

Consolidated Interim Financial Statements

(1) Consolidated Interim Balance Sheets

(In thousands of yen)

Item	Notes	Previous Interim Consolidated Accounting Period ended September 30, 2005		Current Interim Consolidated Accounting Period ended September 30, 2006		Previous Consolidated Fiscal Year Summary Consolidated Balance Sheets for the Year ended March 31, 2006	
		Amount	Compo- sition Ratio (%)	Amount	Compo- sition Ratio (%)	Amount	Compo- sition Ratio (%)
(Assets)							
I. Current assets							
Cash and time deposits		2,040,227		2,286,027		2,490,874	
Accounts receivable		943,514		922,191		925,241	
Inventories		36,395		37,131		17,260	
Other		182,759		205,091		154,015	
Allowance for bad debt		(522)		(489)		(489)	
Total current assets		3,202,374	73.9	3,449,952	74.6	3,586,903	76.8
II. Fixed assets							
1. Tangible fixed assets							
Buildings	264,128			192,756		192,756	
Accumulated depreciation	149,504	114,623		96,030	96,726	92,980	99,775
Land		206,076			186,275		186,275
Other	120,745			130,107		116,003	
Accumulated depreciation	89,546	31,199		89,932	40,174	89,063	26,940
Total tangible fixed assets		351,898	8.1	323,176	7.0	312,991	6.7
2. Intangible fixed assets		33,078	0.8	29,230	0.6	32,567	0.7
3. Investment and other assets							
Investments in securities		449,440		483,602		537,984	
Other		338,375		380,126		240,265	
Allowance for bad debt		(42,556)		(42,556)		(42,556)	
Total investment and other assets		745,258	17.2	821,172	17.8	735,693	15.8
Total fixed assets		1,130,236	26.1	1,173,579	25.4	1,081,252	23.2
Total assets		4,332,610	100.0	4,623,531	100.0	4,668,155	100.0

(In thousands of yen)

Item	Notes	Previous Interim Consolidated Accounting Period ended September 30, 2005		Current Interim Consolidated Accounting Period ended September 30, 2006		Previous Consolidated Fiscal Year Summary Consolidated Balance Sheets for the Year ended March 31, 2006	
		Amount	Composition Ratio (%)	Amount	Composition Ratio (%)	Amount	Composition Ratio (%)
(Liabilities)							
I. Current liabilities							
Accounts payable		161,942		183,150		178,932	
Income taxes payable		118,531		98,917		151,448	
Reserve for bonus payment		274,675		305,248		222,348	
Other		175,929		243,014		290,048	
Total current liabilities		731,078	16.9	830,330	18.0	761,777	16.3
II. Fixed liabilities							
Reserve for retirement payments		64,745		61,064		65,605	
Reserve for retirement benefits for directors		126,124		128,315		133,624	
Other		3,782		2,216		14,769	
Total fixed liabilities		194,651	4.5	191,595	4.1	213,998	4.6
Total liabilities		925,729	21.4	1,021,925	22.1	975,776	20.9
(Minority interests)							
Minority interests (Shareholders' equity)		576	0.0	-	-	342	0.0
I. Common stock		460,000	10.6	-	-	460,000	9.9
II. Capital surplus		461,000	10.6	-	-	473,216	10.1
III. Retained earnings		2,451,496	56.6	-	-	2,615,757	56.0
IV. Variances on securities valuations		134,161	3.1	-	-	188,318	4.0
V. Treasury stock		(100,353)	(2.3)	-	-	(45,256)	(0.9)
Total shareholders' equity		3,406,304	78.6	-	-	3,692,036	79.1
Total liabilities, minority interests and shareholders' equity		4,332,610	100.0	-	-	4,668,155	100.0

Item	Notes	Previous Interim Consolidated Accounting Period ended September 30, 2005		Current Interim Consolidated Accounting Period ended September 30, 2006		Previous Consolidated Fiscal Year Summary Consolidated Balance Sheets for the Year ended March 31, 2006	
		Amount	Composition Ratio (%)	Amount	Composition Ratio (%)	Amount	Composition Ratio (%)
(A department of net assets)							
I. Capital stocks							
1. Capital				460,000	10.0		
2. Capital surplus				473,216	10.2		
3. Earned surpluses				2,595,687	56.2		
4. Treasury stock				(45,519)	(1.0)		
Total Capital stock				3,483,384	75.4		
II. Evaluation / the conversion balance							
1. Money of others securities evaluation balance				113,421	2.5		
2. Exchange conversion adjustment calculation				2,752	0.0		
Totals such as evaluation / the conversion balance				116,173	22.1		
III. Subscription warrant				1,560	0.1		
IV. Minority stockholders share				487	0.0		
Total net assets				3,601,605	77.9		
Total debt net assets				4,623,531	100.0		

