



November 12, 2007

Interim Financial Results for FY March 2008

Okamura Corporation

Listing: Tokyo Stock Exchange, Osaka Securities Exchange

Code Number: 7994 (URL <http://www.okamura.co.jp/>)

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Scheduled date of commencement of dividend payments: December 10, 2007

1. Consolidated Results for First Half (Apr.1,2007-Sep.30,2007) of FY March 2008 (Apr. 1, 2007 – Mar. 31, 2008)

* Amounts less than 1 million yen have been rounded down.

(1) Business Results

	Net sales		Operating income		Ordinary income		Interim Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
First Half of FY March 2008	104,427	1.3	4,978	(12.1)	5,435	(10.1)	2,911	(16.6)
First Half of FY March 2007	103,042	6.1	5,666	35.9	6,048	32.8	3,489	33.9
FY March 2007	213,813	—	10,912	—	11,539	—	6,132	—

	Interim Net Income per share	Fully Diluted Interim Net Income per share
	Yen	Yen
First Half of FY March 2008	26.26	—
First Half of FY March 2007	31.15	—
FY March 2007	54.75	—

Notes: Gain from investment in subsidiaries and affiliates accounted for by the equity method:

First Half of FY March 2008: ¥81 million, First Half of FY March 2007: ¥138 million, FY March 2007: ¥219 million

(2) Financial Position

	Total Assets	Shareholders' Equity	Equity Ratio	Shareholders' Equity per Share
	Millions of yen	Millions of yen	%	Yen
First Half of FY March 2008	175,805	84,063	45.8	729.25
First Half of FY March 2007	177,757	82,154	44.2	701.89
FY March 2007	189,754	84,971	42.9	726.44

Note: Total shareholders' equity:

First Half of FY March 2008: ¥80,438 million, First Half of FY March 2007: ¥78,618 million, FY March 2007: ¥81,354 million

(3) Cash Flows

(Millions of yen)

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at Term-End
First Half of FY March 2008	4,901	(1,967)	(3,578)	16,062
First Half of FY March 2007	2,841	(4,452)	(1,195)	19,226
FY March 2007	4,389	(6,830)	(2,915)	16,697

2. Dividends

	Cash Dividends per share(yen)		
	Interim dividend per share	Year-end dividend per share	Full year dividend per share
FY March 2007	6.00	9.00	15.00
FY March 2008	7.50		15.00
FY March 2008(Forecast)		7.50	

3. Forecast for FY March 2008 (Apr. 1, 2007 – Mar. 31, 2008)

	Net Sales		Operating income		Ordinary income		Interim Net income		Net Income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	yen
FY March 2008	223,000	4.3	13,000	19.1	13,600	17.9	7,400	20.7	67.09

4. Others

(1) Changes in number of material subsidiaries during the first half: None

(2) Changes in accounting principles and procedures used in the preparation of consolidated fiscal statements or in the method of presentation of consolidated financial statements during the first half:

(Items contained in “Changes in the Basis of Presenting Consolidated Financial Statements”)

(i) by new accounting standard : Yes

(ii) by others : None

(3) Number of shares of treasury stock

(i) Number of shares issued (Common stock):

First Half of FY March 2008: 112,391,530, First Half of FY March 2007: 112,391,530, FY March 2007: 112,391,530

(ii) Number of shares of treasury stock:

First Half of FY March 2008: 2,088,639, First Half of FY March 2007: 382,778, FY March 2007: 400,990

(Reference) Non-Consolidated Business Results

1. Non-Consolidated Results for First Half (Apr.1,2007-Sep.30,2007)of FY March 2008 (Apr. 1, 2007 - Mar. 31, 2008)

* Amounts less than 1 million yen have been rounded down.

(1) Business Results

	Net sales		Operating income		Ordinary income		Interim Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
First Half of FY March 2008	103,076	1.3	4,086	(9.3)	4,768	(0.6)	2,710	2.5
First Half of FY March 2007	101,770	6.6	4,504	43.6	4,798	34.9	2,643	23.1
FY March 2007	211,000	—	8,753	—	9,265	—	4,867	—

	Interim Net Income per share
	Yen
First Half of FY March 2008	24.42
First Half of FY March 2007	23.57
FY March 2007	43.41

(2) Financial Position

	Total Assets	Shareholders' Equity	Equity Ratio	Shareholders' Equity per Share
	Millions of yen	Millions of yen	%	Yen
First Half of FY March 2008	161,898	71,135	43.9	644.18
First Half of FY March 2007	160,268	70,140	43.8	625.52
FY March 2007	175,576	72,408	41.2	645.85

Note: Total shareholders' equity:

First Half of FY March 2008: ¥71,135 million, First Half of FY March 2007: ¥70,140 million, FY March 2007: ¥72,408 million

2. Forecast for FY March 2008 (Apr. 1, 2007 – Mar. 31, 2008)

	Net Sales		Operating income		Ordinary income		Interim Net income		Net Income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	yen
FY March 2008	220,000	4.3	10,800	23.4	11,400	23.0	6,300	29.4	57.05

* The above forecast has been prepared based on data as of the announcement date. Actual results may differ from the forecasted figures due to various factors. See the accompanying reference P.4 regarding the forecast above.

1 Operating Results and Financial Position

I. Operating Results

(1) Overview of the First Half under Review

1) Overview of Operating Results

	(Millions of yen)				
	Net sales	Operating income	Ordinary income	Net income	Net income per share (yen)
First Half of FY March 2008	104,427	4,978	5,435	2,911	26.26
First Half of FY March 2007	103,042	5,666	6,048	3,489	31.15
Change (%)	1.3%	(12.1%)	(10.1%)	(16.6%)	(15.7%)
FY March 2007(Previous Term)	213,813	10,912	11,539	6,132	54.75

During the first half of the fiscal year under review, Japan's economy continued on its path of gradual recovery, as improved corporate earnings led to increased capital investment. Though in the other side, slowdown in the US economy arising from the sub-prime loan, currency movement and skyrocketing oil prices heightened sense of uncertainty.

In these circumstances, the Company focused on the robust demand for increase capital expenditure, made efforts to create and explore new markets by obtaining orders for total solutions by promoting new product development and proposal-based sales, which is the strength of the Company, aiming toward future growth in each aspect of our business.

As a result of these initiatives, first half net sales were ¥104,427 million (an increase of 1.3% year on year).

From the perspective of profit and loss, increased sales contributed to strong gross profit. Though the increase of selling, general and administrative expenses posted an ordinary income of ¥5,435 million (a decrease of 10.1%), and a first half net income of 2,911 million (a decrease of 16.6%).

2) Segment Information

	Net sales			Operating income		
	Previous First Half	First Half under Review	Change	Previous First Half	First Half under Review	Change
Office Furniture	61,628	64,483	2,855	4,178	4,308	129
Store Displays	32,459	32,602	143	591	471	(120)
Material Handling Systems and Others	8,955	7,340	(1,614)	896	198	(697)

① Office Furniture

In the office furniture segment, based on corporations increased capital spending due to the improved corporate performances, the Company sought to securely win demands from the relocation expansion and renovation. In such circumstances, the Company aggressively strive to develop solutions-based proposals, which lead to improve productivity through office spaces, and moreover, stimulate demand by developing new products, differentiate others by high-grade products, resulted the increase orders for total solutions. In the condition of active trend in expansion of office investment and decline in the vacancy ratio, demand from medium scale renovation properties which do not involve relocation, showed healthy growth resulted increase in sales. In addition, sales of high-grade seating "Contessa" and "Baron" have been steadily growing specially in the global markets.

In the security sector, expanding needs of office security and utilization of the effects of synergy with office furniture products, sales in this sector developed favorably.

As a result of these developments, net sales in this segment were ¥64,483 million (an increase of 4.6% year on year), and operating income was ¥4,308 million (an increase of 3.1%).

② Store Displays

In the store display segment, business environment still keeping in worse condition, the Company has broadening its customers base, particularly within growing retail categories which generally continue to be flat in Top line. Despite these efforts, however, results of profit were impacted by the increase of selling, general and administrative expenses.

As a results, net sales in this segment were ¥32,602 million (an increase of 0.4% year on year), and operating income was ¥471 million (a decrease of 20.3%).

③ Material Handling System and Others

In the material handling system and others segment, the Company has aggressively made effort to expand sales and secure proposal of solutions tailored to the specific needs of each markets mainly automated storages and delivery equipment systems against large-scale distribution center and productive facilities. Though the orders of this business are based on projects and those projects are on the stage of off-crop season, and also on the same period of fiscal year 2007 obtained orders from large scale properties which showed the decline in sales comparing last year.

As a result, net sales in this segment were ¥7,340 million (a decrease of 18.0% year on year), and operating income was ¥198 million (a decrease of 77.8%).

(2) Outlook for Fiscal 2008

	(Millions of yen)				
	Net sales	Operating income	Ordinary income	Net income	Net income per share (Yen)
FY March 2008	223,000	13,000	13,600	7,400	67.09
FY March 2007	213,813	10,912	11,539	6,132	54.75
Change	4.3%	19.1%	17.9%	20.7%	22.5%

The domestic economy is likely to continue on its path of gradual expansion, as corporations continuously increase capital spending due to the improved corporate performances, while uncertainties remain, including the slowdown in the US economy, unstable prices of crude oil.

