of interim period FY3/06	22		0.23
(Ref.) FY ended 3/06	2,003		20.54

Notes:

- 1) Average numbers of shares outstanding during the period – six months to September 2006: 97,525,489 shares; six months to September 2005: 97,546,917 shares; fiscal year to March 2006: 97,540,560 shares
- 2) There are no accounting changes.
- 3) Percentage changes for net sales, operating income, ordinary profit, and net income indicate changes compared with the interim period to Sep. 30, 2005.

(2) Financial Position

	Total assets	Shareholders' equity	Shareholders' equity to total assets	Shareholders' equity per share
	Million yen	Million yen	%	Yen
End of interim period FY3/07	131,643	58,713	44.6	602.05
End of interim period FY3/06	115,792	56,519	48.8	579.45
(Ref.) FY ended 3/06	129,927	58,544	45.1	600.28

Notes:

- 1) Number of shares outstanding as of the end of the period: six months to September 2006: 97,522,801 shares; six months to September 2005: 97,540,438 shares; fiscal year to March 2006: 97,528,615 shares
- 2) Number of treasury shares as of the end of the period: six months to September 2006: 134,087 shares; six months to September 2005: 116,450 shares; fiscal year to March 2006: 128,273 shares

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

	Net sales	Ordinary income	Net income
	Million yen	Million yen	Million yen
Full fiscal year	140,000	5,200	3,000

Reference: Estimated net income per share (full-year basis): ¥30.76

**3. Dividends****-Cash dividends**

	Cash dividends per share (yen)					
	End of first quarter	End of interim period	End of third quarter	End of fiscal year	Other	Annual
FY3/06	—	—	—	12.00	—	12.00
FY3/07 (actual)	—	—	—	—	—	12.00
FY3/07 (forecast)	—	—	—	12.00	—	—

The above projections are based on information available as of the date of this report. Actual results going forward may differ from projections due to various factors.

## 6. Interim Non-Consolidated Financial Statements

### (1) Interim Balance Sheets

(Unit: million yen)

Classification	End of Current Interim Period (as of Sept. 30, 2006)		End of Previous Fiscal Year (as of Mar. 31, 2006)		Change	End of Previous Interim Period (as of Sept. 30, 2005)	
	Amount	% of Total	Amount	% of Total		Amount	% of Total
(Assets)		%		%			%
<b>I Current Assets</b>							
Cash and deposits	696		1,319		-623	1,902	
Deposit to Toshiba Capital Corporation	24,000		17,500		6,500	17,700	
Trade notes	1,012		915		96	1,019	
Accounts receivable	52,403		61,183		-8,779	44,755	
Inventories	27,864		23,996		3,868	26,108	
Deferred tax assets	3,512		3,211		301	2,185	
Other	3,751		3,589		161	3,913	
Allowance for doubtful accounts	-796		-811		14	-748	
Total current assets	112,443	85.4	110,904	85.4	1,539	96,836	83.6
<b>II Fixed Assets</b>							
(1) Property, plant and equipment	6,353	4.8	6,429	4.9	-76	6,484	5.6
(2) Intangible assets	160	0.1	187	0.1	-27	223	0.2
(3) Investments and other assets							
Investment securities	3,995		3,547		447	3,458	
Deferred tax assets	7,491		7,658		-167	7,444	
Other	1,450		1,451		-0	1,604	
Allowance for doubtful accounts	-249		-249		0	-258	
Total investments and other assets	12,686	9.7	12,406	9.6	280	12,248	10.6
Total fixed assets	19,199	14.6	19,023	14.6	176	18,956	16.4
Total assets	131,643	100	129,927	100	1,715	115,792	100

(Unit: million yen)

