

Highlights of Consolidated Financial Results for FY2008 (Ended March 31, 2009)

Both sales and income declined year on year.

- Net sales fell 8.5% year on year, to 1,138.8 billion yen.
- Operating income fell 15.8% year on year, to 19.0 billion yen.
- Ordinary income was down 30.0% year on year, to 13.1 billion yen.
- The Group posted a net loss of 12.8 billion yen, reflecting the posting of extraordinary losses and reversal of deferred tax assets, among other factors.

(Unit: 100 million yen)

(On a consolidated basis)	FY2007		FY2008		Change		Summary of Results for FY2008
		Margin		Margin	Change	Change (%)	
Net sales	12,440		11,388		-1,053	-8.5%	<u>Net sales</u> Net sales grew for the Foods & Foodstuff Division, but declined in IT and other segments because of the effects of the global recession.
Gross trading profit	903	7.3%	863	7.6%	-40	-4.5%	
SG&A expenses	677	*75.0%	673	*77.9%	-5	-0.7%	<u>Gross trading profit</u> Gross trading profit fell due to lower results for the machine tool business caused by the global business slowdown and rapid worsening of the environment for the electronic devices business, meat and marine product business and aluminum recycling business starting the second half of the fiscal year under review.
Operating income	226	1.8%	190	1.7%	-36	-15.8%	
Dividends received	12		8		-4		<u>Operating income</u> Operating income fell as a result of the decline in gross trading profit, despite a slight reduction in SG&A expenses.
Interest	-53		-44		9		
Gains on equity-method investments	11		-8		-19		<u>Ordinary income</u> The financial balance improved, but ordinary income dipped on weaker results for equity-method investments.
Others	-8		-15		-7		
Non-operating income/loss	-39		-59		-20		<u>Extraordinary gain/loss</u> Extraordinary losses such as a valuation loss and loss on impairment related to real estate are posted.
Ordinary income	187	1.5%	131	1.2%	-56	-30.0%	
Extraordinary gain	160		16		-144		<u>Net income</u> In addition to lower ordinary income, higher extraordinary losses and a reversal of deferred tax assets resulted in a net loss.
Extraordinary loss	-58		-146		-88		
Income (loss) before income taxes	290	2.3%	1	0.0%	-289	-99.7%	
Income taxes and minority interests	-100		-129		-29		
Net income	190	1.5%	-128	-1.1%	-318	-	

* Ratio of selling, general and administrative expenses to gross trading profit

(Unit: 100 million yen)

