

Consolidated Financial Results

for the Second Quarter of the Fiscal Year Ending March 31, 2009

November 10, 2008

| | | | |
|---|--|------------------------|---|
| 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 |
| Filing date of quarterly securities report | | | November 14, 2008 |
| Planned date for start of dividend payments | | | December 11, 2008 |

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

1. Business performance (April 1, 2008 through September 30, 2008)

(1) Consolidated results of operations (For the six months ended September 30) (% shows change from previous first half)

| | Net sales | | Operating income | | Recurring income | |
|-------------------------------------|-------------|------|------------------|--------|------------------|-------|
| | million yen | % | million yen | % | million yen | % |
| Six months ended September 30, 2008 | 60,770 | — | 402 | — | 889 | — |
| Six months ended September 30, 2007 | 64,035 | 13.2 | 3,137 | (13.9) | 3,337 | (8.1) |

| | Net income | | Net income per share | Fully diluted net income per share |
|-------------------------------------|-------------|--------|----------------------|------------------------------------|
| | million yen | % | yen | yen |
| Six months ended September 30, 2008 | 636 | — | 29.46 | 29.43 |
| Six months ended September 30, 2007 | 1,631 | (19.1) | 75.02 | 74.98 |

(2) Consolidated financial position

| | Total assets | Net assets | Equity ratio | Net assets per share |
|--------------------------|--------------|-------------|--------------|----------------------|
| | million yen | million yen | % | yen |
| As of September 30, 2008 | 106,054 | 45,077 | 42.4 | 2,089.50 |
| As of March 31, 2008 | 101,894 | 45,299 | 44.4 | 2,081.01 |

(For reference) Shareholders' equity 45,018 million yen at September 30, 2008
45,250 million yen at March 31, 2008

2. Dividend payments

| (Date of record) | Dividend per share | | | | |
|---|----------------------|-----------------------|----------------------|----------|--------------|
| | End of first quarter | End of second quarter | End of third quarter | Year-end | For the year |
| | yen | yen | yen | yen | yen |
| Year ended March 31, 2008 | — | 9.00 | — | 14.00 | 23.00 |
| Year ended March 31, 2009 | — | 11.00 | — | — | — |
| Year ending March 31, 2009 (projection) | — | — | — | 5.00 | 16.00 |

3. Forecast of consolidated results for year ending March 2009 (April 1, 2008 – March 31, 2009)

(% shows change from previous fiscal year)

| | Sales | | Operating income | | Recurring income | | Net income | | Net income per share |
|-----------|-------------|--------|------------------|--------|------------------|--------|-------------|--------|----------------------|
| | million yen | % | million yen | % | million yen | % | million yen | % | yen |
| Full year | 116,000 | (10.3) | 900 | (84.5) | 1,100 | (82.2) | 650 | (80.7) | 30.12 |

4. Others

- (1) Significant changes to subsidiaries during the current term (changes for a specified subsidiary accompanying a change in the scope of consolidation): None
- (2) Application of simplified accounting and accounting peculiar to preparation of quarterly consolidated financial statements: Yes
(Notes) For details, see "[Qualitative Information, Financial Statements, Etc.] and 4. Others" on page 4 and 5.

(3) Changes in accounting principles, procedures, presentations, etc. for preparation of quarterly consolidated financial statements
(Changes to be stated in changes in significant matters that are fundamental to preparation of quarterly consolidated financial statements)

(i) Changes associated with revision of accounting standards, etc.: Yes

(ii) Changes other than (i): Yes

(Notes) For details, see “[Qualitative Information, Financial Statements, Etc.] and 4. Others” on page 4 and 5.