(2) Consolidated Interim Statement of Income

(In thousands of yen)

Item	Notes	Previous Interim Consolidated Accounting Period (April 1, 2005 to September 30, 2005)		Current Interim Consolidated Accounting Period (April 1, 2006 to September 30, 2006)		Previous Consolidated Fiscal Year Summary Consolidated Profit and Loss statements (April 1, 2005 to March 31, 2006)			
		Amount	Percent age (%)	Amount	Percent age (%)	Amount	Percent age (%)		
I. Net sales			3,216,067	100.0		3,284,580	100.0	6,470,847	100.0
II. Cost of sales			2,764,937	86.0		2,757,519	84.0	5,406,602	83.6
Gross profit on sales			451,129	14.0		527,060	16.0	1,064,245	16.4
III. Selling, general and administrative expenses									
Salary and bonus		114,986			94,461		223,846		
Remuneration for directors		85,963			75,428		172,099		
Bonus provisions		16,253			16,108		12,637		
Retirement benefit expenses		6,191			7,941		11,925		
Provision for reserve for retirement benefits for directors		7,267			7,375		14,767		
Rental expenses		38,771			46,597		79,819		
Other		129,557	398,990	12.4	138,316	386,229	245,897	760,993	11.7
Operating income			52,139	1.6		140,831	4.3	303,252	4.7
IV. Non-operating income									
Interest income		75			1,562		124		
Dividend income		760			165		760		
Gain on sales of investments in marketable securities		47,713			-		47,713		
Loss on insurance agencies		1,277			981		2,258		
Rent received		3,089			960		4,092		
Other		6,986	59,902	1.9	1,771	5,440	13,473	68,423	1.1
V. Non-operating expenses									
Investment business association operative loss		-			308		982		
Loss on retirement of fixed assets		979			88		1,289		
Expense for acquisition of treasury stock		17			-		29		
Other		753	1,750	0.1	38	435	944	3,245	0.1
Ordinary income			110,291	3.4		145,836	4.5	368,430	5.7
VI. Extraordinary gains									
Gain on sales of fixed assets	*1	-	-	-	-	-	8,699		
Investment securities sale gain	*2	-	-	-	4,732	4,732	67,554	76,254	1.2
VII. Extraordinary loss									
Investment securities appraisal loss		-			9,694		-		
Fixed assets sale is disadvantageous	*3	-			-		9,044		
Impairment loss	*4	113,961			-		113,961		
Company concerned stocks appraisal loss		-	113,961	3.5	-	9,694	23,884	146,890	2.3
Interim (current) net income before tax and other adjustments or net loss			(3,670)	(0.1)		140,875	297,793	4.6	
Corporate, resident and enterprise tax		110,738			92,219		216,558		
Adjustment of corporate tax, etc.		(87,584)	23,154	0.7	(33,621)	58,598	(54,821)	161,737	2.5
Minority stockholders loss or profit			1,287	0.0		(44)	1,575	0.0	
Interim (current) net income or net loss			(25,537)	(0.8)		82,232	137,632	2.1	

(3) Consolidated Earned Surplus Statement

(In thousands of yen)

Item	Notes	Previous Interim Consolidated Accounting Period (April 1, 2005 to September 30, 2005)		Previous Consolidated Fiscal Year Summary Consolidated Surplus Statements (April 1, 2005 to March 31, 2006)	
		Amount		Amount	
(Capital surplus)					
I. Outstanding balance of capital surplus at beginning of period			461,000		461,000
II. Decrease in capital surplus					
Loss on disposal of treasury stock		-	-	12,216	12,216
III. Outstanding balance of capital surplus at end of interim period			461,000		473,216
(Retained earnings)					
I. Outstanding balance of retained earnings at beginning of period			2,569,901		2,569,901
II. Increase in retained earnings					
Interim (current) net income		-	-	137,632	137,632
III. Decrease in retained earnings					
Interim (current) net loss		25,537		-	
Dividends		91,775		91,775	
Loss on disposal of treasury stock		1,092	118,405	-	91,775
IV. Outstanding balance of retained earnings at end of interim period			2,451,496		2,615,757

Intermediate connection capital stocks check which changes

	A capital stock				
	Capital	Capital surplus	Earned surpluses	Treasury stock	Capital stock total
March 31, 2006 balance	460,000	473,216	2,615,757	(45,256)	3,503,717
Amount of change in an intermediate connection fiscal term					
Allotment of a surplus fund			(93,996)		(93,996)
Decrease by a change of a connection range			(8,306)		(8,306)
Intermediate net income (1,000 yen)			82,232		82,232
Acquisition of treasury stock (1,000 yen)				(263)	(263)
Amount of change in an intermediate connection fiscal term of an item except a capital stock (A pure sum) (1,000 yen)					
Amount of change total in an intermediate connection fiscal term (1,000 yen)			(20,070)	(263)	(20,333)
September 30, 2006 balance (1,000 yen)	460,000	473,216	2,595,687	(45,519)	3,483,384

