



FYE September 2008 Financial Report

November 10, 2008

Company Name SK-Electronics Co., Ltd.	Listed Exchange JASDAQ
Code No. 6677	URL http://www.sk-el.co.jp
Representative (Title) President	(Name) Yoshitada Nogami
Contact (Title) Director, Strategic Planning	(Name) Hideaki Horiuchi
Scheduled Date for Annual Shareholders' Meeting December 19, 2008	Scheduled Dividend Payment Date December 22, 2008
Scheduled Date for Submitting Annual Report December 19, 2008	TEL (075) 441-2333

(Rounded down to the nearest ¥million)

1. CONSOLIDATED RESULTS OF OPERATIONS FOR FYE 9/2008 (OCTOBER 1, 2007 THROUGH SEPTEMBER 30, 2008)

(1) Consolidated Results of Operations (% indicates increases/ decreases vs. Prior Year)

	Net Sales		Operating Income		Ordinary Income		Net Income	
	¥millions	%	¥millions	%	¥millions	%	¥millions	%
FYE9/2008	17,161	-6.5	1,046	500.9	886	566.3	417	688.3
FYE9/2007	18,344	-0.2	174	-90.6	133	-92.9	52	-94.9

	Net Income per Share		Diluted Net Income per Share		Return on Equity	Ordinary Income to Total Assets Ratio	Operating Income to Net Sales Ratio
	¥Hundredths		¥Hundredths		%	%	%
FYE9/2008	3,677	92	—	—	3.7	3.5	6.1
FYE9/2007	488	50	—	—	0.5	0.5	0.9

(Reference) Equity in Earnings (Loss) of Unconsolidated Subsidiaries and Affiliates

	FYE 9/20/08	— million	FYE 9/20/07	— million
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(2) Consolidated Financial Standing

	Total Assets		Net Assets		Equity Ratio	Net Assets per Share	
	¥millions		¥millions		%	¥ hundredths	
FYE9/2008	25,709		13,209		44.0	99,845	41
FYE9/2007	25,376		13,226		44.4	99,371	54

(Reference) Owned Capital FYE9/2008 11,324 million FYE9/2007 11,271 million

(3) Selected Consolidated Cash Flow Information

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at End of Year
	¥millions	¥millions	¥millions	¥millions
FYE9/2008	4,568	-4,533	603	2,167
FYE9/2007	4,010	-3,586	-375	1,599

2. Dividends

(Date of Record)	Dividends			Total Cash Dividends (FY)	Dividend Payout Ratio (Consolidated)	Dividends on Equity (Consolidated)
	Interim Period End	Period End	FY			
	¥ Hundredths	¥ Hundredths	¥ Hundredths			
FYE9/2007	—	750 00	750 00	85,070	153.5	0.8
FYE9/2008	—	800 00	800 00	90,732	21.8	0.8
FYE 9/2009 (Projected)	—	400 00	400 00	—	129.6	—

3. PROJECTIONS OF RESULTS OF OPERATIONS FOR FYE 9/2008 (OCTOBER 1, 2009 THROUGH SEPTEMBER 30, 2009)

(% indicates increase/ decrease compared to Prior Year (Annual) or Prior Interim Period (Interim))

	Net Sales		Operating Income		Ordinary Income		Net Income		Net Income per Share	
	¥millions	%	¥millions	%	¥millions	%	¥millions	%	¥	hundredths
Interim	9,765	17.8	-660	-240.5	-745	-317.2	-770	-569.9	-6,788	57
Annual	24,000	39.9	290	-72.3	120	-86.5	35	-91.6	308	57

4. Other

(1) Changes in Material Subsidiaries during the Period (changes in subsidiaries that cause a change in the scope of consolidation) None

(2) Changes in Accounting Principles, Procedures or Methods with respect to the Preparation of Consolidated Financial Statements (changes in important items affecting the preparation of consolidated financial statements)

① Changes due to Revision of Accounting Standards None

② Changes other than ①, above None

(3) Shares Issued and Outstanding (Common Stock)

①	Shares Issued and Outstanding, End of Period (including Treasury Stock)	FYE 9/2008	113,684 shares	FYE 9/2007	113,684 shares
②	Treasury Stock, End of Period	FYE 9/2008	268.55 shares	FYE 9/2007	256.65 shares

(Reference) Overview of Non-Consolidated Results of Operations

1. NON-CONSOLIDATED RESULTS OF OPERATIONS FOR FYE 9/2008 (OCTOBER 1, 2007 THROUGH SEPTEMBER 30, 2008)

(1) Non-Consolidated Results of Operations (% indicates increases/ decreases vs. Prior Year)

	Net Sales		Operating Income		Ordinary Income		Net Income	
	¥millions	%	¥millions	%	¥millions	%	¥millions	%
FYE 9/2008	14,063	-5.3	708	124.3	735	37.9	327	2.3
FYE 9/2007	14,857	-8.4	315	-66.7	533	-56.9	320	-58.7

	Net Income per Share		Diluted Net Income per Share	
	¥ hundredths	¥ hundredths	¥ hundredths	¥ hundredths
FYE 9/2008	2,889	97	—	—
FYE 9/2007	2,957	25	—	—

(2) Non-Consolidated Financial Standing

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share	
	¥millions	¥millions	%	¥ hundredths	¥ hundredths
FYE 9/2008	21,025	10,696	50.9	94,313	31
FYE 9/2007	19,102	10,489	54.9	92,476	51

(Reference) Owned Capital FYE 9/2008 10,696million FYE 9/2007 10,489 million

2. PROJECTION OF NON-CONSOLIDATED RESULTS OF OPERATIONS FOR FYE 9/2009 (OCTOBER 1, 2008 THROUGH SEPTEMBER 30, 2009)

(% indicates increase/ decrease compared to Prior Year (Annual) or Prior Interim Period (Interim))

	Net Sales		Operating Income		Ordinary Income		Net Income		Net Income per Share	
	¥millions	%	¥millions	%	¥millions	%	¥millions	%	¥	Hundredths
Interim	8,490	26.0	-525	-275.0	-610	-288.3	-660	-484.4	-5,818	77
Annual	21,270	51.2	490	-30.8	320	-56.5	155	-52.7	1,366	53

(Note regarding future projections and statements)

The above forecasts are based on information available at the time, and are based on reasonable information. Actual results may vary from projections due to various factors. Please See Page 6 "1. Results of Operations (3) Next-Period Projections" for more information related to notes to this Financial Report.

(1) Analysis of Results of Operations

a) Overview of the Current Period

During the current consolidated period, the stall of the U.S. economy due to the failure of major financial institutions, in addition to increased oil prices, soaring materials costs and the sub-prime loan problems, has echoed worldwide, resulting in a much higher risk of economic recession.

Given this economic climate, the Company Group has continued to focus on greater product capacity and cost reduction activities in order to respond to customer demands, striving to inspire greater customer trust by rapidly responding to resolve technological and other issues, having sales, engineering, production and management departments work as one unified team.

As a result, Net Sales for the Company Group during the current consolidated fiscal year was ¥17.161 billion (a 6.5% year-on-year decrease); however, Operating Income was ¥1.046 billion (a 500.9% year-on-year increase), Ordinary Income was ¥886 million (a 566.3% year-on-year increase), and Net Income for the current fiscal year was ¥417 million (a 688.3% year-on-year increase), representing decreased revenues and increased profitability compared to the prior year.