In the mainstay office furniture business, progressive demand expected in relocation as well as increasing building size by secondary tertiary relocation and construction of new buildings. In these circumstances, the Company seek to obtain robustly demand of capacity expenditure toward office facilities by focusing on medium scale renovation developments as well as relocation demand, expanding sales and profit by making efforts capturing orders for total solutions by proposal-based sales, which is the strength of the Company. In the security sector, as companies and individuals are becoming more concerned about safety, market needs are also expected to increase, buoyed by effects of synergy with office furniture products, the Company will fortify sales expansion.

In the store display business, amid signs of reorganization within the retail sector, the Company will actively broadening its customer base, primarily among growing retail categories as new target. Not only limiting on selling floor, the Company is stepping up the development of periphery products promoting total solutions of stores. In addition, new refrigerator and freezer showcases "Fontana-Deux" prospecting the expansion of share, offering total solutions aiming to pull up the total share in the store. By strengthening development of original fixtures to store characteristics and store decors, the Company will capture the demand of new opening and renovating retailers, as the means to ensure a business turnaround.

In the material handling system and other segment, the Company will aggressively make effort to secure proposal of solutions based on the expertise accumulated over a lengthy period, toward the specific needs of each markets specially against large-scale distribution center and productive facilities. The Company will leverage its synergy with other businesses in order to capture total solution orders in an efforts to expand sales and earnings.

With respect to initiative to improve earnings, the Company intends to steadily advance corporate reform by cutbacks in selling, general and administrative expenses, curtailing production costs by further development of Okamura Production System (OPS), cutting purchasing costs, controlling distribution costs, as well as by effecting a transformation to a solid, highly profitable corporate structure by constructing a stable financial base that can flexibly cope with changes in the economic environment and engaging in focused, efficient investments of management resources.

For fiscal 2007 the Company anticipates consolidated net sales of ¥223,000 million, consolidated ordinary income of ¥13,600 million, and consolidated net income of ¥7,400 million.

II. Financial Position

1) Assets, Liabilities and Net assets

(Millions of yen)

	Previous First Half	First Half under Review	Previous Fiscal Year
Total assets	177,757	175,805	189,754
Net assets	82,154	84,063	84,971
Shareholders' equity ratio	44.2%	45.8%	42.9%
Net assets per share (Yen)	701.89	729.25	726.44

Total assets at the end of the interim term under review amounted to ¥175,805 million, a decrease of ¥13,948 million from the end of the previous fiscal year. Current assets decreased by ¥11,899 million, due primarily to decrease in trade receivables, fixed assets decreased by ¥2,048 million, due primarily to decrease in investment securities as decline in stock prices.

Total liabilities at the end of the interim term under review amounted to ¥91,742 million, a decrease of 13,040 million from the previous fiscal year-end, due primarily to a decrease in trade payables, income tax payable and allowance for bonus payable.

Net assets at the end of the interim term under review was ¥84,063 million, a decrease of ¥908 million over the previous fiscal year-end. The change is attributable to increase retained earnings, reflecting net profit earned during the term, on the other side decrease in acquisition of treasury stocks and decrease in unrealized gain on other securities. The shareholders' equity ratio increased by 2.9 percentage points to 45.8%.

2) Cash Flows

(Millions of yen)

	Previous First Half	First Half under Review	Previous Fiscal Year
Cash flows from operating activities	2,841	4,901	4,389
Cash flows from investing activities	(4,452)	(1,967)	(6,830)
Cash flows from financing activities	(1,195)	(3,578)	(2,915)
Cash and cash equivalents at the interim-term (year) end	19,226	16,062	16,697
Borrowings and corporate bonds at the interim-term (year) end	28,871	27,346	27,847

The net cash provided by operating activities during the first half under review was ¥4,901 million, mainly as a result of net income before income taxes of ¥5,336 million, depreciation and amortization of ¥2,621 million, a decrease of ¥10,001 million in trade receivables, a decrease of ¥8,440 million in trade payables, decrease of ¥828 million in allowance for bonuses payable, and ¥3,492 million in income tax paid.

The net cash used in investing activities was ¥1,967 million, mainly as a result of disbursements of ¥2,149 million to invest in payment for purchase of property, plant and equipment and intangible fixed assets.

The net cash used in financing activities was ¥3,578 million, mainly as a result of reduction of ¥501 million in interest-bearing debt, ¥2,051 million in acquisition of treasury stocks and dividend payments of ¥1,009 million.

As a result, cash and cash equivalents at the end of the first half under review decreased by ¥634 million compared to the end of the previous fiscal year, to ¥16,062 million.

The balance of interest-bearing debt(borrowings and corporate bonds) at the end of the first half under review decreased by ¥501 million, compared to the end of the previous fiscal year, to ¥27,346 million.

3) Trends of cash flow indicators

	FY March 2004	FY March 2005	FY March 2006	FY March 2007	First Half of FY March 2008
Shareholders' equity ratio(%)	34.3	36.8	41.5	42.9	45.8
Market value-based equity ratio (%)	47.4	54.1	69.8	76.4	56.7
Debt repayment period (years)	2.8	4.3	3.3	6.3	—
Interest coverage ratio (times)	21.5	15.2	25.6	11.1	23.8

Shareholders' equity ratio	Net assets/Total assets
Market value-based equity ratio:	Market capitalization/Total assets
Debt repayment period:	Interest-bearing debt/Operating cash flow (No posting for the first half of FY March 2007)
Interest coverage ratio:	Operating cash flow/Interest payments

1. All of the above cash flow indicators are calculated on a consolidated basis.
2. Market capitalization is calculated by multiplying the closing share price on the final trading day of the fiscal year by the total number of shares issued and outstanding as of the corresponding fiscal year-end (adjusted for treasury stocks).
3. Operating cash flow equals cash flows from operating activities stated in the Consolidated Statements of Cash Flows. Interest-bearing debt equals all liabilities on which interests are paid, as stated in the Consolidated Balance Sheets. Interest payments are equal to interests paid as stated in the Consolidated Statements of Cash Flows.

III. Basic Policy on Profit Distribution

The Company regards the appropriate return of profits to the shareholders as an important management policy.

The policy on the distribution of profits is to strive to maintain stable dividends, aiming for fair distribution of profits in keeping with business performance while taking into consideration factors such as the Company's financial position, future business development, and internal reserves.

Based on this policy, for the first half under review (the year ending March 2008), the Company will distribute a dividend of ¥7.50 per share. Full year dividends (including the interim dividends) will be ¥15.00 per share, same as previous year.

2 Group Companies

The Okamura Group companies Okamura Corporation, have no big changes in structure of the Group and consolidated subsidiaries since the submission of financial statement report in June 28,2007. Therefore disclosure of Group companies is omitted.

3 Management Policy

(1) Basic Management Policy

Guided by its watchwords for corporate reform—information technology, globalization, and specialization—the Company engages in business activities grounded in a basic policy of building and strengthening a relationship of trust with society by constructing a stable management base, engaging in efficient, profit-oriented management, and demonstrating concern for the natural environment.

The Company proclaimed itself “Cooperative Industry—Okamura Seisakusho” when in 1945, a company of engineers, led by its founder, made mutual contributions of funds, technical expertise, and labor to launch it into operation. Throughout its existence, human bonds of the technologically minded have formed the foundation of its operations, primarily in the lines of office furniture, store displays, material handling systems and others. True to its motto that “Quality pays for itself” are the integrated development, manufacture, and distribution of high-quality products that customers feel enrich their amenity environment, as well as turnkey offerings tailored to customers' diverse space requirements. These comprise the Company's approach to setting itself apart from its competition in its pursuit of ensuring and enhancing its corporate value and hence its common shareholder value.

(2) Target Performance Indicators

The Company places importance on return on assets (ROA), return on shareholders' equity (ROE), and ratio of operating income to sales as key indicators of business performance. The Company strives at all times to improve profitability through cost consciousness and to focus on improving investment efficiency by exercising selectivity and concentration in the allocation of management resources.

(3) Medium- to Long-Term Business Strategy

On the basis of the Medium-Term Management Vision, the Company aims to further develop its mainstay office furniture and store display businesses and achieve stable growth, while making company-wide efforts to establish a more secure earnings base. To this end, as management efficiency measures, the Company aims to reduce costs and increase asset efficiency by proceeding further with the implementation of the Okamura Production System (OPS), the Company's own newly developed production method, and the Supply Chain Management System (SCM).

(1) Office Furniture

In its mainstay office furniture business, responding to an increase in demands for relocation connected to urban redevelopment projects, the Company aims to increase orders for total solutions by offering new product lines suited to the diverse workstyles of the IT era and engaging actively in business development. The Company will also strive to develop new demands by proposing solutions based on the concept of offices of the near future. Moreover, the Company will fortify marketing activities on a global scale by launching new products. As regards the security business, the Company seeks to reinforce its development and sales system for office security products, to complement its safe deposit box facilities for financial institutions. The Company will leverage the marketing and solutions capabilities developed in the office furniture business to engage in full-scale operations in the public facilities sector, primarily regional areas, bolstering our sales & marketing structure to better serve the architectural products, educational facilities, and social services and medical institutions markets.

(2) Store Displays

In the store display business, the Company's second mainstay operation, the Company aims to increase sales and profits by focusing management resources on growth sectors. In the market for category killers, the Company will develop original fixtures tailored to store characteristics and engage in aggressive proposal-based selling targeting the drugstore, home center, and 100 yen shop retail formats, where further expansion of new store openings is expected.

