

Business Results for the First Quarter of Fiscal Year Ending March 2005

Toray Industries, Inc.

Contents

I. Consolidated Business Results for the 1Q of FY Ending March 2005

Summary	(P4-6)
Non-operating Income and Expenses, Ordinary Income	(P7)
Special Credits and Charges, Income Before Income Taxes	(P8)
Assets, Capital Expenditures, Depreciation	(P9)
Liabilities, Stockholders' Equity	(P10)
Results by Business Segment	(P11-16)
Operating Income Factor Analysis	(P17)

II. Consolidated Midterm Business Forecast for FY Ending March 2005

Forecast Summary	(P19)
Forecast by Business Segment	(P20-21)
Effects on Toray's Business Results in Consolidation of Chori and Suido Kiko	(P22)

III. Non-consolidated Midterm Business Forecast for FY Ending March 2005

Non-consolidated Forecast Summary	(P24)
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I. Consolidated Business Results for the 1Q of FY Ending March 2005

Summary (Profits)

Unit: Billion Yen

	1Q FY Mar/04	1Q FY Mar/05	Changes
Net Sales	251.7	272.1	+20.4 (+8.1%)
Cost of Sales	197.6	210.5	+12.9 (+6.5%)
Gross Profit	54.1	61.6	+7.5 (+13.8%)
(Gross Profit to Net Sales)	21.5%	22.6%	+1.1 points
Operating Income	9.4	16.1	+6.7 (+71.2%)
(Operating Income to Net Sales)	3.7%	5.9%	+2.2 points
Non-operating Income and Expenses, net	▲ 1.0	0.4	+1.4 (-)
Ordinary Income	8.4	16.5	+8.1 (+96.4%)
Special Credits and Charges	-	▲ 1.1	
Net Income of the Quarter	-	8.8	

*Consolidated 1st quarter business results are the sums of Apr ñ Jun business results in companies whose FY ends on March 31 and Jan ñ Mar business results in companies whose FY ends on December 31.

Summary (Financial Position)

Unit: Billion Yen

	End of Mar/04	End of June/04	Changes
Total Assets	1,295.3	1,284.1	-11.2 (-0.9%)
Stockholders' Equity	414.2	421.2	+7.0 (+1.7%)
Interest-bearing Debts	494.5	483.4	-11.1 (-2.2%)

*Consolidated 1st quarter business results are the sums of Apr – Jun business results in companies whose FY ends on March 31 and Jan – Mar business results in companies whose FY ends on December 31.

Summary (Results by Business Segment)

Unit: Billion Yen

	Net Sales			Operating Income			Comments
	1Q FY Mar/04	1Q FY Mar/05	Changes	1Q FY Mar/04	1Q FY Mar/05	Changes	
Fibers and Textiles	107.3	110.8	+3.5 (+3.3%)	5.0	5.6	+0.5 (+10.9%)	Japan: Sales and income increased through passing on raw material cost increases, shift to profitable products, promotion of New Value Creator, and reinforcement of business structure. Overseas: Income increased mainly by Asian subsidiaries through reinforcement of corporate structure while sales dropped mainly by an European subsidiary.
Plastics and Chemicals	64.8	65.3	+0.5 (+0.7%)	1.3	3.0	+1.7 (+126.5%)	Japan: Sales and income of resins and films divisions increased through sales expansion. Income increased in chemicals division due to reduction of unprofitable caprolactam export. Overseas: Sales and income increased through sales expansion and shift to profitable products in Asia, U.S., and Europe.
IT-related Products	39.6	51.8	+12.2 (+30.8%)	3.2	6.7	+3.5 (+110.5%)	Japan: Sales and income increased mainly by good business environment in IT-related films and resins and electronics materials businesses as well as by large sales growth in an IT-related equipment subsidiary. Overseas: Sales and income increased mainly by good business environment in Korean circuit materials subsidiaries.
Housing and Engineering	14.9	16.0	+1.1 (+7.6%)	-1.2	-1.0	+0.2 (-)	Sales increased and income improved mainly by sales expansion of Japanese construction and engineering subsidiaries.
Pharmaceuticals and Medical Products	10.1	9.9	-0.2 (-2.2%)	0.0	-0.4	-0.4 (-)	Sales increased and income improved in a Japanese medical products subsidiary by sales expansion while sales and income of Toray dropped by price reduction of pharmaceuticals.
New Products and Other Businesses	15.1	18.4	+3.3 (+21.9%)	1.1	2.2	+1.1 (+99.8%)	Sales and income increased by sales expansion of carbon fiber composite materials for aircraft and industrial applications in U.S. and Europe and sports application in Asia as well as price recovery. Sales and income of Japanese service-related subsidiaries also increased.
(Carbon Fiber Composite Materials)	9.5	10.6	+1.1 (+11.9%)	1.0	1.5	+0.6 (+61.3%)	
Total	251.7	272.1	+20.4 (+8.1%)	9.4	16.1	+6.6 (+70.3%)	<p>*IT-related chemical products of Toray Fine Chemicals are displaced from the Plastics & Chemicals segment to IT-related Products segment from this 1Q.</p> <p>Accordingly, that of the 1Q FY Mar/04 was also amended.</p>
Elimination & Corporate				0.0	0.1	+0.1	
Consolidated	251.7	272.1	+20.4 (+8.1%)	9.4	16.1	+6.7 (+71.2%)	

