

Fiscal year ended March 2008

Interim Consolidated Financial Results

(Half year ended September 30, 2007)

November 14, 2007

Company Name	Ahresty Corporation	Stock Exchange Listing	TSE Second Section
Code Number	5852	URL	http://www.ahresty.co.jp
Representative	President & CEO	Arata Takahashi	
Contact for inquiries	General Manager of Accounting Department	Kunitoshi Hinuma	TEL 03-5332-6001
Planned date for Submission of interim report			December 26, 2007
Planned date for start of dividend payments			December 14, 2007

(Amounts of less than 1 million yen are rounded off)

1. Business performance (April 1, 2007 through September 30, 2007)

(1) Consolidated Operating Results

(% shows change from previous interim term)

	Sales		Operating income		Recurring income	
	million yen	%	million yen	%	million yen	%
Half year ended September 2007	64,035	13.2	3,137	(13.9)	3,337	(8.1)
Half year ended September 2006	56,554	18.9	3,645	21.2	3,633	26.7
Year ended March 2007	122,761	-	7,944	-	7,934	-

	Net income		Net income per share	Fully diluted net income per share
	million yen	%	yen	yen
Half year ended September 2007	1,631	(19.1)	75.02	74.98
Half year ended September 2006	2,016	40.1	95.43	-
Year ended March 2007	7,528		351.15	351.11

(For reference) Investment gain or loss under equity method

Half year ended September 2007: -

Half year ended September 2006: 146 million yen

Year ended March 2007: 146 million yen

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	million yen	million yen	%	yen
Half year ended September 2007	106,373	46,066	43.3	2,116.17
Half year ended September 2006	94,846	38,850	40.9	1,785.15
Year ended March 2007	103,974	44,596	42.9	2,049.46

(For reference) Shareholders' equity

Half year ended September 2007: 46,017 million yen

Half year ended September 2006: 38,747 million yen

Year ended March 2007: 44,567 million yen

(3) State of consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Term-end balance of cash and cash equivalents
	millions yen	million yen	million yen	million yen
Half year ended September 2007	6,070	(9,539)	2,940	3,739
Half year ended September 2006	5,302	(5,449)	244	4,098
Year ended March 2007	10,497	(8,878)	(1,600)	4,185

2. Dividend payments

(Date of record)	Dividend per share		
	End of midterm	End of year	For the year
Year ended March 2007	yen 9.00	yen 14.00	yen 23.00
Year ended March 2008	9.00	-	
Year ending March 2008 (projection)	-	14.00	23.00

3. Consolidated forecasts for year ending March 2008 (April 1, 2007 – March 31, 2008)

(% shows change from previous term)

	Sales		Operating income		Recurring income		Net income		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Full year	134,000	9.2	6,800	(14.4)	7,100	(10.5)	3,800	(49.5)	174.75

4. Other matters

(1) Significant changes to subsidiaries during the current term (changes for a specified subsidiary accompanying a change in the scope of consolidation): None

(2) Change in accounting principles, procedures, or statement methods, etc. pertaining to the presentation of interim consolidated financial statements (matters reported under the heading of "Changes to the basis of presenting interim consolidated financial statements")

(i) Changes accompanying revision to accounting standards, etc.: Yes

(ii) Changes other than (i) above: None

(3) Number of shares outstanding (common stock)

(i) Number of shares outstanding at end of year (including treasury stock)

Half year ended September 2007: 21,778,220 shares

Half year ended September 2006: 21,778,220 shares

Year ended March 2007: 21,778,220 shares

(ii) Number of treasury stock at end of year

Half year ended September 2007: 32,442 shares

Half year ended September 2006: 72,824 shares

Year ended March 2007: 32,313 shares

(For reference) Outline of non-consolidated performance

1. Non-consolidated performance for half year ended September 2007 (April 1, 2007 – September 30, 2007)

(1) Non-consolidated operating results

(% shows change from previous interim term)

	Sales		Operating income		Recurring income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
Half year ended September 2007	52,361	7.8	1,595	(16.1)	1,694	(4.2)	1,356	39.6
Half year ended September 2006	48,563	17.7	1,902	80.7	1,769	85.5	971	79.0
Year ended March 2007	101,870	-	3,945	-	4,988	-	6,529	-

	Net income per share
	yen
Half year ended September 2007	62.37
Half year ended September 2006	45.87
Year ended March 2007	304.19

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	million yen	million yen	%	yen
Half year ended September 2007	81,431	34,034	41.7	1,562.84
Half year ended September 2006	72,601	27,593	38.0	1,268.85
Year ended March 2007	80,660	33,041	40.9	1,518.06

(For reference) Shareholders' equity

Half year ended September 2007: 33,985 million yen

Half year ended September 2006: 27,593 million yen

Year ended March 2007: 33,011 million yen

2. Non-consolidated forecasts for year ending March 2008 (April 1, 2007 – March 31, 2008)

(% shows change from previous term)

	Sales		Operating income		Recurring income		Net income		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Full year	110,000	8.0	3,450	(12.6)	3,550	(28.8)	2,400	(63.2)	110.37

Notes: Explanation for appropriate use of financial forecasts and other special remarks

1. The above forecasts are established based on information available at the time of creating the document and include uncertain factors. Actual business results may differ from the forecasts due to changes in business conditions, etc.
2. We have revised downward the forecast for the full year, taking into consideration the results for the interim period and our outlook.