An overall domestic demand falloff, including that for large-format photomasks, has resulted in decreased revenues; however, the result of lower depreciation expense and cost improvements (cost savings), as well as an increase in demand for multi-tone photomasks, has led to significant profit increases as compared to the prior year.

Next, we will offer an overview of our business.

Comprehensive Large-Format Photomask Business

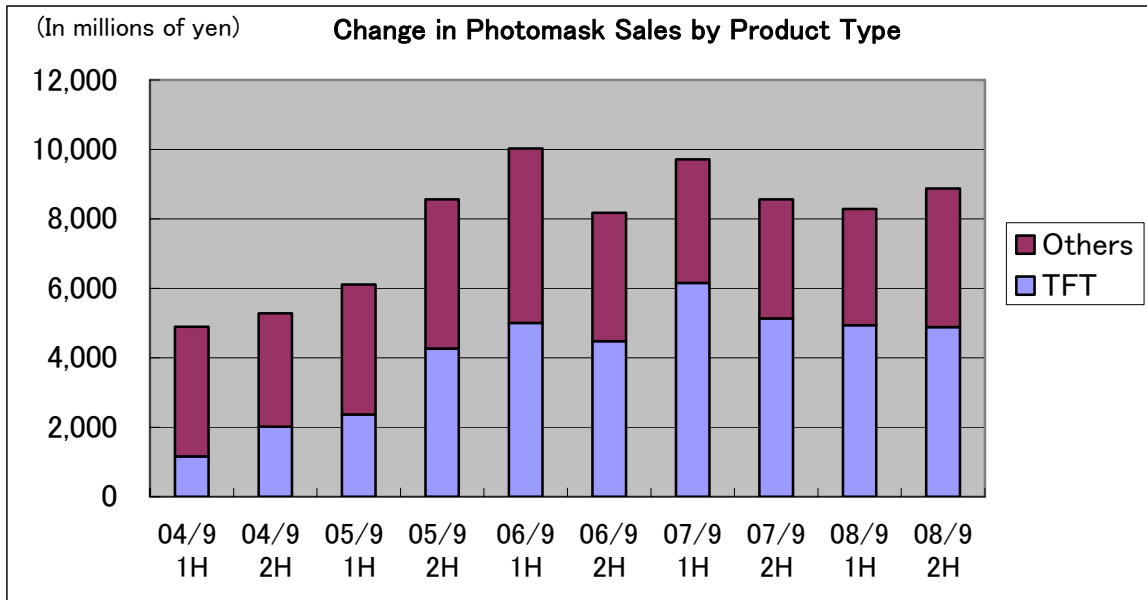
Net Sales	17,161 billion yen	(6.1% decrease compared to the prior period)
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During the first half of the current consolidated period, the LCD panel industry experienced large-scale production increases among panel manufacturers, with continued full operation of panel production lines for LCD panels for notebook computers, monitors, and LCD televisions 40 inches and smaller. However, during the second half of the current consolidated fiscal year, the industry experienced an excess of LCD panel supply due to the creation of new production lines combined with a slowdown in large-format LCD television sales.

Given these conditions, demand for development photomasks decreased during the first quarter due to a decrease in new equipment development (associated with production lines continuing in full activity) generally implemented during the first quarter of the fiscal year when panel manufacturing lines experience a slack period. During the second quarter, demand for high value-added multi-tone photomasks increased despite of production lines continuing in full activity. During the third and fourth quarters, increased production lines at overseas LCD panel manufacturers led to greater demand for photomasks for new lines and strong growth; however, demand for small- and mid-sized masks in our domestic markets continued to experience a significant decrease throughout the year.

Overall, results progressed generally in line with plan. Despite this fact, the significant decrease in demand for small- and mid-sized masks in the domestic market led to a decline in sales, resulting in Net Sales of ¥17.161 billion (6.1% year-on-year decrease) for our Comprehensive Large-Format Photomask Business.

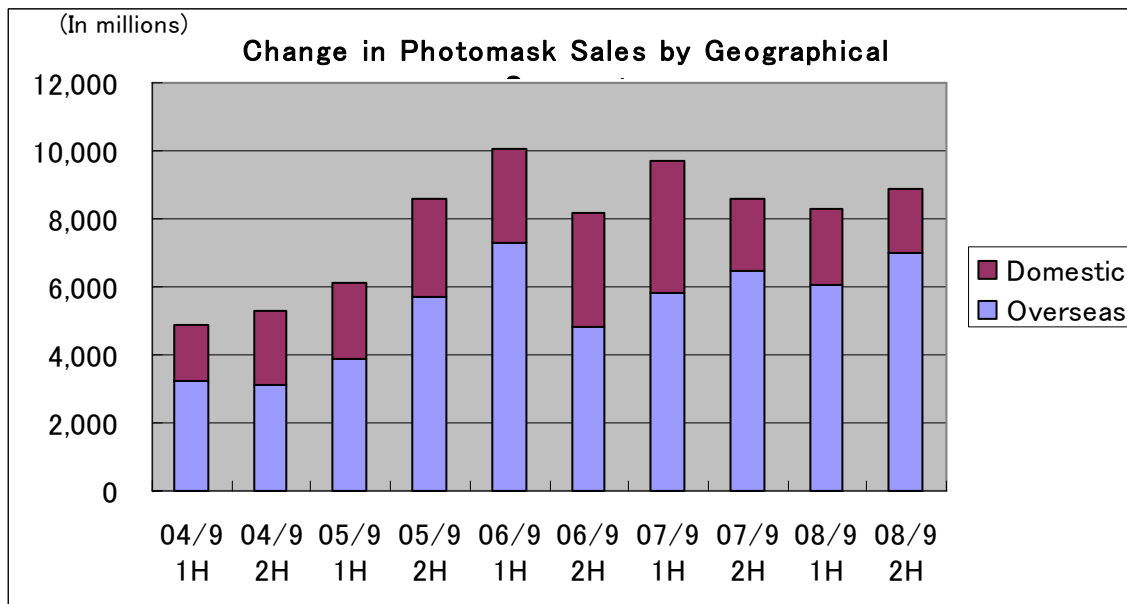
Broken out by product, Net Sales for TFT Photomasks experienced a 12.9% year-on-year decrease, amounting to ¥9.831 billion.



(Reference) Change in Photomask Sales by Product Type (Unit : Millions of yen)

	04/9 1H	04/9 2H	05/9 1H	05/9 2H	06/9 1H	06/9 2H	07/9 1H	07/9 2H	08/9 1H	08/9 2H
TFT	1,160	2,021	2,370	4,269	5,005	4,479	6,156	5,131	4,942	4,888
Others	3,732	3,258	3,736	4,291	5,025	3,700	3,555	3,431	3,346	3,983
Total	4,892	5,279	6,107	8,560	10,031	8,179	9,711	8,583	8,289	8,872

Broken out by region, domestic Net Sales experienced a 30.8% year-on-year decrease to ¥4.136 billion, while overseas Net Sales amounted to a record ¥13.024 billion, a 5.9% year-on-year increase.



