

**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.**

November 9, 2007

## TV Asahi Corporation Earnings Summary Results for the Midterm Period Ended September 30, 2007

Stock Listing: Tokyo Stock Exchange (First Section)  
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Scheduled date of submission of Financial Report (Yuhka Shoken Houkokusho): December 14, 2007  
Scheduled date of dividend payout: December 10, 2007

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### 1. Consolidated Performance for Midterm Period Ended Sept. 30, 2007 (April 1, 2007 - Sept. 30, 2007)

#### (1) Consolidated Operating Results

Note: Percentages indicate year-on-year growth rates.

Midterm ended	Net sales		Operating income		Recurring profit		Net income	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
Sept. 30, 2007	124,632	(0.1)	4,101	(44.1)	5,271	(33.9)	2,640	(38.7)
Sept. 30, 2006	124,723	1.1	7,335	(17.4)	7,970	(12.8)	4,309	(14.3)
FYE March 31, 2007	251,124		13,677		14,587		10,303	

Midterm ended	Net income per share	Net income per share after dilution
	yen	yen
Sept. 30, 2007	2,625.17	-
Sept. 30, 2006	4,284.16	-
FYE March 31, 2007	10,242.19	-

Note: Gain (Loss) on investment by equity method: midterm ended Sept. 30, 2007: 392 million yen;  
midterm ended Sept. 30, 2006: (126) million yen; FYE March 31, 2007: (205) million yen

#### (2) Consolidated Financial Data

	Total assets	Net assets	Equity ratio	Net assets per share
	millions of yen	millions of yen	%	yen
At Sept. 30, 2007	312,561	245,889	77.9	242,117.69
At Sept. 30, 2006	311,180	243,086	77.4	239,455.17
At March 31, 2007	314,466	249,443	78.6	245,677.73

Note: Shareholders' equity: at Sept. 30, 2007: 243,570 million yen; at Sept. 30, 2006: 240,891 million yen;  
at March 31, 2007: 247,151 million yen.

#### (3) Consolidated Cash Flows

Midterm ended	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financial activities	Cash and cash equivalent at end of term
	millions of yen	millions of yen	millions of yen	millions of yen
Sept. 30, 2007	9,211	(917)	(1,320)	54,481
Sept. 30, 2006	8,937	(3,214)	(715)	58,943
FYE March 31, 2007	13,688	(18,748)	(1,419)	47,479

### 2. Dividends

	Annual dividend per share		
	Mid-Term	Year-end	Annual
	yen	yen	yen
FYE March 31, 2007	700.00	1,300.00	2,000.00
FYE March 31, 2008	1,000.00		
Outlook for FYE March 31, 2008		2,000.00	3,000.00

Note: Amount of commemorative dividend for FYE March 31, 2008: 1,000.00 yen.

### 3. Forecast for Fiscal Year Ending March 31, 2008 (April 1, 2007 - March 31, 2008)

	Net sales		Operating income		Recurring profit		Net income		Net income per share
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	yen
FYE March 31, 2008	255,000	1.5	9,500	(30.5)	11,600	(20.5)	6,300	(38.9)	6,262.43

#### 4. Others

(1) Major change in affiliate companies during term: none

(2) Changes in accounting principles, guidelines, presentation, etc., regarding composition of consolidated financial statements.

Changes arising from amendment in accounting guidelines, etc. : yes

Changes other than : none

(3) Shares outstanding (Ordinary shares)

Number of shares outstanding at end of term (including share buy back) :

At Sept. 30, 2007: 1,006,000 shares; At Sept. 30, 2006: 1,006,000 shares;

FYE March 31, 2007: 1,006,000 shares.

Number of shares from share buy back:

At Sept. 30, 2007: none; At Sept. 30, 2006: none; FYE March 31, 2007: none.

#### <Reference> Financial Summary on Non-Consolidated Basis

##### 1. Non-Consolidated Performance for Midterm Period Ended Sept. 30, 2007 (April 1, 2007 - Sept. 30, 2007)

(1) Non-Consolidated Operating Results

Note: Percentages indicate year-on-year growth rates.

