

November 9, 2006

## Brief Announcement on the Financial Results for the First Half of the Fiscal Year Ended September 30, 2006 (Consolidated)

Company : Quest Co., Ltd.

Code : 2332

(URL <http://www.quest.co.jp/>)

### 1. Consolidated Performance for the first half of FY 2006 (April 1, 2006 – September 30, 2006)

#### (1) Consolidated operating results

(In millions of yen)

	Net sales	Operating profit	Ordinary profit
Results for first half of FY 2006	3,284(+2.1%)	140(170.1%)	145(+32.2%)
Results for the first half of FY 2005	3,216(+2.4%)	52(-23.7%)	110(+52.1%)
FY 2006 results	6,470	303	368

	Net profit for the first half of the fiscal year (in millions of yen)	Net profit per share for the first half of the fiscal year	Net profit per share after adjustment of latent shares for the first half of the fiscal year
Results for first half of FY 2006	82( -- )	26.25 yen	25.99 yen
Results for the first half of FY 2005	-25( -- )	-8.32 yen	( -- )
FY 2006 results	137	44.62 yen	44.14 yen

Note:

- Changes in investment by the equity method : First half of FY 2006 --;  
First half of FY 2005 --;  
FY 2006 --
- Average number of shares during term (consolidated): First half of FY 2006 = 3.13 million shares;  
First half of FY 2005 = 3.06 million shares;  
FY 2006 = 3.08 million shares
- Changes in accounting principles : none
- Figures in parenthesis for net sales, operating profit, ordinary profit and net interim profit are year-on-year interim growth rates.

(2) Consolidated financial position

	Total assets (in millions of yen)	Shareholder's equity (in millions of yen)	Ratio of shareholder's equity	Shareholder's equity per share
At end of September 2006	4,623	3,601	77.9%	1,148.91 yen
At end of September 2005	4,332	3,406	78.6%	1,106.95 yen
At end of March 2006	4,668	3,692	79.1%	1,178.35 yen

Note: Number of outstanding stocks at end of term (consolidated):

First half of FY 2006 = 3.13 million shares;

First half of FY 2005 = 3.07 million shares;

FY 2006= 3.13 million shares

(3) Consolidated cashflow position

(In millions of yen)

	Cashflow from operating activities	Cashflow from investment activities	Cashflow from financing activities	Cash and cash equivalents at end of term
First half of FY 2006	80	-194	-94	2,272
First half of FY 2005	165	55	-78	2,028
FY 2006	399	201	-12	2,478

(4) Items related to the extent of consolidation and the application of the equity method

Number of consolidated subsidiaries: 4;

Number of nonconsolidated subsidiaries to which the equity method is applied: none;

Number of nonconsolidated affiliates to which the equity method is applied: none

(5) Changes in the extent of consolidation and the application of the equity method

Number of newly consolidated subsidiaries: 2;

Number of consolidated subsidiaries removed: none;

Number of newly nonconsolidated subsidiaries to which the equity method is applied: none;

Number of nonconsolidated affiliates to which the equity method is no longer applied: none

2. Forecast Consolidated Performance for FY 2006 (April 1, 2006- March 31, 2007)

(In millions of yen)

	Net sales	Operating profit	Ordinary profit
FY 2006 forecast	6,792	440	246

Reference: Forecast FY 2006 net profit per share = 59.52 yen

## Summary of Non-consolidated Financial Statements for the First Half of Fiscal 2006

Company : Quest Co., Ltd.

Code : 2332

(URL <http://www.quest.co.jp/>)

Date of the meeting of the board of directors for account settlement: November 9, 2006

Presence of an interim dividend system : Yes

Start day for interim dividend payment : -- date, -- month, -- year

Adoption of stock unit system : Yes (one unit = 100 shares)

## 1. Performance for the first half of FY 2006(April 1, 2006 – September 30, 2006)

## (1) Operating results

(In millions of yen)

	Net sales	Operating profit	Ordinary profit
First half of FY 2006	3,182(+4.3%)	118(+24.7%)	131( - 17.4%)
First half of FY 2005	3,050(-0.5%)	94(+86.6%)	158(+152.6%)
FY 2006	6,187	337	418

	Net profit for the first half (in millions of yen)	Net profit per share for the first half
First half of FY 2006	70 (190.1%)	22.35 yen
First half of FY 2005	24 (-35.6%)	7.86 yen
FY 2006 results	101	33.03 yen

Note:

- Average number of shares during term : First half of FY 2006 = 3.13 million shares;  
First half of FY 2005 = 3.06 million shares;  
FY 2006 = 3.08 million shares
- Changes in accounting principles :none
- Figures in parenthesis for net sales, operating profit, ordinary profit and net interim profit are year-on-year interim growth rates.

(2) Dividend position

	Interim dividend per share	Annual dividend per share
First half of FY 2006	--	--
First half of FY 2005	--	--
FY 2006	--	30.00 yen

(3) Financial position

	Total assets (in millions of yen)	Shareholder's equity (in millions of yen)	Ratio of shareholder's equity	Shareholder's equity per share
At end of September 2006	4,451	3,451	77.5%	1,101.29 yen
At end of September 2005	4,245	3,349	78.9%	1,088.40 yen
At end of April 2006	4,498	3,549	78.9%	1,132.86 yen

- (Note) 1. Number of issued shares at end of term : First half of FY 2006 = 3.13 million shares;  
First half of FY 2005 = 3.07 million shares;  
FY 2005 = 3.13 million shares
2. Treasury stock at end of term : First half of FY 2006 = 45,993 shares;  
First half of FY 2005 = 101,810 shares;  
FY 2006 = 45,783 shares

2. Forecast Performance for FY 2006 (April 1, 2006 - March 31, 2007)

	Net sales (in millions of yen)	Operating profit (in millions of yen)	Ordinary profit (in millions of yen)	Annual dividend per share (yen)	
				Term end	
FY 2006 forecast	6,603	426	238	30.00	30.00

Reference: Forecast FY 2006 net profit per share = 57.58 yen