(4) Number of shares outstanding (Common stock)

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

21,778,220 shares at September 30, 2008

21,778,220 shares at March 31, 2008

(ii) Number of treasury stock at end of period

232,919 shares at September 30, 2008

33,558 shares at March 31, 2008

(iii) Average number of shares (Quarterly cumulative period)

21,614,533 shares at September 30, 2008

21,745,993 shares at September 30, 2007

* Explanation for appropriate use of financial forecasts and other special remarks

1. Of the consolidated forecast announced on August 6, 2008, the full-year portion was revised in the “Announcement Concerning Revision of Previous Business Forecast”, which was released on November 10, 2008.

2. This material contains forward-looking statements based on information obtained by the management as of the day of publication, as well as certain assumptions that the management believes to be reasonable. A number of factors could cause actual results to differ materially from expectations. For notes on the use of the results forecasts and assumptions as the basis for the results forecasts, as well as specific content of the revisions concerning the results forecasts mentioned in 1. above, please see “[Qualitative Information, Financial Statements, Etc.] and 3. Qualitative Information Concerning Consolidated Earnings Forecasts” on page 4.

3. From the current fiscal year, the Company applies the Accounting Standard for Quarterly Financial Reporting (Accounting Standards Board of Japan No.12) and the Implementation Guidance on the Accounting Standard for Quarterly Financial Reporting (Accounting Standards Board of Japan Implementation Guidance No.14), and prepares its quarterly financial statements in accordance with the Regulations Concerning Quarterly Consolidated Financial Statements.

[Qualitative Information, Financial Statements, Etc.]

The year-on-year comparison indexes and amounts in this material are presented for reference only.

1. Qualitative Information Concerning Consolidated Operating Results

In the first half under review, it became increasingly evident in the Japanese economy that corporate business confidence was waning because of plunging corporate income, which mainly came on the back of rising costs, such as soaring crude oil prices and skyrocketing raw material prices, as well as sluggish corporate production activities and capital investment. Meanwhile, looking overseas, the U.S. economy edged even closer toward recession due to the financial crisis induced by further mounting of losses at financial institutions, deriving originally from the subprime mortgage crisis, the bailout of public-sector financial institutions and a major life insurance company, and the failure of a major securities company, as well as sluggish individual consumption caused by soaring crude oil prices. In China, the economy continued to expand, although the speed of growth slowed.

Under these circumstances, the Company's sales and income both declined in the first half under review. Specifically, sales decreased 5.1% from the same period in the previous fiscal year, to 60,770 million yen, operating income dropped 87.2% year on year, to 402 million yen, and recurring income declined 73.4%, to 889 million yen. As a result, net income for the first half under review decreased 61.0% from the same period in the previous fiscal year, to 636 million yen.

In the Die Casting Business, performance was steady in the first half under review despite the financial crisis brought on by the subprime mortgage issue, soaring crude oil and raw material prices, and the slowdown of the economy, because of generally favorable vehicle sales in emerging markets being made by automobile manufacturers which are our major customers. Mainly because of the significant impact of sluggish sales of products for motorcycles and outboard engines in Europe and North America, however, sales decreased 3.2% from the same period in the previous fiscal year, to 55,576 million yen. In terms of income, the Company implemented streamlining and optimization through measures such as cost cutting and reducing expenses. However, due to factors such as a delay in the timing of price increases to cover the soaring crude oil and raw material prices, the posting of an appraisal loss in inventory assets because of the change in accounting standards, and the increase in depreciation expenses following amendments to taxation legislation, operating income declined 92.5% year on year, to 199 million yen.

In the Aluminum Business, sales of secondary alloy ingots shipped for the mainstay automobile industry remained sluggish due to a fall in demand. As a result, sales declined 8.1% from a year earlier, to 3,592 million yen. The Company cut manufacturing costs through productivity enhancements and other measures, but it was unable to fully absorb the price increases in raw materials, heavy oil, and other materials. This in turn resulted in a 46.9% year-on-year decrease in operating income, which stood at 142 million yen.