(Reference) Change in Photomask Sales by Geographical Segment (Unit: Millions of yen)

	04/9 1H	04/9 2H	05/9 1H	05/9 2H	06/9 1H	06/9 2H	07/9 1H	07/9 2H	08/9 1H	08/9 2H
Overseas	3,226	3,113	3,871	5,718	7,280	4,796	5,823	6,474	6,031	6,993
Domestic	1,666	2,166	2,236	2,842	2,750	3,383	3,888	2,088	2,257	1,878
Total	4,892	5,279	6,107	8,560	10,031	8,179	9,711	8,563	8,289	8,872

② Outlook for the Next Period

We expect mid- and long-term expansion in demand for large-format photomasks, driven mainly by investment in new production lines by LCD panel makers in response to demand for LCD televisions and the need to respond to increased panel size. In addition, development into new uses for LCD panels is ongoing, representing another factor behind our confidence in the continued growth potential of the market.

Given the growth in the photomask market over the mid- and long-term, we project a change in the timing of new line launches due to the earnings trends among LCD panel manufacturers; however, the construction of a 10th generation large-format LCD panel factory by Sharp Corporation, the new launch of 8th generation lines by overseas manufacturers, and other factors lead us to conclude that there will be an overall increase in demand for large-format photomasks during the next fiscal year.

Accordingly, the Company has taken the lead in building a next-generation (10th generation and beyond) large-format photomask manufacturing facility, operations of which will begin in earnest in January 2009.

However, we have forecast a continuing decline in unit prices for LCD televisions and other consumer products, as well as an accompanying demand for lower component costs to ensure the profits of the LCD panel manufacturers. Therefore, we project a unit price decline for photomasks, making for a difficult business environment. Against this backdrop, we intend to differentiate ourselves as a Corporate Group by uncovering customer needs in advance for enhanced technology proposals and building a greater ability to rapidly respond through a coordinated effort by our sales, technical, production and management groups. We will also engage in sweeping cost reduction efforts in order to minimize the effects of further falls in photomask unit prices.

For the next fiscal year, we expect a consolidated Net Sales to increase by 39.9%, resulting in ¥24 billion, while non-consolidated Net Sales will increase by 51.2%, reaching ¥21.2 billion. We also project that consolidated Ordinary Income will decrease by 13.5% to ¥120 million, with non-consolidated Ordinary Income decreasing by 45.3% to ¥320 million.

The full operation of the Shiga Plant is one major factor behind our projected increase in revenues. The expected decrease in profits is due to first-year amortization of capital investment in plant construction, and increased depreciation expenses.

As the leading company in the LCD glass substrate photomask industry, we will continue to grow and develop. We ask for your continued support in our efforts.

(2) Analysis of Financial Condition

a) Assets, Liabilities, and Net Assets

Assets totaled ¥25.709 billion, an increase of ¥333 million over the end of the prior consolidated fiscal period. This increase was mainly due to the advancement of depreciation in Machinery, Equipment and Vehicles, and an increase in Construction in Progress related to the construction of the Shiga Plant.

Total Liabilities increased over the prior consolidated fiscal year by ¥350 million, reaching ¥12.5 billion. This increase was mainly due to an increase in Long-Term Loans.

Net Assets decreased by ¥17 million compared to the prior consolidated fiscal year, amounting to ¥13.209 billion. This change was mainly due to an increase in Retained Earnings and a decrease in Foreign Exchange Translation Adjustments.

b) Cash Flows

Cash and Cash Equivalents ("Cash") amounted to ¥2.167 billion during the current consolidated period, a ¥568 million increase compared to the end of the prior fiscal year.

(Cash Flows from Operating Activities)

Cash earned from Operating Activities during the current consolidated period totaled ¥4.568 billion (¥558 million increase compared to the prior period). This increase was mainly due to a Net Income before Taxes and Other Adjustments of ¥749 million (increase of ¥631 million compared to the prior period), Depreciation Expense of ¥2.665 billion (¥784 million decrease compared to the prior period), and a decrease in Accounts Receivable of ¥687 million (¥166 million decrease compared to the prior period).

(Cash Flows from Investing Activities)

Cash used as a result of Investing Activities during the current consolidated period was ¥4.533 billion (increase of ¥947 million compared to the prior period). This increase was mainly due to payments of ¥4.190 billion (¥902 million decrease compared to the prior year) for the purchase of Tangible Fixed Assets.

(Cash Flows from Financing Activities)

Cash resulting from Financing Activities during the current consolidated period was ¥603 million (¥978 million increase compared to the prior period). This increase was mainly due to cash inflow of ¥2.6 billion (decrease of ¥695 million compared to the prior period) from Long-Term Loans and repayments of Long-Term Loans of ¥1.678 billion (increase of ¥109 million compared to the prior period).

(Reference) Cash-Flow Ratio Trends

	FYE 9/2006	FYE 9/2007	FYE 9/2008
Equity Ratio (%)	39.6	44.4	44.0
Market Value Equity Ratio (%)	75.3	30.5	16.3
Interest-Bearing Liabilities to Cash Flow (%)	2.0	1.9	1.7
Interest Coverage Ratio (times)	33.4	25.6	33.6

※Equity Ratio: Owned Capital / Total Assets

Market Value Equity Ratio: Market Capitalization / Total Assets

Interest-Bearing Liabilities to Cash Flow: Interest-Bearing Liabilities / Cash Flows

Interest Coverage Ratio: Cash Flows / Interest Payments

- (Note) 1. The above indices have been calculated using consolidated financial figures.
2. Market Capitalization: Closing Share Price at Year End × Total Shares Issued and Outstanding at Year End
3. Cash Flows used are Cash Flows from Operating Activities.
4. Interest-Bearing Liabilities are all consolidated liabilities from the Balance Sheet for which interest is being paid.
5. Interest Payments is the amount of interest paid from the Statement of Cash Flows.

(3) Our Basic Policy regarding Profit Distribution, Dividends for this current and next Period.

① Our Basic Policy regarding Profit Distribution

Basic Management Policies regarding Profit Distribution and Current Period/ Next Period Dividends

The Company believes that sharing Company profits with our shareholders is one of our most important management concerns, and our Basic Policy is to implement consistent profit distributions to our shareholders, in proper consideration of changes in the operating results of the Company. We will declare dividends in light of the availability of internal funds required for investment in equipment and research and development to expand our business, and our projections of future operating results, etc.

② Dividends for this Period

For this period, we plan to distribute period-end dividends amounting to 800 yen per share in accordance with our basic policy regarding profit distribution.

③ Projections regarding the Distribution of Dividends from Surplus for the Next Period

Regarding our company's dividends from surplus for the period ending September 2009, we are planning to distribute dividends amounting to 800 yen per share in accordance with our basic policy regarding profit distribution.

3 Management Policies

(1) Basic Company Management Policies

The guiding management policy of the Company is “Creation and Harmony.” Our goal is to be a Company that pursues harmony among business, society, nature and people, contributing to an abundant society, both physically and spiritually, through the creation of beneficial products that meet society’s needs.

Our Company aims to build a management structure capable of building continued growth and revenues through the effective utilization of internal and external management resources, responding quickly and appropriately to environmental changes in the rapidly growing Electronics Industry. At the same time, we also wish to contribute to society as a socially valuable technology company that plays a significant role in the fine-technology based electronics industry.

(2) Objectives and Management Performance Indicators

The main performance indicators targeted by the SK-Electronics Group are as follows:

	FYE 9/2006	FYE 9/2007	FYE 9/2008	Target
Net Sales to Ordinary Income Ratio <Profitability Indicator>	10.2%	0.7%	5.2%	< 10.0%
Equity Ratio <Safety Indicator>	39.6%	44.4%	44.0%	< 40.0%
Net Sales to R&D Cost Ratio <New Development Indicator>	1.5%	1.5%	1.4%	5.0%

※The indicators above are calculated based on consolidated financial figures.

