

*Note: The following document is a direct translation of that released in Japanese, and thus, all figures have been rounded down to the nearest million yen.*

## TV Asahi Corporation

November 16, 2006

### Earnings Summary (Consolidated Basis)

### Results for the Midterm Period Ended September 30, 2006

Stock Listing: Tokyo Stock Exchange (First Section)

Code Number: 9409

Headquarters: 6-9-1 Roppongi, Minato-ku, Tokyo 106-8001, JAPAN

<http://company.tv-asahi.co.jp/e/index.html>

Masao Kimiada, President

Information Contact: Nobuo Morioka, Treasurer

Tel: +81-3-6406-1111

Date of Board of Directors meeting to approve midterm consolidated financial statements: November 16, 2006

Name of Associated Company: Asahi Shimbun Publishing Co., Ltd. (plus one other company)

Percentage of voting rights held by Associated Company: 35.9%

U.S. accounting standards: not applicable

### 1. Performance for Six-month Midterm Period (April 1, 2006-September 30, 2006)

#### (1) Operating Results

	Net sales		Operating income		Recurring profit	
	millions of yen	%	millions of yen	%	millions of yen	%
Midterm ended Sept. 30, 2006	124,723	1.1	7,335	(17.4)	7,970	(12.8)
Midterm ended Sept. 30, 2005	123,380	4.2	8,885	32.3	9,142	34.9
FYE March 31, 2006	249,383		17,075		17,314	

  

	Net income		Net income per share	Net income per share after dilution
	millions of yen	%	yen	yen
Midterm ended Sept. 30, 2006	4,309	(14.3)	4,284.16	-
Midterm ended Sept. 30, 2005	5,028	44.8	4,998.93	-
FYE March 31, 2006	9,466		9,225.56	-

Notes: 1) Gain (Loss) on investment by equity method: Sept. 30, 2006: (126m) yen; Sept. 30, 2005: (410m) yen; March 31, 2006: (688m) yen.

2) Average number of shares outstanding during the period: Midterm ended Sept. 30, 2006: 1,006,000 shares; Midterm ended Sept. 30, 2005: 1,006,000 shares; FYE March 31, 2006: 1,006,000 shares.

3) Change in accounting method: None

4) Percentages indicate year-on-year increase/decrease in net sales, operating income, recurring profit and net income.

#### (2) Financial Data (at September 30, 2006)

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	millions of yen	millions of yen	%	yen
Midterm ended Sept. 30, 2006	311,180	243,086	77.4	239,455.17
Midterm ended Sept. 30, 2005	300,953	233,850	77.7	232,456.09
FYE March 31, 2006	316,079	242,848	76.8	241,215.50

Note: Number of shares outstanding at end of period: Sept. 30, 2006: 1,006,000 shares; Sept. 30, 2005: 1,006,000 shares; March 31, 2006: 1,006,000 shares.

#### (3) Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of term
	millions of yen	millions of yen	millions of yen	millions of yen
Midterm ended Sept. 30, 2006	8,937	(3,214)	(715)	58,943
Midterm ended Sept. 30, 2005	10,293	(18,934)	(816)	47,823
FYE March 31, 2006	19,518	(21,354)	(1,521)	53,952

#### (4) Number of subsidiaries and affiliates

Consolidated subsidiaries: 15

Non-consolidated subsidiaries accounted for by the equity method: none

Affiliates accounted for by the equity method: 8

#### (5) Additions and deletions from consolidated subsidiaries and affiliates

Consolidated subsidiaries: additions 1, deletions 0

Affiliates: additions 0, deletions 0

### 2. Forecast for Fiscal Year Ending March 31, 2007 (April 1, 2006-March 31, 2007)

	Net sales	Recurring profit	Net income
	millions of yen	millions of yen	millions of yen
FYE March 31, 2007	248,000	14,300	7,800

Reference: Consolidated net income per share is forecast to be 7,753.48 yen.

Note: The forecasts above are based on information available at the time of announcement and thus, actual results may differ due to various changes in the business environment.