Midterm ended	Net sales		Operating income		Recurring profit		Net income	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
Sept. 30, 2007	113,833	1.0	2,169	(56.2)	3,031	(47.1)	1,414	(57.0)
Sept. 30, 2006	112,690	1.3	4,949	(21.8)	5,732	(18.3)	3,290	(17.1)
FYE March 31, 2007	227,687		9,720		10,848		6,062	

Midterm ended	Net income per share
	yen
Sept. 30, 2007	1,405.58
Sept. 30, 2006	3,271.06
FYE March 31, 2007	6,025.93

(2) Non-Consolidated Financial Data

	Total assets	Net assets	Equity ratio	Net assets per share
	millions of yen	millions of yen	%	yen
At Sept. 30, 2007	298,471	228,378	76.5	227,016.17
At Sept. 30, 2006	299,883	230,119	76.7	228,747.09
At March 31, 2007	301,917	233,156	77.2	231,766.23

Note: Net assets: at Sept. 30, 2007: 228,378 million yen; at Sept. 30, 2006: 230,119 million yen;  
at March 31, 2007: 233,156 million yen.

##### 2. Non-Consolidated Forecast for Fiscal Year Ending March 31, 2008 (April 1, 2007 - March 31, 2008)

	Net sales		Operating income		Recurring profit		Net income		Net income per share
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	yen
FYE March 31, 2008	232,300	2.0	6,100	(37.2)	7,500	(30.9)	3,900	(35.7)	3,876.74

Note: The forecast above is based on information available at the time of announcement and actual results may differ due to various factors in the business environment.

**TV Asahi Corporation and Subsidiaries**  
**Consolidated Financial Statements**  
**for the Midterm Ended September 30, 2007**  
**(six-month period from April 1, 2007 to Sept. 30, 2007)**

Note: The following financial statements are issued based on the financial results for the midterm period ended September 30, 2007, announced in Japan on November 9, 2007. 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, 2006		At Sept. 30, 2007		At March 31, 2007	
	millions of yen	%	millions of yen	%	millions of yen	%
<b>ASSETS</b>						
<b>I Current assets</b>						
Cash	32,965		12,229		16,215	
Trade notes and accounts receivable	62,901		66,288		64,829	
Short-term investments	37,446		54,935		48,453	
Inventory	14,198		12,574		14,127	
Other current assets	8,853		11,470		9,644	
Less allowance for doubtful receivables	(66)		(73)		(70)	
Total current assets	156,300	50.2	157,423	50.4	153,199	48.7
<b>II Fixed assets</b>						
<b>1. Tangible assets</b>						
Building and structures	22,192		21,459		21,896	
Machinery and vehicles	20,484		18,031		19,038	
Land	16,694		16,694		16,694	
Construction in progress	20		36		26	
Other tangible assets	2,075		2,067		2,010	
Total tangible assets	61,467	[19.8]	58,289	[18.6]	59,667	[19.0]
2. Intangible assets	5,923	[1.9]	5,360	[1.7]	5,779	[1.8]
<b>3. Investments and other assets</b>						
Investment in securities	66,162		69,006		75,280	
Guaranty deposits	16,221		14,836		15,572	
Other investments	5,470		7,812		5,149	
Less allowance for doubtful receivables	(365)		(168)		(182)	
Total investments and other assets	87,488	[28.1]	91,487	[29.3]	95,819	[30.5]
Total fixed assets	154,880	49.8	155,137	49.6	161,266	51.3
Total assets	311,180	100.0	312,561	100.0	314,466	100.0