1. Results of Operations

(1) Analysis of operating results

(Operating results)

In the interim period under review, the Japanese economy staged a modest recovery, attributable to rising capital expenditure backed by an improvement in corporate earnings and an increase in demand, and an improvement in employment conditions. The U.S. economy expanded, supported by a modest rise in consumption and capital expenditure, which overcame financial sector concerns. The Chinese economy continued to expand

In this situation, our group has continued to vigorously increase sales and enhance plant equipment at our plants both in Japan and abroad.

Therefore, operational results for the consolidated interim period under review were sales of ¥64,035 million (up 13.2% from the same period of the previous fiscal year), operating income of ¥3,137 million (down 13.9% from the same period of the previous fiscal year), recurring income of ¥3,337 million (down 8.1% from the previous fiscal year), and net income of ¥1,631 million (down 19.1% from the same period of the previous fiscal year).

Operating results by business segment are as follows:

In the Die Casting Business, sales amounted to ¥57,429 million (up 13.4% year on year), thanks to the expansion of sales of our mainstay auto parts for fuel-efficient, small and midsize automobiles, which are strengths of Japanese auto manufacturers. This sales growth offset uncertainties in the North American market, including the sub-prime lending concerns.

Operating income was ¥2,636 million (down 20.3%), as an increase in depreciation expenses in association with a tax revision and a deterioration in the productivity of certain consolidated subsidiaries outweighed our efforts to improve productivity, reduce costs and cut selling expenses.

In the Aluminum Business, sales increased to ¥3,908 million (increasing 6.0%), reflecting high selling prices in association with rising market prices of raw materials. Sales of aluminum ingots by volume in fact remained almost unchanged from the year-ago level at 0.6%. Operating income was ¥268 million (rising 49.0%), the result of improvements in profitability thanks to an increase in high-end products.

In the Proprietary Products Business, sales of aluminum panels rose to ¥2,008 million yen (up 40.5%), in association with our policy of specializing in aluminum panels. The result reflected increases in sales of IT-related products and Clean room flooring. Total sales in the business were ¥2,697 million (rising 22.0%). Operating income was ¥235 million (increasing 49.6%) as a result of the management of profit ratios.

Operating results by geographic segment are as follows:

(i) Japan

Sales were ¥54,188 million (up 13.1%), reflecting strong sales to auto manufacturers, our main customers. Operating income was ¥2,803 million (climbing 2.0%).

(ii) North America

Sales were ¥7,836 million (rising 2.4%). Although there were negative factors in the auto industry in the United States, including surging gasoline prices, their effects on Japanese manufacturers, our main customers, were small. However, operating income fell to ¥359 million (down 58.1%) partly because of the impact of intensifying price competition.

(iii) Other areas

The production base in China (Guangzhou Ahresty Casting Co., Ltd.), which operated for only part of the previous interim period, was in operation as planned. Consequently, sales rose significantly, to ¥2,009 million (increasing 104.5%). As a result of this rise in sales, operating income was ¥143 million (up 84.2%).

(Out look for Fiscal year ended March 2008)

Consolidated basis

(Millions of Yen)

	Sales	Operating Income	Recurring Income	Net Income
For the year ended March 2008	134,000	6,800	7,100	3,800
For the year ended March 2007	122,761	7,944	7,934	7,528
Increase/decrease	11,238	(1,144)	(834)	(3,728)
Rate of increase/decrease	9.2%	(14.4%)	(10.5%)	(49.5%)

Although the Japanese economy is expected to continue to grow moderately, backed by increasing demand in the private sector, uncertainties remain, including the slowdown in the U.S. economy and trends in raw material costs and crude oil prices.

The economic circumstances are likely to remain challenging.

In these circumstances, sales of the Group are expected to rise, as demand from auto manufacturers and automotive parts manufacturers, the main customers, should be solid. In contrast, income will be reduced by a rise in depreciation expenses associated with the tax amendments and the deterioration in the productivity of certain consolidated subsidiaries.

In this environment, sales are projected to be ¥134,000 million (up 9.2% year on year). Sales in the Die Casting Business will rise as favorable conditions in the auto industry, the main source of demand, are expected to continue in the next fiscal year. The performance of the Aluminum Business and Proprietary Products Business will also be good.

Operating income and recurring income are expected to be ¥6,800 million (down 14.4% year on year) and ¥7,100 million (falling 10.5%), respectively. Positive factors such as a production increase associated with an increase in orders in the Die Casting Business and manufacturing cost reduction activities will be more than offset by a hike in depreciation expenses (about ¥1,200 million) following the tax amendments and a deterioration in the productivity of certain consolidated subsidiaries.

Net income is expected to fall to ¥3,800 million (down 49.5%; in the previous fiscal year, an extraordinary gain of ¥4,670 million including a gain on the sale of land was recorded), partly because of the recording of retirement and severance expenses (about ¥600 million) as an extraordinary loss in the interim period under review in association with a change in the method of calculating retirement benefit liabilities at a consolidated subsidiary, from the simple method to the principle method.

The forecasts are calculated based on the following exchange rates: ¥115 against the US dollar and ¥14 against the renminbi.

(2) Analysis of financial position

(i) Assets, liabilities and net assets

Assets rose ¥2,399 million from the previous fiscal year, to ¥106,373 million. Major increases included ¥4,627 million in tangible fixed assets arising from capital expenditure, mainly in die casting plants overseas. The main decreases were ¥1,232 million in trade notes and accounts receivable and ¥581 million in cash and time deposits.