(3) Material Handling Systems and Others

In the material handling systems and others segment, the Company will engage in active selling activities. In addition to pursuing synergy with other businesses, the Company will target the pharmaceutical wholesalers, food products, automotive and other growth sectors, aiming to expand sales and secure stable income through development of products and proposal of solutions tailored to the specific needs of each of these markets. The Company will also aim to be active in opening up new sales, with a focus on the global market.

(4) Promotion of Management Efficiency

The Company will further advance the development of the Okamura Production System (OPS), a new method of production aimed at reducing manufacturing costs, to its Group companies, through applications to Group companies. The secondary development of the Supply Chain Management System (SCM), aiming at efficient production by improving the accuracy of forecast for demands, has been achieving favorable results. The Company will aim to further enhance the efficiency of its inventory by increasing the products covered by this System. With respect to finance, the Company aims to establish a solid financial base through measures such as the reduction of interest-bearing debt.

(5) Protection of the Environment

The Company regards protection of the natural environment as an important management priority, and the entire Okamura Group engages in environmental protection activities. The Company will continue to pursue business activities that contribute to recycle-oriented society, notably environmentally conscious new products development.

(4) Issues Facing the Company

To cope with a social milieu characterized by diversification, globalization and other sweeping social transformations that are likely to continue to occur in the coming years, the Company has periodically convened the Business Process Improvement Committee, flexibly and rapidly responded to the changes, and implemented a series of profit improvement measures necessary to sustain and increase growth and profitability.

In future business development, the Company will aggressively invest management resources in growth business sectors on the basis of a medium-term management strategy grounded in selectivity and concentration, engage in continued restructuring across all businesses and organizations, work to increase capital efficiency, and promote management reform to establish a highly profitable corporate structure.

4 Interim Consolidated Financial Statements

(1) Interim Consolidated Balance Sheets

(Millions of yen)

Accounts Title	Note	Previous First Half of FY March 2007 (As of Sep.30,2006)		First Half under Review of FY March 2008 (As of Sep.30,2007)		Increase/ Decrease Amount	FY March 2007 (As of March 31,2007)		
		Amount	Ratio (%)	Amount	Ratio (%)		Amount	Ratio (%)	
(Assets)									
I. Current assets:									
Cash and time deposits	3	21,173		16,627		(4,545)	17,513		
Trade notes and accounts receivable		51,052		52,185		1,132	62,186		
Marketable securities		938		657		(281)	807		
Inventories		13,604		15,168		1,564	15,326		
Deferred income taxes		1,403		1,378		(24)	1,936		
Others		1,936		1,725		(210)	1,928		
Allowance for doubtful debt		(162)		(92)		69	(148)		
Total current assets			89,947	50.6	87,651	49.9	(2,296)	99,551	52.5
II. Fixed assets:									
1. Tangible fixed assets:									
Buildings and structures	1·2	13,336		14,854		1,517	15,320		
Machinery, equipment and vehicles		9,334		9,388		54	9,473		
Land		21,744		21,744		—	21,744		
Construction in progress		1,692		173		(1,518)	123		
Others		2,898		2,934		36	3,113		
Total tangible fixed assets			49,006	27.6	49,096	27.9	89	49,775	26.2
2. Intangible fixed assets:									
		2,733	1.5	2,761	1.6	27	2,989	1.6	
3. Investments and other assets:									
Investment securities		27,786		27,767		(18)	29,090		
Guarantee deposits		4,023		4,101		77	3,964		
Deferred income taxes		2,041		2,088		46	2,074		
Others		2,320		2,446		125	2,389		
Allowance for doubtful accounts		(102)		(107)		(4)	(81)		
Total investment and other assets		36,070	20.3	36,297	20.6	226	37,438	19.7	
Total fixed assets		87,810	49.4	88,154	50.1	343	90,203	47.5	
Total assets		177,757	100.0	175,805	100.0	(1,952)	189,754	100.0	

(Millions of yen)

Accounts Title	Note	Previous First Half of FY March 2007 (As of Sep.30,2006)		First Half under Review of FY March 2008 (As of Sep.30,2007)		Increase/ Decrease	FY March 2007 (As of March 31,2007)		
		Amount	Ratio (%)	Amount	Ratio (%)		Amount	Amount	Ratio (%)
(Liabilities)									
I .Current liabilities:									
Trade notes and accounts payable	3	41,294		39,169		(2,125)		47,856	
Short-term bank loans	2	10,000		9,800		(200)		9,600	
Long-term debts due within one year		1,528		2,976		1,447		3,446	
Bonds redeemed within one year		5,000		—		(5,000)		—	
Income taxes payable		2,606		1,967		(639)		3,767	
Consumption taxes payable		613		575		(38)		454	
Allowance for bonus payable		2,098		2,147		49		2,976	
Others		2,432		2,659		226		3,494	
Total current liabilities		65,573	36.9	59,294	33.7	(6,279)		71,595	37.7
II .Long-term liabilities:									
Debenture bonds		5,000		10,000		5,000		10,000	
Long-term loans payable		7,343		4,570		(2,773)		4,801	
Deferred tax liabilities		5,519		5,623		104		6,173	
Severance and employee retirement benefits		9,649		9,734		85		9,638	
Reserve for directors' retirement benefits		14		19		4		17	
Others		2,502		2,500		(2)		2,555	
Total long-term liabilities		30,029	16.9	32,447	18.5	2,417		33,186	17.5
Total liabilities		95,603	53.8	91,742	52.2	(3,861)		104,782	55.2
(Net assets)									
I .Owners' equity									
Capital stock		18,670	10.5	18,670	10.6	—		18,670	9.8
Capital surplus		16,759	9.4	16,759	9.5	—		16,759	8.8
Retained earnings		34,825	19.6	38,698	22.0	3,872		36,795	19.4
Treasury stock, at cost		(245)	(0.1)	(2,322)	(1.3)	(2,076)		(269)	(0.1)
Total owners' equity		70,010	39.4	71,805	40.8	1,795		71,956	37.9
II .Net unrealized gain and translation adjustments									
Unrealized holding gains (losses) on securities		8,729	4.9	8,541	4.9	(188)		9,467	5.0
Foreign currency translation adjustment		(121)	(0.1)	91	0.0	213		(69)	(0.0)
Total Net unrealized gain and translation adjustments		8,607	4.8	8,632	4.9	24		9,398	5.0
III .Minority interests		3,535	2.0	3,624	2.1	88		3,617	1.9
Total net assets		82,154	46.2	84,063	47.8	1,909		84,971	44.8
Total liabilities and net assets		177,757	100.0	175,805	100.0	(1,952)		189,754	100.0

(2) **Interim Consolidated Statements of Income**

(Millions of yen)

Accounts Title	Note	Previous First Half (From Apr.1,2006 to Sep.30,2006)		First Half under Review (From Apr.1,2007 to Sep.30,2007)		Increase /Decrease Amount	Previous Fiscal Year (From Apr.1,2006 to Mar.31,2007)	
		Amount	Ratio (%)	Amount	Ratio (%)		Amount	Ratio (%)
I .Net sales		103,042	100.0	104,427	100.0	1,384	213,813	100.0
II .Cost of sales		71,375	69.3	71,880	68.8	504	147,526	69.0
Gross profit		31,666	30.7	32,547	31.2	880	66,287	31.0
III.Selling, general and administrative expenses	1	26,000	25.2	27,568	26.4	1,568	55,374	25.9
Operating income		5,666	5.5	4,978	4.8	(688)	10,912	5.1
IV.Other income:								0.6
Interest and dividends income		236		263			373	
Equity in earnings of affiliated companies		138		81			219	
Others		347	0.7	394	0.7	15	675	1,268
V.Other expenses:								0.3
Interest expenses		203		207			390	
Others		137	0.3	74	0.3	(58)	251	642
Ordinary income		6,048	5.9	5,435	5.2	(613)	11,539	5.4
VI.Special gain:								0.0
Gain on sales of fixed assets	2	—		15			—	
Gain on sales of investment securities		—		0			5	
Other special gain		32	0.0	29	0.0	12	50	55
VII.Extraordinary losses:								0.2
Loss on disposal of fixed assets	3	115		100			299	
Loss on devaluation of investment securities		2		—			7	
Impairment loss		8		42			47	
Evaluation losses of golf memberships		0		0			—	
Other losses		—	0.1	—	0.1	16	77	431
Income before income taxes for the interim term(fiscal year)		5,954	5.8	5,336	5.1	(617)	11,163	5.2
Income taxes		2,332		1,771			5,236	
Adjustments on income taxes		72	2.3	630	2.3	(3)	(347)	4,889
Minority interests in earnings		59	0.1	23	0.0	(35)	141	0.1
Net income for the interim term (fiscal year)		3,489	3.4	2,911	2.8	(578)	6,132	2.9

(3) Interim Consolidated Statements of Change in Net Assets

First Half of FY March 2007 (From Apr.1,2006 to Sep.30,2006)

(Millions of yen)