	At Sept. 30, 2006		At Sept. 30, 2007		At March 31, 2007	
	millions of yen	%	millions of yen	%	millions of yen	%
<b>LIABILITIES</b>						
<b>I Current liabilities</b>						
Trade notes and accounts payables	15,027		13,794		14,671	
Other payables	12,299		13,060		13,202	
Accrued expenses	17,312		18,306		16,713	
Accrued income taxes	3,269		1,901		393	
Liabilities for bonuses to directors and corporate auditors	110		59		218	
Other current liabilities	2,763		2,037		1,902	
Total current liabilities	50,782	16.3	49,159	15.7	47,102	15.0
<b>II Non-current liabilities</b>						
Liabilities for employee retirement and severance benefits	16,128		16,317		15,876	
Liabilities for director retirement and severance benefits	947		161		1,020	
Other non-current liabilities	235		1,034		1,023	
Total non-current liabilities	17,310	5.6	17,512	5.6	17,920	5.7
Total liabilities	68,093	21.9	66,672	21.3	65,022	20.7
<b>NET ASSETS</b>						
<b>I Stockholders' equity</b>						
Common stock	36,642	11.8	36,642	11.7	36,642	11.6
Additional paid-in capital	55,342	17.8	55,342	17.7	55,342	17.6
Retained earnings	138,072	44.3	144,688	46.3	143,355	45.6
Total stockholders' equity	230,058	73.9	236,674	75.7	235,341	74.8
<b>II Valuation and translation adjustments</b>						
Net unrealized gain on other securities	10,823	3.5	6,834	2.2	11,776	3.8
Foreign currency translation adjustments	10	0.0	61	0.0	33	0.0
Total valuation and translation adjustments	10,833	3.5	6,896	2.2	11,810	3.8
<b>III Minority interests</b>	2,194	0.7	2,318	0.8	2,292	0.7
Total net assets	243,086	78.1	245,889	78.7	249,443	79.3
Total liabilities and net assets	311,180	100.0	312,561	100.0	314,466	100.0

## (2) Consolidated Statements of Income

	Midterm period ended				Fiscal year ended	
	Sept. 30, 2006		Sept. 30, 2007		March 31, 2007	
	millions of yen	%	millions of yen	%	millions of yen	%
I Net sales	124,723	100.0	124,632	100.0	251,124	100.0
II Cost of sales	87,790	70.4	90,948	73.0	177,475	70.7
Gross profit	36,932	29.6	33,684	27.0	73,648	29.3
III SGA expenses	29,597	23.7	29,583	23.7	59,970	23.9
Operating income	7,335	5.9	4,101	3.3	13,677	5.4
IV Non-operating revenue						
Interest income	180		317		427	
Dividend income	418		377		520	
equity in gain of affiliates	-		392		-	
Other non-operating revenue	278		271		434	
Total non-operating revenue	877	0.7	1,359	1.1	1,383	0.6
V Non-operating expenses						
Loss on exchange rate	-		46		-	
Equity in losses of affiliates	126		-		205	
Loss on disposal of fixed assets	-		70		68	
Other non-operating expenses	115		73		200	
Total non-operating expenses	241	0.2	190	0.2	473	0.2
Recurring profit	7,970	6.4	5,271	4.2	14,587	5.8
VI Extraordinary loss						
Loss on devaluation of investment in securities	13		736		18	
Total extraordinary loss	13	0.0	736	0.6	18	0.0
Income before income taxes and minority interests	7,957	6.4	4,534	3.6	14,568	5.8
Income taxes and enterprise taxes	3,157	2.5	1,937	1.5	3,113	1.3
Deferred income taxes	333	0.3	(180)	(0.1)	837	0.3
Minority interests	156	0.1	136	0.1	313	0.1
Net income	4,309	3.5	2,640	2.1	10,303	4.1

### **(3) Consolidated Statements of Stockholders' Equity**

**For the Midterm Ended Sept. 30, 2006 (April 1, 2006 to Sept. 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

	Valuation and translation adjustments			Minority interests	Total net assets
	Net unrealized gain on other securities	Foreign currency translation adjustments	Total valuation and translation adjustments		
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

(\*) indicates retained earnings allocation items presented at the General Shareholders Meeting held in June 2006.