Classification	End of Current Interim Period (as of Sept. 30, 2006)		End of Previous Fiscal Year (as of Mar. 31, 2006)		Change	End of Previous Interim Period (as of Sept. 30, 2005)	
	Amount	% of Total	Amount	% of Total		Amount	% of Total
		%		%			%
(Liabilities and shareholders' equity)							
I Current liabilities							
Trade notes	3,198		4,004		-806	6,590	
Accounts payable	27,674		29,523		-1,848	19,903	
Accrued income taxes	1,077		2,815		-1,738	145	
Advances received on uncompleted contracts	13,324		8,389		4,934	6,457	
Allowance for warranty liabilities on completed projects	141		149		-8	158	
Allowance for expected losses on construction projects	454		309		145	224	
Other	6,644		5,844		800	5,956	
Total current liabilities	52,514	39.9	51,036	39.3	1,478	39,436	34.1
II Long-term liabilities							
Accrued pension and severance liabilities	20,304		20,254		49	19,764	
Accrued directors' severance and retirement benefits	111		92		18	72	
Total long-term liabilities	20,415	15.5	20,347	15.6	68	19,837	17.1
Total liabilities	72,930	55.4	71,383	54.9	1,546	59,273	51.2
(Net assets)							
I Shareholders' equity							
Common stock	11,876	9.0	—	—	—	—	—
Capital surplus							
Capital reserves	20,910		—	—	—	—	—
Total capital surplus	20,910	15.9	—	—	—	—	—
Retained earnings							
Earnings reserves	1,864		—	—	—	—	—
Other retained earnings							
Reserve for tax deferral on replacement of assets	958		—	—	—	—	—
Provision for special depreciation reserve	8		—	—	—	—	—
General reserve	19,091		—	—	—	—	—
Retained earnings carried forward	3,463		—	—	—	—	—
Total retained earnings	25,387	19.3	—	—	—	—	—
Treasury stock	-50	-0.0	—	—	—	—	—
Total shareholders' equity	58,123	44.2	—	—	—	—	—
II Valuation and currency translation adjustments							
Unrealized gains on securities	590		—	—	—	—	—
Valuation and currency translation adjustments - Total	590	0.4	—	—	—	—	—
Total net assets	58,713	44.6	—	—	—	—	—
Total liabilities	131,643	100.0	—	—	—	—	—
(Shareholders' equity)							
I Common stock	—	—	11,876	9.1	—	11,876	10.3
II Capital surplus							
Capital reserves	—	—	20,910	—	—	20,910	—
Total capital surplus	—	—	20,910	16.1	—	20,910	18.1
III Retained earnings							
Earnings reserves	—	—	1,864	—	—	1,864	—
Voluntary reserves	—	—	20,065	—	—	20,065	—
Unappropriated profits for the period	—	—	3,549	—	—	1,568	—
Total retained earnings	—	—	25,480	19.6	—	23,498	20.2
IV Unrealized gains on securities	—	—	324	0.3	—	272	0.2
V Treasury stock	—	—	-47	-0.0	—	-38	-0.0
Total shareholders' equity	—	—	58,544	45.1	—	56,519	48.8
Total liabilities and shareholders' equity	—	—	129,927	100	—	115,792	100

## (2) Interim Income Statements

(Unit: million yen)

Classification	Current Interim Period from Apr. 1, 2006 to Sept. 30, 2006		Previous Interim Period from Apr. 1, 2005 to Sept. 30, 2005		Change	Previous Fiscal Year from Apr. 1, 2005 to Mar. 31, 2006	
	Amount	% of Total	Amount	% of Total		Amount	% of Total
		%		%			%
I Net sales	62,836	100	55,380	100	7,456	138,548	100
II Cost of sales	57,195	91.0	50,301	90.8	6,893	125,796	90.8
Gross profit	5,641	9.0	5,078	9.2	562	12,752	9.2
III Selling, general and administrative expenses	4,172	6.7	4,544	8.2	-372	8,814	6.4
Operating income	1,469	2.3	533	1.0	935	3,937	2.8
IV Non-operating income	478	0.8	304	0.5	174	639	0.5
V Non-operating expenses	117	0.2	113	0.2	4	272	0.2
Ordinary income	1,830	2.9	724	1.3	1,105	4,303	3.1
VI Extraordinary gains	-	-	118	0.2	-118	118	0.1
VII Extraordinary losses	-	-	534	0.9	-534	593	0.4
Interim income before income taxes and minority interest	1,830	2.9	308	0.6	1,521	3,828	2.8
Income taxes-current	1,068	1.7	-5	-0.0	1,074	2,808	2.1
Adjustments to income taxes	-316	-0.5	292	0.6	-608	-984	-0.7
Net Income	1,077	1.7	22	0.0	1,054	2,003	1.4
Unappropriated retained earnings brought forward	-		1,546		-	1,546	
Unappropriated retained earnings at the end of period	-		1,568		-	3,549	

(3) Statement of Changes in Shareholders' Equity

Current interim period (from April 1, 2006 to September 30, 2006)

(Unit: million yen)

	Shareholders' equity										
	Common stock	Capital surplus		Earnings reserves	Retained earnings				Treasury stock	Total shareholders' equity	
		Capital reserves	Total capital surplus		Voluntary reserves			Total retained earnings			
					Reserve for tax deferment on replacement of assets	Provision for special depreciation reserve	General reserve				Retained earnings carried forward
As of March 31, 2006	11,876	20,910	20,910	1,864	958	15	19,091	3,549	25,480	-47	58,219
Changes during the interim period											
Reversal of provision for special depreciation reserve						-6		6	-		-
Dividends of retained earnings (Note)								-1,170	-1,170		-1,170
Net income								1,077	1,077		1,077
Purchase of treasury stock										-3	-3
Net change except shareholders' equity											
Total change during the period	-	-	-	-	-	-6	-	-86	-92	-3	-96
As of September 30, 2006	11,876	20,910	20,910	1,864	958	8	19,091	3,463	25,387	-50	58,123

Note: Earnings appropriation item according to the annual general meeting of shareholders held in June 2006

(3) Statement of Changes in Shareholders' Equity

Current interim period (from April 1, 2006 to September 30, 2006)

(Unit: million yen)

	Valuation and currency translation adjustments		Total assets
	Net unrealized gains/losses on available-for-sale securities	Valuation and currency translation adjustments - Total	
As of March 31, 2006	324	324	58,544
Changes during the interim period			
Reversal of provision for special depreciation reserve (Note)			-
Dividends of retained earnings (Note)			-1,170
Net income			1,077
Purchase of treasury stock			-3
Net change except shareholders' equity	265	265	265
Total change during the period	265	265	168
As of September 30, 2006	590	590	58,713

Note: Earnings appropriation item according to the annual general meeting of shareholders held in June 2006.