	Owners' equity					Net unrealized gain and translation adjustments			Minority Interests	Net assets (Total)
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total	Net unrealized gains on for-sale securities	Foreign currency translation adjustments	Total		
Balance at the end of prior period (March 31,2006)	18,670	16,759	32,135	(218)	67,346	9,953	(152)	9,801	3,492	80,641
Changes of items during the interim-term										
Dividends			(785)		(785)					(785)
Directors' bonus			(14)		(14)					(14)
Net income			3,489		3,489					3,489
Acquisition of treasury stock				(27)	(27)					(27)
Changes of items other items during the interim-term(Net)					—	(1,223)	30	(1,193)	42	(1,150)
Changes of items during the interim-term (Total)	—	—	2,690	(27)	2,663	(1,223)	30	(1,193)	42	1,513
Balance at the end of interim-term (Sep 30, 2006)	18,670	16,759	34,825	(245)	70,010	8,729	(121)	8,607	3,535	82,154

First Half under Review (From Apr.1,2007 to Sep.30,2007)

(Millions of yen)

	Owners' equity					Net unrealized gain and translation adjustments			Minority Interests	Net assets (Total)
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total	Net unrealized gains on for-sale securities	Foreign currency translation adjustments	Total		
Balance at the end of prior period (March 31,2007)	18,670	16,759	36,795	(269)	71,956	9,467	(69)	9,398	3,617	84,971
Changes of items during the interim-term										
Dividends			(1,009)		(1,009)					(1,009)
Net income			2,911		2,911					2,911
Acquisition of treasury stock				(2,052)	(2,052)					(2,052)
Changes of items other items during the interim-term(Net)					—	(925)	160	(765)	7	(758)
Changes of items during the interim-term (Total)	—	—	1,902	(2,052)	(150)	(925)	160	(765)	7	(908)
Balance at the end of interim-term (Sep 30, 2007)	18,670	16,759	38,698	(2,322)	71,805	8,541	91	8,632	3,624	84,063

(Reference) FY March 2007 (From Apr.1,2006 to Mar.31,2007)

(Millions of yen)

	Owners' equity					Net unrealized gain and translation adjustments			Minority Interests	Net assets (Total)
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total	Net unrealized gains on for-sale securities	Foreign currency translation adjustments	Total		
Balance at the end of prior period (March 31,2006)	18,670	16,759	32,135	(218)	67,346	9,953	(152)	9,801	3,492	80,641
Changes of items during the period										
Dividends			(1,457)		(1,457)					(1,457)
Directors' bonus			(14)		(14)					(14)
Net income			6,132		6,132					6,132
Acquisition of treasury stock				(51)	(51)					(51)
Changes of items other items during the period(Net)					—	(486)	83	(403)	124	(278)
Changes of items during the year (Total)	—	—	4,660	(51)	4,609	(486)	83	(403)	124	4,330
Balance at the end of the year (Mar 31, 2007)	18,670	16,759	36,795	(269)	71,956	9,467	(69)	9,398	3,617	84,971

(4) Interim Consolidated Statements of Cash Flows

		Previous First Half (From Apr.1,2006 to Sep.30,2006)	First Half under Review (From Apr.1,2007 to Sep.30,2007)	FY March 2007 (From Apr.1,2006 to Mar.31,2007)
Accounts Title	Note	(Millions of yen)	(Millions of yen)	(Millions of yen)
I .Cash flows from operating activities				
Income before income taxes for the interim term (fiscal year)		5,954	5,336	11,163
Depreciation expense		2,319	2,621	5,061
Profit on disposal of property, plant and equipment		—	(15)	—
Loss on disposal of property, plant and equipment		109	92	293
Equity in earnings of affiliated companies		(138)	(81)	(219)
Increase/decrease in allowance for doubtful accounts		(51)	(29)	(85)
Allowance for bonuses payable		(611)	(828)	266
Increase/decrease in allowance for employee retirement benefits		328	95	317
Increase/decrease in allowance for directors' retirement benefits		(31)	1	7
Interest and dividends income		(236)	(263)	(373)
Interest expense		203	207	390
Profit on devaluation of investment securities		2	(0)	2
Loss on devaluation of investment securities		8	42	47
Increase/decrease in notes and accounts receivable		3,913	10,001	(7,221)
Increase/decrease in inventories		1,328	157	(393)
Increase/decrease in notes and accounts payable		(9,252)	(8,440)	(2,823)
Others		139	(601)	1,016
Sub-total		3,984	8,296	7,450
Interest and dividends received		239	302	393
Interest expenses paid		(196)	(205)	(394)
Income taxes paid		(1,185)	(3,492)	(3,060)
Net Cash provided by operating activities		2,841	4,901	4,389
II .Cash flows from investing activities				
Term deposits paid		(3,993)	(622)	(6,385)
Term deposits withdrawn		3,593	871	7,245
Payment for purchase of property, plant and equipment		(3,607)	(2,012)	(6,776)
Proceeds from sale of property, plant and equipment		7	45	11
Payment for purchase of intangible fixed assets		(323)	(136)	(893)
Payment for purchase of investment securities		(25)	(113)	(40)
Proceeds from sale of investment securities		3	169	13
Others		(106)	(169)	(4)
Net Cash used in investing activities		(4,452)	(1,967)	(6,830)
III .Cash flows from financing activities				
Increase/decrease in short-term bank loans		100	200	(300)
Proceeds from long-term debt		600	200	600
Repayments of long-term debt		(1,068)	(901)	(1,692)
Issuance of debenture bonds		—	—	5,000
Redemption of debenture bonds		—	—	(5,000)
Acquisition of treasury stock		(26)	(2,051)	(48)
Cash dividends paid by the Company		(785)	(1,009)	(1,457)
Cash dividends paid to minority shareholders		(16)	(16)	(16)
Net Cash used in financing activities		(1,195)	(3,578)	(2,915)
IV .Effect on exchange rate changes on cash and cash equivalents		4	10	23
V .Increase/decrease in cash and cash equivalents		(2,802)	(634)	(5,331)
VI .Cash and cash equivalents at beginning of year		22,028	16,697	22,028
VII .Cash and cash equivalents at interim-term(year) end	1	19,226	16,062	16,697

(5) **Significant Items for the Preparation of Interim Consolidated Financial Statements**

Accounting policies

Previou First Half (From Apr.1,2006 to Sep.30,2006)	First Half under Review (From Apr.1,2007 to Sep.30,2007)	Previous Fiscal Year (From Apr.1,2006 to Mar.31,2007)
<p>Methods of depreciation of significant depreciable assets</p> <p>Tangible fixed assets</p> <p>Fixed percentage method, except that buildings (excluding building equipment) acquired on or after April 1,1998 are depreciated by the straight-line method. The duration of useful lives and residual value were determined subject to the standards prescribed in the Japanese Corporation Tax Law.</p>	<p>Methods of depreciation of significant depreciable assets</p> <p>Tangible fixed assets</p> <p>Buildings (excluding building equipment)</p> <p>1.Acquired before March 31,1998 : Fixed percentage method</p> <p>2.Acquired from April 1,1998 to March 31,2007: Old Straight-line method</p> <p>3.Acquired on or after April 1,2007: Straight-line method</p> <p>Other tangible assets (excluding buildings)</p> <p>1.Acquired before March 31,2007 : Old Fixed percentage method</p> <p>2.Acquired on or after April 1,2007: Fixed percentage method</p> <p>(Change in Corporate Tax Law) Acquisitions on or after April 1,2007 are based on revised Corporate Tax Law. Influence to profit by this change is minimal.</p> <p>(Additional Information) Acquisitions before March 31,2007 are being amortized over 5 years by the straight-line method. By this method, comparing with previous first half, operating income, ordinary income and income before tax are decreasing ¥150 million of each.</p>	<p>Methods of depreciation of significant depreciable assets</p> <p>Tangible fixed assets</p> <p>Fixed percentage method, except that buildings (excluding building equipment) acquired on or after April 1,1998 are depreciated by the straight-line method. The duration of useful lives and residual value were determined subject to the standards prescribed in the Japanese Corporation Tax Law.</p>

Beside change in method of depreciation of tangible fixed assets mentioned above, no big changes shown since the submission of financial statement report in December 22,2006. Therefore other descriptions are omitted.

(6) Notes of Interim Consolidated Financial Statements

(Interim Consolidated Balance Sheet)

	(Previous First Half)	(First Half under Review)	(Millions of yen) (Previous Fiscal Year)
1. Accumulated depreciation of tangible fixed assets	83,040	84,794	83,606
2. Hypothecated assets and secured liabilities			
Amount of pledged assets (book value)			
Buildings and structures	2,908	2,788	2,908
Land	7,269	7,269	7,269
Total	10,177	10,057	10,177
Liabilities relevant to the above			
Short-term debts	2,000	2,000	2,000
3. The notes at maturity are regarded as settled on the clearance date. Since the balance sheet date was a bank holiday, the notes at maturity on the balance sheet date was included into the balance of the related account as follows:			

Trade notes receivable :	748	534	581
Trade notes payable:	1,788	1,780	1,648

(Interim Consolidated Income Statement)

	(Previous First Half)	(First Half under Review)	(Millions of yen) (Previous Fiscal Year)
1. Major items and amounts of selling, general and administrative expenses			
Selling expense	1,209	1,162	3,226
Transportation and packing expense	4,860	5,360	11,363
Salaries and allowances	7,199	7,760	15,416
Provision for allowance for bonus payable	1,350	1,401	1,961
Retirement benefits	463	293	933
Depreciation and amortization expenses	721	941	1,540
Rent	3,252	3,296	6,671
2. Breakdown of profit on retirement of fixed assets			
Machinery, equipment and vehicles	0	15	0
Total	0	15	0
3. Breakdown of loss on retirement of fixed assets			
Buildings and structures	13	3	53
Machinery, equipment and vehicles	79	89	155
Others	22	7	90
Total	115	100	299

(Interim Consolidated Statement of Change in Net Assets)

Previous First Half (from Apr.1,2006 to Sep.30,2006)

1. Types and numbers of stocks issued and treasury

(thousand of stocks)

Type of stock	Number of stocks at the end of the previous year	Increase	Decrease	Number of stocks at the end of the interim term
Stocks issued Common stock	112,391	—	—	112,391
Treasury stocks Common stock	360	22	—	382

(Note) The increase of the treasury stocks(common stock) of 22 thousand is composed of the purchase of 1 thousand treasury stocks, and the purchase of 21 thousand of fractional shares.