In the Proprietary Products Business, demand for aluminum panels declined as the Company's targeted customers, semiconductor manufacturers and LCD manufacturers, delayed or suspended IT-related capital investment due to the fallout from the negative effects of the sluggish U.S. economy. In addition, partly because of price competition with our competitors, sales in this segment fell 40.6% year on year, to 1,601 million yen, and operating income declined 77.1%, to 53 million yen.

Operating results by geographic segment are as follows:

(i) Japan

In Japan, sales of the Company's mainstay automotive parts increased because exports to emerging economies were favorable. Reflecting the negative effects of the decline in the export of products for motorcycles and outboard engines, however, sales decreased 5.3% from a year earlier, to 51,342 million yen. Looking at income, operating income declined 75.8% from the same period in the previous fiscal year, to 687 million yen, because of factors such as the posting of an appraisal loss in inventory assets due to the change in accounting standards, and the increase in depreciation expenses following amendments to taxation legislation.

(ii) North America

In North America, business expanded further in Mexico. Meanwhile, due to the fallout from sluggish sales of large-sized vehicles in the United States on the back of soaring crude oil prices and the slowdown of the economy as a result of the financial crisis, sales were 7,394 million yen, down 5.6% from a year earlier. With regard to income, due to a delay in the review of the production system to meet the decrease in output, the Company posted an operating loss of 253 million yen, in comparison with operating income of 359 million yen in the same period of the previous fiscal year.

(iii) Other areas

In other regions, sales increased slightly to 2,033 million yen, up 1.2% from a year earlier, because of the favorable performance of major customers of automobile manufacturers. Despite this, operating income declined 54.3%, to 65 million yen, because of production adjustments made by some customers.

2. Qualitative Information Concerning Consolidated Financial Position

The Company's assets at the end of the consolidated first half under review increased 4,159 million yen from a year earlier, to 106,054 million yen, mainly due to a 3,648 million yen increase in tangible fixed assets and a 1,975 million yen rise in cash and deposits.

Liabilities at the end of the consolidated first half under review increased 4,382 million yen from a year earlier, to 60,976 million yen, primarily because of a 4,372 million yen increase in interest-bearing debts such as borrowings.

Net assets at the end of the consolidated first half under review decreased 222 million yen from a year earlier, to 45,077 million yen, mainly because of a 636 million yen increase in net assets, a 304 million yen increase in dividend payments, a 298 million yen rise in treasury stocks, a 155 million yen decrease in estimate variance for other securities, and a 112 million yen decline in equity adjustment from foreign currency conversion. As a result, the Company's equity ratio decreased from 44.4% at the end of the previous consolidated fiscal year to 42.4%.

(Condition of cash flows)

Cash and cash equivalents increased 2,010 million yen from the end of the previous consolidated fiscal year, to 5,887 million yen at the end of the consolidated first half under review.

The following is the situation of each category of cash flow in the consolidated first half under review:

(Cash flows from operating activities)

Net cash provided from operating activities increased ¥629 million from the same period of the previous fiscal year, to ¥6,699 million. The main factors were income before taxes of ¥931 million and depreciation of ¥5,671 million.

(Cash flows from investing activities)

Net cash used for investing activities decreased ¥1,209 million to ¥8,330 million. The main factor was expense including ¥8,390 million for the acquisition of tangible fixed assets.

(Cash flows from financing activities)

Net cash provided from financing activities increased ¥770 million to ¥3,711 million. The main factors were an increase in interest-bearing debt, including loans of ¥4,331 million, and expense including ¥300 million for purchase of treasury stock. Dividend payments were ¥302 million.

3. Qualitative Information Concerning Consolidated Earnings Forecasts

Contrary to our initial expectations, the negative effects on the world economy of the financial crisis that arose from the subprime mortgage crisis are still increasing. The recession is slowing down market growth, not only in Japan, North America, and Europe, but also in emerging economies. In this type of economic environment, the Company's consolidated business performance is expected to result in lower sales and income figures in comparison with the previous forecast. This is because of an expected decline in sales deriving from falling demand from automobile and automotive component manufacturer customers in the mainstay Die Casting Business.