Non-operating Income and Expenses, Ordinary Income

Unit: Billion Yen

	1Q FY Mar/05	Comments
Non-operating Income	3.5	
Interest and Dividend Income	0.6	
Equity in Earnings of Affiliates	1.7	
Other	1.2	
Non-operating Expenses	▲ 3.1	
Interest Expenses	▲ 1.5	
Other	▲ 1.6	Loss on write-down or disposal of inventories, etc.
Non-operating Income and Expenses, net	0.4	
Ordinary Income	16.5	
Interest and Dividend Income, Interest Expenses, net	▲ 0.9	
Other Income and Expenses, net	▲ 0.4	

Positive numbers : Income , Negative numbers(▲) : Expenses

Special Credits and Charges, Income Before Income Taxes

Unit: Billion Yen

	1Q FY Mar/05	Comments
Special Credits	0.0	
Gain on Sales of Property, Plant, and Equipment	0.0	
Gain on Sales of Investments in Securities	0.0	
Special Charges	▲ 1.1	
Loss on Sales or Disposal of Property, Plant, and Equipment	▲ 0.6	Losses and expenses of equipment except for fibers & textiles and plastics & chemical segments
Loss on Write-down of Investments in Securities	▲ 0.0	
Restructuring Expenses	▲ 0.6	Losses and expenses of equipment for fibers & textiles and plastics & chemical segments
Others	▲ 0.0	
Special Credits and Charges, net	▲ 1.1	
Income Before Income Taxes	15.4	

Positive numbers : Income , Negative numbers(▲) : Expenses

Assets, Capital Expenditures, Depreciation

Unit: Billion Yen

	End of Mar/04	End of June/04	Changes	Comments
Total Assets	1,295.3	1,284.1	- 11.2	
Total Current Assets	549.1	537.7	- 11.4	Reduction of cash, etc.
Tangible Fixed Assets	543.3	536.7	- 6.7	
Intangible Assets	9.6	9.6	- 0.0	
Investments and Other Assets	193.3	200.1	+6.9	Increase of investment securities due to recovery of stock price, etc.

	1Q FY Mar/05	Comments
Capital Expenditures	11.4	Toray : 2.2, Japan : 2.8, Overseas : 6.4
Depreciation -)	15.3	Toray : 6.4, Japan : 2.2, Overseas : 6.7
Transfer, Elimination, etc.	▲ 2.8	
Change in Tangible Fixed Assets	▲ 6.7	

Major Capital Expenditures

<Japan>

Toray : Carbon fiber composite materials production facility (Ehime plant)

Toray Advanced Films Co., Ltd., etc.

<Overseas>

SOFICAR : Carbon fiber production facilities (France), etc.

Liabilities, Stockholders' Equity

Unit: Billion Yen

	End of Mar/04	End of June/04	Changes	Comments
Total Liabilities	843.7	825.7	-17.9	
Current Liabilities	472.9	466.4	-6.5	Repayments of commercial paper, etc.
Other Liabilities	370.8	359.4	-11.4	Repayments of long-term debt, etc.
Minority Interests in Consolidated Subsidiaries	37.4	37.2	-0.2	
Total Stockholders' Equity	414.2	421.2	+7.0	Increase of unrealized gain on securities, etc.
Interest-bearing Debts	494.5	483.4	-11.1	Decreased as scheduled

Results by Business Segment (Fibers and Textiles)



