

Consolidated Interim Financial Statements

(1) Consolidated Interim Balance Sheets

(In thousands of yen)

Item	Notes	Previous Interim Consolidated Accounting Period ended September 30, 2006		Current Interim Consolidated Accounting Period ended September 30, 2007		Previous Consolidated Fiscal Year Summary Consolidated Balance Sheets for the Year ended March 31, 2007	
		Amount	Compo- sition Ratio (%)	Amount	Compo- sition Ratio (%)	Amount	Compo- sition Ratio (%)
(Assets)							
I. Current assets							
Cash and time deposits		2,286,027		1,927,612		2,192,231	
Accounts receivable		922,191		934,675		1,235,370	
Securities		-		599,926		300,000	
Inventories		37,131		44,827		25,023	
Other		205,091		229,759		221,222	
Allowance for bad debt		(489)		(648)		(648)	
Total current assets		3,449,952	74.6	3,736,151	76.0	3,973,200	80.3
II. Fixed assets							
1. Tangible fixed assets							
Buildings		192,756		200,007		192,756	
Accumulated depreciation		96,030		103,187		99,079	
Land							
Other		130,107		127,248		134,828	
Accumulated depreciation		89,932		84,094		93,990	
Total tangible fixed assets		323,176	7.0	326,625	6.6	320,790	6.5
2. Intangible fixed assets							
		29,230	0.6	38,570	0.8	42,655	0.9
3. Investment and other assets							
Investments in securities		483,602		379,749		187,008	
Other		380,126		477,294		465,046	
Allowance for bad debt		(42,556)		(42,556)		(42,556)	
Total investment and other assets		821,172	17.8	814,487	16.6	609,498	12.3
Total fixed assets		1,173,579	25.4	1,179,683	24.0	972,944	19.7
Total assets		4,623,531	100.0	4,915,834	100.0	4,946,145	100.0

(In thousands of yen)

Item	Notes	Previous Interim Consolidated Accounting Period ended September 30, 2006		Current Interim Consolidated Accounting Period ended September 30, 2007		Previous Consolidated Fiscal Year Summary Consolidated Balance Sheets for the Year ended March 31, 2007	
		Amount	Composition Ratio (%)	Amount	Composition Ratio (%)	Amount	Composition Ratio (%)
(Liabilities)							
I. Current liabilities							
Accounts payable		183,150		178,307		178,448	
Income taxes payable		98,917		88,777		161,592	
Reserve for bonus payment		305,248		335,236		326,616	
Other		243,014		341,830		278,359	
Total current liabilities		830,330	18.0	944,152	19.2	945,017	19.1
II. Fixed liabilities							
Reserve for retirement payments		61,064		44,568		58,396	
Reserve for retirement benefits for directors		128,315		151,090		135,498	
Other		2,216		1,172		1,694	
Total fixed liabilities		191,595	4.1	196,830	4.0	195,588	4.0
Total liabilities		1,021,925	22.1	1,140,983	23.2	1,140,606	23.1
(A department of net assets)							
I. Capital stocks							
1. Capital		460,000	10.0	491,031	10.0	491,031	9.9
2. Capital surplus		473,216	10.2	502,671	10.2	502,671	10.1
3. Earned surpluses		2,595,687	56.2	2,776,262	56.5	2,803,693	56.7
4. Treasury stock		(45,519)	(1.0)	(11,989)	(0.2)	(11,818)	(0.2)
Total Capital stock		3,483,384	75.4	3,757,975	76.5	3,785,577	76.5
II. Evaluation / the conversion balance							
1. Money of others securities evaluation balance		113,421	2.5	10,465	0.2	15,197	0.3
2. Exchange conversion adjustment calculation		2,752	0.0	5,466	0.1	3,902	0.1
Totals such as evaluation / the conversion balance		116,173	2.5	15,931	0.3	19,100	0.4
III. Subscription warrant							
1. Subscription warrant		1,560	0.0	150	0.0	150	0.0
Total subscription warrant		1,560	0.0				
IV. Minority stockholders share		487	0.0	793	0.0	711	0.0
Total net assets		3,601,605	77.9	3,774,850	76.8	3,805,538	76.9
Total debt net assets		4,623,531	100.0	4,915,834	100.0	4,946,145	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, 2006)		Current Interim Consolidated Accounting Period (April 1, 2006 to September 30, 2007)		Previous Consolidated Fiscal Year Summary Consolidated Profit and Loss statements (April 1, 2005 to March 31, 2007)				
		Amount	Percent age (%)	Amount	Percent age (%)	Amount	Percent age (%)			
I. Net sales			3,284,580	100.0		3,482,633	100.0		6,892,470	100.0
II. Cost of sales			2,757,519	84.0		2,867,318	82.3		5,647,945	81.9
Gross profit on sales			527,060	16.0		615,315	17.7		1,244,525	18.1
III. Selling, general and administrative expenses										
Salary and bonus		94,461			101,269			204,848		
Remuneration for directors		75,428			71,540			145,989		
Bonus provisions		16,108			20,805			19,969		
Retirement benefit expenses		7,941			5,624			11,718		
Provision for reserve for retirement benefits for directors		7,375			5,025			13,708		
Rental expenses		46,597			49,273			98,004		
Amount of loan loss reserve transfer		-			-			159		
Other		138,316	386,229	11.7	185,145	438,684	12.6	280,048	74,446	11.3
Operating income			140,831	4.3		176,631	5.1		470,078	6.8
IV. Non-operating income										
Interest income		1,562			6,744			4,298		
Dividend income		165			-			-		
Investment business association use gain		-			2,896			-		
Loss on insurance agencies		981			675			1,286		
Rent received		960			960			1,920		
Other		1,771	5,440	0.1	978	12,255	0.3	2,862	10,366	0.2
V. Non-operating expenses										
Loss on investment business association operative		308			-			2,094		
Loss on retirement of fixed assets		88			2,238			2,542		
Loss on foreign exchange		-			887			-		
Other		38	435	0.0	58	3,185	0.1	424	5,061	0.1
Ordinary income			145,836	4.4		185,701	5.3		475,382	6.9
VI. Extraordinary gains										
Gain on sales of fixed assets		-			-			-		
Investment securities sale gain		4,732	4,732	0.2	-	-	-	45,731	45,731	0.7
VII. Extraordinary loss										
Investment securities appraisal loss		9,694	9,694	0.3	608	608	0.0	19,192	19,192	0.3
Interim (current) net income before tax and other adjustments or net loss			140,875	4.3		185,092	5.3		501,922	7.3
Corporate, resident and enterprise tax		92,624			85,699			251,231		
Adjustment of corporate tax, etc.		(34,025)	58,598	1.8	556	86,255	2.5	(39,647)	211,584	3.1
Minority stockholders loss or profit			44	0.0		82	0.0		99	0.0
Interim (current) net income or net loss			82,232	2.5		98,755	2.8		290,239	4.2