**For the Midterm Ended Sept. 30, 2007 (April 1, 2007 to Sept. 30, 2007)**

	Stockholders' equity			
	Common stock	Additional paid-in capital	Retained earnings	Total stockholders' equity
Balance at March 31, 2007	36,642	55,342	143,355	235,341
Changes arising during the midterm				
Cash dividends			(1,307)	(1,307)
Net income for the midterm			2,640	2,640
Other comprehensive income (loss)				
Total changes arising during the midterm	-	-	1,333	1,333
Balance at September 30, 2007	36,642	55,342	144,688	236,674

	Valuation and translation adjustments			Minority interests	Total net assets
	Net unrealized gain on other securities	Foreign currency translation adjustments	Total valuation and translation adjustments		
Balance at March 31, 2007	11,776	33	11,810	2,292	249,443
Changes arising during the midterm					
Cash dividends					(1,307)
Net income for the midterm					2,640
Other comprehensive income (loss)	(4,942)	27	(4,914)	26	(4,887)
Total changes arising during the midterm	(4,942)	27	(4,914)	26	(3,554)
Balance at September 30, 2007	6,834	61	6,896	2,318	245,889

**For the FYE Ended March 31, 2007 (April 1, 2006 to March 31, 2007)**

	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 term				
Cash dividends(*)			(704)	(704)
Cash dividends			(704)	(704)
Bonuses to directors and corporate auditors(*)			(185)	(185)
Net income for term			10,303	10,303
Others			(3)	(3)
Other comprehensive income (loss)				
Total changes arising during the term	-	-	8,705	8,705
Balance at March 31, 2007	36,642	55,342	143,355	235,341

	Valuation and translation adjustments			Minority interests	Total net assets
	Net unrealized gain on other securities	Foreign currency translation adjustments	Total valuation and translation adjustments		
Balance at March 31, 2006	16,185	27	16,213	1,664	244,513
Changes arising during the term					
Cash dividends(*)					(704)
Cash dividends					(704)
Bonuses to directors and corporate auditors(*)					(185)
Net income for term					10,303
Others					(3)
Other comprehensive income (loss)	(4,408)	6	(4,402)	627	(3,775)
Total changes arising during the term	(4,408)	6	(4,402)	627	4,930
Balance at March 31, 2007	11,776	33	11,810	2,292	249,443

(\*) indicates retained earnings allocation items presented at the General Shareholders Meeting held in June 2006.



## (5) Consolidated Statements of Cash Flows

	Midterm period ended		Fiscal year ended
	Sept. 30, 2006	Sept. 30, 2007	March 31, 2007
	millions of yen	millions of yen	millions of yen
<b>I Cash flows from operating activities</b>			
Income before income taxes and minority interests	7,957	4,534	14,568
Depreciation and amortization	4,157	4,433	8,382
Loss on sale of fixed assets	23	70	68
Loss on devaluation of investment in securities	13	736	18
Allowance for doubtful receivables	(7)	(12)	(185)
Equity in losses of affiliates	126	-	205
Equity in gain of affiliates	-	(392)	-
Increase (decrease) in liabilities for retirement and severance benefits	(172)	440	(424)
Interest and dividend income	(598)	(695)	(948)
(Increase) decrease in trade notes and accounts receivables	319	(1,459)	(1,608)
(Increase) decrease in inventories	95	1,553	166
Increase (decrease) in trade notes and accounts payables	1,211	1,074	892
Other cash flows from operating activities	(136)	(1,767)	(931)
Sub total	12,990	8,515	20,204
Interest and dividends received	577	672	944
Income taxes refund	-	423	-
Income taxes paid	(4,629)	(399)	(7,460)
Net cash provided by operating activities	8,937	9,211	13,688
<b>II Cash flows from investing activities</b>			
Increase (decrease) in cash deposits	-	-	(5,704)
(Increase) decrease in short-term investments	430	5,501	1,314
Capital expenditures	(1,617)	(2,147)	(3,088)
Proceeds from sale of tangible assets	2	8	65
Purchase of intangible assets	(619)	(637)	(1,454)
Purchase of investments in securities	(2,110)	(3,696)	(11,313)
Purchase of securities in affiliate companies newly accounted for by the equity method	-	-	(132)
Proceeds from sale of investments in securities	-	123	-
Proceeds from return of investments in securities	800	500	1,500
Other cash flows from investing activities	(99)	(569)	65
Net cash used in investing activities	(3,214)	(917)	(18,748)
<b>III Cash flows from financing activities</b>			
Dividends paid to stockholders	(702)	(1,307)	(1,407)
Dividends paid to minority stockholders of subsidiaries	(12)	(12)	(12)
Net cash used in financing activities	(715)	(1,320)	(1,419)
<b>IV Effect of exchange rate changes on cash and cash equivalents</b>	(17)	27	6
<b>V Net increase (decrease) in cash and cash equivalents</b>	4,991	7,002	(6,472)
<b>VI Cash and cash equivalents at beginning of period</b>	53,952	47,479	53,952
<b>VII Cash and cash equivalents at end of period</b>	58,943	54,481	47,479