2. Dividends

(1) Dividends paid during the previous interim term

Resolved	Type	Total amount (Millions of yen)	Cash dividends per share	Record date	Effective date
Ordinary General Meeting of Shareholders' held on June 29,2006	cash	785	7.00	March 31,2006	June 30,2006

(2) Dividends to be paid after the interim balance sheet date, but the record date for the payment of dividends belongs to the interim term.

Resolved	Type	Resource of the dividends to be paid	Total amount (Millions of yen)	Cash dividends per share	Record date	Effective date
Board of Directors held on November 10,2006	Cash	Retained earnings	672	6.00	September 30,2006	December 8,2006

First Half under Review (from Apr.1,2007 to Sep.30,2007)

1. Types and numbers of stocks issued and treasury

(thousand of stocks)

Type of stock	Number of stocks at the end of the previous year	Increase	Decrease	Number of stocks at the end of the interim term
Stocks issued Common stock	112,391	—	—	112,391
Treasury stocks Common stock	400	1,687	—	2,088

(Note) The increase of the treasury stocks(common stock) of 1,687 thousand is composed of the purchase of 1 thousand treasury stocks, and the purchase of 19 thousand of fractional shares and acquisition based on the meeting of Board of Directors of 1,667 thousand.

2. Dividends

(1) Dividends paid during the current interim term

Resolved	Type	Total amount (Millions of yen)	Cash dividends per share	Record date	Effective date
Ordinary General Meeting of Shareholders' held on June 28,2007	cash	1,009	9.00	March 31,2007	June 29,2007

(2) Dividends to be paid after the interim balance sheet date, but the record date for the payment of dividends belongs to the interim term.

Resolved	Type	Resource of the dividends to be paid	Total amount (Millions of yen)	Cash dividends per share	Record date	Effective date
Board of Directors held on November 12,2007	Cash	Retained earnings	828	7.50	September30,2007	December10,2007

Previous Fiscal Year (from Apr.1,2006 to Mar.31,2007)

1. Types and numbers of stocks issued and treasury

(thousand of stocks)

Type of stock	Number of stocks at the end of the previous year	Increase	Decrease	Number of stocks at the end of the interim term
Stocks issued Common stock	112,391	—	—	112,391
Treasury stocks Common stock	360	40	—	400

(Note) The increase of the treasury stocks(common stock) of 40 thousand is composed of the purchase of 2 thousand treasury stocks, and the purchase of 38 thousand of fractional shares.

2. Dividends

(1) Dividends paid during the previous year

Resolved	Type	Total amount (Millions of yen)	Cash dividends per share	Record date	Effective date
Ordinary General Meeting of Shareholders' held on June 29,2006	cash	785	7.00	March 31,2006	June 30,2006
Board of Directors held on November 10,2006	cash	672	6.00	September 30,2006	December 8,2006

(2) Dividends to be paid after balance sheet date, but the record date for the payment of dividends belongs to previous fiscal year.

Resolved	Type	Resource of the dividends to be paid	Total amount (Millions of yen)	Cash dividends per share	Record date	Effective date
Ordinary General Meeting of Shareholders' held on June 28,2007	Cash	Retained earnings	1,009	9.00	March 31,2007	June 29,2007

(Consolidated Cash Flow Statement)

Relations between the balance of cash and cash equivalents at the end of the interim term (fiscal year) and the amount of the item posted in the interim term (fiscal year) consolidated balance sheet

(Millions of yen)

(Previous First Half) (First Half under Review) (Previous Fiscal Year)

Cash and deposit accounts	21,173	16,627	17,513
Time deposits - over 3 months	(2,731)	(1,222)	(1,471)
Securities account	784	657	655
Cash and cash equivalents	19,226	16,062	16,697

(Lease Transactions)

Non-ownership transfer finance lease transactions

1. Amounts equivalent to the cost of acquisition, accumulated depreciation, and balance as of the end of the interim term (fiscal year) for lease properties

	(Previous First Half)	(First Half under Review)	(Millions of yen (Previous Fiscal Year)
Amount equivalent to acquisition cost	714	742	740
Amount equivalent to accumulated depreciation	418	547	500
Amount equivalent to the balance as of the end of the interim term (fiscal year)	296	195	239

2. Amount equivalent to the balance of prepaid rent at the end of the interim term (fiscal year)

One year or less	174	147	174
More than one year	262	189	227
Total	437	337	401

3. Amount equivalent to lease payment, accumulated depreciation and interest expense

Lease payment	103	97	203
Amount equivalent to depreciation expense	104	73	218
Amount equivalent to interest expense	4	3	8

4. Method of calculating the amounts equivalent to depreciation expense and interest

The amount equivalent to depreciation expense was computed by multiplying the depreciation expense by 9/10 (0.9) calculated on the straight-line method considering the lease period to be the durable years and residual value to be 10%.

The amount equivalent to interest was computed considering the difference between the total lease payment and the amount equivalent to the cost of acquisition to be the amount equivalent to interest. The difference was distributed to each term using the interest method.

(Securities)

Previous First Half (As of Sep.30,2006)

1. Other securities with market value

(Millions of yen)

	Acquisition cost	Interim Consolidated Balance Sheet Amount at Consolidated Settlement Date	Difference
Other securities			
① Stocks	10,487	25,208	14,720
② Bonds			
Corporate bonds	149	153	3
③ Others	48	46	(1)
Total	10,685	25,408	14,722

Acquisition cost on the sheet is carrying cost after loss on impairment. During the previous first half ¥3 million of loss on impairment was implemented.

Loss on impairment associated with available-for-sales securities is recognized all case when the market value at the period end becomes less than half of the carrying cost. The loss is also recognized when the decline in the value at the interim period end is between 30% and 50% of the carrying amount, judging the necessity of market value by concerning the recovery.

2. Securities not marked to market

(Millions of yen)

	Interim Consolidated Balance Sheet Amount at Consolidated Settlement
Stocks of subsidiaries and affiliates	1,207
Total	1,207
Other securities	
1.Unlisted stocks (except OTC stocks)	323
2.MMF	683
3.Medium-term government securities fur	100
4.Preferred subscription certificate	1,000
Total	2,108

First Half under Review (As of Sep.30,2007)

1. Other securities with market value

(Millions of yen)

	Acquisition cost	Interim Consolidated Balance Sheet Amount at Consolidated Settlement Date	Difference
Other securities			
① Stocks	10,487	24,894	14,407
② Bonds			
Government bonds	50	50	0
③ Others	77	74	(3)
Total	10,615	25,019	14,404

Acquisition cost on the sheet is carrying cost after loss on impairment. During the previous first half ¥3 million of loss on impairment was implemented.

Loss on impairment associated with available-for-sales securities is recognized all case when the market value at the period end becomes less than half of the carrying cost. The loss is also recognized when the decline in the value at the interim period end is between 30% and 50% of the carrying amount, judging the necessity of market value by concerning the recovery.

2. Securities not marked to market

(Millions of yen)

	Interim Consolidated Balance Sheet Amount at Consolidated Settlement
Stock of subsidiaries and affiliates	1,485
Total	1,485
Other securities	
1.Unlisted stocks (except OTC stocks)	262
2.MMF	556
3.Medium-term government securities fur	101
4.Preferred subscription certificate	1,000
Total	1,919

Previous Fiscal Year (As of Mar.31,2007)

1. Other securities with market value

(Millions of yen)

	Acquisition cost	Consolidated Balance Sheet Amount at Consolidated Settlement Date	Difference
Amount of Consolidated Balance Sheet exceeding Acquisition cost			
① Stocks	9,413	25,598	16,185
② Corporate bonds	149	151	1
Sub-Total	9,562	25,750	16,187
Amount of Consolidated Balance Sheet not exceeding Acquisition cost			
① Stocks	1,082	863	(219)
② Others	48	45	(2)
Sub-Total	1,131	909	(221)
Total	10,694	26,659	15,965

Acquisition cost on the sheet is carrying cost after loss on impairment. During the previous first half ¥3 million of loss on impairment was implemented.

Loss on impairment associated with available-for-sales securities is recognized all case when the market value at the period end becomes less than half of the carrying cost. The loss is also recognized when the decline in the value at the interim period end is between 30% and 50% of the carrying amount, judging the necessity of market value by concerning the recovery.