	Evaluation / the conversion balance			Subscription warrant	Minority stockholders share	Total net assets
	Money of others securities evaluation balance	Exchange conversion adjustment calculation	Totals such as evaluation / the conversion balance			
March 31, 2006 balance	188,318		188,318	1,560	342	3,693,939
Amount of change in an intermediate connection fiscal term						
Allotment of a surplus fund						(93,996)
Decrease by a change of a connection range						(8,306)
Intermediate net income (1,000 yen)						82,232
Acquisition of treasury stock (1,000 yen)						(263)
Amount of change in an intermediate connection fiscal term of an item except a capital stock (pure sum) (1,000 yen)	(74,897)	2,752	(72,145)		145	(72,000)
Amount of change total in an intermediate connection fiscal term (1,000 yen)	(74,897)	2,752	(72,145)		145	(92,333)
September 30, 2006 balance (1,000 yen)	113,421	2,752	116,173	1,560	487	3,601,605

(4) Consolidated Interim Statements of Cash Flows

(In thousands of yen)

		Previous Interim Consolidated Accounting Period (April 1, 2005 to September 30, 2005)	Current Interim Consolidated Accounting Period (April 1, 2006 to September 30, 2006)	Previous Consolidated Fiscal Year Summary Consolidated Cash Flow Statements (April 1, 2005 to March 31, 2006)
Item	Notes	Amount	Amount	Amount
I. Cash flows from operating activities				
Interim (current) net income before tax and other adjustments or net loss		(3,670)	140,875	297,793
Depreciation		15,182	14,723	29,687
Changes in allowances		81,248	73,049	37,248
Interest and dividend income		(835)	(1,726)	(884)
Gain on sales of investments in marketable securities		(47,713)	(4,732)	(115,268)
Investment securities appraisal loss		-	9,6694	-
Gain on sales of fixed assets		-	(224)	(8,699)
Fixed assets sale is disadvantageous		-	-	9,044
Impairment loss		113,961	-	113,961
Company concerned stocks appraisal loss		-	-	23,884
Changes in account receivable-trade		91,005	3,494	108,690
Changes in inventories		(6,346)	(19,870)	10,491
Changes in accounts payable-trade		(35,985)	3,252	(18,334)
Other		30,158	14,396	57,140
Subtotal		237,004	232,933	544,756
Interest and dividend income received		837	1,020	884
Income taxes paid		(72,792)	(153,210)	(145,696)
Net cash provided by operating activities		165,049	80,743	399,944

		Previous Interim Consolidated Accounting Period (April 1, 2004 to September 30, 2004)	Current Interim Consolidated Accounting Period (April 1, 2005 to September 30, 2005)	Previous Consolidated Fiscal Year Summary Consolidated Cash Flow Statements (April 1, 2004 to March 31, 2005)
Item	Notes	Amount	Amount	Amount
II. Cash flows from investing activities				
Payments for deposit in time deposits		(602)	(100,602)	(1,202)
Payments for purchases of tangible fixed assets		(694)	(12,146)	(3,768)
Proceeds from sale of tangible fixed assets		-	1,714	40,544
Payments for purchase of investments in marketable securities		(10,850)	(105,550)	(39,000)
Proceeds from sale of investments in marketable securities		76,203	10,632	149,758
Payments for reserve for reserve insurance		(46,937)	-	(76,000)
Proceeds from refund of insurance		20,715	-	99,716
Other		17,996	11,338	31,618
Net cash provided by investing activities		55,831	(194,613)	201,666
III. Cash flows from financing activities				
Payments for acquisition of treasury stock		(898)	(263)	(1,608)
Proceeds from disposal of treasury stock		12,997	-	81,844
Cash dividends paid		(90,976)	(93,784)	(91,409)
Proceeds from payments by minority shareholders		-	-	(1,290)
Net cash provided by financing activities		(78,877)	(94,048)	(12,463)
IV. Exchange difference of cash and cash equivalents		2,923	74	5,825
V. Changes in cash and cash equivalents		144,925	(207,844)	594,973
VI. Outstanding balance of cash and cash equivalents at beginning of period		1,883,361	2,478,334	1,883,361
VII. Cash with connection addition and the amount of increase and decrease of a cash equivalent		-	2,394	-
VIII. Outstanding balance of cash and cash equivalents at end of interim period		2,028,287	2,272,884	2,478,334