Unit: Billion Yen

	Net Sales				Operating Income				Comments
	1Q FY Mar/04	1Q FY Mar/05	Changes		1Q FY Mar/04	1Q FY Mar/05	Changes		
Toray	32.3	33.4	+1.0	(+3.2%)	2.0	2.3	+0.3	(+13.5%)	Sales and income improved through promotion of business structure reforms such as continuing reinforcement of corporate structure, passing on material cost increase to selling price, transferring to more profitable products, and expanding New Value Creator businesses.
Japanese Subsidiaries	38.2	41.4	+3.2	(+8.4%)	0.9	1.4	+0.5	(+51.6%)	Sales and income increased through business growth of a trading company (TI) and each subsidiaries' corporate structure reinforcement.
Overseas Subsidiaries	36.7	36.0	- 0.7	(-1.9%)	2.0	1.7	-0.4	(-19.1%)	In Asia, income increased by reinforcement of corporate structure, while sales and income of European subsidiaries declined.
Adjustment	0.0	0.0			0.0	0.2	+0.2		
Total	107.3	110.8	+3.5	(+3.3%)	5.0	5.6	+0.5	(+10.9%)	

<Major Subsidiaries>

Japan : Toray International, Inc., Ichimura Sangyo, Co., Ltd., etc.

Asia : ITS (Indonesia), LUCKYTEX (Thailand), PENFABRIC (Malaysia), TFNL, TAK (China), etc.

Europe & U.S. : ALCANTARA (Italy), etc.

Results by Business Segment (Plastics and Chemicals)



Unit: Billion Yen

	Net Sales				Operating Income			Comments
	1Q FY Mar/04	1Q FY Mar/05	Changes		1Q FY Mar/04	1Q FY Mar/05	Changes	
Toray	21.6	21.3	- 0.3	(-1.3%)	0.1	0.7	+0.6 (+421.0%)	Resins business grew steadily supported by automotives and electric parts. Films business also grew mainly by industrial applications. Chemicals sales dropped due to reduction of caprolactam export.
Japanese Subsidiaries	20.5	20.0	- 0.6	(-2.7%)	0.9	1.1	+0.2 (+25.6%)	Income increased mainly through business structure reform of film processing subsidiaries. Sales declined in a trading subsidiary due to lack of spot business that was recorded in previous 1Q.
Overseas Subsidiaries	22.7	24.0	+1.3	(+5.7%)	0.3	1.0	+0.7 (+204.9%)	Sales and income increased through business structure reforms such as shifting to more profitable products along with reinforcement of corporate structure at Malay ABS resin subsidiary and PET film subsidiaries in France, U.S., and South Korea.
Adjustment	0.0	0.0			▲ 0.0	0.2	+0.2	
Total	64.8	65.3	+0.5	(+0.7%)	1.3	3.0	+1.7 (+126.5%)	

*IT-related chemical products of Toray Fine Chemicals are displaced from the Plastics & Chemicals segment to IT-related Products segment from this 1Q.

Accordingly, that of the 1Q FY Mar/04 was also amended.

<Major Subsidiaries>

Japan : Soda Aromatic Co., Ltd., Toray Fine Chemicals Co., Ltd., Toray Advanced Film Co.,Ltd., etc.

Overseas : TPA (U.S.), TSI (Korea), TPEU (France), TPM (Malaysia), etc.

Results by Business Segment (IT-related Products)

Unit: Billion Yen

	Net Sales			Operating Income			Comments
	1Q FY Mar/04	1Q FY Mar/05	Changes	1Q FY Mar/04	1Q FY Mar/05	Changes	
Toray	16.4	19.9	+3.5 (+21.6%)	2.1	3.8	+1.7 (+79.4%)	Sales and income of IT-related resins/films, circuit materials, LCD color filters and others increased by rapid demand expansion of digital-related products.
Japanese Subsidiaries	12.1	20.1	+8.1 (+66.6%)	0.6	2.2	+1.6 (+282.0%)	Sales and income drastically increased through sales start of manufacturing equipment for LCD color filters (slit coaters) at an IT machinery subsidiary and good business results of our film processing subsidiaries.
Overseas Subsidiaries	11.1	11.7	+0.6 (+5.3%)	0.5	0.7	+0.3 (+55.6%)	Sales and income increased mainly in circuit materials subsidiaries in South Korea.
Adjustment	0.0	0.0		▲ 0.0	▲ 0.1	-0.1	
Total	39.6	51.8	+12.2 (+30.8%)	3.2	6.7	+3.5 (+110.5%)	

*IT-related chemical products of Toray Fine Chemicals are displaced from the Plastics & Chemicals segment to IT-related Products segment from this 1Q.