※Regarding the “Net Sales to Ordinary Income Ratio” which is a profitability indicator, while the Company has not achieved its target due to intensified competition in the market, we are focusing on profitability improvements through reductions in materials and other costs and improved added value through differentiation.

※Regarding the “Equity Ratio” which is a safety indicator, although continued capital investment coordinated with market trends has resulted in the current level, we will continue to strive to improve these figures through the repayment of interest-bearing debt from cash flow from operating activities, as well as by considering various capital procurement methods such as raising capital from capital markets, etc.

※We use the “Net Sales to R&D Cost Ratio” which is an indicator of new development, to determine whether we are actively developing new technology necessary for the continued growth of our company. At the present time, we have not yet reached the target level, but we will continue to focus our efforts to achieve the target level in the future.

(3) Mid- and Long-Term Management Strategy and Important Issues

The environment surrounding the Company Group’s Comprehensive Large-Format Photomask Business is extremely difficult at present, with liquid crystal panel manufacturers demanding continued price cuts in photomask unit prices and increased price competition among Company competitors. In response to this environment, the Company Group has engaged in “Speedy Management,” making a major investment to lead the world in the construction of a new plant for 10th generation photomask production in order to continue growth and to return profits to our shareholders.

In order to secure our standing among top manufacturers, the Company Group has come together in a united front to address the following three issues, guided by our mantra to “create future value through wisdom and passion.”

① Full Operation of a Next-Generation Large-Format Photomask Plant

The LCD panel industry is fully expected to transition to larger panel sizes mainly for LCD televisions in the mid- and long-term, as indicated by the investment of Sharp Corporation into a 10th generation large-format panel plant to be constructed in Sakai City, Osaka. All of the other LCD panel makers are expected to invest in new lines to meet increased demand for more and larger 8th generation and next-generation panels.

Given these conditions, the Company has constructed a next-generation large-format photomask manufacturing plant in Shiga (“Shiga Plant”), which will begin full operations in January 2009.

② Profitability Improvements in the Comprehensive Large-Format Photomask Business

In our current Comprehensive Large-Format Photomask Business (8th generation and older photomasks), the Company has poured more efforts into marketing in order to quickly detect and respond to LCD panel manufacturer capital investment plans and production trends. In addition, the Company is engaging in initiatives to improve profitability through productivity improvements, reductions in fixed costs, and lower materials procurement costs.

③ Early Commercialization of New Business Segments

Projections indicate that the Comprehensive Large-Format Photomask Business will experience increased demand for large-format panels, driven by the liquid crystal television market; however, it appears from a long-term perspective that the market is steadily reaching a stage of maturity, with slowing growth rates. For the Company Group to achieve continuing growth, we must construct business segments that will become new pillars of revenue in as early a time frame as possible. The Company is studying internal research and development, the adoption of external technologies, and other initiatives across a wide range, aiming for early business commercialization by engaging in the efficient focus of management resources.

(4) Internal Management Structure Development/ Operations

A discussion of this topic can be found in our corporate governance report, “Basic Philosophies regarding Internal Control Systems and the State of their Effectiveness.”

4 Consolidated Financial Statements
(1) Consolidated Balance Sheet

区分	Note	Prior Consolidated Fiscal Year (FYE 9/2007)		Current Consolidated Fiscal Year (FYE 9/2008)	
		Amount (¥thousands)	Ratio (%)	Amount (¥thousands)	Ratio (%)
(Assets)					
I Current Assets					
1 Cash and Deposits		1,599,449		2,167,912	
2 Notes and Accounts Receivable, Trade	※ 3	4,818,209		3,942,992	
3 Inventory		2,327,507		2,180,209	
4 Deferred Tax Assets		50,661		227,673	
5 Accounts Receivable		838,087		492,978	
6 Other		55,304		63,018	
Allowance for Doubtful Accounts		-31,922		-471	
Total Current Assets		9,657,298	38.1	9,074,314	35.3
II Fixed Assets					
1 Tangible Fixed Assets					
(1) Buildings and Structures	※ 1	2,759,515		2,535,995	
(2) Machinery, Equipment and Vehicles	※ 2	9,341,364		6,934,315	
(3) Land	※ 2	1,574,035		1,607,750	
(4) Construction in Progress		1,358,351		4,761,140	
(5) Other		153,549		146,176	
Total Tangible Fixed Assets		15,186,816	59.8	15,985,378	62.2
2 Intangible Fixed Assets					
(1) Software		86,836		316,879	
Total Intangible Fixed Assets		86,836	0.3	316,879	1.2
3 Investments and Other Assets					
(1) Investment Securities		271,298		125,296	
(2) Long-Term Loans		733		1,636	
(3) Deferred Tax Assets		—		28,605	
(4) Other	※ 2	204,229		205,908	
Allowance for Doubtful Accounts		-30,671		-28,136	
Total Investments and Other Assets		445,588	1.8	333,310	1.3
Total Fixed Assets		15,719,241	61.9	16,635,567	64.7
Total Assets		25,376,539	100.0	25,709,881	100.0

Accounts	Note	Prior Consolidated Fiscal Year (FYE 9/2007)		Current Consolidated Fiscal Year (FYE 9/2008)	
		Amount (¥thousands)	Ratio (%)	Amount (¥thousands)	Ratio (%)
(Liabilities)					
I Current Liabilities					
1 Notes and Accounts Payable, Trade	※ 3	3,843,533		3,336,202	
2 Short-Term Loans	※ 2	502,189		600,000	
3 Current Portion of Long-Term Debt	※ 2	1,844,054		1,954,410	
4 Accounts Payable		139,100		331,937	
5 Accrued Expenses		257,848		327,555	
6 Accrued Corporate Taxes		—		338,943	
7 Reserve for Directors' Bonuses		—		28,000	
8 Equipment Notes Payable	※ 3	111,353		3,351	
9 Current Portion of Equipment Accounts Payable		338,374		345,752	
10 Other		253,928		123,986	
Total Current Liabilities		7,290,381	28.7	7,390,141	28.7
II Long-Term Liabilities					
1 Long-Term Loans Payable	※ 2	4,196,881		4,802,784	
2 Long-Term Equipment Accounts Payable		595,149		249,396	
3 Deferred Tax Liabilities		7,095		—	
4 Other		60,220		57,880	
Total Long-Term Liabilities		4,859,345	19.2	5,110,061	19.9
Total Liabilities		12,149,727	47.9	12,500,203	48.6

Accounts	Note	Prior Consolidated Fiscal Year (FYE 9/2007)		Current Consolidated Fiscal Year (FYE 9/2008)	
		Amount (¥thousands)	Ratio (%)	Amount (¥thousands)	Ratio (%)
I Shareholders' Equity					
1 Capital Stock					
2 Capital Surplus		4,109,722	16.2	4,109,722	16.0
3 Retained Earnings		4,335,413	17.1	4,335,413	16.9
4 Treasury Stock		2,761,112	10.9	3,092,458	12.0
Total Shareholders' Equity		-48,390	-0.2	-48,116	-0.2
II Valuation and Translation Adjustments		11,157,857	44.0	11,489,478	44.7
1 Valuation Differences for Other Securities					
2 Foreign Exchange Translation Adjustment		45,540	0.2	10,513	0.0
Total Valuation and Translation Adjustments		68,052	0.2	-175,980	-0.7
III Minority Interest in Consolidated Subsidiaries		113,592	0.4	-165,466	-0.7
Total Net Assets		1,955,362	7.7	1,885,667	7.4
Total Liabilities and Net Assets		13,226,812	52.1	13,209,678	51.4
(Net Assets)		25,376,539	100.0	25,709,881	100.0