**TV Asahi Corporation and Subsidiaries**  
**Consolidated Financial Statements**  
**for the Midterm Ended September 30, 2006**  
**(six-month period from April 1, 2006 to Sept. 30, 2006)**

Note: The following financial statements are issued based on the financial results for the midterm period ended September 30, 2006, announced in Japan on November 16, 2006. The results have been prepared in accordance with the prevailing accounting rules in Japan. All figures have been rounded down to the nearest million yen.

**(1) Consolidated Balance Sheets**

	At Sept. 30, 2005		At Sept. 30, 2006		At March 31, 2006	
	millions of yen	%	millions of yen	%	millions of yen	%
<b>ASSETS</b>						
<b>I Current assets</b>						
Cash	27,842		32,965		27,971	
Trade notes and accounts receivable	62,145		62,901		63,182	
Short-term investments	36,069		37,446		37,882	
Inventory	12,337		14,198		14,293	
Other current assets	7,225		8,853		6,920	
Less allowance for doubtful receivables	(80)		(66)		(73)	
Total current assets	145,540	48.4	156,300	50.2	150,177	47.5
<b>II Fixed assets</b>						
<b>1. Tangible assets</b>						
Building and structures	22,944		22,192		22,642	
Machinery and vehicles	22,513		20,484		21,418	
Land	16,694		16,694		16,694	
Construction in progress	514		20		296	
Other tangible assets	2,028		2,075		2,008	
Total tangible assets	64,695	[21.5]	61,467	[19.8]	63,060	[20.0]
<b>2. Intangible assets</b>	6,706	[2.2]	5,923	[1.9]	6,256	[2.0]
<b>3. Investments and other assets</b>						
Investment in securities	60,998		66,162		74,473	
Guaranty deposits	17,852		16,221		17,043	
Other investments	5,634		5,470		5,433	
Less allowance for doubtful receivables	(474)		(365)		(365)	
Total investments and other assets	84,011	[27.9]	87,488	[28.1]	96,585	[30.6]
Total fixed assets	155,413	51.6	154,880	49.8	165,902	52.5
Total assets	300,953	100.0	311,180	100.0	316,079	100.0

	At Sept. 30, 2005		At Sept. 30, 2006		At March 31, 2006	
	millions of yen	%	millions of yen	%	millions of yen	%
<b>LIABILITIES</b>						
I Current liabilities						
Trade notes and accounts payables	12,505		15,027		15,341	
Other payables	12,363		12,299		12,715	
Accrued expenses	16,442		17,312		15,317	
Accrued income taxes	3,756		3,269		4,740	
Liabilities for bonuses to directors and corporate auditors	-		110		-	
Other current liabilities	3,005		2,763		2,541	
Total current liabilities	48,072	16.0	50,782	16.3	50,655	16.1
II Non-current liabilities						
Liabilities for employee retirement and severance benefits	16,264		16,128		16,300	
Liabilities for director retirement and severance benefits	868		947		935	
Other non-current liabilities	395		235		3,675	
Total non-current liabilities	17,528	5.8	17,310	5.6	20,911	6.6
Total liabilities	65,600	21.8	68,093	21.9	71,566	22.7
<b>MINORITY INTERESTS</b>						
Minority interests	1,501	0.5	-	-	1,664	0.5
<b>STOCKHOLDERS' EQUITY</b>						
I Common stock	36,642	12.2	-	-	36,642	11.6
II Additional paid-in capital	55,342	18.4	-	-	55,342	17.5
III Retained earnings	130,916	43.5	-	-	134,649	42.6
IV Net unrealized gain on other securities	10,961	3.6	-	-	16,185	5.1
V Foreign currency translation adjustments	(12)	(0.0)	-	-	27	0.0
Total stockholders' equity	233,850	77.7	-	-	242,848	76.8
Total liabilities, minority interests and stockholders' equity	300,953	100.0	-	-	316,079	100.0
<b>NET ASSETS</b>						
I Stockholders' equity						
Common stock	-	-	36,642	11.8	-	-
Additional paid-in capital	-	-	55,342	17.8	-	-
Retained earnings	-	-	138,072	44.3	-	-
Total stockholders' equity	-	-	230,058	73.9	-	-
II Accumulated other comprehensive income						
Net unrealized gain on other securities	-	-	10,823	3.5	-	-
Foreign currency translation adjustments	-	-	10	0.0	-	-
Total accumulated other comprehensive income	-	-	10,833	3.5	-	-
III Minority interests	-	-	2,194	0.7	-	-
Total net assets	-	-	243,086	78.1	-	-
Total liabilities and net assets	-	-	311,180	100.0	-	-