Accordingly, that of the 1Q FY Mar/04 was also amended.

<Major Subsidiaries>

Japan : Toray Engineering Co., Ltd., Toray Advanced Film Co., Ltd., etc.

Overseas : TSI (Korea), TPA (U.S.), TPEU (France), etc.

Results by Business Segment (Housing and Engineering)



Unit: Billion Yen

	Net Sales			Operating Income			Comments
	1Q FY Mar/04	1Q FY Mar/05	Changes	1Q FY Mar/04	1Q FY Mar/05	Changes	
Toray	1.6	1.5	- 0.0 (-3.0%)	▲ 0.4	▲ 0.3	+0.1 (-)	
Japanese Subsidiaries	13.1	14.3	+1.2 (+8.9%)	▲ 0.8	▲ 0.6	+0.3 (-)	Sales and income increased by business expansion of mansion business of a construction company as well as promotion of corporate structure reinforcement measures of each subsidiary.
Overseas Subsidiaries	0.2	0.2	+0.0 (+4.6%)	0.0	0.0	-0.0 (-10.0%)	
Adjustment	0.0	0.0		0.0	▲ 0.1	-0.1	
Total	14.9	16.0	+1.1 (+7.6%)	▲ 1.2	▲ 1.0	+0.2 (-)	

<Major Subsidiaries>

Japan : Toray Construction Co., Ltd., Toray Engineering Co., Ltd., etc.

Results by Business Segment (Pharmaceuticals and Medical Products)



Unit: Billion Yen

	Net Sales			Operating Income			Comments
	1Q FY Mar/04	1Q FY Mar/05	Changes	1Q FY Mar/04	1Q FY Mar/05	Changes	
Toray	2.8	2.3	- 0.5 (-19.2%)	0.1	▲ 0.4	-0.5 (-)	Sales and income decreased due to reduction in drug prices.
Japanese Subsidiaries	6.4	6.9	+0.5 (+7.4%)	▲ 0.1	0.0	+0.1 (-)	Sales increased and income improved by sales expansion of medical products.
Overseas Subsidiaries	0.9	0.7	- 0.2 (-18.4%)	0.0	0.0	-0.0 (-93.1%)	
Adjustment	0.0	0.0		0.0	▲ 0.0	-0.0	
Total	10.1	9.9	- 0.2 (-2.2%)	0.0	▲ 0.4	-0.4 (-)	

<Major Subsidiary>

Japan : Toray Medical Co., Ltd.

Results by Business Segment (New Products and Other Businesses)



Unit: Billion Yen

	Net Sales			Operating Income			Comments
	1Q FY Mar/04	1Q FY Mar/05	Changes	1Q FY Mar/04	1Q FY Mar/05	Changes	
Toray	2.9	2.8	- 0.1 (-3.6%)	0.6	0.8	+0.2 (+39.5%)	Income increased mainly in carbon fiber composite materials business.
Japanese Subsidiaries	6.6	9.4	+2.8 (+43.1%)	0.4	0.6	+0.3 (+74.8%)	Sales and income increased by business expansion of trading subsidiaries and good business environment of service-related subsidiaries.
Overseas Subsidiaries	5.6	6.1	+0.6 (+10.2%)	0.1	0.6	+0.5 (+356.8%)	Sales and income of carbon fiber composite materials business increased by price recovery and sales expansion of industrial and aircraft applications in Europe and U.S.
Adjustment	0.0	0.0		0.0	0.1	+0.1	
Total	15.1	18.4	+3.3 (+21.9%)	1.1	2.2	+1.1 (+99.8%)	
(Carbon Fiber Composite Materials)	9.5	10.6	+1.1 (+11.9%)	1.0	1.5	+0.6 (+61.3%)	

<Major Subsidiaries>

Japan : Toray Research Center Inc., Toray Enterprise Corp., etc.

Overseas : SOFICAR (France), etc.