2) Consolidated Statement of Income

Accounts	Note	Prior Consolidated Fiscal Year (From October 1, 2006 To September 30, 2007)		Current Consolidated Fiscal Year (From October 1, 2007 To September 30, 2008)			
		Amount (¥thousands)	(%)	Amount (¥thousands)	(%)		
I Net Sales			18,344,870	100.0	17,161,200	100.0	
II Cost of Sales			16,281,933	88.8	13,808,277	80.5	
Gross Profit			2,062,936	11.2	3,352,922	19.5	
III Selling, General and Administrative Expenses	※1,2		1,888,787	10.3	2,306,420	13.4	
Operating Income			174,149	0.9	1,046,502	6.1	
IV Non-Operating Income							
1 Interest Income		983			2,705		
2 Dividend Income		3,606			2,823		
3 Real Estate Rental Income		24,112			24,152		
4 Commissions Received		30,909			31,365		
5 Foreign Exchange Gains		71,873			—		
6 Other		26,985	158,470	0.9	69,050	130,096	0.8
V Non-Operating Expenses							
1 Interest Expense		156,183			136,567		
2 Cost of Real Estate Rentals		13,103			12,160		
3 Foreign exchange losses		—			57,361		
4 Lease Payments		29,460			29,460		
5 Other		851	199,598	1.1	54,694	290,243	1.7
Ordinary Income			133,021	0.7		886,355	5.2
VI Extraordinary Income							
1 Subsidies	※3	44,726			6,174		
2 Reversal of Allowance for Doubtful Accounts		—	44,726	0.2	35,632	41,806	0.2
VII Extraordinary Loss							
1 loss on revaluation of Investment securities		—			87,132		
2 Retirement benefit expenses		—			44,369		
3 Loss on Disposal of Fixed Assets	※4	27,874			46,761		
4 Provision for Doubtful Accounts		31,445	59,319	0.3	—	178,263	1.0
Income before Income Taxes and Other			118,427	0.6		749,898	4.4
Corporate, Residence, and Business Taxes		188,808			424,791		
Prior Year Corporate, Residence, and Business Taxes		32,289			—		
Adjustments for Corporate and Other Taxes		29,626	250,724	1.3	-190,126	234,665	1.4
Minority Interest in Income or Loss			-185,218	-1.0		98,061	0.6
Net Income			52,921	0.3		417,171	2.4

(3) Consolidated Statement of Changes in Shareholders' Equity
 Prior Consolidated Fiscal Year (From October 1, 2006 to September 30, 2007)
 (Unit: ¥thousands)

	Shareholders' Equity				
	Capital Stock	Capital Surplus	Retained Earnings	Treasury Stock	Total Shareholders' Equity
Balance on September 30, 2006	3,729,025	3,954,782	2,912,916	-48,579	10,548,144
Changes during the Consolidated Fiscal Year					
New issue of stock	380,697	380,697			761,394
Dividends from Surplus			-204,710		-204,710
Net Income			52,921		52,921
Disposal of Treasury stock		-65	-14	188	107
Changes during the Consolidated Fiscal Year (net) in Accounts other than Shareholders' Equity					
Total Changes during the Consolidated Fiscal Year	380,697	380,631	-151,803	188	609,713
Balance on September 30, 2007	4,109,722	4,335,413	2,761,112	-48,390	11,157,857

	Valuation and Translation Adjustments			Minority Interests	Total Net Assets
	Valuation Differences in Available-for-Sale Securities	Translation Adjustments	Total Valuation and Translation Adjustments		
Balance on September 30, 2006	86,790	94,398	181,188	2,239,108	12,968,441
Changes during the Consolidated Fiscal Year					
New issue of stock					761,394
Dividends from Surplus					-204,710
Net Income					52,921
Disposal of Treasury stock					107
Changes during the Consolidated Fiscal Year (net) in Accounts other than Shareholders' Equity	-41,250	-26,345	-67,596	-283,746	-351,342
Total Changes during the Consolidated Fiscal Year	-41,250	-26,345	-67,596	-283,746	258,370
Balance on September 30, 2007	45,540	68,052	113,592	1,955,362	13,226,812

Current Consolidated Fiscal Year (From October 1, 2007 to September 30, 2008)
(Unit: ¥thousands)

	Shareholders' Equity				
	Capital Stock	Capital Surplus	Retained Earnings	Treasury Stock	Total Shareholders' Equity
Balance on September 30, 2007	4,109,722	4,335,413	2,761,112	-48,390	11,157,857
Changes during the Consolidated Fiscal Year					
New issue of stock					
Dividends from Surplus			-85,070		-85,070
Net Income			417,171		417,171
Acquisition of Treasury stock				-706	-706
Disposal of Treasury stock			-754	980	226
Changes during the Consolidated Fiscal Year (net) in Accounts other than Shareholders' Equity					
Total Changes during the Consolidated Fiscal Year			331,346	274	331,620
Balance on September 30, 2008	4,109,722	4,335,413	3,092,458	-48,116	11,489,478

	Valuation and Translation Adjustments			Minority Interests	Total Net Assets
	Valuation Differences in Available-for-Sale Securities	Translation Adjustments	Total Valuation and Translation Adjustments		
Balance on September 30, 2007	45,540	68,052	113,592	1,955,362	13,226,812
Changes during the Consolidated Fiscal Year					
New issue of stock					
Dividends from Surplus					-85,070
Net Income					417,171
Acquisition of Treasury stock					-706
Disposal of Treasury stock					226
Changes during the Consolidated Fiscal Year (net) in Accounts other than Shareholders' Equity	-35,027	-244,032	-279,059	-69,695	-348,754
Total Changes during the Consolidated Fiscal Year	-35,027	-244,032	-279,059	-69,695	-17,133
Balance on September 30, 2008	10,513	-175,980	-165,466	1,885,667	13,209,678