In its consolidated forecast, the Company assumes exchange rates of 100 yen to 1 USD, 15.25 yen to 1 RMB, and 9 yen to 1 peso.

4. Others

(1) Changes in significant subsidiaries during the quarter (Changes in certain subsidiaries resulting in change in the scope of consolidation)
Not applicable.

(2) Application of simplified accounting and accounting peculiar to preparation of quarterly consolidated financial statements

1. Simplified accounting

(Calculation method for loan-loss reserve for general receivables)

Because the Company has determined that the loan-loss ratio during the consolidated first half under review has not changed significantly from the figure at the end of the previous consolidated fiscal year, it uses the loan-loss ratio calculated in the settlement of the previous consolidated fiscal year to calculate the loan-loss reserve for general receivables.

(Calculation method for corporate and other taxes, deferred tax assets, and deferred tax liabilities)

In terms of calculating the payment amount of corporate and other taxes for certain consolidated subsidiaries, only important items for addition/subtraction and tax deduction are considered.

In addition, with regard to determining the possibilities for collecting deferred tax assets at certain consolidated subsidiaries, the Company has established that there has been no substantial change in the management environment since the end of the previous

consolidated fiscal year, and that the occurrence of temporary and other differences has not changed significantly. For this reason, the future business forecasts and tax planning used in the previous consolidated fiscal year continue to be utilized.

2. Accounting peculiar to preparation of quarterly consolidated financial statements

Not applicable.

(3) Changes in accounting principles, procedures, presentations, etc. for preparation of quarterly consolidated financial statements

Changes in accounting standards

1. From the current fiscal year, the Company applies the Accounting Standard for Quarterly Financial Reporting (Accounting Standards Board of Japan No. 12 on March 14, 2007) and the Implementation Guidance on the Accounting Standards for Quarterly Financial Reporting (Accounting Standards Board of Japan Implementation Guidance No. 14 on March 14, 2007), and prepares its quarterly financial statements in accordance with the Regulations concerning Quarterly Consolidated Financial Statements.
2. Inventories held for ordinary sales have been calculated primarily at the moving average cost to date. But from the current first quarter, these inventories are calculated primarily at the moving average cost (the balance sheet amounts of the inventories are calculated at the lowered book values reflecting potential decline in profitability) due to application of the Account Standards for Measurements of Inventories (Accounting Standards Board of Japan No. 9 on July 5, 2006)
This respectively decreases 232 million yen in operating income, recurring income and income before income taxes and others.
3. From the current first quarter, the Company applies the Treatment for the Time Being of Accounting by Overseas Subsidiaries in Preparation of the Consolidated Financial Statements (Business Response Report No. 18 on May 17, 2006), and makes the necessary adjustments for consolidated accounting to meet the requirements of the Treatment.
The effect of this change in conversion method on profits is very minor.
4. With regard to sales and income, as well as expenses at consolidated overseas subsidiaries, the Company previously used the spot exchange rate on the day of quarterly settlement to convert foreign currencies into Japanese yen. Commencing from the consolidated first quarter, however, it changed its method of currency conversion to the average exchange rate during the quarter. This change is designed to accurately reflect the effects of changes in exchange rates on consolidated business performance.
The effect of this change in conversion method on profits is very minor.

5. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

| | As of | As of |
|---|---------------------|---------------------|
| | September 30, 2008 | March 31, 2008 |
| | Amount (¥ millions) | Amount (¥ millions) |
| (Assets) | | |
| Current assets | | |
| Cash and time deposits | 5,937 | 3,962 |
| Trade notes and accounts receivable | 28,110 | 30,174 |
| Products | 3,226 | 3,290 |
| Raw materials | 2,533 | 2,645 |
| Partly finished goods | 4,879 | 4,452 |
| Other | 3,559 | 2,879 |
| Allowance for doubtful accounts | (10) | (14) |
| Total current assets | 48,236 | 47,391 |
| Fixed assets | | |
| Tangible fixed assets | | |
| Buildings and structures, net | 9,437 | 9,145 |
| Machinery and delivery equipment, net | 21,579 | 20,574 |
| Land | 6,035 | 6,078 |
| Others, net | 13,365 | 10,969 |
| Total tangible fixed assets | 50,417 | 46,768 |
| Intangible fixed assets | | |
| Good will | 217 | 297 |
| Others | 566 | 579 |
| Total intangible fixed assets | 783 | 877 |
| Investments and other assets | | |
| Investments in securities | 5,829 | 6,034 |
| Others | 807 | 843 |
| Allowance for doubtful accounts | (20) | (20) |
| Total investments and other assets | 6,616 | 6,857 |
| Total fixed assets | 57,817 | 54,503 |
| Total assets | 106,054 | 101,894 |

| | As of September 30, 2008 | As of March 31, 2008 |
|--|-----------------------------|-------------------------|
| | Amount (¥ millions) | Amount (¥ millions) |
| (Liabilities) | | |
| Current liabilities | | |
| Notes and accounts payable | 26,956 | 26,977 |
| Short-term loans | 9,827 | 5,514 |
| Current portion of long-term loans | 2,921 | 3,411 |
| Current portion of bonds | — | 700 |
| Accrued income taxes | 737 | 1,113 |
| Bonus allowances | 1,400 | 1,474 |
| Directors' bonus allowances | 12 | 42 |
| Others | 6,051 | 5,055 |
| Total current liabilities | 47,908 | 44,288 |
| Long-term liabilities | | |
| Long-term loans | 6,067 | 4,818 |
| Allowances for employees' retirement benefits | 3,311 | 3,168 |
| Allowances for directors' retirement benefits | 176 | 196 |
| Negative goodwill | 673 | 903 |
| Other | 2,839 | 3,220 |
| Total long-term liabilities | 13,068 | 12,306 |
| Total liabilities | 60,976 | 56,594 |
| (Net assets) | | |
| Shareholders' equity | | |
| Common stock | 5,117 | 5,117 |
| Additional paid-in capital | 8,363 | 8,361 |
| Retained earnings | 31,404 | 31,072 |
| Treasury stock | (355) | (57) |
| Total shareholders' equity | 44,530 | 44,494 |
| Revaluation / Translation differences | | |
| Difference on revaluation of other marketable securities | 1,727 | 1,883 |
| Foreign currency translation adjustments | (1,239) | (1,126) |
| Total revaluation / translation differences | 488 | 756 |
| Share warrants | 58 | 49 |
| Total net assets | 45,077 | 45,299 |
| Total liabilities and net assets | 106,054 | 101,894 |

(2) Quarterly Consolidated Statements of Income

| | Six months ended September 30, 2008 |
|--|--|
| | Amount (¥ millions) |
| Sales | 60,770 |
| Cost of goods sold | 55,289 |
| Gross Profit | 5,480 |
| Selling, general and administrative expenses | 5,078 |
| Operating income | 402 |
| Non-operating income | 642 |
| Interest income | 12 |
| Dividends received | 68 |
| Amortization of negative goodwill | 228 |
| Foreign currency exchange gain | 179 |
| Others | 153 |
| Non-operating expenses | 155 |
| Interest expenses | 126 |
| Others | 29 |
| Recurring income | 889 |
| Extraordinary gains | 112 |
| Gain on the sale of fixed assets | 4 |
| Gain on liquidation of affiliate | 100 |
| Others | 6 |
| Extraordinary losses | 70 |
| Loss on the sale of fixed assets | 70 |
| Others | 0 |
| Income before income taxes and others | 931 |
| Income taxes and enterprise taxes | 703 |
| Deferred income taxes | (409) |
| Total income taxes | 294 |
| Net income | 636 |