Operating Income Factor Analysis

Unit: Billion Yen

	1Q FY Mar/04 to 1Q FY Mar/05		
	Toray	Subsidiaries	Total
Expansion of Advanced Materials and NVC* activities, Production & Sales Efficiency Improvement (Improvement of Product Unit and Production Mix, etc.), Sales & Production Amount Increase, etc.	+2.2	+3.2	+5.4
Achievement of "TC Project" (Reduction of Production Fixed Costs, Outsourcing Costs, Procurement and Logistics Costs, Overhead Costs, and Sales Expenses, Optimization of Head Count, etc.)	+0.4	+1.1	+1.5
Influence of Appreciation of Selling Prices and Raw Material Costs, etc.	-0.2	+0.0	-0.2
Total	+2.4	+4.3	+6.7

*NVC: New Value Creator

II.Consolidated Midterm Business Forecast for FY Ending March 2005

Forecast Summary

Unit: Billion Yen

	FY Mar/04 Midterm <Actual>	FY Mar/05 Midterm <New Forecast>	Changes
Net Sales	534.3	580.0	+45.7 (+8.5%)
Operating Income	24.7	32.0	+7.3 (+29.4%)
Ordinary Income	23.0	32.0	+9.0 (+39.3%)
Midterm Net Income	10.9	17.0	+6.1 (+55.3%)

	FY Mar/05 Midterm <Initial Forecast>	Changes
	550.0	+30.0 (+5.5%)
	29.0	+3.0 (+10.3%)
	29.0	+3.0 (+10.3%)
	15.0	+2.0 (+13.3%)

Note) FY Mar/05 forecast will be revised at the announcement of midterm business results in November 2004.

Forecast by Business Segment (1)

Midterm-on-midterm Comparison

Unit: Billion Yen

	Net Sales			Operating Income			Comments
	FY Mar/04 Midterm <Actual>	FY Mar/05 Midterm <New Forecast>	Changes	FY Mar/04 Midterm <Actual>	FY Mar/05 Midterm <New Forecast>	Changes	
Fibers and Textiles	213.4	222.0	+8.6 (+4.0%)	9.4	10.0	+0.6 (+6.1%)	Japan: Sales and income are expected to increase through sales expansion of value-added products and price raise to cover raw materials cost increase. Outside Japan: Sales and income are expected to grow in Asian subsidiaries through business expansion, while an European subsidiary is estimated to fall.
Plastics and Chemicals	127.4	133.0	+5.6 (+4.4%)	4.3	5.0	+0.7 (+15.8%)	Japan: Sales and income are expected to increase through business growth in resins for automotives and electric parts, and films for industrial and packaging uses. Outside Japan: Sales is expected to grow through price rise and sales expansion of Asian film and resin subsidiaries, while income is estimated to be at the same level due to high price of raw materials.
IT-related Products	83.4	110.0	+26.6 (+31.9%)	6.9	12.5	+5.6 (+80.8%)	Japan: Sales and income are expected to increase drastically by good business environment in IT-related resins/films, electronics materials, and LCD color filters, as well as sales expansion of IT-related equipment at a subsidiary. Outside Japan: Sales and income are expected to increase mainly in circuit materials subsidiaries in South Korea.
Housing and Engineering	54.3	56.0	+1.7 (+3.2%)	0.3	0.5	+0.2 (+51.5%)	Business in construction subsidiary is estimated to fall below as for most of mansion constructions are to be completed in latter half of this FY, while engineering business is expected to grow in private sector plant business at an engineering-related subsidiary.
Pharmaceuticals and Medical Products	22.0	20.0	-2.0 (-9.1%)	0.7	0.0	-0.7 (-100.0%)	Pharmaceuticals business is estimated to fall due to price decline legislation.
New Products and Other Businesses	33.9	39.0	+5.1 (+15.0%)	2.7	4.0	+1.3 (+48.3%)	Increase expected in carbon fiber composite materials businesses through good results of aerospace applications in U.S. and Europe, industrial uses, sports applications in Asia, as well as the price recovery. Service-related subsidiaries in Japan are also expected to increase their sales and income.
(Carbon Fiber Composite Materials)	18.1	22.0	+3.9 (+21.3%)	1.8	3.0	+1.2 (+64.8%)	
Total	534.3	580.0	+45.7 (+8.5%)	24.4	32.0	+7.6 (+31.3%)	
Elimination & Corporate				0.4	0.0	-0.4	
Consolidated	534.3	580.0	+45.7 (+8.5%)	24.7	32.0	+7.3 (+29.4%)	

*IT-related chemical products of Toray Fine Chemicals are displaced from the Plastics & Chemicals segment to IT-related Products segment from this 1Q.

Accordingly, that of the midterm FY Mar/04 was also amended.