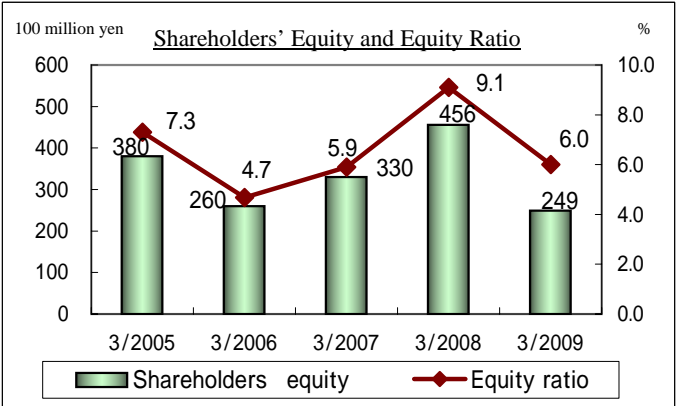
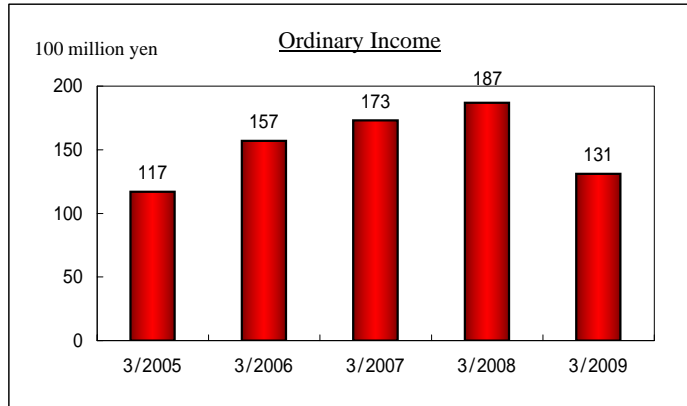
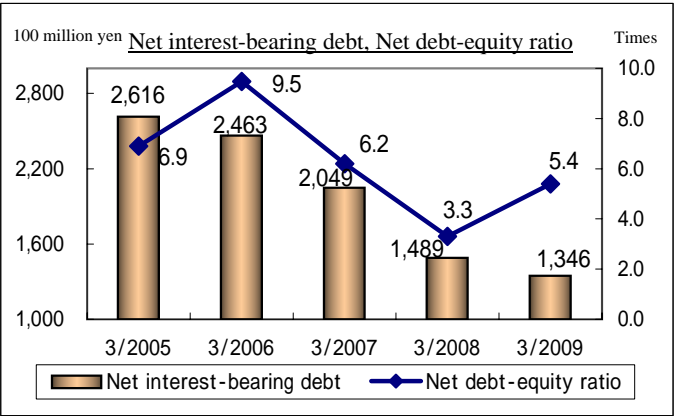
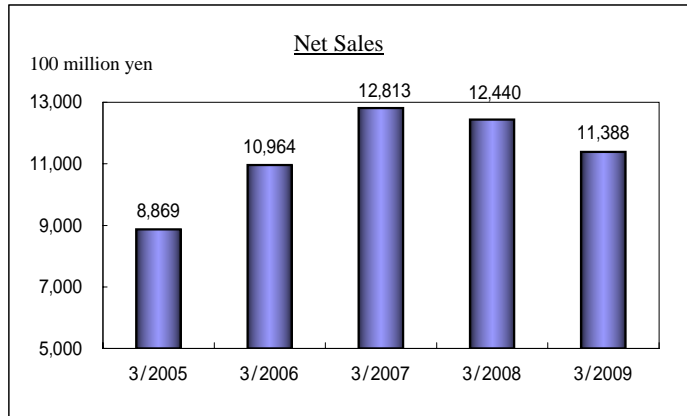
Segment information		Net sales			Operating income			Summary of Segment Results
		FY2007	FY2008	Change	FY2007	FY2008	Change	
IT		3,562	2,767	-795	81	69	-12	<u>IT</u> Net sales decreased because of the effects of the mobile business, in which the number of sold units fell, and the electronic device business, where transaction volumes declined. Operating income also fell mainly because of weaker profits on operations related to electronic devices.
Foods & Foodstuff		2,836	3,217	381	43	39	-4	
Iron & Steel	Plant	1,424	1,365	-59	53	61	8	<u>Foods & Foodstuff</u> The food business performed poorly under the effects of the safety issue involving Chinese food products and weaker market conditions for the meat and marine products business. The foodstuff business produced strong results, thanks to the acquisition of stable suppliers and an increased transaction volume. The Foods & Foodstuff Division recorded greater sales and lower income overall.
		1,097	910	-187	22	9	-13	
Iron, Steel & Plant		2,521	2,275	-246	75	70	-5	<u>Iron, Steel & Plant</u> In the iron and steel business, sheet steel exported to the Middle East performed steadily, but exports of specialty steel and other products fell in the second half of the fiscal year under review. In the industrial plant business, orders declined, particularly for machine tools. The Iron, Steel & Plant Division recorded declines in both sales and income as a whole.
Life Science	Energy	2,855	2,551	-305	16	16	-0	
		309	297	-12	1	5	4	<u>Life Science & Energy</u> Net sales for the energy business decreased on falls in crude oil quotations. The life science business achieved strong results. As a result, the Life Science & Energy Division posted higher income.
Life Science & Energy		3,164	2,848	-317	17	21	4	
Others		361	295	-66	4	-16	-19	<u>Others</u> Operating loss was posted as a result of aggravated market conditions for the aluminum recycling business.
Adjustment & elimination		-4	-13	-9	6	7	1	
Total		12,440	11,388	-1,053	226	190	-36	

(Unit: 100 million yen)

Assets, Liabilities and Net Assets	3/2008	3/2009	Comparison with 3/2008		Summary
			Change	Change (%)	
Total assets	5,035	4,149	-885	-17.6%	<u>Total assets</u> Total assets declined because of factors such as falls in trade receivables, inventories and investments in securities, and a reduction in interest-bearing debt.
Gross interest-bearing debt	2,237	2,136	-101	-4.5%	
Net interest-bearing debt	1,489	1,346	-144	-9.6%	<u>Interest-bearing debt</u> Gross interest-bearing debt fell 10.1 billion yen. Net interest-bearing debt declined 14.4 billion yen.
Equity capital	643	510	-133	-20.7%	
(Retained earnings)	96	-38	-133	-	<u>Equity capital</u> The retained earnings figure became negative because of the posting of a net loss. As a result, the equity ratio and the net debt-equity ratio declined to 6.0% and 5.4 times, respectively.
Valuation and translation adjustments	-187	-261	-73	39.0%	
Minority interests	166	171	4	2.7%	
Total net assets	622	420	-202	-32.5%	
Shareholder's equity ratio (Note 1)	9.1%	6.0%	-3.1%	-	
Net debt-equity ratio (Note 2)	3.3 times	5.4 times	2.1pt increase	-	

(Note 1) Shareholder's equity ratio = (Total net assets - Minority interests) / Total assets

(Note 2) Net D/E ratio = Net interest-bearing debt / (Total net assets - Minority interests)



(Unit: 100 million yen)

Business Forecast FY2009	FY2008 (Results)	FY2009 (Forecast)	Comparison with FY2008	
	Full year	Full year	Change	Change (%)
Net sales	11,388	10,000	-1,388	-12.2%
Operating income	190	155	-35	-18.5%
Ordinary income	131	115	-16	-12.4%
Net income	-128	50	178	-

* The forecasts above are based on information available on the date of the announcement and our assumptions on uncertainties that could have an impact on future results. Please note that actual results may differ materially from the forecasts due to various changes in future circumstances.

* Since the figures above are rounded off to the nearest 100 million yen, the sum of each item and the total may differ.