(3) Quarterly Consolidated Statements of Cash Flows

| | Six months ended September 30, 2008 |
|--|--|
| | Amount (¥ millions) |
| Cash flows from operating activities | |
| Income before income taxes and others | 931 |
| Depreciation and amortization | 5,671 |
| Amortization of goodwill and negative goodwill | (149) |
| Increase/(decrease) in allowances for doubtful accounts | (4) |
| Increase/(decrease) in allowances for bonuses | (72) |
| Increase/(decrease) in allowances for directors' bonuses | (29) |
| Increase/(decrease) in allowances for employee's retirement benefits | 142 |
| Increase/(decrease) in allowances for director's retirement benefits | (19) |
| Increase/(decrease) in prepaid pension expenses | 40 |
| Interest and dividend income | (80) |
| Interest expenses | 126 |
| (Gain)/loss on sales of tangible fixed assets | 65 |
| (Gain)/loss on sales of investment securities | (0) |
| (Gain)/loss on liquidation of affiliate | (100) |
| (Increase)/decrease in notes and accounts receivable | 2,130 |
| (Increase)/decrease in inventories | (351) |
| Increase/(decrease) in notes and accounts payable | (44) |
| Increase/(decrease) in accrued consumption taxes and others | (385) |
| Others | (316) |
| Subtotal | 7,551 |
| Interest and dividends received | 81 |
| Interest paid | (126) |
| Income taxes paid | (1,131) |
| Income taxes refunded | 323 |
| Cash Flows from Operating Activities | 6,699 |

| | Six months ended September 30, 2008 |
|--|--|
| | Amount (¥ millions) |
| Cash flows from investing activities | |
| Payment into time deposits | (50) |
| Proceeds from refund of time deposits | 84 |
| Expenditures from purchases of investment securities | (12) |
| Proceeds from sales of marketable securities | 0 |
| Expenditures from purchases of affiliate shares | (50) |
| Proceeds from liquidation of affiliate | 106 |
| Expenditures from purchases of tangible fixed assets | (8,390) |
| Proceeds from sales of tangible fixed assets | 16 |
| Expenditures from loans | (1) |
| Proceeds from collection of loans | 1 |
| Others | (35) |
| Cash Flows from Investing Activities | (8,330) |
| Cash flows from financing activities | |
| Proceeds from short-term loans | 49,564 |
| Repayment of short-term loans | (45,247) |
| Proceeds from long-term debt | 3,000 |
| Repayment of long-term debt | (2,285) |
| Redemption of corporate bonds | (700) |
| Proceeds from sale of treasury stock | 0 |
| Payments for purchase of treasury stock | (300) |
| Dividends paid | (302) |
| Other | (17) |
| Cash Flows from Financing Activities | 3,711 |
| Effect of exchange rate changes on cash and cash equivalents | (70) |
| Net increase/(decrease) in cash and cash equivalents | 2,010 |
| Cash and cash equivalents at beginning of period | 3,877 |
| Cash and cash equivalents at end of period | 5,887 |

From the current fiscal year, the Company applies the Accounting Standard for Quarterly Financial Reporting (Accounting Standards Board of Japan No. 12 on March 14, 2007) and the Implementation Guidance on the Accounting Standard for Quarterly Financial Reporting (Accounting Standards Board of Japan Implementation Guidance No. 14 on March 14, 2007), and prepares its quarterly financial statements in accordance with the Regulations concerning Quarterly Consolidated Financial Statements.

(4) Notes on Going Concern Assumptions

Not applicable.