(3) Consolidated Interim Statements of Cash Flows

(In thousands of yen)

		Previous Interim Consolidated Accounting Period (April 1, 2006 to September 30, 2006)	Current Interim Consolidated Accounting Period (April 1, 2007 to September 30, 2007)	Previous Consolidated Fiscal Year Summary Consolidated Cash Flow Statements (April 1, 2006 to March 31, 2007)
Item	Notes	Amount	Amount	Amount
I. Cash flows from operating activities				
Interim (current) net income before tax and other adjustments or net loss		140,875	185,092	501,922
Depreciation		14,723	15,867	29,307
Connection adjustment calculation amortization		-	20,431	-
Changes in allowances		73,049	10,383	99,093
Interest and dividend income		(1,726)	(6,894)	(4,450)
Gain on sales of investments in marketable securities		(4,732)	-	(45,731)
Investment securities appraisal loss		9,694	608	19,192
Gain on sales of fixed assets		(224)	-	(224)
Changes in account receivable-trade		3,494	309,016	(309,639)
Changes in inventories		(19,870)	(19,803)	(7,763)
Changes in accounts payable-trade		3,252	1,123	(2,516)
Other		14,396	1,219	77,201
Subtotal		232,933	517,045	356,392
Interest and dividend income received		1,020	5,072	2,980
Income taxes paid		(153,210)	(168,038)	(257,113)
Net cash provided by operating activities		80,743	354,079	102,259

		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
II. Cash flows from investing activities				
Payments for deposit in time deposits		(100,602)	(500,631)	(101,202)
Expenditure by the loan of the short-term loan		-	-	(24,999)
Expenditure by the acquisition of securities		-	-	(300,000)
Payments for purchases of tangible fixed assets		(12,146)	(7,260)	(21,739)
Proceeds from sale of tangible fixed assets		1,714	-	1,994
Payments for purchase of investments in marketable securities		(105,550)	(198,363)	(108,700)
Proceeds from sale of investments in marketable securities		10,632	-	174,522
Expenditure by the acquisition of immaterial fixed assets		-	-	(22,368)
Proceeds from refund of insurance		-	1,461	-
Income by the acquisition of the new consolidated subsidiary		-	7,400	-
Other		11,338	3,802	(780)
Net cash provided by investing activities		(194,613)	(693,590)	(403,274)
III. Cash flows from financing activities				
Income by the publication of stocks		-	-	61,999
Payments for acquisition of treasury stock		(263)	(170)	(1,509)
Proceeds from disposal of treasury stock		-	-	32,000
Cash dividends paid		(93,784)	(125,607)	(94,032)
Net cash provided by financing activities		(94,048)	(125,777)	(1,540)
IV. Exchange difference of cash and cash equivalents		74	(35)	315
V. Changes in cash and cash equivalents		(207,844)	(465,325)	(302,239)
VI. Outstanding balance of cash and cash equivalents at beginning of period		2,478,334	2,178,489	2,478,334
VII. Cash with connection addition and the amount of increase and decrease of a cash equivalent		2,394	-	2,394
VIII. Outstanding balance of cash and cash equivalents at end of interim period		2,272,884	1,713,164	2,178,489