## (2) Consolidated Statements of Income

	Midterm period ended				Fiscal year ended	
	Sept. 30, 2005		Sept. 30, 2006		March 31, 2006	
	millions of yen	%	millions of yen	%	millions of yen	%
I Net sales	123,380	100.0	124,723	100.0	249,383	100.0
II Cost of sales	84,537	68.5	87,790	70.4	172,179	69.1
Gross profit	38,843	31.5	36,932	29.6	77,204	30.9
III SGA expenses	29,958	24.3	29,597	23.7	60,128	24.1
Operating income	8,885	7.2	7,335	5.9	17,075	6.8
IV Non-operating revenue						
Interest income	103		180		245	
Dividend income	320		418		394	
Other non-operating revenue	262		278		486	
Total non-operating revenue	686	0.5	877	0.7	1,126	0.5
V Non-operating expenses						
Interest expenses	0		-		0	
Equity in losses of affiliates	410		126		688	
Other non-operating expenses	17		115		197	
Total non-operating expenses	429	0.3	241	0.2	887	0.4
Recurring profit	9,142	7.4	7,970	6.4	17,314	6.9
VI Extraordinary loss						
Loss on devaluation of investment in securities	46		13		54	
Loss on return of membership	31		-		31	
Total extraordinary loss	77	0.1	13	0.0	85	0.0
Income before income taxes and minority interests	9,065	7.3	7,957	6.4	17,228	6.9
Income taxes and enterprise taxes	3,647	2.9	3,157	2.5	7,640	3.1
Deferred income taxes	272	0.2	333	0.3	(156)	(0.1)
Minority interests	116	0.1	156	0.1	278	0.1
Net income	5,028	4.1	4,309	3.5	9,466	3.8

### (3) Consolidated Statements of Additional Paid-in Capital and Retained Earnings

	Midterm period ended Sept. 30, 2005	Fiscal year ended March 31, 2006
	millions of yen	millions of yen
<b>ADDITIONAL PAID-IN CAPITAL</b>		
I Additional paid-in capital at beginning of period	55,342	55,342
II Additional paid-in capital at end of period	55,342	55,342
<b>RETAINED EARNINGS</b>		
I Retained earnings at beginning of period	126,828	126,828
II Increase during the period		
Net income for the period	5,028	9,466
Increase from addition of company accounted for by the equity method	5	5
Total	5,034	9,471
III Decrease during the period		
Cash dividends	804	1,509
Bonuses to directors	141	141
[amount to corporate auditors]	[11]	[11]
Total	946	1,650
IV Retained earnings at end of period	130,916	134,649

**(4) Consolidated Statements of Stockholders' Equity for the Midterm Ended September 30, 2006**

	Stockholders' equity			
	Common stock	Additional paid-in capital	Retained earnings	Total stockholders' equity
Balance at March 31, 2006	36,642	55,342	134,649	226,635
Changes arising during the midterm				
Cash dividends			(704)	(704)
Bonuses to directors and corporate auditors			(185)	(185)
Net income for the midterm			4,309	4,309
Others			2	2
Other comprehensive income (loss)				
Total changes arising during the midterm	-	-	3,422	3,422
Balance at September 30, 2006	36,642	55,342	138,072	230,058

	Accumulated other comprehensive income			Minority interests	Total net assets
	Net unrealized gain on other securities	Foreign currency translation adjustments	Total accumulated other comprehensive income		
Balance at March 31, 2006	16,185	27	16,213	1,664	244,513
Changes arising during the midterm					
Cash dividends					(704)
Bonuses to directors and corporate auditors					(185)
Net income for the midterm					4,309
Others					2
Other comprehensive income (loss)	(5,362)	(17)	(5,379)	530	(4,849)
Total changes arising during the midterm	(5,362)	(17)	(5,379)	530	(1,426)
Balance at September 30, 2006	10,823	10	10,833	2,194	243,086