2. Other securities sold during the year

(Millions of yen)

	Sales cost	Total gain on disposal	Total loss on disposal
① Stocks	13	5	7
② Others	0	—	—
Total	13	5	7

3. Securities not marked to market

(Millions of yen)

	Consolidated Balance Sheet Amount at Consolidated Settlement Date
Other securities	
1.MMF	554
2.Medium-term government securities fund	100
3.Unlisted stocks (except OTC stocks)	282
4.Preferred subscription certificate	1,000
Total	1,938

4. Scheduled redemptions of other securities having maturity

(Millions of yen)

	In 1 year	1 to 5 years	5 to 10 years	Over 10 years
Bonds				
Corporate bonds	150	—	—	—
Total	150	—	—	—

(Derivative Transactions)

Previous First Half (As of Sep. 30,2006)

Amount of contracts on derivatives transactions, market value and valuation income (loss)

(Millions of yen)

Classification	Types of transactions	Contract amount etc.	Market value	Valuation profit/loss
Currency	Exchange options	240	10	10
Total		240	10	10

- Notes:
1. The above transactions are collar transactions, which have the effect of limiting exchange risk by combining the long open position of call options and the short open position of put options.
 2. Contract amounts and the like were posted by translating the balance of unsettled amount into foreign currency as of the end of the consolidated accounting year by the spot exchange rate.
 3. Market values were based on the price presented by the transaction companies.
 4. Items subjected to hedge accounting were excluded from the scope of disclosure.

First Half under Review (As of Sep.30,2007)

Not applicable.

Interest swap transaction and foreign exchange forward contracts are processed by hedge accounting. Therefore disclosure is excluded.

Previous Fiscal Year (As of Mar.31,2007)

Amount of contracts on derivatives transactions, market value and valuation income (loss)

(Millions of yen)

Classification	Types of transactions	Contract amount etc.	Market value	Valuation profit/loss
Currency	Exchange options	82	9	9
Total		82	9	9

- Notes:
1. The above transactions are collar transactions, which have the effect of limiting exchange risk by combining the long open position of call options and the short open position of put options.
 2. Contract amounts and the like were posted by translating the balance of unsettled amount into foreign currency as of the end of the consolidated accounting year by the spot exchange rate.
 3. Market values were based on the price presented by the transaction companies.
 4. Items subjected to hedge accounting were excluded from the scope of disclosure.

(Segment Information)

1. Business Segment Information

Previous First Half (From Apr.1,2006, to Sep.30,2006)

(Millions of yen)

Accounts	Segment			Total	Unallocated and Eliminations	Consolidated
	Office Furniture	Store Displays	Material Handling Systems and Others			
I .Net sales and operating income (loss)						
Net sales						
1)Net sales to external customers	61,628	32,459	8,955	103,042	—	103,042
2)Internal sales or transfers between segments	—	—	—	—	(—)	—
Total	61,628	32,459	8,955	103,042	(—)	103,042
Operating expenses	57,449	31,867	8,058	97,376	(—)	97,376
Operating income	4,178	591	896	5,666	(—)	5,666

First Half under Review (From Apr.1,2007,to Sep.30,2007)

(Millions of yen)

Accounts	Segment			Total	Unallocated and Eliminations	Consolidated
	Office Furniture	Store Displays	Material Handling Systems and Others			
I .Net sales and operating income (loss)						
Net sales						
1)Net sales to external customers	64,483	32,602	7,340	104,427	—	104,427
2)Internal sales or transfers between segments	—	—	—	—	(—)	—
Total	64,483	32,602	7,340	104,427	(—)	104,427
Operating expenses	60,175	32,131	7,141	99,448	(—)	99,448
Operating income	4,308	471	198	4,978	(—)	4,978

Previous Fiscal Year (From Apr.1,2006, to Mar.31,2007)

(Millions of yen)

Accounts	Segment			Total	Unallocated and Eliminations	Consolidated
	Office Furniture	Store Displays	Material Handling Systems and Others			
I .Net sales and operating income (loss)						
Net sales						
1)Net sales to external customers	131,245	66,325	16,242	213,813	—	213,813
2)Internal sales or transfers between segments	—	—	—	—	(—)	—
Total	131,245	66,325	16,242	213,813	(—)	213,813
Operating expenses	122,182	65,477	15,241	202,900	(—)	202,900
Operating income	9,063	848	1,000	10,912	(—)	10,912

- Notes: 1. Business segmentation method
Business segmentation is based on considerations of similarities among product types (inclusive of operations) and markets.
2. Classification of main products by business segment

Business segment	Main Products
Office Furniture	Office furniture, Cultural and educational facilities, Partitions, Medical and research facilities, Security systems, SOHO-related products
Store Displays	Showcases for stores, Refrigerated showcases, Counters for stores
Material Handling Systems and Others	Racks and stackers for factories and warehouses, Automated material handling systems, Torque converters for industrial and construction equipment, Real estate leasing, Insurance

2. Geographically Segmented Information

Because net sales and assets for Japan exceed 90% of aggregate net sales and assets for all segments, geographically segmented information is omitted.

3. Overseas sales

Overseas sales were omitted since they accounted for less than 10% of total consolidated sales.

(Per Share Data)

Previous First Half (From Apr.1,2006 to Sep.30,2006)	First Half under Review (From Apr.1,2007 to Sep.30,2007)	Previous Fiscal Year (From Apr.1,2006 to Mar.31,2007)
Book value per share: 701.89 yen	Book value per share: 729.25 yen	Book value per share: 726.44 yen
Earnings per share: 31.15 yen	Earnings per share: 26.26 yen	Earnings per share: 54.75 yen
No mention of diluted earnings per share	No mention of diluted earnings per share	No mention of diluted earnings per share

(Note) The basis of the report of net earnings per share

1. Net assets per share

	Previous First Half of FY March 2007 (As of Sep.30,2006)	First Half under Review of FY March 2008 (As of Sep.30,2007)	FY March 2007 (As of March 31,2007)
Net Assets (Millions of yen)	82,154	84,063	84,971
Net assets on common share (Millions of yen)	78,618	80,438	81,354
Difference breakdown			
Minority interests (Millions of yen)	3,535	3,624	3,617
Common stock issued (thousand of stocks)	112,391	112,391	112,391
Treasury stock in common stocks (thousand of stocks)	382	2,088	400
Number of common stock based on net assets per share (thousand of stocks)	112,008	110,302	111,990

2. Net income per share

	Previous First Half (From Apr.1,2006 to Sep.30,2006)	First Half under Review (From Apr.1,2007 to Sep.30,2007)	Previous Fiscal Year (From Apr.1,2006 to Mar.31,2007)
Net Income (Millions of yen)	3,489	2,911	6,132
Amount not attributed to common shareholders (Millions of yen)	—	—	—
Net Income on common shares (Millions of yen)	3,489	2,911	6,132
Average number of common shares outstanding (thousand of stocks)	112,019	110,867	112,008

(Important Subsequent Events)

<p>Previou First Half (From Apr.1,2006 to Sep.30,2006)</p>	<p>First Half under Review (From Apr.1,2007 to Sep.30,2007)</p>	<p>Previous Fiscal Year (From Apr.1,2006 to Mar.31,2007)</p>
		<p>The Company has resolved the acquisition of treasury stock on the meeting of the Board of Directors held on May 25,2007.</p> <p>1.Reason of acquisiton of treasury stock To ensure a capital policy that enable flexible response to changes in the business environment surrounding corporation.</p> <p>2.Details of the resolution</p> <p>1.Class of shares to be acquired Common shares of the Company</p> <p>2.Total number of shares to be acquired 1,800,000 shares(maximum)</p> <p>3.Total purchase cost 2,520,000,000 yen(maximum)</p> <p>Based on the above resolution, on May 30, 2007, the Company acquired on ToSTNet-2, the Tokyo Stock Exchange in the following situation: number of 1,667,000 shares in cost of 2,028,739,000 yen.</p>

5 Interim Non-Consolidated Financial Statements

(1) Interim Non-Consolidated Balance Sheets

(Millions of yen)

Accounts Title	Note	Previous First Half of FY March 2007 (As of Sep.30,2006)		First Half under Review of FY March 2008 (As of Sep.30,2007)		Increase/ Decrease Amount	FY March 2007 (As of March 31,2007)		
		Amount	Ratio (%)	Amount	Ratio (%)		Amount	Ratio (%)	
(Assets)									
I. Current assets:									
Cash and time deposits		12,517		11,865		(652)	12,511		
Trade notes	3	10,193		9,494		(699)	10,355		
Accounts receivable		40,275		42,238		1,962	51,271		
Marketable securities		121		122		0	121		
Inventories		12,561		14,018		1,456	14,320		
Deferred income taxes		1,178		1,177		(0)	1,614		
Accrued revenue		449		497		47	611		
Others		1,817		1,677		(139)	1,679		
Allowance for doubtful debt		(445)		(377)		67	(433)		
Total current assets		78,670	49.1	80,713	49.9	2,043	92,054	52.4	
II. Fixed assets:									
1. Tangible fixed assets:									
Buildings	1·2	11,151		12,705		1,554	13,110		
Machinery and equipment		6,565		6,410		(155)	6,620		
Land		20,987		20,987		—	20,987		
Construction in progress		1,686		71		(1,615)	37		
Others		2,906		2,883		(23)	3,042		
Total tangible fixed assets		43,297	27.0	43,057	26.6	(239)	43,798	24.9	
2. Intangible fixed assets:		2,749	1.7	2,652	1.6	(96)	2,899	1.7	
3. Investments and other assets:									
Investment securities		30,396		30,104		(292)	31,610		
Others		5,255		5,477		221	5,293		
Allowance for doubtful accounts		(101)		(106)		(4)	(80)		
Total investment and other assets		35,550	22.2	35,474	21.9	(75)	36,823	21.0	
Total fixed assets		81,597	50.9	81,185	50.1	(412)	83,521	47.6	
Total assets		160,268	100.0	161,898	100.0	1,630	175,576	100.0	