(5) Segment Information

[Business Segment Information]

Six months ended September 30, 2008

(Millions of Yen)

| | Die Casting Business | Aluminum Business | Proprietary Products Business | Total | Eliminations and Corporate | Consolidated |
|------------------|----------------------|-------------------|-------------------------------|--------|----------------------------|--------------|
| Sales | | | | | | |
| (1) Customers | 55,576 | 3,592 | 1,601 | 60,770 | – | 60,770 |
| (2) Intersegment | – | 2,139 | – | 2,139 | (2,139) | – |
| Total | 55,576 | 5,731 | 1,601 | 62,909 | (2,139) | 60,770 |
| Operating income | 199 | 142 | 53 | 395 | 7 | 402 |

[Geographic Segment Information]

Six months ended September 30, 2008

(Millions of Yen)

| | Japan | North America | Other Areas | Total | Eliminations and Corporate | Consolidated |
|------------------|--------|---------------|-------------|--------|----------------------------|--------------|
| Sales | | | | | | |
| (1) Customers | 51,342 | 7,394 | 2,033 | 60,770 | – | 60,770 |
| (2) Intersegment | 694 | 0 | 421 | 1,116 | (1,116) | – |
| Total | 52,037 | 7,394 | 2,454 | 61,886 | (1,116) | 60,770 |
| Operating income | 687 | (253) | 65 | 499 | (96) | 402 |

[Overseas sales]

Six months ended September 30, 2008

(Millions of Yen)

| | North America | Other Areas | Total |
|----------------------------------|---------------|-------------|--------|
| 1. Overseas sales | 7,396 | 2,114 | 9,510 |
| 2. Total sales | | | 60,770 |
| 3. Overseas sales on total sales | 12.2% | 3.5% | 15.7% |

(6) Notes for Significant Change in the Amount of Shareholders' Equity

Pursuant to the resolution passed at the May 14, 2008 meeting of the Board of Directors, on June 17, 2008 the Company completed its acquisition of treasury stocks as stipulated in its Articles of Incorporation in compliance with Article 459, Paragraph 1 of the Companies Act. As a result, the amount of treasury stock increased 299 million yen in the consolidated first quarter, to 355 million yen at the end of the consolidated first half under review.

[Reference]

Consolidated Financial Statements, Etc. for the Previous Quarter

(1) Interim Consolidated Statements of Income

| Classification | Half year ended September 30, 2007 | | |
|---|---------------------------------------|--------|-------|
| | Amount (¥ millions) | | (%) |
| I Sales | | 64,035 | 100.0 |
| II Cost of goods sold | | 55,842 | 87.2 |
| Gross Profit | | 8,192 | 12.8 |
| III Selling, general and administrative expenses | | | |
| 1. Salaries and bonuses | 1,043 | | |
| 2. Retirement and severance expenses | 125 | | |
| 3. Provision for bonuses | 298 | | |
| 4. Provision for bonuses for directors | 18 | | |
| 5. Provision for retirement benefits for directors | 2 | | |
| 6. Allowance for depreciation | 86 | | |
| 7. Transportation expenses | 1,092 | | |
| 8. Research and development expenses | 598 | | |
| 9. Other | 1,788 | 5,055 | 7.9 |
| Operating income | | 3,137 | 4.9 |
| IV Non-operating income | | | |
| 1. Interest income | 10 | | |
| 2. Dividends received | 113 | | |
| 3. Amortization of negative goodwill | 224 | | |
| 4. Rental income | 11 | | |
| 5. Other | 95 | 454 | 0.7 |
| V Non-operating expenses | | | |
| 1. Interest expenses | 179 | | |
| 2. Loss on disposal of inventories | 59 | | |
| 3. Other | 14 | 253 | 0.4 |
| Recurring income | | 3,337 | 5.2 |

| Classification | Half year ended September 30, 2007 | | Amount (¥ millions) | (%) |
|---|---------------------------------------|-------|---------------------|-----|
| | | | | |
| VI Extraordinary gains | | | | |
| 1. Gain on the sale of fixed assets | 17 | | | |
| 2. Gain on the sale of stock of affiliates | 59 | | | |
| 3. Reversal of allowance for doubtful accounts | 1 | | | |
| 4. Other | 0 | 79 | | 0.1 |
| VII Extraordinary losses | | | | |
| 1. Loss on the sale of fixed assets | 80 | | | |
| 2. Impairment loss | 14 | | | |
| 3. Retirement and severance benefits | 1 | | | |
| 4. Provision for retirement benefits reserve for directors in the previous period | 600 | | | |
| 5. Loss from the write-down of securities | 116 | 814 | | 1.3 |
| Income before Income Taxes and Others | | 2,602 | | 4.0 |
| Income taxes and enterprise taxes | 1,435 | | | |
| Deferred income taxes | (464) | 970 | | 1.5 |
| Net income | | 1,631 | | 2.5 |