Liabilities rose ¥929 million to ¥60,307 million. Principal increases included ¥3,262 million in interest-bearing debt, including loans. The major fall was ¥996 million in notes and accounts payable.

Net assets increased ¥1,470 million to ¥46,066 million. The main rise was net income of ¥1,631 million. The principal decrease was dividends paid of ¥304 million. As a result, the equity ratio rose from 42.9% to 43.3%.

(ii) Cash flows

Consolidated cash and cash equivalents at the end of the interim period under review was ¥3,739 million, a fall of ¥358 million from the end of the previous interim period.

The following is the situation of each category of cash flow in the interim period:

(Cash flows from operating activities)

Net cash provided from operating activities rose ¥767 million from the previous interim term, to ¥6,070 million. The main factors were income before taxes of ¥2,602 million and depreciation of ¥4,350 million.

(Cash flows from investing activities)

Net cash used for investing activities rose ¥4,089 million to ¥9,539 million. The main factor was expense including ¥9,658 million for the acquisition of tangible fixed assets.

(Cash flows from financing activities)

Net cash provided from financing activities rose ¥2,695 million, to ¥2,940 million. The main factor was an increase in interest-bearing debt, including loans of ¥3,267 million. Dividend payments were ¥303 million.

Transition of index related to cash flows

	Fiscal year ended March 2004	Fiscal year ended March 2005	Fiscal year ended March 2006	Fiscal year ended March 2007	Half year ended September 2007
Equity Ratio (%)	30.7	32.2	41.8	42.9	43.3
Market Capitalization Equity Ratio (%)	26.5	49.9	76.6	66.7	43.8
Liabilities with Interest to Cash Flows (%)	206.6	154.5	140.4	112.0	123.7
Interest Coverage Ratio	23.9	30.5	37.3	29.3	33.6

Equity ratio: Shareholders' equity / Total assets

Market value-based equity ratio: Market capitalization / Total assets

Ratio of interest-bearing debt to cash flows: Interest-bearing debt / Cash flows.

(Cash flows from operating activities in the interim period have been doubled to give annualized figures.)

Interest coverage ratio: Cash flows / Interest paid.

(Note) 1. Each indicator is calculated based on consolidated figures.

2. Market capitalization is calculated based on the number of shares issued excluding treasury stock.

3. Cash flows mean cash provided by cash provided from operating activities.

4. Interest-bearing debt denotes all liabilities bearing interest recorded in the (interim) consolidated balance sheet.

(3) Basic policy on profit distribution

The Company views the continuing increase of corporate value as the most important return to shareholders. The Company's basic policy on dividends is to provide appropriate returns while bolstering the financial structure and the management base for business development in the medium and long terms. We pay dividends, taking into consideration the amount of investment necessary for medium- and long-term growth, the payout ratio, and consolidated results.

In principle, we pay a dividend twice a year (interim dividend and year-end dividend). The Board of Directors determines a dividend.

Based on the above policy, the Company has decided to pay a dividend per share of ¥9 for the interim period as planned at the beginning of the term. The annual dividend per share is expected to be ¥23 (an interim dividend of ¥9 and a year-end dividend of ¥14).

The Company's Articles of Incorporation stipulate that the Company can pay an interim dividend (the record date is September 30) under Article 454, paragraph 5 of the Corporate Code and that the Board of Directors can determine a dividend by resolution under Article 459, paragraph 1. By giving the Board of Directors the authority to determine a dividend, the Company intends to distribute profits to shareholders flexibly.

2. Overview of Corporate Group

The Group consists of the Company and 21 subsidiaries and engages in three businesses: the Die Casting Business, Aluminum Business and Proprietary Products Business.

The overview of each business and the positions of the Company and subsidiaries in each business are described below.

Note that the three businesses listed below are classified the same as in the section on information by business segment listed in the notes to "4. Interim Consolidated Financial Statements".

(1) Die Casting Business

Primary products include die castings, permanent mold castings, sand mold castings and die casting dies, primarily for automobiles and motorcycles.

Die cast products progress through a number of steps before reaching the customer, from product design (including melt filling and strength analyses), die production to trial and mass production (die casting, machining, etc). Most affiliated group companies are involved with the Die Casting Business, either handling a part of the die cast manufacturing process or providing the equipment used in this process.

(i) Die Castings

Domestically, our company manufactures and sells die castings, and subsidiaries including Ahresty Tochigi, Ahresty Kumamoto, Ahresty Yamagata and one other subsidiary manufacture die castings. Outside of Japan, Ahresty Wilmington Corporation in the US and Guangzhou Ahresty Casting Co., Ltd. in China manufacture and sell die castings. Ahresty Mexicana, S.A. de C.V., a subsidiary in Mexico, started to manufacture and sell die castings in August 2007. And Ahresty India Private Limited, a subsidiary in India, are planned to begin to manufacture and sell die castings in autumn 2008 respectively. Our company outsources the machining and assembly of die castings to the aforesaid companies as well as to subsidiary Tokai Seiko Co., Ltd and Hamamatsu Mecatec Corporation.

(ii) Permanent Mold Castings and Sand Mold Castings

Subsidiary Ahresty Light Metal Corporation manufactures permanent mold castings. Subsidiary Tenryu Metal Industry Co., Ltd. manufactures sand mold castings. Our company handles the sales of products manufactured by both companies.