## (5) Consolidated Statements of Cash Flows

	Midterm period ended		Fiscal year ended
	Sept. 30, 2005	Sept. 30, 2006	March 31, 2006
	millions of yen	millions of yen	millions of yen
<b>I Cash flows from operating activities</b>			
Income before income taxes and minority interests	9,065	7,957	17,228
Depreciation and amortization	4,250	4,157	8,559
Loss on sale of fixed assets	12	23	164
Loss on devaluation of investment in securities	46	13	54
Allowance for doubtful receivables	(26)	(7)	(142)
Equity in losses of affiliates	410	126	688
Increase (decrease) in liabilities for retirement and severance benefits	(61)	(172)	(25)
Interest and dividend income	(424)	(598)	(640)
Interest expenses	0	-	0
(Increase) decrease in trade notes and accounts receivables	1,538	319	500
(Increase) decrease in inventories	2,204	95	248
Increase (decrease) in trade notes and accounts payables	(963)	1,211	851
Other cash flows from operating activities	(1,364)	(136)	(782)
Sub total	14,690	12,990	26,706
Interest and dividends received	378	577	597
Interest paid	(0)	-	(0)
Income taxes paid	(4,775)	(4,629)	(7,784)
Net cash provided by operating activities	10,293	8,937	19,518
<b>II Cash flows from investing activities</b>			
Increase (decrease) in cash deposits	-	-	(0)
(Increase) decrease in short-term investments	(11,419)	430	(5,390)
Capital expenditures	(2,418)	(1,617)	(4,419)
Proceeds from sale of tangible assets	1	2	10
Purchase of intangible assets	(547)	(619)	(1,096)
Purchase of investments in securities	(5,211)	(2,110)	(12,995)
Proceeds from sale of investments in securities	-	-	9
Proceeds from return of investments in securities	703	800	2,505
Other cash flows from investing activities	(41)	(99)	23
Net cash used in investing activities	(18,934)	(3,214)	(21,354)
<b>III Cash flows from financing activities</b>			
Dividends paid to stockholders	(805)	(702)	(1,509)
Dividends paid to minority stockholders of subsidiaries	(11)	(12)	(11)
Net cash used in financing activities	(816)	(715)	(1,521)
<b>IV Effect of exchange rate changes on cash and cash equivalents</b>	33	(17)	62
<b>V Net increase (decrease) in cash and cash equivalents</b>	(9,424)	4,991	(3,294)
<b>VI Cash and cash equivalents at beginning of period</b>	57,247	53,952	57,247
<b>VII Cash and cash equivalents at end of period</b>	47,823	58,943	53,952

## (6) Industry Segment Information

Midterm period ended Sept. 30, 2005						
	TV broadcasting business	Music publication business	Other businesses	Total	Elimination/ corporate	Consolidated
	millions of yen	millions of yen	millions of yen	millions of yen	millions of yen	millions of yen
Sales						
(1) Sales to outside customers	108,890	4,825	9,664	123,380	-	123,380
(2) Intersegment sales	1,005	90	2,793	3,889	(3,889)	-
Total	109,895	4,916	12,458	127,270	(3,889)	123,380
Operating expenses	103,666	3,155	11,528	118,350	(3,854)	114,495
Operating income	6,229	1,760	929	8,920	(34)	8,885

Midterm period ended Sept. 30, 2006						
	TV broadcasting business	Music publication business	Other businesses	Total	Elimination/ corporate	Consolidated
	millions of yen	millions of yen	millions of yen	millions of yen	millions of yen	millions of yen
Sales						
(1) Sales to outside customers	108,779	5,090	10,853	124,723	-	124,723
(2) Intersegment sales	967	82	3,243	4,293	(4,293)	-
Total	109,747	5,173	14,096	129,017	(4,293)	124,723
Operating expenses	104,299	3,848	13,479	121,627	(4,238)	117,388
Operating income	5,448	1,325	616	7,390	(55)	7,335