(2) Interim Consolidated Statements of Cash Flows

| | Half year ended September 30, 2007 |
|--|---------------------------------------|
| Classification | Amount (¥ millions) |
| I Cash flows from operating activities | |
| Income before income taxes | 2,602 |
| Depreciation and amortization | 4,350 |
| Impairment losses | 14 |
| Amortization of goodwill and negative goodwill | (145) |
| Increase/(decrease) in allowances for bonuses | 129 |
| Increase/(decrease) in allowances for directors' bonuses | (34) |
| Increase/(decrease) in allowances for director's retirement benefits | (23) |
| Increase/(decrease) in allowances for employee's retirement benefits | 594 |
| Increase/(decrease) in prepaid pension expenses | (3) |
| Increase/(decrease) in allowances for doubtful accounts | (4) |
| Interest and dividend income | (123) |
| Interest expenses | 179 |
| Proceeds from sales of tangible fixed assets | (17) |
| Losses from sales of tangible fixed assets | 80 |
| (Increase)/decrease in notes and accounts receivable | 1,264 |
| (Increase)/decrease in inventories | 321 |
| Increase/(decrease) in notes and accounts payable | (1,008) |
| Increase/(decrease) in accrued consumption taxes and others | 52 |
| Other | (79) |
| Subtotal | 8,151 |
| Interest and dividends received | 132 |
| Interest paid | (180) |
| Income taxes paid | (2,044) |
| Income taxes refunded | 11 |
| Cash Flows from Operating Activities | 6,070 |

| | Half year ended September 30, 2007 |
|--|---------------------------------------|
| Classification | Amount (¥ millions) |
| II Cash flows from investing activities | |
| Payment into time deposits | (68) |
| Proceeds from refund of time deposits | 209 |
| Expenditures from purchases of investment securities | (11) |
| Expenditures from purchases of tangible fixed assets | (9,658) |
| Proceeds from sales of tangible fixed assets | 52 |
| Expenditures from loans | (52) |
| Proceeds from collection of loans | 1 |
| Other | (11) |
| Cash Flows from Investing Activities | (9,539) |
| III Cash flows from financing activities | |
| Proceeds from short-term loans | 27,214 |
| Repayment of short-term loans | (24,957) |
| Proceeds from long-term debt | 3,727 |
| Repayment of long-term debt | (2,415) |
| Redemption of corporate bonds | (300) |
| Proceeds from sale of treasury stock | 0 |
| Payments for purchase of treasury stock | (4) |
| Dividends paid | (303) |
| Other | (19) |
| Cash Flows from Financing Activities | 2,940 |
| IV Effect of exchange rate changes on cash and cash equivalents | 82 |
| V Net increase/(decrease) in cash and cash equivalents | (446) |
| VI Cash and cash equivalents at beginning of period | 4,185 |
| VII Cash and cash equivalents at end of period | 3,739 |

(3) Significant Changes in Shareholders' Equity

Not applicable.

(4) Segment Information

[Business Segment Information]

Previous 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 |

[Geographic Segment Information]

Previous 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 | 7,836 | 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 |

[Overseas sales]

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

(Millions of Yen)

| | North America | Other Areas | Total |
|----------------------------------|---------------|-------------|--------|
| 1. Overseas sales | 7,837 | 2,092 | 9,930 |
| 2. Total sales | | | 64,035 |
| 3. Overseas sales on total sales | 12.2% | 3.3% | 15.5% |