(iii) Die Casting Dies

In addition to our company handling die design and sales, domestic subsidiaries including Ahresty Die Mold Hamamatsu Corporation and Ahresty Die Mold Corporation manufacture die casting dies. Outside of Japan, Thai Ahresty Engineering Co., Ltd. handles a part of die design. Thai Ahresty Die Co., Ltd., Ahresty Taiwan Die Mold Corporation, and Ahresty Precision Die Mold (Guangzhou) Co., Ltd. manufacture and sell die casting dies.

(iv) Die Cast Peripherals

CS Fuso Co., Ltd. and Ahresty Casting Support Corporation manufacture die cooling parts and such, and Ahresty Techno Service Corporation handles sales.

(2) Aluminum Business

Primary products include aluminum alloy ingots for die casting and aluminum alloy ingots for casting.

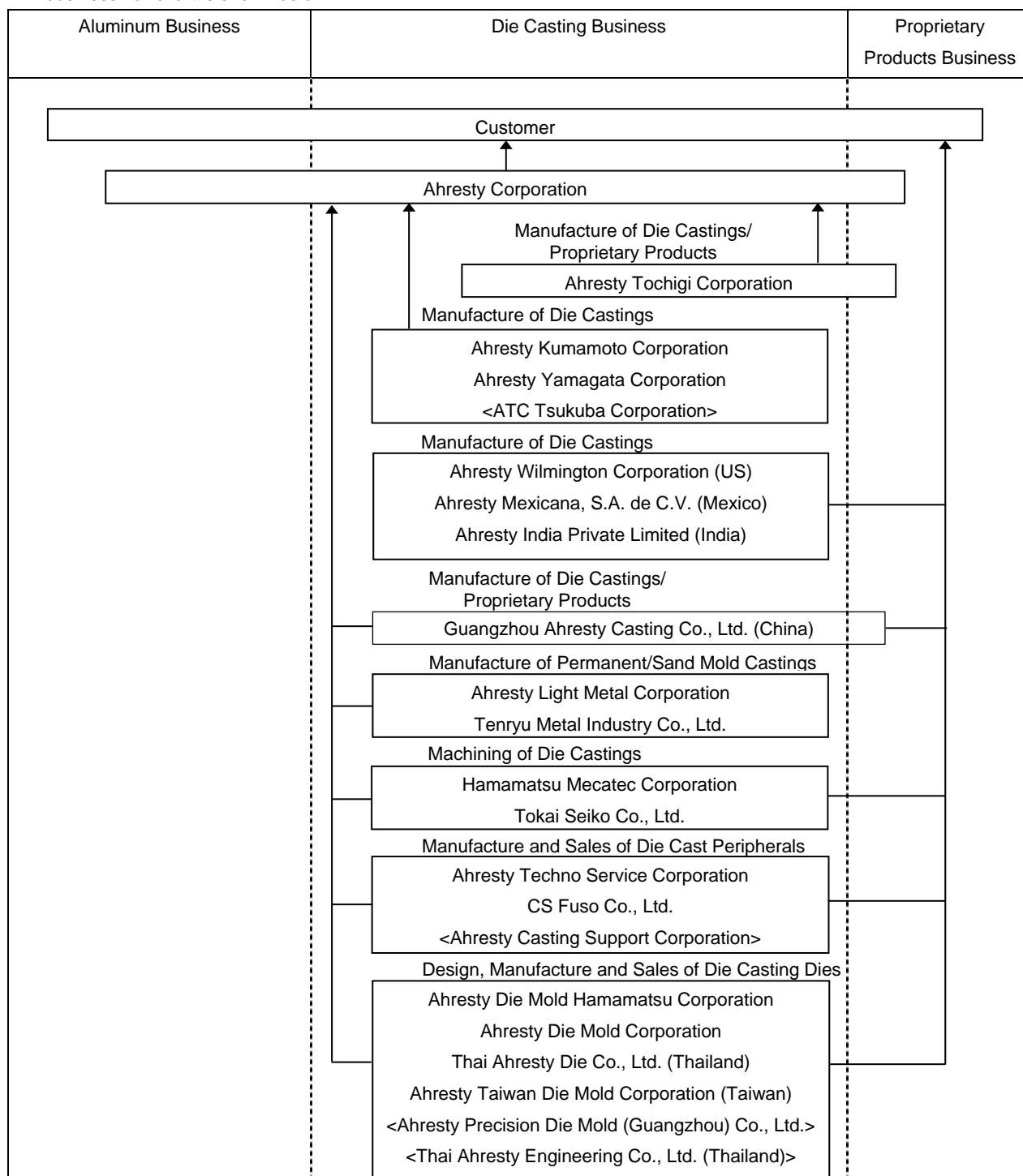
Our company handles manufacturing and sales activities.

(3) Proprietary Products Business

Primary products include free access floors (duplex floor for building).

Our company handles installation and sales of products while Ahresty Tochigi Corporation and Guangzhou Ahresty Casting Co., Ltd. handle manufacturing of floor panels and its accessories.

A business flowchart is shown below.



Notes

1. Companies in < > are unconsolidated subsidiaries and affiliates not under the equity method; all other companies are consolidated subsidiaries.
2. Companies not in () are domestic companies.
3. Arrows in the diagram indicate main products and labor flow.
4. Ahresty Light Metal Corporation was merged with the Company on October 1, 2007 and has become a division of the Toyohashi Plant. Ahresty Casting Support Corporation was dissolved on October 3, 2007. Tokai Seiko Co., Ltd. and Hamamatsu Mecatec Corporation are planned to be merged with each other on January 1, 2008. Ahresty Techno Service Corporation, CS Fuso Co., Ltd., and Tenryu Metal Industry Co., Ltd. will merge with one another on January 1, 2008. Ahresty Die Mold Corporation is to be split up on January 4, 2008, and Ahresty Die Mold Kumamoto Corporation will be spun off. Ahresty Die Mold Corporation will be renamed Ahresty Die Mold Tochigi Corporation on the date of the spin off.