(4) Consolidated Statement of Cash Flows

		Prior Consolidated Fiscal Year (From October 1, 2006 To September 30, 2007)	Current Consolidated Fiscal Year (From October 1, 2007 To September 30, 2008)
Accounts	Note	Amount (¥thousands)	Amount (¥thousands)
I Cash Flows from Operating Activities			
1 Income before Income Taxes and Other		118,427	749,898
2 Depreciation Expense		3,449,634	2,665,463
3 Increase in Allowance for Doubtful Accounts		23,804	-31,402
4 Increase in Reserve for Directors' Bonuses (Decrease		-48,000	28,000
5 Interest Income and Dividend Income		-4,589	-5,528
6 Interest Expense		156,183	136,567
7 Loss on Disposal of Fixed Assets		27,874	46,761
8 Retirement benefit expenses		—	44,369
9 loss on revaluation of Investment securities		—	87,132
10 Decrease in Accounts Receivable (Increase(-))		854,007	687,984
11 Decrease in Inventory (Increase(-))		982,709	96,551
12 Increase in Accounts Payable (Decrease(-))		-416,176	-401,713
13 Increase in Other Accounts Payable		25,584	196,397
14 Decrease in Consumption Tax Receivable		241,288	—
15 Other		-819,248	447,103
Subtotal		4,591,501	4,747,585
16 Interest and Dividends Received		4,422	5,706
17 Interest Paid		-156,871	-135,888
18 Corporate and Other Taxes Paid		-428,946	-88,555
19 Income from refunded corporation tax		—	39,330
Cash Flows from Operating Activities		4,010,106	4,568,178
II Cash Flows from Investing Activities			
1 Expenditures for the Acquisition of Tangible Fixed Assets		-5,092,872	-4,190,548
2 Income from the Sale of Tangible Fixed Assets		1,584,701	—
3 Expenditures for the Acquisition of Intangible Fixed Assets		-24,897	-298,987
4 Expenditures for the Acquisition of Investment Securities		-53,000	—
5 Increase in Loan Receivables		-800	-1,700
6 Collection of Loans		845	797
7 Other		-100	-42,870
Cash Flows from Investing Activities		-3,586,124	-4,533,309
III Cash Flows from Financing Activities			
1 Net Increase in Short-Term Loans (Decrease(-))		-2,071,418	105,780
2 Proceeds from Long-Term Loans Payable		3,295,430	2,600,000
3 Repayment of Long-Term Loans Payable		-1,568,612	-1,678,434
4 Repayment of Long-Term Equipment Accounts Payable		-506,741	-338,374
5 Proceeds from the Issuance of Stock		761,394	—
6 Expenditure for the Purchase of Treasury Stock		—	-706
7 Proceeds from the Sale of Treasury Stock		107	226
8 Cash Dividends		-204,710	-85,070
9 Payment of Cash Dividends to Minority Shareholders		-80,581	—
Cash Flows from Financing Activities		-375,131	603,421
IV Exchange Differences in Cash and Cash Equivalents		-2,823	-69,827
V Increase in Cash and Cash Equivalents		46,025	568,462
VI Cash and Cash Equivalents, Beginning of Period		1,553,423	1,599,449
VII Cash and Cash Equivalents, End of Period	※ 1	1,599,449	2,167,912

(Segment Information)

1 Segment Information by Business

Prior Consolidated Fiscal Year (From October 1, 2006 to September 30, 2007)

	Comprehensive Large-Format Photomask Business (¥thousands)	Circuit Verification Support Tool Business (¥thousands)	Total (¥thousands)	Elimination or Corporate (¥thousands)	Consolidated (¥thousands)
I Net Sales and Operating Income					
Net Sales					
(1) Net Sales to Outside Customers	18,274,879	69,991	18,344,870	—	18,344,870
(2) Inter-Segment Sales/ Transfers	—	—	—	—	—
Total	18,274,879	69,991	18,344,870	—	18,344,870
Operating Expenses	17,779,813	226,871	18,006,685	164,035	18,170,720
Operating Income or Operating Expense (-)	495,065	-156,880	338,184	(164,035)	174,149
II Expenditures related to Assets, Depreciation Expense, or Capital					
Assets	23,131,107	131,944	23,263,052	2,113,487	25,376,539
Depreciation Expense	3,389,367	9,989	3,399,357	50,277	3,449,634
Capital-Related Expenditures	3,464,907	841	3,465,748	25,738	3,491,486

(Note) 1 Segment classifications are made based on a consideration of the type and similar nature of the products in question.

2 Major Products by Segment

(1) Comprehensive Large-Format Photomask Business……Design/manufacture of photomasks for display devices, photomasks for hybrid ICs, photomasks for etching, and photomasks for various types of gauges

(2) Circuit Verification Support Tool Business……Circuit design, pattern design, manufacture of printed circuit boards, and development/manufacture of various types of test boards

3 The amount of unallocated Operating Expenses included in “Elimination or Corporate” accounts totaled ¥164,035 thousand, the majority of which were costs related to Company administrative functions.

4 The amount of total Company assets included in the “Elimination or Corporate” category amounted to ¥2,113,487 thousand, the majority of which consisted of surplus funds (cash), long-term investment funds (Investment Securities), and assets in the Administrative and Property Management divisions.

Current Consolidated Fiscal Year (From October 1, 2007 to September 30, 2008)

At a board of directors meeting held October 9, 2007, the Company resolved to divest its Circuit Verification Support Tools segment, transferring the business to Accverinos Co., Ltd. as of October 16, 2007. Accordingly, this section is not applicable due to the fact that only one business segment is in operation.

2 Segment Information by Geographical Location

Prior Consolidated Fiscal Year (From October 1, 2006 to September 30, 2007)

	Japan (¥thousands)	Asia (¥thousands)	Total (¥thousands)	Elimination or Corporate (¥thousands)	Consolidated (¥thousands)
I Net Sales and Operating Income					
Net Sales					
(1) Net Sales to Outside Customers	12,161,463	6,183,407	18,344,870	—	18,344,870
(2) Inter-Segment Sales/ Transfers	2,695,868	93,623	2,789,491	(2,789,491)	—
Total	14,857,331	6,277,030	21,134,362	(2,789,491)	18,344,870
Operating Expenses	14,377,548	6,705,010	21,082,559	(2,911,838)	18,170,720
Operating Income/loss	479,783	-427,980	51,802	122,346	174,149
II Assets	17,309,838	8,924,398	26,234,236	(857,696)	25,376,539

(Note) 1. Basis for geographic segmentation of countries or regions and major components of each segment

(1) Countries and regions are segmented by geographical proximity.

(2) Major components Asia: Taiwan, Korea

2. Unallocated operating expenses included in the “Elimination or Corporate” category totaled ¥164,035 thousand, the majority of which are the costs for the Company’s administrative functions.

3. The amount of total Company assets included in the “Elimination or Corporate” category amounted to ¥2,11,487 thousand, the majority of which consisted of surplus funds (cash), long-term investment funds (Investment Securities), and assets in the Administrative and Property Management divisions.

Current Consolidated Fiscal Year (From October 1, 2007 to September 30, 2008)

	Japan (¥thousands)	Asia (¥thousands)	Total (¥thousands)	Elimination or Corporate (¥thousands)	Consolidated (¥thousands)
I Net Sales and Operating Income					
Net Sales					
(1) Net Sales to Outside Customers	11,457,491	5,703,708	17,161,200	—	17,161,200
(2) Inter-Segment Sales/ Transfers	2,605,665	293,410	2,899,075	(2,899,075)	—
Total	14,063,156	5,997,118	20,060,275	(2,899,075)	17,161,200
Operating Expenses	13,168,553	5,772,362	18,940,915	(2,826,217)	16,114,698
Operating Income	894,602	224,756	1,119,359	(72,857)	1,046,502
II Assets	19,261,534	7,322,258	26,583,792	(873,910)	25,709,881

(Note) 1. Basis for geographic segmentation of countries or regions and major components of each segment

(1) Countries and regions are segmented by geographical proximity.

(2) Major components Asia: Taiwan, Korea

2. Unallocated operating expenses included in the “Elimination or Corporate” category totaled ¥186,241 thousand, the majority of which are the costs for the Company’s administrative functions.

3. The amount of total Company assets included in the “Elimination or Corporate” category amounted to ¥2,621,872 thousand, the majority of which consisted of surplus funds (cash), long-term investment funds (Investment Securities), and assets in the Administrative and Property Management divisions.

3 Overseas Net Sales

Prior Consolidated Fiscal Year (From October 1, 2006 to September 30, 2007)

	Asia	Other	Total
I Overseas Net Sales (¥thousands)	6,733,063	—	6,733,063
II Consolidated Net Sales (¥thousands)	18,344,870		
III Ratio of Overseas Net Sales to Consolidated Net Sales (%)	36.7	—	36.7

(Note) 1. Segmentation of countries and regions is based on geographical proximity.