FYE March 31, 2006						
	TV broadcasting business	Music publication business	Other businesses	Total	Elimination/ corporate	Consolidated
	millions of yen	millions of yen	millions of yen	millions of yen	millions of yen	millions of yen
Sales						
(1) Sales to outside customers	218,813	10,758	19,812	249,383	-	249,383
(2) Intersegment sales	2,093	180	6,044	8,318	(8,318)	-
Total	220,907	10,938	25,856	257,702	(8,318)	249,383
Operating expenses	207,994	7,675	24,854	240,524	(8,216)	232,308
Operating income	12,912	3,263	1,001	17,178	(102)	17,075

### Business Segments

TV broadcasting segment:	Sale of TV broadcasting time, sale of programs, revenue from sale of merchandising rights
Music publication segment:	Rights management of music publishing, record publishing, artist management business, etc.
Other businesses segment:	Special events, video and DVD sales, publishing, investment in films, TV shopping, sale of broadcasting equipment, etc.



## (7) Breakdown of Net Sales

	Midterm period ended		Fiscal year ended
	Sept. 30, 2005	Sept. 30, 2006	March 31, 2006
	millions of yen	millions of yen	millions of yen
TV broadcasting business			
Network time	46,801	47,549	93,932
Spot	49,991	49,089	100,825
Sale of programs	6,027	5,915	11,878
Others	7,075	7,192	14,270
Sub total	109,895	109,747	220,907
Music publication business	4,916	5,173	10,938
Other businesses	12,458	14,096	25,856
Total	127,270	129,017	257,702
Elimination	(3,889)	(4,293)	(8,318)
Consolidated net sales	123,380	124,723	249,383

Note: The above figures do not include consumption tax.

## (8) Outlook for FYE March 31, 2007 (April 1, 2006 ~ March 31, 2007)

### Consolidated

	FYE March 31, 2007	
	Amount	Year-on-year growth
	millions of yen	%
Net sales	248,000	(0.6)
Operating income	13,300	(22.1)
Recurring profit	14,300	(17.4)
Net income	7,800	(17.6)

### Non-consolidated

	FYE March 31, 2007	
	Amount	Year-on-year growth
	millions of yen	%
Net sales	227,000	1.4
Operating income	9,400	(22.2)
Recurring profit	10,500	(19.0)
Net income	6,000	64.9

*Note: The following document is a direct translation of that released in Japanese, and thus, all figures have been rounded down to the nearest million yen.*

# TV Asahi Corporation

## Earnings Summary (Non-Consolidated Basis)

### Results for the Midterm Period Ended September 30, 2006

November 16, 2006

Stock Listing: Tokyo Stock Exchange (First Section)  
 Headquarters: 6-9-1 Roppongi, Minato-ku, Tokyo 106-8001, JAPAN  
 Masao Kimiwada, President  
 Information Contact: Nobuo Morioka, Treasurer  
 Date of Board of Directors meeting to approve midterm non-consolidated financial statements: November 16, 2006  
 Midterm dividends: Yes  
 Payout start date of midterm dividends: December 11, 2006

Code Number: 9409  
<http://company.tv-asahi.co.jp/e/index.html>  
 Tel: +81-3-6406-1111  
 Unit stock system: No

### 1. Performance for Six-month Midterm Period (April 1, 2006-September 30, 2006)

#### (1) Operating Results

	Net sales		Operating income		Recurring profit	
	millions of yen	%	millions of yen	%	millions of yen	%
Midterm ended Sept. 30, 2006	112,690	1.3	4,949	(21.8)	5,732	(18.3)
Midterm ended Sept. 30, 2005	111,229	4.2	6,326	28.9	7,014	30.8
FYE March 31, 2006	223,782		12,075		12,970	

	Net income		Net income per share
	millions of yen	%	yen
Midterm ended Sept. 30, 2006	3,290	(17.1)	3,271.06
Midterm ended Sept. 30, 2005	3,968	30.3	3,944.38
FYE March 31, 2006	3,639		3,518.23

Notes: 1) Average number of shares outstanding during the period: Midterm ended Sept. 30, 2006: 1,006,000 shares; Midterm ended Sept. 30, 2005: 1,006,000 shares; FYE March 31, 2006: 1,006,000 shares.  
 2) Change in accounting method: None  
 3) Percentages indicate year-on-year increase/decrease in net sales, operating income, recurring profit and net income.