3. Management Policies

(1) Basic management policies (2) Target management indicators (3) Medium-To-Long-Term Management Strategies

These items are omitted, since there is no significant change from the information included in the Financial Results for the Year Ended March 31, 2007 (announced on May 14, 2007).

(4) Operational issues

The following issues are being addressed by the company.

No significant changes have been made to issues being addressed as a Group during this interim fiscal period.

We have taken the following measures during the interim fiscal period under review to address the issues, which were reported in the previous consolidated fiscal year:

(Risk management)

In the previous consolidated fiscal year, under a Basic Policy on Internal Control System Improvement adopted at a meeting of the Board of Directors held on May 11, 2006, we reviewed and improved the Group's overall compliance system as the basis for our internal control system and developed a basic framework for risk management based on the identification and evaluation of risks. During the interim period under review, to continue to improve the effectiveness of the Group's internal control system, we will develop the control environment, assess risks continuously based on the basic framework of risk management, avoid the occurrence of risks, and minimize the effects of risks if they occur.

(Group optimization)

To achieve the Company's long-term vision, we put growing weight on global development. Our challenges in promoting global development are to review the systems for supporting the establishment of production bases in terms of quality, cost, delivery and development (not only domestic support systems but also systems for support from existing production bases), cooperation among existing bases, the domestic production system and other areas, and to optimize the entire Group.

The Company has developed an organizational structure to support overseas bases from domestic production bases and clarified rules for the support in the interim period under review. We have also given consideration to consolidating the Company's divisions and subsidiaries, taking into account optimization of the entire Group. We plan to complete the consolidation of production systems before the end of the current fiscal year.

4 . Interim Consolidated Financial Statements

(1) Interim Consolidated Balance Sheets

Classification	As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Amount (¥ millions)	(%)	Amount (¥ millions)	(%)	Amount (¥ millions)	(%)
(Assets)						
Current assets						
1. Cash and time deposits	4,425		3,870		4,451	
2. Trade notes and accounts receivable	28,428		31,451		32,684	
3. Inventories	10,448		10,366		10,674	
4. Deferred tax assets	1,106		1,174		1,077	
5. Other	871		1,000		1,209	
Allowance for doubtful accounts	(2)		(9)		(9)	
Total current assets	45,277	47.7	47,854	45.0	50,087	48.2
Fixed assets						
1. Tangible fixed assets						
(1) Buildings and structures	8,178		9,345		8,803	
(2) Machinery and delivery equipment	17,937		21,771		19,802	
(3) Tools, equipment, and furniture	4,044		5,246		4,398	
(4) Land	6,367		6,710		6,367	
(5) Construction in progress	2,937	39,465	5,335	48,409	4,410	43,782
2. Intangible fixed assets						
(1) Intangible fixed assets	1,084		973		1,021	
3. Investments and other assets						
(1) Investments in securities	8,028		7,834		7,974	
(2) Long-term loans	2		2		2	
(3) Deferred tax assets	286		540		305	
(4) Other	709		773		820	
Allowance for doubtful accounts	(7)	9,019	(15)	9,135	(19)	9,082
Total fixed assets	49,569	52.3	58,519	55.0	53,886	51.8
Total assets	94,846	100.0	106,373	100.0	103,974	100.0

Classification	As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Amount (¥ millions)	(%)	Amount (¥ millions)	(%)	Amount (¥ millions)	(%)
(Liabilities)						
Current liabilities						
1. Notes and accounts payable	26,372		27,324		28,321	
2. Short-term loans	5,277		6,590		4,299	
3. Current portion of long-term loans	2,784		4,056		3,846	
4. Current portion of bonds	300		700		300	
5. Bonus allowances	1,524		1,445		1,316	
6. Directors' bonus allowances	18		18		52	
7. Other	7,592		7,830		9,387	
Total current liabilities	43,869	46.2	47,967	45.1	47,523	45.7
Long-term liabilities						
1. Corporate bonds	700		-		700	
2. Long-term loans	4,284		3,673		2,612	
3. Deferred tax liabilities	2,653		4,086		4,290	
4. Allowances for employees' retirement benefits	2,574		3,147		2,552	
5. Allowances for directors' retirement benefits	217		195		219	
6. Negative goodwill	1,575		1,127		1,351	
7. Other	121		109		127	
Total long-term liabilities	12,126	12.8	12,339	11.6	11,854	11.4
Total liabilities	55,996	59.0	60,307	56.7	59,377	57.1

Classification	As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Amount (¥ millions)	(%)	Amount (¥ millions)	(%)	Amount (¥ millions)	(%)
(Net assets)						
Shareholders' equity						
1. Common stock	5,117	5.4	5,117	4.8	5,117	4.9
2. Additional paid-in capital	8,303	8.8	8,316	7.9	8,359	8.1
3. Retained earnings	22,898	24.2	29,535	27.8	28,208	27.1
4. Treasury stock	(64)	(0.1)	(55)	(0.1)	(53)	(0.0)
Total shareholders' equity	36,254	38.3	42,960	40.4	41,632	40.1
Revaluation / Translation differences						
1. Difference on revaluation of other marketable securities	2,920	3.1	2,958	2.8	3,045	2.9
2. Foreign currency translation adjustments	(427)	(0.5)	99	0.1	(111)	(0.1)
Total revaluation / translation differences	2,492	2.6	3,057	2.9	2,934	2.8
Share warrants	-	-	49	0.0	29	0.0
Minority interest in consolidated subsidiaries	103	0.1	-	-	-	-
Total net assets	38,850	41.0	46,066	43.3	44,596	42.9
Total liabilities and net assets	94,846	100.0	106,373	100.0	103,974	100.0