2. Major countries and regions outside Japan

Asia: Taiwan, South Korea, China, Singapore

3. Overseas sales represent sales of the Company and its consolidated subsidiaries in the countries and regions outside Japan.

Current Consolidated Fiscal Year (From October 1, 2007 to September 30, 2008)

	Asia	Other	Total
I Overseas Net Sales (¥thousands)	5,788,785	—	5,788,785
II Consolidated Net Sales (¥thousands)	17,161,200		
III Ratio of Overseas Net Sales to Consolidated Net Sales (%)	33.7	—	33.7

(Note) 1. Segmentation of countries and regions is based on geographical proximity.

2. Major countries and regions outside Japan

Asia: Taiwan, South Korea, China, Singapore

3. Overseas sales represent sales of the Company and its consolidated subsidiaries in the countries and regions outside Japan.

5 Non-Consolidated Financial Statements

(1) Balance Sheet

Accounts	Note	Period 6 (FYE 9/2007)		Period 7 (FYE 9/2008)	
		Amount (¥thousands)	Ratio (%)	Amount (¥thousands)	Ratio (%)
(Assets)					
I Current Assets					
1 Cash and Deposits		1,259,419		1,372,083	
2 Notes Receivable, Trade	※ 5	92,527		53,996	
3 Accounts Receivable, Trade	※ 1	3,513,903		3,102,374	
4 Raw Materials		1,568,918		1,323,990	
5 Work in Progress		157,876		108,536	
6 Stores		91,084		139,584	
7 Prepaid Expenses		38,300		34,185	
8 Deferred Tax Assets		64,782		178,074	
9 Accounts Receivable		900,991		606,598	
10 Other		8,520		5,909	
Allowance for Doubtful Accounts		-36,000		-377	
Total Current Assets		7,660,324	40.1	6,924,955	32.9
II Fixed Assets					
1 Tangible Fixed Assets	※ 2				
(1) Buildings	※ 3	2,433,065		2,241,936	
(2) Structures		48,242		39,980	
(3) Machinery and Equipment	※ 3	3,536,900		2,652,606	
(4) Transportation Equipment		149		119	
(5) Tools, Furniture and Fixtures		137,175		134,895	
(6) Land	※ 3	1,574,035		1,607,750	
(7) Construction in Progress		1,194,338		4,760,142	
Total Tangible Fixed Assets		8,923,905	46.7	11,437,431	54.4
2 Intangible Fixed Assets					
(1) Software		85,980		315,982	
Total Intangible Fixed Assets		85,980	0.5	315,982	1.5
3 Investments and Other Assets					
(1) Investment Securities		271,298		125,296	
(2) Investment in Affiliates		2,000,281		2,078,169	
(3) Long-Term Loans to Employees		733		1,636	
(4) Guarantee Deposits		42,724		33,380	
(5) deferred income tax asset		—		28,605	
(6) Other		117,638		80,296	
Allowance for Doubtful Accounts		-10		-1	
Total Investments and Other Assets		2,432,665	12.7	2,347,383	11.2
Total Fixed Assets		11,442,551	59.9	14,100,797	67.1
Total Assets		19,102,876	100.0	21,025,753	100.0

Accounts	Note	Period 6 (FYE 9/2007)		Period 7 (FYE 9/2008)	
		Amount (¥thousands)	Ratio (%)	Amount (¥thousands)	Ratio (%)
(Liabilities)					
I Current Liabilities					
1 Notes Payable, Trade	※ 5		2,939,155		2,640,253
2 Accounts Payable, Trade			703,407		574,598
3 Short-Term Loans	※ 3		280,000		600,000
4 Current Portion of Long-Term Debt	※ 3		1,002,614		1,134,748
5 Accounts Payable			202,694		484,462
6 Accrued Expenses			147,985		239,749
7 Accrued Corporate Taxes			—		319,000
8 Deposits Received			24,510		21,715
9 Reserve for Directors' Bonuses			—		28,000
10 Equipment Notes Payable	※ 5		111,353		3,351
11 Current Portion of Long-Term Equipment Accounts Payable			338,374		345,752
12 Other			132,925		96,981
Total Current Liabilities			5,883,019	30.8	6,488,613
II Long-Term Liabilities					
1 Long-Term Loans Payable	※ 3		2,068,026		3,533,278
2 Long-Term Equipment Accounts Payable			595,149		249,396
3 Deferred Tax Liabilities			7,095		—
4 Other			60,220		57,880
Total Long-Term Liabilities			2,730,490	14.3	3,840,554
Total Liabilities			8,613,510	45.1	10,329,167
(Net Assets)					
I Shareholders' Equity					
1 Capital Stock			4,109,722	21.5	4,109,722
2 Capital Surplus					
(1) Additional Paid-In Capital		4,335,413			4,335,413
(2) Capital Surplus			4,335,413	22.7	4,335,413
3 Retained Earnings					
(1) Legal Retained Earnings		21,500			21,500
(2) Other Retained Earnings					
General Deposits		1,400,000			1,500,000
Retained Earnings Carried Forward		625,580			767,553
Total Retained Earnings			2,047,080	10.7	2,289,053
4 Treasury Stock			-48,390	-0.2	-48,116
Total Shareholders' Equity			10,443,825	54.7	10,686,072
II Valuation and Translation Adjustments					
1 Valuation Differences for Other Securities			45,540	0.2	10,513
Total Valuation and Translation Adjustments			45,540	0.2	10,513
Total Net Assets			10,489,366	54.9	10,696,586
Liabilities and Total Net Assets			19,102,876	100.0	21,025,753

(2) Statement of Income

Accounts	Note	Period 6 (From October 1, 2006 To September 30, 2007)		Period 7 (From October 1, 2007 To September 30, 2008)	
		Amount (¥thousands)	(%)	Amount (¥thousands)	(%)
I Net Sales					
1 Product Net Sales	※ 4	12,807,306		11,847,914	
2 Materials Net Sales	※ 4	1,880,993		2,048,833	
3 Other Net Sales	※1,4	169,031	14,857,331	166,408	14,063,156
100.0				100.0	
II Cost of Sales					
1 Cost of Goods Manufactured		11,070,495		9,227,597	
2 Purchase of Finished Goods		153,633		152,646	
Total		11,224,129		9,380,243	
3 Cost of Finished Products Sold		11,224,129		9,380,243	
4 Materials Cost of Sales		1,725,904	12,950,034	1,982,621	11,362,864
87.2					80.8
Gross Profit			1,907,297		2,700,291
12.8					19.2
III Selling, General and Administrative Expenses	※2,3		1,591,550		1,991,930
10.7					14.2
Operating Income			315,747		708,361
2.1					5.0
IV Non-Operating Income					
1 Interest Income		639		1,319	
2 Dividend Income	※ 4	108,183		2,823	
3 Real Estate Rental Income		24,112		24,152	
4 Technical Consulting Fees	※ 4	183,350		119,139	
5 Other	※ 4	49,479	365,765	55,119	202,553
2.5					1.4
V Non-Operating Expenses					
1 Interest Expense		105,021		81,212	
2 Cost of Real Estate Rentals		13,103		12,160	
3 Lease Payments		29,460		29,460	
4 Other		851	148,436	52,944	175,777
1.0					1.2
Ordinary Income			533,076		735,136
3.6					5.2
VI Extraordinary Income					
1 Reversal of Allowance for Doubtful Accounts		—		35,632	
2 Subsidies	※ 5	44,726	44,726	6,174	41,806
0.3					0.3
VII Extraordinary Loss					
1 loss on revaluation of Investment securities		—		87,132	
2 Retirement benefit expenses		—		44,369	
3 Loss on Disposal of Fixed Assets	※ 6	4,050	4,050	35,707	167,209
0.0					1.2
Income before Taxes			573,751		609,733
3.9					4.3
Corporate, Residence, and Business Taxes		188,808		407,085	
Prior Year Corporate, Residence, and Business Taxes		32,289		—	
Adjustments for Corporate and Other Taxes		32,281	253,379	-125,150	281,935
1.7					2.0
Net Income			320,372		327,797
2.2					2.3