## (6) Industry Segment Information

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

Midterm period ended Sept. 30, 2007						
	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	108,123	4,175	12,333	124,632	-	124,632
(2) Intersegment sales	1,239	76	3,768	5,084	(5,084)	-
Total	109,362	4,252	16,102	129,717	(5,084)	124,632
Operating expenses	107,116	3,437	15,005	125,559	(5,027)	120,531
Operating income	2,246	814	1,096	4,158	(57)	4,101

FYE March 31, 2007						
	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	219,410	9,194	22,520	251,124	-	251,124
(2) Intersegment sales	2,028	154	6,636	8,818	(8,818)	-
Total	221,438	9,348	29,156	259,942	(8,818)	251,124
Operating expenses	211,020	7,458	27,684	246,163	(8,716)	237,446
Operating income	10,417	1,889	1,472	13,779	(101)	13,677

### 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, 2006	Sept. 30, 2007	March 31, 2007
	millions of yen	millions of yen	millions of yen
TV broadcasting business			
Network time	47,549	46,526	95,444
Spot	49,089	49,250	99,373
Sale of programs	5,915	6,113	11,987
Others	7,192	7,472	14,633
Sub total	109,747	109,362	221,438
Music publication business	5,173	4,252	9,348
Other businesses	14,096	16,102	29,156
Total	129,017	129,717	259,942
Elimination	(4,293)	(5,084)	(8,818)
Consolidated net sales	124,723	124,632	251,124

Note: The above figures do not include consumption tax.

## (8) Outlook for FYE March 31, 2008 (April 1, 2007 ~ March 31, 2008)

### Consolidated

	FYE March 31, 2008	
	Amount	Year-on-year growth
	millions of yen	%
Net sales	255,000	1.5
Operating income	9,500	(30.5)
Recurring profit	11,600	(20.5)
Net income	6,300	(38.9)

### Non-consolidated

	FYE March 31, 2008	
	Amount	Year-on-year growth
	millions of yen	%
Net sales	232,300	2.0
Operating income	6,100	(37.2)
Recurring profit	7,500	(30.9)
Net income	3,900	(35.7)

**TV Asahi Corporation**  
**Non-consolidated Financial Statements**  
**for the Midterm Ended September 30, 2007**  
**(six-month period from April 1, 2007 to Sept. 30, 2007)**

Note: The following financial statements are issued based on the financial results for the midterm period ended September 30, 2007, announced in Japan on November 9, 2007. 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, 2006		At Sept. 30, 2007		At March 31, 2007	
	millions of yen	%	millions of yen	%	millions of yen	%
<b>ASSETS</b>						
<b>I Current assets</b>						
Cash	30,281		9,369		14,017	
Trade notes	4,577		2,138		4,130	
Accounts receivable	54,759		60,574		57,651	
Short-term investments	36,943		54,935		48,453	
Inventory - programs	13,321		11,725		13,166	
Inventory - others	158		154		144	
Other current assets	8,829		11,119		9,530	
Less allowance for doubtful receivables	(43)		(47)		(48)	
Total current assets	148,827	49.6	149,969	50.2	147,047	48.7
<b>II Fixed assets</b>						
1. Tangible assets						
Buildings	20,922		20,189		20,595	
Machinery	20,032		17,480		18,654	
Land	16,590		16,590		16,590	
Construction in progress	20		36		19	
Other tangible assets	2,517		2,496		2,488	
Total tangible assets	60,082	[20.1]	56,793	[19.0]	58,348	[19.3]
2. Intangible assets	5,762	[1.9]	5,200	[1.8]	5,613	[1.9]
3. Investments and other assets						
Investment in securities	64,493		49,561		56,340	
Guaranty deposits	15,851		14,133		14,974	
Other investments and other assets	5,216		22,970		19,766	
Less allowance for doubtful receivables	(351)		(157)		(172)	
Total investments and other assets	85,210	[28.4]	86,507	[29.0]	90,908	[30.1]
Total fixed assets	151,056	50.4	148,502	49.8	154,870	51.3
Total assets	299,883	100.0	298,471	100.0	301,917	100.0