(2) Interim Consolidated Income Statements

Classification	Half year ended September 30, 2006			Half year ended September 30, 2007			Year ended March 31, 2007		
	Amount (¥ millions)		(%)	Amount (¥ millions)		(%)	Amount (¥ millions)		(%)
Sales		56,554	100.0		64,035	100.0		122,761	100.0
Cost of goods sold		48,621	86.0		55,842	87.2		105,648	86.1
Gross Profit		7,933	14.0		8,192	12.8		17,112	13.9
Selling, general and administrative expenses									
1. Salaries and bonuses	1,192			1,043			2,161		
2. Retirement and severance expenses	120			125			272		
3. Provision for bonuses	10			298			245		
4. Provision for bonuses for directors	18			18			52		
5. Provision for retirement benefits for directors	-			2			2		
6. Allowance for depreciation	74			86			115		
7. Transportation expenses	1,081			1,092			2,065		
8. Research and development expenses	327			598			1,154		
9. Other	1,462	4,287	7.6	1,788	5,055	7.9	3,097	9,168	7.4
Operating income		3,645	6.4		3,137	4.9		7,944	6.5
Non-operating income									
1. Interest income	2			10			16		
2. Dividends received	57			113			229		
3. Amortization of negative goodwill	169			224			398		
4. Income on investments in equity method affiliates	146			-			146		
5. Rental income	23			11			50		
6. Compensation for dies	1			-			89		
7. Other	68	469	0.8	95	454	0.7	196	1,126	0.9
Non-operating expenses									
1. Interest expenses	142			179			308		
2. Expenses from processing returned goods due to manufacturing defects	92			-			351		
3. Loss on disposal of inventories	83			59			203		
4. Other	163	481	0.8	14	253	0.4	272	1,137	0.9
Recurring income		3,633	6.4		3,337	5.2		7,934	6.5

Classification	Half year ended September 30, 2006		Half year ended September 30, 2007		Year ended March 31, 2007	
	Amount (¥ millions)	(%)	Amount (¥ millions)	(%)	Amount (¥ millions)	(%)
Extraordinary gains						
1. Gain on the sale of fixed assets	0		17		4,339	
2. Gain on the sale of stock of affiliates	44		59		297	
3. Revenue of government subsidies	24		-		24	
4. Reversal of allowance for doubtful accounts	0		1		-	
5. Other	3	73	0	79	8	4,670
		0.1		0.1		3.8
Extraordinary losses						
1. Loss on the sale of fixed assets	67		80		203	
2. Advanced depreciation deduction of fixed assets	18		-		18	
3. Impairment loss	104		14		104	
4. Retirement and severance benefits	4		1		4	
5. Provision for retirement benefits reserve for directors in the previous period	-		600		-	
6. Loss from the write-down of securities	-	195	116	814	-	331
		0.3		1.3		0.3
Income before Income Taxes and Others		3,511		2,602		12,274
		6.2		4.0		10.0
Income taxes and enterprise taxes	1,402		1,435		3,053	
Deferred income taxes	88	1,491	(464)	970	1,612	4,666
		2.6		1.5		3.8
Gain (loss) on minority interests in consolidated subsidiaries		3		-		79
		0.0		-		0.1
Net income		2,016		1,631		7,528
		3.6		2.5		6.1

(3) Interim Statement of Changes in Consolidated Shareholders' Equity

Previous consolidated interim fiscal period (April 1, 2006 through September 30, 2006)

(Millions of Yen)

	Shareholders' equity				
	Common stock	Additional paid-in capital	Retained earnings	Treasury stock	Total shareholders' equity
Balances at March 31, 2006	5,117	5,065	21,477	(54)	31,606
Changes					
Increase in additional paid-in capital due to stock swap		3,235			3,235
Dividends paid (Note)			(371)		(371)
Directors' bonus (Note)			(35)		(35)
Net income			2,016		2,016
Purchase of Treasury stock				(4)	(4)
Disposal of Treasury stock		2			2
Change in the scope of consolidation or accountability based on the equity method			(189)	(6)	(196)
Changes (net) in non-shareholders' equity item					
Total changes	—	3,238	1,420	(10)	4,647
Balances at September 30, 2006	5,117	8,303	22,898	(64)	36,254

				Minority interest in consolidated subsidiaries	Total net assets
	Difference on revaluation of other marketable securities	Foreign currency translation adjustments	Total revaluation / translation differences		
Balances at March 31, 2006	2,725	(432)	2,293	101	34,002
Changes					
Increase in additional paid-in capital due to stock swap					3,235
Dividends paid (Note)					(371)
Directors' bonus (Note)					(35)
Net income					2,016
Purchase of Treasury stock					(4)
Disposal of Treasury stock					2
Change in the scope of consolidation or accountability based on the equity method					(196)
Changes (net) in non-shareholders' equity item	194	4	199	1	200
Total changes	194	4	199	1	4,848
Balances at September 30, 2006	2,920	(427)	2,492	103	38,850