(Millions of yen)

Accounts Title	Note	Previous First Half of FY March 2007 (As of Sep.30,2006)		First Half under Review of FY March 2008 (As of Sep.30,2007)		Increase/ Decrease Amount	FY March 2007 (As of March 31,2007)		
		Amount	Ratio (%)	Amount	Ratio (%)		Amount	Amount	Ratio (%)
(Liabilities)									
I .Current liabilities:									
Trade notes	3	15,228		12,510		(2,717)	16,610		
Accounts payable		26,324		27,140		815	31,673		
Short-term bank loans	2	9,500		9,600		100	9,400		
Short-term loan in affiliates		—		4,000		4,000	4,000		
Long-term debts due within one year		1,495		2,940		1,445	3,410		
Bonds redeemed within one year		5,000		—		(5,000)	—		
Income taxes payable		2,114		1,665		(449)	3,088		
Allowance for bonus payable		1,574		1,606		32	2,264		
Others		2,417		2,378		(38)	3,118		
Total current liabilities			63,654	39.7	61,840	38.2	(1,813)	73,565	41.9
II .Long-term liabilities:									
Debenture bonds		5,000		10,000		5,000	10,000		
Long-term loans payable		7,285		4,545		(2,740)	4,760		
Deferred tax liabilities		5,483		5,586		103	6,134		
Severance and employee retirement benefits		6,346		6,388		41	6,298		
Long-term deposit received		1,910		1,988		78	1,961		
Others		447		414		(33)	447		
Total long-term liabilities			26,473	16.5	28,922	17.9	2,449	29,602	16.9
Total liabilities			90,127	56.2	90,763	56.1	636	103,167	58.8
(Net assets)									
I .Owners' equity									
1.Capital stock			18,670	11.6	18,670	11.5	—	18,670	10.6
2.Capital surplus									
(1)Additional paid-in capital		16,759		16,759		—	16,759		
Total capital surplus			16,759	10.5	16,759	10.3	—	16,759	9.5
3.Retained earnings									
(1)Legal reserve of retained		1,874		1,874		—	1,874		
(2)Other retained earnings									
Reserve for deferred income		5,327		5,182		(145)	5,229		
Voluntary reserve		4,180		4,180		—	4,180		
Earned surplus carried forward		14,799		18,197		3,397	16,449		
Total retained earnings			26,181	16.3	29,434	18.2	3,252	27,732	15.8
4.Treasury stock, at cost			(193)	(0.1)	(2,267)	(1.4)	(2,074)	(216)	(0.1)
Total owners' equity			61,418	38.3	62,597	38.6	1,178	62,947	35.8
II .Net unrealized gain and translation adjustments									
1.Unrealized holding gains (losses) on securities			8,721	5.5	8,537	5.3	(184)	9,461	5.4
Total Net unrealized gain and translation adjustments			8,721	5.5	8,537	5.3	(184)	9,461	5.4
Total net assets			70,140	43.8	71,135	43.9	994	72,408	41.2
Total liabilities and net assets			160,268	100.0	161,898	100.0	1,630	175,576	100.0

(2) **Interim Non-Consolidated Statements of Income**

(Millions of yen)

Accounts Title	Note	Previous First Half (From Apr.1,2006 to Sep.30,2006)		First Half under Review (From Apr.1,2007 to Sep.30,2007)		Increase /Decrease Amount	Previous Fiscal Year (From Apr.1,2006 to Mar.31,2007)	
		Amount	Ratio	Amount	Ratio		Amount	Ratio
			(%)		(%)			(%)
I .Net sales		101,770	100.0	103,076	100.0	1,306	211,000	100.0
II .Cost of sales	1	74,163	72.9	74,616	72.4	452	153,751	72.9
Gross profit		27,606	27.1	28,460	27.6	853	57,248	27.1
III.Selling, general and administrative expenses	1	23,102	22.7	24,373	23.6	1,271	48,494	23.0
Operating income		4,504	4.4	4,086	4.0	(417)	8,753	4.1
IV.Other income:								
Interest and dividends income		270		521			417	
Others		349	619	447	968	348	719	1,137
			0.6		0.9			0.6
V .Other expenses:								
Interest expenses		200		223			396	
Others		125	326	62	286	(39)	228	625
Ordinary income			4.7		4.6	(29)		4.4
							9,265	
VI.Special gain:								
Gain on sales of investment securities		—		0			5	
Other special gain		33	33	29	29	(4)	50	55
			0.0		0.0			0.0
VII.Extraordinary losses:								
Loss on disposal of fixed assets		70		42			234	
Loss on devaluation of investment securities		2		—			7	
Impairment loss		8		42			47	
Appraised loss in investments in affiliates		6		—			6	
Evaluation losses of golf memberships		0		0			—	
Reversal of allowance for doubtful accounts in affiliates		290	378	—	85	(293)	290	585
			0.3		0.0			0.3
Income before income taxes for the interim term(fiscal year)			4.4		4.6	259		8,735
								4.1
Income taxes		1,850		1,480			4,200	
Adjustments on income taxes		(40)	1,809	521	2,001	192	(332)	3,867
			1.8		2.0			1.8
Net income for the interim term (fiscal year)			2.6		2.6	67		4,867
								2.3

(3) Interim Non-Consolidated Statements of Change in Net Assets

First Half of FY March 2007 (From Apr.1,2006 to Sep.30,2006)

(Millions of yen)

	Owners' equity							
	Capital stock	Capital surplus		Legal reserve of retained	Retained earnings			Retained earnings
		Capital surplus	Total capital surplus		Reserve for deferred income	Other reserve	Earned surplus carried forward	
Balance as of Mar31,2006	18,670	16,759	16,759	1,874	5,434	4,180	12,834	24,323
Changes of items during interim term								
Dividends							(785)	(785)
Used deferred income tax					(106)		106	—
Net income							2,643	2,643
Acquisition of treasury stock								—
Net changes of Net assets other than owners' equity								—
Total of changes in interim term	—	—	—	—	(106)	—	1,964	1,858
Balance as of Sep30,2006	18,670	16,759	16,759	1,874	5,327	4,180	14,799	26,181

	Net assets		Net unrealized gain and translation adjustments		Net assets (Total)
	Treasury stock	Total	Retained earnings	Treasury stock	
Balance as of Mar31,2006	(167)	59,586	9,944	9,944	69,531
Changes of items during interim term					
Dividends		(785)			(785)
Used deferred income tax		—			—
Net income		2,643			2,643
Acquisition of treasury stock	(26)	(26)			(26)
Net changes of Net assets other than owners' equity		—	(1,223)	(1,223)	(1,223)
Total of changes in the interim term	(26)	1,832	(1,223)	(1,223)	609
Balance as of Sep30,2006	(193)	61,418	8,721	8,721	70,140

Fist Half under Review (Apr.1,2007 to Sep.30,2007)

(Millions of yen)

	Owners' equity							
	Capital stock	Capital surplus		Legal reserve of retained	Retained earnings			Retained earnings
		Capital surplus	Total capital surplus		Other retained earnings			
					Reserve for deffered income	Other reserve	Earned surplus carried forward	
Balance as of Mar31,2007	18,670	16,759	16,759	1,874	5,229	4,180	16,449	27,732
Changes of items during interim term								
Dividends							(1,009)	(1,009)
Used deffered income tax					(46)		46	—
Net income							2,710	2,710
Acquisition of treasury stock								—
Net changes of Net assets other than owners' equity								—
Total of changes in interm term	—	—	—	—	(46)	—	1,748	1,701
Balance as of Sep30,2007	18,670	16,759	16,759	1,874	5,182	4,180	18,197	29,434

	Net assets		Net unrealized gain and translation adjustments		Net assets (Total)
	Treasury stock	Total	Retained earnings	Treasury stock	
Balance as of Mar31,2007	(216)	62,947	9,461	9,461	72,408
Changes of items during interim term					
Dividends		(1,009)			(1,009)
Used deffered income tax		—			—
Net income		2,710			2,710
Acquisition of treasury stock	(2,051)	(2,051)			(2,051)
Net changes of Net assets other than owners' equity		—	(923)	(923)	(923)
Total of changes in the interim term	(2,051)	(349)	(923)	(923)	(1,273)
Balance as of Sep30,2007	(2,267)	62,597	8,537	8,537	71,135

Previous Fiscal Year (Apr.1,2006 to Mar.31,2007)

(Millions of yen)

	Owners' equity							
	Capital stock	Capital surplus		Legal reserve of retained	Retained earnings			Retained earnings
		Capital surplus	Total capital surplus		Other retained earnings			
					Reserve for deffered income	Other reserve	Earned surplus carried forward	
Balance as of Mar31,2006	18,670	16,759	16,759	1,874	5,434	4,180	12,834	24,323
Changes of items during the period								
Dividends							(1,457)	(1,457)
Used deffered income tax					(204)		204	—
Net income							4,867	4,867
Acquisition of treasury stock								—
Net changes of Net assets other than owners' equity								—
Total of changes in fiscal year	—	—	—	—	(204)	—	3,614	3,409
Balance as of Mar31,2007	18,670	16,759	16,759	1,874	5,229	4,180	16,449	27,732