#### (2) Financial Data (at September 30, 2006)

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	millions of yen	millions of yen	%	yen
Midterm ended Sept. 30, 2006	299,883	230,119	76.7	228,747.09
Midterm ended Sept. 30, 2005	294,234	228,805	77.8	227,441.19
FYE March 31, 2006	302,750	232,967	77.0	231,478.24

Notes: 1) Number of shares outstanding: Midterm ended Sept. 30, 2006: 1,006,000 shares; Midterm ended Sept. 30, 2005: 1,006,000 shares; FYE March 31, 2006: 1,006,000 shares.  
 2) Number of treasury stocks: Midterm ended Sept. 30, 2006: none; Midterm ended Sept. 30, 2005: none; FYE March 31, 2006: none.

### 2. Forecast for Fiscal Year Ending March 31, 2007 (April 1, 2006-March 31, 2007)

	Net sales	Recurring profit	Net income
	millions of yen	millions of yen	millions of yen
FYE March 31, 2007	227,000	10,500	6,000

Reference Non-consolidated net income per share is forecast to be 5,964.21 yen.

### 3. Dividends

#### Cash dividend

	Dividend per share (yen)		
	Midterm dividend	End of term dividend	Annual dividend
Midterm ended Sept. 30, 2006	700.00	700.00	1,400.00
Midterm ended Sept. 30, 2005 (actual)	700.00	-	1,400.00
FYE March 31, 2006 (forecast)	-	700.00	

Note: The forecasts above are based on information available at the time of announcement and thus, actual results may differ due to various changes in the business environment.

**TV Asahi Corporation**  
**Non-consolidated Financial Statements**  
**for the Midterm Ended September 30, 2006**  
**(six-month period from April 1, 2006 to Sept. 30, 2006)**

Note: The following financial statements are issued based on the financial results for the midterm period ended September 30, 2006, announced in Japan on November 16, 2006. The results have been prepared in accordance with the prevailing accounting rules in Japan. All figures have been rounded down to the nearest million yen.

**(1) Non-consolidated Balance Sheets**

	At Sept. 30, 2005		At Sept. 30, 2006		At March 31, 2006	
	millions of yen	%	millions of yen	%	millions of yen	%
<b>ASSETS</b>						
<b>I Current assets</b>						
Cash	24,783		30,281		24,959	
Trade notes	4,023		4,577		4,416	
Accounts receivable	54,852		54,759		55,629	
Short-term investments	36,069		36,943		37,882	
Inventory - programs	11,335		13,321		13,455	
Inventory - others	133		158		147	
Other current assets	8,113		8,829		7,122	
Less allowance for doubtful receivables	(47)		(43)		(45)	
Total current assets	139,264	47.3	148,827	49.6	143,566	47.4
<b>II Fixed assets</b>						
1. Tangible assets						
Buildings	21,703		20,922		21,358	
Machinery	22,187		20,032		20,989	
Land	16,590		16,590		16,590	
Construction in progress	513		20		305	
Other tangible assets	2,538		2,517		2,483	
Total tangible assets	63,532	[21.6]	60,082	[20.1]	61,726	[20.4]
2. Intangible assets	6,613	[2.2]	5,762	[1.9]	6,111	[2.0]
3. Investments and other assets						
Investment in securities	64,957		64,493		72,357	
Guaranty deposits	17,529		15,851		16,707	
Other investments and other assets	2,688		5,216		2,631	
Less allowance for doubtful receivables	(351)		(351)		(351)	
Total investments and other assets	84,823	[28.8]	85,210	[28.4]	91,344	[30.2]
Total fixed assets	154,969	52.7	151,056	50.4	159,183	52.6
Total assets	294,234	100.0	299,883	100.0	302,750	100.0