(Notes) 1. Appropriation of retained earnings at General shareholders' meeting

Current consolidated interim fiscal period (April 1, 2007 through September 30, 2007)

(Millions of Yen)

	Shareholders' equity				
	Common stock	Additional paid-in capital	Retained earnings	Treasury stock	Total shareholders' equity
Balances at March 31, 2007	5,117	8,359	28,208	(53)	41,632
Changes					
Dividends paid			(304)		(304)
Net income			1,631		1,631
Purchase of Treasury stock				(4)	(4)
Disposal of Treasury stock		2		2	4
Changes (net) in non-shareholders' equity item					
Total changes	-	2	1,326	(2)	1,327
Balances at September 30, 2007	5,117	8,361	29,535	(55)	42,960

				Minority interest in consolidated subsidiaries	Total net assets
	Difference on revaluation of other marketable securities	Foreign currency translation adjustments	Total revaluation / translation differences		
Balances at March 31, 2007	3,045	(111)	2,934	29	44,596
Changes					
Dividends paid					(304)
Net income					1,631
Purchase of Treasury stock					(4)
Disposal of Treasury stock					4
Changes (net) in non-shareholders' equity item	(87)	210	123	19	142
Total changes	(87)	210	123	19	1,470
Balances at September 30, 2007	2,958	99	3,057	49	46,066

For the consolidated fiscal year under review (April 1, 2006 through March 31, 2007)

(Millions of Yen)

	Shareholders' equity				
	Common stock	Additional paid-in capital	Retained earnings	Treasury stock	Total shareholders' equity
Balances at March 31, 2006	5,117	5,065	21,477	(54)	31,606
Changes					
Increase in additional paid-in capital due to stock swap		3,235			3,235
Dividends paid (Note)			(371)		(371)
Dividends paid			(195)		(195)
Directors' bonus (Note)			(35)		(35)
Net income			7,528		7,528
Purchase of Treasury stock				(8)	(8)
Disposal of Treasury stock		58		8	66
Change in the scope of consolidation or accountability based on the equity method			(194)	1	(193)
Changes (net) in non-shareholders' equity item					
Total changes	-	3,293	6,731	0	10,026
Balances at March 31, 2007	5,117	8,359	28,208	(53)	41,632

	Revaluation / translation differences			Share warrants	Minority interest in consolidated subsidiaries	Total net assets
	Difference on revaluation of other marketable securities	Foreign currency translation adjustments	Total revaluation / translation differences			
Balances at March 31, 2006	2,725	(432)	2,293	-	101	34,002
Changes						
Increase in additional paid-in capital due to stock swap						3,235
Dividends paid (Note)						(371)
Dividends paid						(195)
Directors' bonus (Note)						(35)
Net income						7,528
Purchase of Treasury stock						(8)
Disposal of Treasury stock						66
Change in the scope of consolidation or accountability based on the equity method						(193)
Changes (net) in non-shareholders' equity item	319	321	640	29	(101)	568
Total changes	319	321	640	29	(101)	10,594
Balances at March 31, 2007	3,045	(111)	2,934	29	-	44,596

(Note) Appropriation of retained earnings at General shareholders' meeting

(4) Interim Consolidated Statements of Cash Flows

	Half year ended September 30, 2006	Half year ended September 30, 2007	Year ended March 31, 2007
Classification	Amount (¥ millions)	Amount (¥ millions)	Amount (¥ millions)
Cash flows from operating activities			
Income before income taxes	3,511	2,602	12,274
Depreciation and amortization	2,936	4,350	7,364
Impairment losses	104	14	104
Amortization of goodwill and negative goodwill	(91)	(145)	(242)
Income from investments in equity method affiliates	(146)	-	(146)
Increase/(decrease) in allowances for bonuses	138	129	(70)
Increase/(decrease) in allowances for directors' bonuses	18	(34)	52
Increase/(decrease) in allowances for director's retirement benefits	(32)	(23)	(29)
Increase/(decrease) in allowances for employee's retirement benefits	47	594	(3)
Increase/(decrease) in prepaid pension expenses	11	(3)	(61)
Increase/(decrease) in allowances for doubtful accounts	3	(4)	20
Interest and dividend income	(60)	(123)	(246)
Interest expenses	142	179	308
Proceeds from sales of tangible fixed assets	(0)	(17)	(4,339)
Losses from sales of tangible fixed assets	88	80	203
(Increase)/decrease in notes and accounts receivable	(3,423)	1,264	(6,572)
(Increase)/decrease in inventories	(1,447)	321	(1,689)
Increase/(decrease) in notes and accounts payable	4,336	(1,008)	5,354
Increase/(decrease) in accrued consumption taxes and others	(96)	52	(47)
Bonus paid to directors	(35)	-	(35)
Other	684	(79)	1,199
Subtotal	6,690	8,151	13,398
Interest and dividends received	68	132	249
Interest paid	(143)	(180)	(358)
Income taxes paid	(1,330)	(2,044)	(2,820)
Income taxes refunded	17	11	28
Cash Flows from Operating Activities	5,302	6,070	10,497