	Net assets		Net unrealized gain and translation adjustments		Net assets (Total)
	Treasury stock	Total	Retained earnings	Treasury stock	
Balance as of Mar31,2006	(167)	59,586	9,944	9,944	69,531
Changes of items during the period					
Dividends		(1,457)			(1,457)
Used deffered income tax		—			—
Net income		4,867			4,867
Acquisition of treasury stock	(48)	(48)			(48)
Net changes of Net assets other than owners' equity		—	(483)	(483)	(483)
Total of changes in the fiscal year	(48)	3,360	(483)	(483)	2,876
Balance as of Mar31,2007	(216)	62,947	9,461	9,461	72,408

(4) **Significant Items for the Preparation of Interim Non-Consolidated Financial Statements**

Accounting policies

Previou First Half (From Apr.1,2006 to Sep.30,2006)	First Half under Review (From Apr.1,2007 to Sep.30,2007)	Previous Fiscal Year (From Apr.1,2006 to Mar.31,2007)
<p>Methods of depreciation of significant depreciable assets</p> <p>Tangible fixed assets</p> <p>Fixed percentage method, except that buildings (excluding building equipment) acquired on or after April 1,1998 are depreciated by the straight-line method.</p> <p>The duration of useful lives and residual value were determined subject to the standards prescribed in the Japanese Corporation Tax Law.</p>	<p>Methods of depreciation of significant depreciable assets</p> <p>Tangible fixed assets</p> <p>Buildings (excluding building equipment)</p> <p>1.Acquired before March 31,1998 : Fixed percentage method</p> <p>2.Acquired from April 1,1998 to March 31,2007: Old Straight-line method</p> <p>3.Acquired on or after April 1,2007: Straight-line method</p> <p>Other tangible assets (excluding buildings)</p> <p>1.Acquired before March 31,2007 : Old Fixed percentage method</p> <p>2.Acquired on or after April 1,2007: Fixed percentage method</p> <p>(Change in Corporate Tax Law)</p> <p>Acquisitions on or after April 1,2007 are based on revised Corporate Tax Law. Influence to profit by this change is minimal.</p> <p>(Additional Information)</p> <p>Acquisitions before March 31,2007 are being amortized over 5 years by the straight-line method.</p> <p>By this method, comparing with previous first half, operating income, ordinary income and income before tax are decreasing ¥111 million of each.</p>	<p>Methods of depreciation of significant depreciable assets</p> <p>Tangible fixed assets</p> <p>Fixed percentage method, except that buildings (excluding building equipment) acquired on or after April 1,1998 are depreciated by the straight-line method.</p> <p>The duration of useful lives and residual value were determined subject to the standards prescribed in the Japanese Corporation Tax Law.</p>

(5) **Notes of Interim Non-Consolidated Financial Statements**

(Interim Non-Consolidated Balance Sheet)

	(Previous First Half)	(First Half under Review)	(Millions of yen) (Previous Fiscal Year)
1. Accumulated depreciation of tangible fixed assets	66,938	68,302	67,130
2. Hypothecated assets and secured liabilities			
Amount of pledged assets (book value)			
Buildings and structures	2,908	2,788	2,908
Land	7,269	7,269	7,269
Total	10,177	10,057	10,177
Liabilities relevant to the above			
Short-term debts	2,000	2,000	2,000

3. The notes at maturity are regarded as settled on the clearance date. Since the balance sheet date was a bank holiday, the notes at maturity on the balance sheet date was included into the balance of the related account as follows:

Trade notes receivable :	744	532	576
Trade notes payable:	1,487	1,340	1,432

(Interim Non-Consolidated Income Statement)

	(Previous First Half)	(First Half under Review)	(Previous Fiscal Year)
Depreciation during the period			
Tangible fixed assets	1,510	1,701	3,323
Intangible fixed assets	249	302	507

(Interim Non-Consolidated Statement of Change in Net Assets)

Previous First Half (from Apr.1,2006 to Sep.30,2006)

Types and numbers of stocks issued and treasury

(thousand of stocks)

Type of stock	Number of stocks at the end of the previous year	Increase	Decrease	Number of stocks at the end of the interim term
Treasury stocks Common stock	239	21	—	260

(Note) The increase of the treasury stocks(common stock) of 21 thousand is composed of the purchase of 21 thousand of fractional shares.

First Half under Review (from Apr.1,2007 to Sep.30,2007)

1. Types and numbers of stocks issued and treasury

(thousand of stocks)

Type of stock	Number of stocks at the end of the previous year	Increase	Decrease	Number of stocks at the end of the interim term
Treasury stocks Common stock	278	1,686	—	1,964

(Note) The increase of the treasury stocks(common stock) of 1,686 thousand is composed of the purchase of 1 thousand treasury stocks, and the purchase of 19 thousand of fractional shares and acquisition based on the meeting of Board of Directors of 1,667 thousand.

Previous Fiscal Year (from Apr.1,2006 to Mar.31,2007)

1. Types and numbers of stocks issued and treasury

(thousand of stocks)

Type of stock	Number of stocks at the end of the previous year	Increase	Decrease	Number of stocks at the end of the interim term
Treasury stocks Common stock	239	38	—	278

(Note) The increase of the treasury stocks(common stock) of 38 thousand is composed of purchase of 38 thousand of fractional shares.

(Lease Transactions)

Non-ownership transfer finance lease transactions

1. Amounts equivalent to the cost of acquisition, accumulated depreciation, and balance as of the end of the interim term (fiscal year) for lease properties

	(Previous First Half)	(First Half under Review)	(Millions of yen (Previous Fiscal Year)
Amount equivalent to acquisition cost	585	618	620
Amount equivalent to accumulated depreciation	343	464	427
Amount equivalent to the balance as of the end of the interim term (fiscal year)	241	153	192

2. Amount equivalent to the balance of prepaid rent at the end of the interim term (fiscal year)

One year or less	147	120	147
More than one year	212	147	178
Total	360	268	325

3. Amount equivalent to lease payment, accumulated depreciation and interest expense

Lease payment	88	82	170
Amount equivalent to depreciation expense	88	61	183
Amount equivalent to interest expense	3	2	6

4. Method of calculating the amounts equivalent to depreciation expense and interest

The amount equivalent to depreciation expense was computed by multiplying the depreciation expense by 9/10 (0.9) calculated on the straight-line method considering the lease period to be the durable years and residual value to be 10%.

The amount equivalent to interest was computed considering the difference between the total lease payment and the amount equivalent to the cost of acquisition to be the amount equivalent to interest. The difference was distributed to each term using the interest method.

(Securities)

Previous First Half

No securities with market value in affiliates.

First Half under Review

No securities with market value in affiliates.

Previous Fiscal Year

No securities with market value in affiliates.

(Per Share Data)

Previous First Half (From Apr.1,2006 to Sep.30,2006)	First Half under Review (From Apr.1,2007 to Sep.30,2007)	Previous Fiscal Year (From Apr.1,2006 to Mar.31,2007)
Book value per share: 625.52 yen	Book value per share: 644.18 yen	Book value per share: 645.85 yen
Earnings per share: 23.57 yen	Earnings per share: 24.42 yen	Earnings per share: 43.41 yen
No mention of diluted earnings per share	No mention of diluted earnings per share	No mention of diluted earnings per share

(Note) The basis of the report of net earnings per share

1. Net assets per share

	Previous First Half of FY March 2007 (As of Sep.30,2006)	First Half under Review of FY March 2008 (As of Sep.30,2007)	FY March 2007 (As of March 31,2007)
Net Assets (Millions of yen)	70,140	71,135	72,408
Net assets on common share (Millions of yen)	70,140	71,135	72,408
Common stock issued (thousand of stocks)	112,391	112,391	112,391
Treasury stock in common stocks (thousand of stocks)	260	1,964	278
Number of common stock based on net assets per share (thousand of stocks)	112,130	110,426	112,113

2. Net income per share

	Previous First Half (From Apr.1,2006 to Sep.30,2006)	First Half under Review (From Apr.1,2007 to Sep.30,2007)	Previous Fiscal Year (From Apr.1,2006 to Mar.31,2007)
Net Income (Millions of yen)	2,643	2,710	4,867
Amount not attributed to common shareholders(Millions of yen)	—	—	—
Net Income on common shares(Millions of yen)	2,643	2,710	4,867
Average number of common shares outstanding (thousand of stocks)	112,140	110,991	112,130

(Important Subsequent Events)

Previous First Half (From Apr.1,2006 to Sep.30,2006)	First Half under Review (From Apr.1,2007 to Sep.30,2007)	Previous Fiscal Year (From Apr.1,2006 to Mar.31,2007)
		<p>The Company has resolved the acquisition of treasury stock on the meeting of the Board of Directors held on May 25,2007.</p> <p>1.Reason of acquisition of treasury stock To ensure a capital policy that enable flexible response to changes in the business environment surrounding corporation.</p> <p>2.Details of the resolution</p> <p>1.Class of shares to be acquired Common shares of the Company</p> <p>2.Total number of shares to be acquired 1,800,000 shares(maximum)</p> <p>3.Total purchase cost 2,520,000,000 yen(maximum)</p> <p>Based on the above resolution, on May 30, 2007, the Company acquired on ToSTNet-2, the Tokyo Stock Exchange in the following situation: number of 1,667,000 shares in cost of 2,028,739,000 yen.</p>