	At Sept. 30, 2005		At Sept. 30, 2006		At March 31, 2006	
	millions of yen	%	millions of yen	%	millions of yen	%
<b>LIABILITIES</b>						
<b>I Current liabilities</b>						
Trade notes	3,244		3,048		3,151	
Accounts payable	6,139		8,599		8,543	
Short-term debt	7,883		9,384		9,224	
Accrued agency fee	11,921		11,590		12,019	
Accrued expenses	14,952		15,906		13,932	
Accrued income taxes	2,621		2,312		3,318	
Liabilities for bonuses to directors and corporate auditors	-		50		-	
Other current liabilities	2,817		3,569		2,730	
<b>Total current liabilities</b>	<b>49,581</b>	<b>16.8</b>	<b>54,462</b>	<b>18.2</b>	<b>52,921</b>	<b>17.5</b>
<b>II Non-current liabilities</b>						
Long-term debt	400		100		600	
Liabilities for employee retirement and benefits	14,458		14,280		14,475	
Liabilities for director retirement and benefits	761		811		798	
Other non-current liabilities	227		109		987	
<b>Total non-current liabilities</b>	<b>15,847</b>	<b>5.4</b>	<b>15,301</b>	<b>5.1</b>	<b>16,861</b>	<b>5.6</b>
<b>Total liabilities</b>	<b>65,428</b>	<b>22.2</b>	<b>69,763</b>	<b>23.3</b>	<b>69,783</b>	<b>23.0</b>
<b>STOCKHOLDERS' EQUITY</b>						
<b>I Common stock</b>	<b>36,642</b>	<b>12.5</b>	<b>-</b>	<b>-</b>	<b>36,642</b>	<b>12.1</b>
<b>II Additional paid-in capital</b>						
Additional paid-in capital	55,342		-		55,342	
<b>Total additional paid-in capital</b>	<b>55,342</b>	<b>18.8</b>	<b>-</b>	<b>-</b>	<b>55,342</b>	<b>18.3</b>
<b>III Retained earnings</b>						
1. Legal reserve	529		-		529	
2. General reserve	119,086		-		119,086	
3. Unappropriated retained earnings	6,335		-		5,302	
<b>Total retained earnings</b>	<b>125,951</b>	<b>42.8</b>	<b>-</b>	<b>-</b>	<b>124,918</b>	<b>41.3</b>
<b>IV Net unrealized gain on other securities</b>	<b>10,868</b>	<b>3.7</b>	<b>-</b>	<b>-</b>	<b>16,063</b>	<b>5.3</b>
<b>Total stockholders' equity</b>	<b>228,805</b>	<b>77.8</b>	<b>-</b>	<b>-</b>	<b>232,967</b>	<b>77.0</b>
<b>Total liabilities and stockholders' equity</b>	<b>294,234</b>	<b>100.0</b>	<b>-</b>	<b>-</b>	<b>302,750</b>	<b>100.0</b>
<b>NET ASSETS</b>						
<b>I Stockholders' equity</b>						
1. Common stock	-	-	36,642	12.2	-	-
2. Additional paid-in capital						
Additional paid-in capital	-		55,342		-	
<b>Total additional paid-in capital</b>	<b>-</b>	<b>-</b>	<b>55,342</b>	<b>18.5</b>	<b>-</b>	<b>-</b>
3. Retained earnings						
(1) Retained earnings	-		529		-	
(2) Other retained earnings						
Reserve for deferred fixed assets	-		1,485		-	
Reserve for 50th anniversary commemoration project	-		800		-	
Other reserves	-		119,160		-	
Unappropriated retained earnings	-		5,430		-	
<b>Total retained earnings</b>	<b>-</b>	<b>-</b>	<b>127,404</b>	<b>42.5</b>	<b>-</b>	<b>-</b>
<b>Total stockholders' equity</b>	<b>-</b>	<b>-</b>	<b>219,390</b>	<b>73.2</b>	<b>-</b>	<b>-</b>
<b>II Accumulated other comprehensive income</b>						
Net unrealized gain on other securities	-	-	10,729	3.5	-	-
<b>Total accumulated other comprehensive income</b>	<b>-</b>	<b>-</b>	<b>10,729</b>	<b>3.5</b>	<b>-</b>	<b>-</b>
<b>Total net assets</b>	<b>-</b>	<b>-</b>	<b>230,119</b>	<b>76.7</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and net assets</b>	<b>-</b>	<b>-</b>	<b>299,883</b>	<b>100.0</b>	<b>-</b>	<b>-</b>