	Half year ended September 30, 2006	Half year ended September 30, 2007	Year ended March 31, 2007
Classification	Amount (¥ millions)	Amount (¥ millions)	Amount (¥ millions)
Cash flows from investing activities			
Payment into time deposits	(68)	(68)	(232)
Proceeds from refund of time deposits	171	209	407
Expenditures from purchases of investment securities	(8)	(11)	(23)
Expenditures from purchases of subsidiary shares	(240)	-	(401)
Proceeds from the acquisition of a subsidiary's stock accompanied by a change in the scope of consolidation	364	-	364
Expenditures from purchases of tangible fixed assets	(5,689)	(9,658)	(13,939)
Proceeds from sales of tangible fixed assets	5	52	4,481
Expenditures from loans	(0)	(52)	(1)
Proceeds from collection of loans	2	1	4
Other	12	(11)	461
Cash Flows from Investing Activities	(5,449)	(9,539)	(8,878)
Cash flows from financing activities			
Proceeds from short-term loans	10,214	27,214	15,357
Repayment of short-term loans	(8,956)	(24,957)	(15,219)
Proceeds from long-term debt	175	3,727	175
Repayment of long-term debt	(798)	(2,415)	(1,411)
Redemption of corporate bonds	-	(300)	-
Proceeds from sale of treasury stock	0	0	107
Payments for purchase of treasury stock	(4)	(4)	(8)
Dividends paid	(373)	(303)	(564)
Other	(11)	(19)	(35)
Cash Flows from Financing Activities	244	2,940	(1,600)
Effect of exchange rate changes on cash and cash equivalents	(68)	82	98
Net increase/(decrease) in cash and cash equivalents	28	(446)	116
Cash and cash equivalents at beginning of period	2,754	4,185	2,754
Increase in cash and cash equivalents at consolidated subsidiaries	1,315	-	1,315
Cash and cash equivalents at end of period	4,098	3,739	4,185

Notes

(Segment Information)

a. Business Segment Information

Previous consolidated interim fiscal period (From April 1, 2006 to September 30, 2006)

(Millions of Yen)

	Die Casting Business	Aluminum Business	Proprietary Products Business	Total	Eliminations and Corporate	Consolidated
Sales						
(1) Customers	50,653	3,689	2,211	56,554	–	56,554
(2) Intersegment	20	745	–	766	(766)	–
Total	50,674	4,434	2,211	57,320	(766)	56,554
Operating expenses	47,368	4,254	2,053	53,677	(768)	52,908
Operating income	3,305	179	157	3,643	2	3,645

Current consolidated interim fiscal period (From April 1, 2007 to September 30, 2007)

(Millions of Yen)

	Die Casting Business	Aluminum Business	Proprietary Products Business	Total	Eliminations and Corporate	Consolidated
Sales						
(1) Customers	57,429	3,908	2,697	64,035	–	64,035
(2) Intersegment	–	1,208	–	1,208	(1,208)	–
Total	57,429	5,117	2,697	65,243	(1,208)	64,035
Operating expenses	54,792	4,849	2,461	62,103	(1,206)	60,897
Operating income	2,636	268	235	3,139	(2)	3,137

Previous consolidated fiscal year (From April 1, 2006 to March 31, 2007)

(Millions of Yen)

	Die Casting Business	Aluminum Business	Proprietary Products Business	Total	Eliminations and Corporate	Consolidated
Sales						
(1) Customers	109,528	7,806	5,426	122,761	–	122,761
(2) Intersegment	157	1,483	0	1,640	(1,640)	–
Total	109,686	9,289	5,426	124,402	(1,640)	122,761
Operating expenses	102,503	8,853	4,952	116,309	(1,492)	114,816
Operating income	7,183	436	473	8,093	(148)	7,944

(Notes) 1. Business segments are classified based on internal classification.

2. Main products in each segment:

- | | |
|-----------------------------------|---|
| (1) Die Casting Business | Auto parts, general engine parts, industrial machinery parts, dies etc. |
| (2) Aluminum Business | Aluminum alloy ingots |
| (3) Proprietary Products Business | Access floors and its accessories |

b. Geographic Segment Information

Previous consolidated interim fiscal period (From April 1, 2006 to September 30, 2007)

(Millions of Yen)

	Japan	North America	Other Areas	Total	Eliminations and Corporate	Consolidated
Sales						
(1) Customers	47,920	7,651	982	56,554	–	56,554
(2) Intersegment	618	6	79	704	(704)	–
Total	48,538	7,658	1,062	57,259	(704)	56,554
Operating expenses	45,790	6,801	984	53,575	(667)	52,908
Operating income	2,748	856	78	3,683	(37)	3,645

Current consolidated interim fiscal period (From April 1, 2007 to September 30, 2007)

(Millions of Yen)

	Japan	North America	Other Areas	Total	Eliminations and Corporate	Consolidated
Sales						
(1) Customers	54,188	7,826	2,009	64,035	–	64,035
(2) Intersegment	785	0	418	1,204	(1,204)	–
Total	54,974	7,836	2,428	65,239	(1,204)	64,035
Operating expenses	52,171	7,477	2,284	61,933	(1,035)	60,897
Operating income	2,803	359	143	3,306	(169)	3,137

Previous consolidated fiscal year (From April 1, 2006 to March 31, 2007)

(Millions of Yen)

	Japan	North America	Other Areas	Total	Eliminations and Corporate	Consolidated
Sales						
(1) Customers	104,136	15,913	2,711	122,761	–	122,761
(2) Intersegment	1,111	25	383	1,521	(1,521)	–
Total	105,247	15,938	3,095	124,282	(1,521)	122,761
Operating expenses	98,625	14,490	2,964	116,080	(1,263)	114,816
Operating income	6,622	1,448	131	8,202	(257)	7,944

(Notes) 1. Countries and areas are classified according to geographic proximity.

2. Countries or areas in each main class:

North America: U. S. A. and Mexico

Other areas: China, Taiwan, Thailand and India