Schedule of Cost of Goods Manufactured

Accounts	Note	Period 6 (From October 1, 2006 To September 30, 2007)		Period 7 (From October 1, 2007 To September 30, 2008)	
		Amount (¥thousands)	Ratio (%)	Amount (¥thousands)	Ratio (%)
I Materials Cost		5,643,064	50.8	4,752,012	50.9
II Labor Cost		964,736	8.7	971,486	10.4
III Overhead Expenses	※ 1	4,502,095	40.5	3,620,381	38.7
Total Manufacturing Expenses		11,109,896	100.0	9,343,881	100.0
Work in Progress Inventory, Beginning of Period		171,708		157,876	
Total		11,281,605		9,501,757	
Work in Progress Inventory, End of Period		157,876		108,536	
Transfer to Other Accounts	※ 2	53,232		165,623	
Cost of Goods Manufactured		11,070,495		9,227,597	

Cost Calculation Method

Under a job-order costing system, Raw Materials Expense is calculated at actual cost, while the manufacturing cost for other expenses is calculated according to projected costs, with the difference between actual cost and projected cost allocated to Inventory and/ or Cost of Sales at the end of the period.

(注)

Period 6 (From October 1, 2006 To September 30, 2007)		Period 7 (From October 1, 2007 To September 30, 2008)	
※ 1 Major components of Manufacturing Expenses	(¥thousand)	※ 1 Major components of Manufacturing Expenses	(¥thousand)
Depreciation Expense	2,233,325	Depreciation Expense	1,272,914
Repairs Expense	467,634	Lease Expense	604,088
Processing Costs Paid to Subcontractors	271,392	Processing Costs Paid to Subcontractors	291,444
Packing and Transportation Expense	404,654	Outsourcing in Packing and Transportation Expense	421,757
Outsourcing Expense	93,045		
Consumable Supplies Expense	130,506		
※ 2 Major Components of Transfer to Other Accounts		※ 2 Major Components of Transfer to Other Accounts	
Presentation Expenses	30,823	Presentation Expenses	155,807
Research and Development Expenses	22,409		

(3) Statement of Changes in Shareholders' Equity
 Period 6 (From October 1, 2006 to September 30, 2007)

(Unit: ¥thousands)

	Shareholders' Equity			
	Capital Stock	Capital Surplus		
		Additional Paid-In Capital	Other Capital Surplus	Total Capital Surplus
Balance on September 30, 2006	3,729,025	3,954,716	65	3,954,782
Changes during the Fiscal Year				
New issue of stock	380,697	380,697		380,697
Dividends from Surplus				
Contingent reserve				
Net Income				
Disposal of Treasury stock			-65	-65
Changes during the Fiscal Year (net) other than Shareholders' Equity Accounts				
Total Changes during the Fiscal Year	380,697	380,697	-65	380,631
Balance on September 30, 2007	4,109,722	4,335,413	—	4,335,413

	Shareholders' Equity					
	Retained Earnings				Treasury Stock	Total Shareholders' Equity
	Legal Retained Earnings	Other Retained Earnings		Total Retained Earnings		
		General Deposits	Retained Earnings Carried Forward			
Balance on September 30, 2006	21,500	880,000	1,029,933	1,931,433	-48,579	9,566,661
Changes during the Fiscal Year						
New issue of stock						761,394
Dividends from Surplus			-204,710	-204,710		-204,710
Contingent reserve		520,000	-520,000			
Net Income			320,372	320,372		320,372
Disposal of Treasury stock			-14	-14	188	107
Changes during the Fiscal Year (net) other than Shareholders' Equity Accounts						
Total Changes during the Fiscal Year		520,000	-404,353	115,646	188	877,164
Balance on September 30, 2007	21,500	1,400,000	625,580	2,047,080	-48,390	10,443,825

	Valuation and Translation Adjustments		Total Net Assets
	Valuation Differences in Available-for-Sale Securities	Translation Adjustments	
Balance on September 30, 2006	86,790	86,790	9,653,452
Changes during the Fiscal Year			
New issue of stock			761,394
Dividends from Surplus			-204,710
Contingent reserve			
Net Income			320,372
Disposal of Treasury stock			107
Changes during the Fiscal Year (net) other than Shareholders' Equity Accounts	-41,250	-41,250	-41,250
Total Changes during the Fiscal Year	-41,250	-41,250	835,913
Balance on September 30, 2007	45,540	45,540	10,489,366

Period 7(From October 1, 2007 To September 30, 2008)

(Unit: ¥thousands)

	Shareholders' Equity		
	Capital Stock	Capital Surplus	
		Additional Paid-In Capital	Total Capital Surplus
Balance on September 30, 2007	4,109,722	4,335,413	4,335,413
Changes during the Fiscal Year			
New issue of stock			
Dividends from Surplus			
Reserve for General Deposits			
Net Income			
Acquisition of Treasury stock			
Disposal of Treasury stock			
Changes during the Fiscal Year (net) other than Shareholders' Equity Accounts			
Total Changes during the Fiscal Year			
Balance on September 30, 2008	4,109,722	4,335,413	4,335,413

	Shareholders' Equity					
	Retained Earnings				Treasury Stock	Total Shareholders' Equity
	Legal Retained Earnings	Other Retained Earnings		Total Retained Earnings		
		General Deposits	Retained Earnings Carried Forward			
Balance on September 30, 2007	21,500	1,400,000	625,580	2,047,080	-48,390	10,443,825
Changes during the Fiscal Year						
Dividends from Surplus			-85,070	-85,070		-85,070
Reserve for General Deposits		100,000	-100,000			
Net Income			327,797	327,797		327,797
Acquisition of Treasury stock					-706	-706
Disposal of Treasury stock			-754	-754	980	226
Changes during the Fiscal Year (net) other than Shareholders' Equity Accounts						
Total Changes during the Fiscal Year		100,000	141,972	241,972	274	242,247
Balance on September 30, 2008	21,500	1,500,000	767,553	2,289,053	-48,116	10,686,072

	Valuation and Translation Adjustments		Total Net Assets
	Valuation Differences in Available-for-Sale Securities	Translation Adjustments	
Balance on September 30, 2007	45,540	45,540	10,489,366
Changes during the Fiscal Year			
New issue of stock			
Issuance of New Shares			-85,070
Reserve for General Deposits			
Net Income			327,797
Acquisition of Treasury stock			-706
Disposal of Treasury stock			226
Changes during the Fiscal Year (net) other than Shareholders' Equity Accounts	-35,027	-35,027	-35,027
Total Changes during the Fiscal Year	-35,027	-35,027	207,220
Balance on September 30, 2008	10,513	10,513	10,696,586