## (2) Non-consolidated Statements of Income

	Midterm period ended				Fiscal year ended	
	Sept. 30, 2005		Sept. 30, 2006		March 31, 2006	
	millions of yen	%	millions of yen	%	millions of yen	%
I Net sales	111,229	100.0	112,690	100.0	223,782	100.0
II Cost of sales	77,032	69.3	80,438	71.4	155,759	69.6
Gross profit	34,197	30.7	32,252	28.6	68,023	30.4
III SGA expenses	27,870	25.0	27,302	24.2	55,947	25.0
Operating income	6,326	5.7	4,949	4.4	12,075	5.4
IV Non-operating revenue						
Interest income	101		173		238	
Dividend income	376		481		449	
Other non-operating revenue	226		238		389	
Total non-operating revenue	705	0.6	893	0.8	1,077	0.5
V Non-operating expenses						
Interest expenses	2		8		5	
Other non-operating expenses	14		101		177	
Total non-operating expenses	17	0.0	110	0.1	182	0.1
Recurring profit	7,014	6.3	5,732	5.1	12,970	5.8
VI Extraordinary loss						
Loss on devaluation of investment in securities	46		13		54	
Loss on devaluation of investment in affiliate companies	257		-		6,557	
Loss on return of membership	31		-		31	
Total extraordinary loss	334	0.3	13	0.0	6,643	3.0
Income before income taxes	6,679	6.0	5,719	5.1	6,327	2.8
Income taxes and enterprise taxes	2,500	2.2	2,170	1.9	5,387	2.4
Deferred income taxes	211	0.2	258	0.3	(2,699)	(1.2)
Net income	3,968	3.6	3,290	2.9	3,639	1.6
Unappropriated retained earnings at beginning of period	2,367		-		2,367	
Midterm dividends	-		-		704	
Unappropriated retained earnings at end of period	6,335		-		5,302	

### (3) Non-consolidated Statements of Stockholders' Equity for the Midterm Ended September 30, 2006

	Stockholders' equity									
	Common stock	Additional paid-in capital		Retained earnings						Total stockholders' equity
		Additional paid-in capital	Total additional paid-in capital	Retained earnings	Other retained earnings				Total retained earnings	
					Reserve for deferred fixed assets	Reserve for 50th anniv. commemoration project	Other reserves	Unappropriated retained earnings		
Balance at March 31, 2006	36,642	55,342	55,342	529	1,526	400	117,160	5,302	124,918	216,903
Changes arising during the midterm										
Cash dividends								(704)	(704)	(704)
Bonuses to directors and corporate auditors								(100)	(100)	(100)
Net income for the midterm								3,290	3,290	3,290
Transfer of reserve for deferred fixed assets					(41)			41	-	-
Reserve for 50th anniv. commemoration project						400		(400)	-	-
Other reserves							2,000	(2,000)	-	-
Other comprehensive income (loss)										
Total changes arising during the midterm	-	-	-	-	(41)	400	2,000	127	2,486	2,486
Balance at Sept. 30, 2006	36,642	55,342	55,342	529	1,485	800	119,160	5,430	127,404	219,390

	Accumulated other comprehensive income		Total net assets
	Net unrealized gain on other securities	Total accumulated other comprehensive income	
Balance at March 31, 2006	16,063	16,063	232,967
Changes arising during the midterm			
Cash dividends			(704)
Bonuses to directors and corporate auditors			(100)
Net income for the midterm			3,290
Transfer of reserve for deferred fixed assets			-
Reserve for 50th anniv. commemoration project			-
Other reserves			-
Other comprehensive income (loss)	(5,334)	(5,334)	(5,334)
Total changes arising during the midterm	(5,334)	(5,334)	(2,847)
Balance at Sept. 30, 2006	10,729	10,729	230,119

**(4) Breakdown of Net Sales**

	Midterm period ended				Fiscal year ended	
	Sept. 30, 2005		Sept. 30, 2006		March 31, 2006	
	millions of yen	%	millions of yen	%	millions of yen	%
Network time	46,959	42.2	47,716	42.3	94,228	42.1
Spot	50,005	45.0	49,119	43.6	100,855	45.1
Sales of programs	6,029	5.4	5,918	5.3	11,884	5.3
Others	551	0.5	749	0.6	1,113	0.5
Other businesses	7,683	6.9	9,186	8.2	15,701	7.0
Net sales	111,229	100.0	112,690	100.0	223,782	100.0