	At Sept. 30, 2006		At Sept. 30, 2007		At March 31, 2006	
	millions of yen	%	millions of yen	%	millions of yen	%
<b>LIABILITIES</b>						
<b>I Current liabilities</b>						
Trade notes	3,048		3,179		3,077	
Accounts payable	8,599		7,151		8,078	
Short-term debt	9,384		11,665		10,803	
Accrued agency fee	11,590		12,583		12,225	
Accrued expenses	15,906		16,908		15,596	
Accrued income taxes	2,312		946		-	
Liabilities for bonuses to directors and corporate auditors	50		-		100	
Other current liabilities	3,569		2,014		2,898	
Total current liabilities	54,462	18.2	54,449	18.3	52,780	17.5
<b>II Non-current liabilities</b>						
Long-term debt	100		500		300	
Liabilities for employee retirement and benefits	14,280		14,205		13,917	
Liabilities for director retirement and benefits	811		-		849	
Other non-current liabilities	109		939		913	
Total non-current liabilities	15,301	5.1	15,644	5.2	15,979	5.3
Total liabilities	69,763	23.3	70,093	23.5	68,760	22.8
<b>NET ASSETS</b>						
<b>I Stockholders' equity</b>						
1. Common stock	36,642	12.2	36,642	12.3	36,642	12.1
2. Additional paid-in capital						
Additional paid-in capital	55,342		55,342		55,342	
Total additional paid-in capital	55,342	18.5	55,342	18.5	55,342	18.3
3. Retained earnings						
(1) Retained earnings	529		529		529	
(2) Other retained earnings						
Reserve for deferred fixed assets	1,485		1,444		1,444	
Reserve for 50th anniversary commemoration project	800		1,200		800	
Other reserves	119,160		122,160		119,160	
Unappropriated retained earnings	5,430		4,243		7,537	
Total retained earnings	127,404	42.5	129,578	43.4	129,472	42.9
Total stockholders' equity	219,390	73.2	221,563	74.2	221,457	73.3
<b>II Valuation and translation adjustments</b>						
Net unrealized gain on other securities	10,729	3.5	6,814	2.3	11,699	3.9
Total valuation and translation adjustments	10,729	3.5	6,814	2.3	11,699	3.9
Total net assets	230,119	76.7	228,378	76.5	233,156	77.2
Total liabilities and net assets	299,883	100.0	298,471	100.0	301,917	100.0

## (2) Non-consolidated Statements of Income

	Midterm period ended				Fiscal year ended	
	Sept. 30, 2006		Sept. 30, 2007		March 31, 2007	
	millions of yen	%	millions of yen	%	millions of yen	%
I Net sales	112,690	100.0	113,833	100.0	227,687	100.0
II Cost of sales	80,438	71.4	84,641	74.4	162,847	71.5
Gross profit	32,252	28.6	29,192	25.6	64,840	28.5
III SGA expenses	27,302	24.2	27,023	23.7	55,119	24.2
Operating income	4,949	4.4	2,169	1.9	9,720	4.3
IV Non-operating revenue						
Interest income	173		306		409	
Dividend income	481		516		581	
Other non-operating revenue	238		208		370	
Total non-operating revenue	893	0.8	1,032	0.9	1,361	0.6
V Non-operating expenses						
Interest expenses	8		33		29	
Other non-operating expenses	101		135		204	
Total non-operating expenses	110	0.1	169	0.1	234	0.1
Recurring profit	5,732	5.1	3,031	2.7	10,848	4.8
VI Extraordinary loss						
Loss on devaluation of investment in securities	13		736		15	
Total extraordinary loss	13	0.0	736	0.7	15	0.0
Income before income taxes	5,719	5.1	2,294	2.0	10,833	4.8
Income taxes and enterprise taxes	2,170	1.9	930	0.8	1,590	0.7
Deferred income taxes	258	0.3	(49)	(0.0)	3,181	1.4
Net income	3,290	2.9	1,414	1.2	6,062	2.7