Forecast by Business Segment (2)

Comparison with Initial Forecast

Unit: Billion Yen

	Net Sales			Operating Income			Comments
	FY Mar/05 Midterm <Initial Forecast>	FY Mar/05 Midterm <New Forecast>	Changes	FY Mar/05 Midterm <Initial Forecast>	FY Mar/05 Midterm <New Forecast>	Changes	
Fibers and Textiles	214.0	222.0	+8.0 (+3.7%)	9.5	10.0	+0.5 (+5.3%)	Japan: In spite of raw material cost increase, better result is expected through price raise to cover raw materials cost increase, shift to high-value-added products, and promotion of New Value Creator. Outside Japan: Influence of raw material cost increase on Asian subsidiaries and sluggish European economy on an European subsidiary lower our forecast.
Plastics and Chemicals	130.0	133.0	+3.0 (+2.3%)	4.5	5.0	+0.5 (+11.1%)	Japan: Better result is expected through sales expansion of resins for automotives and electric parts, and films for industrial and packaging uses. Outside Japan: Almost the same as initial forecast
IT-related Products	97.0	110.0	+13.0 (+13.4%)	11.0	12.5	+1.5 (+13.6%)	Japan: Better result is expected through strong demand of each product. Sales of IT-related equipment are as initially forecasted in midterm basis. Outside Japan: Almost the same as initial forecast
Housing and Engineering	53.0	56.0	+3.0 (+5.7%)	0.0	0.5	+0.5 (-)	Better results are expected in a construction subsidiary and an engineering subsidiary.
Pharmaceuticals and Medical Products	22.0	20.0	-2.0 (-9.1%)	0.5	0.0	-0.5 (-100.0%)	Harsh competition and delay in licencing fee lower our forecast of pharmaceutical business. Medical subsidiary is as initially forecasted.
New Products and Other Businesses	34.0	39.0	+5.0 (+14.7%)	3.5	4.0	+0.5 (+14.3%)	Better result is expected in carbon fiber composite materials businesses through good results of aerospace applications in U.S. and Europe, industrial uses, sports applications in Asia. Service-related subsidiaries in Japan are also expected better results.
(Carbon Fiber Composite Materials)	18.5	22.0	+3.5 (+18.9%)	2.5	3.0	+0.5 (+20.0%)	
Total	550.0	580.0	+30.0 (+5.5%)	29.0	32.0	+3.0 (+10.3%)	
Elimination & Corporate				0.0	0.0	+0.0	
Consolidated	550.0	580.0	+30.0 (+5.5%)	29.0	32.0	+3.0 (+10.3%)	

Effects on Toray's Business Results in Consolidation of Chori and Suido Kiko

Effect on Toray's Consolidated Business Results of the 2nd Half FY Mar/05

(No effects on the 1st Half)

Unit: Billion Yen

	Chori	Suido Kiko	Total
Net Sales	+114.0	+13.5	+127.5
Operating Income	+2.3	+1.6	+3.9
Ordinary Income	+1.5	+1.5	+3.0
Net Income	+0.5	+0.3	+0.8

<Reference> Consolidated Business Forecast of the Two Companies for FY Mar/05

	Chori		Suido Kiko	
	Midterm	FY Mar/05	Midterm	FY Mar/05
Net Sales	125.0	250.0	5.0	18.5
Ordinary Income	2.0	4.1	▲ 1.2	0.4
(Midterm) Net Income	1.6	3.6	▲ 0.7	0.1

Chori: Based on Chori's forecast announced on August 6, 2004

Suido Kiko: Based on Suido Kiko's forecast announced on July 28, 2004

III. Non-consolidated Midterm Business Forecast for FY Ending March 2005

Non-consolidated Forecast Summary

Unit: Billion Yen

	FY Mar/04 Midterm <Actual>	FY Mar/05 Midterm <New Forecast>	Changes	FY Mar/05 Midterm <Initial Forecast>	Changes
Net Sales	222.9	240.0	+17.1 (+7.7%)	230.0	+10.0 (+4.3%)
Operating Income	9.3	14.0	+4.7 (+51.0%)	11.0	+3.0 (+27.3%)
Ordinary Income	12.7	17.0	+4.3 (+33.7%)	14.0	+3.0 (+21.4%)
Midterm Net Income	8.1	10.0	+1.9 (+23.6%)	8.0	+2.0 (+25.0%)

Note) FY Mar/05 forecast will be revised at the announcement of midterm business results in November 2004.

Descriptions of forecasted business results, estimates, expectations, and business plans for the midterm of Fiscal Year ending March 2005 contained in this material are based on predictive forecasts of the future business environment made at the present time.

The material in this presentation is not a guarantee of the Company's future business performance.