### (3) Non-consolidated Statements of Stockholders' Equity

For the Midterm Ended Sept. 30, 2006 (April 1, 2006 to Sept. 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. 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. 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

	Valuation and translation adjustments		Total net assets
	Net unrealized gain on other securities	Total valuation and translation adjustments	
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. 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

(\*) indicates retained earnings allocation items presented at the General Shareholders Meeting held in June 2006.

### **(3) Non-consolidated Statements of Stockholders' Equity**

**For the Midterm Ended Sept. 30, 2007 (April 1, 2007 to Sept. 30, 2007)**

	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. project	Other reserves	Unappropriated retained earnings		
Balance at March 31, 2007	36,642	55,342	55,342	529	1,444	800	119,160	7,537	129,472	221,457
Changes arising during the midterm										
Cash dividends								(1,307)	(1,307)	(1,307)
Net income for the midterm								1,414	1,414	1,414
Reserve for 50th anniv. project						400		(400)	-	-
Other reserves							3,000	(3,000)	-	-
Other comprehensive income (loss)										
Total changes arising during the midterm	-	-	-	-	-	400	3,000	(3,293)	106	106
Balance at Sept. 30, 2007	36,642	55,342	55,342	529	1,444	1,200	122,160	4,243	129,578	221,563

	Valuation and translation adjustments		Total net assets
	Net unrealized gain on other securities	Total valuation and translation adjustments	
Balance at March 31, 2007	11,699	11,699	233,156
Changes arising during the midterm			
Cash dividends			(1,307)
Net income for the midterm			1,414
Reserve for 50th anniv. project			-
Other reserves			-
Other comprehensive income (loss)	(4,884)	(4,884)	(4,884)
Total changes arising during the midterm	(4,884)	(4,884)	(4,778)
Balance at Sept. 30, 2007	6,814	6,814	228,378



### **(3) Non-consolidated Statements of Stockholders' Equity**

**For the FYE Ended March 31, 2007 (April 1, 2006 to March 31, 2007)**

	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. 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 term										
Cash dividends(*)								(704)	(704)	(704)
Cash dividends								(704)	(704)	(704)
Bonuses to directors and corporate auditors(*)								(100)	(100)	(100)
Net income for the term								6,062	6,062	6,062
Transfer of reserve for deferred fixed assets(*)					(41)			41	-	-
Transfer of reserve for deferred fixed assets					(40)			40	-	-
Reserve for 50th anniv. project(*)						400		(400)	-	-
Other reserves(*)							2,000	(2,000)	-	-
Other comprehensive income (loss)										
Total changes arising during the term	-	-	-	-	(81)	400	2,000	2,235	4,553	4,553
Balance at March 31, 2007	36,642	55,342	55,342	529	1,444	800	119,160	7,537	129,472	221,457

	Valuation and translation adjustments		Total net assets
	Net unrealized gain on other securities	Total valuation and translation adjustments	
Balance at March 31, 2006	16,063	16,063	232,967
Changes arising during the term			
Cash dividends(*)			(704)
Cash dividends			(704)
Bonuses to directors and corporate auditors(*)			(100)
Net income for the term			6,062
Transfer of reserve for deferred fixed assets(*)			-
Transfer of reserve for deferred fixed assets			-
Reserve for 50th anniv. project(*)			-
Other reserves(*)			-
Other comprehensive income (loss)	(4,363)	(4,363)	(4,363)
Total changes arising during the term	(4,363)	(4,363)	189
Balance at March 31, 2007	11,699	11,699	233,156

(\*) indicates retained earnings allocation items presented at the General Shareholders Meeting held in June 2006.