

**Brief Summary of the Interim Term Consolidated Statement**

August 21, 2008

Name of listed company: Okabe Co., Ltd.  
 Stock exchange: (Listed in) Tokyo Stock Exchange (first section)  
 Code number: 5959  
 URL: <http://www.okabe.co.jp/>

Representative: Noriaki Matsumoto, President  
 Responsible person for inquiries: Eiichi Tomita, Managing Director in charge of Management Division  
 Tel: (03) 3624-5119  
 Date of submission of the semi-annual report: September 25, 2008  
 Date of delivery of dividends: September 8, 2008

(Note) Amount less than one million yen discarded

## 1. Consolidated business results for the interim period ending in June, 2008 (January 1, 2008 to June 30, 2008)

## (1) Consolidated Business Results

(The percentage shows increase/decrease ratio as compared with the previous interim term.)

	Sales amount		Operating profit		Ordinary profit		Interim profit (current term)	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
Interim fiscal term ended June 2008	30,822	7.5	2,223	16.7	2,334	19.8	1,225	2.9
Interim fiscal term ended June 2007	28,667	2.7	1,904	35.2	1,948	38.7	1,191	-
Fiscal term ended December 2007	59,831	-	4,428	-	4,443	-	3,902	-

	Interim profit (current term) per stock		Interim (current term) net profit per stock after adjustment of latent stocks	
	Yen	Sen	Yen	Sen
Interim fiscal term ended June 2008	22.28		22.26	
Interim fiscal term ended June 2007	21.75		21.66	
Fiscal term ended December 2007	71.12		70.86	

(Note) Investment profit or loss for equity method:

Interim term of June, 2008: - Interim term of June, 2007: -  
 Term ended December, 2007: -

## (2) Consolidated Financial Status

	Total assets	Net Assets	Capital adequacy ratio	Net asset worth
	Million Yen	Million Yen	%	Yen Sen
Interim fiscal term ended June 2008	74,063	34,927	46.5	626.08
Interim fiscal term ended June 2007	69,388	31,753	45.1	569.60
Fiscal term ended December 2007	74,360	34,127	45.3	611.61

(Note) Net worth equity capital (In millions of yen): Interim term of June, 2008: 34,450  
 Interim term of June, 2007: 31,286  
 Term ended December, 2007: 33,640

## (3) Consolidated cash flow status

	Cash flow from sales activities	Cash flow from investment activities	Cash flow from financial activities	Cash and the equivalent term-end balance
	Million Yen	Million Yen	Million Yen	Million Yen
Interim fiscal term ended June 2008	2,803	- 576	- 498	17,372
Interim fiscal term ended June 2007	2,648	- 206	- 1,501	9,800
Fiscal term ended December 2007	4,476	4,039	- 1,907	15,529

## 2. Status of dividends

(As of)	Dividend payment per share									
	End of 1st quarter		End of interim term		End of 3rd quarter		Term end		Year-round	
Fiscal term ended December 2007	Yen	Sen	Yen	Sen	Yen	Sen	Yen	Sen	Yen	Sen
	0.00		6.00		0.00		7.00		13.00	
Fiscal term ended December 2008	0.00		7.00		-		-		14.00	
Fiscal term ended December 2008 (Projection)	-		-		0.00		7.00			

## 3. Prospects for consolidated results for the term ending in December, 2008 (January 1, 2008 to December 31, 2008)

(Note) The percentage shows increase/decrease ratio as compared with the previous term

Through period	Sales amount		Operating profit		Ordinary profit		Current term profit		Current net earnings per share	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Yen	Sen
	63,500	6.1	4,690	5.9	4,800	8.0	2,440	- 37.5	44.36	

## 4. Others

(1) Changes in relevant subsidiaries or affiliated companies (accompanied by a change in consolidation range): None

(2) Changes in principles of and procedures for accounting methods and in display methods.

(Changes to be listed in "Important information underlying the preparation of consolidated financial statements")

Changes due to a revision of the accounting system: None

Other changes: None

(3) Outstanding shares (Common shares)

Term end number of issued stocks (including treasury stocks)

Interim term ending in June, 2008: 55,098,632 stocks      Interim term ending in June, 2007: 54,998,632 stocks

Term ending in December, 2007: 55,076,632 stocks

Term-end number of treasury stocks

Interim term ending in June, 2008: 72,962 stocks      Interim term ending in June, 2007: 72,161 stocks

Term ending in December, 2007: 72,866 stocks

Reference materials: Individual performance (Summary)

## 1. Individual business results for the interim period ending in June, 2008 (January 1, 2008 to June 30, 2008)

### (1) Individual Business Results

(The percentage shows increase/decrease ratio as compared with the previous term)

	Sales amount		Operating profit		Ordinary profit		Interim profit (current term)	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
Interim fiscal term ended June 2008	19,932	-0.3	1,418	10.6	1,564	7.9	897	-7.6
Interim fiscal term ended June 2007	19,986	8.4	1,282	38.0	1,450	41.5	970	-
Fiscal term ended December 2007	40,396	-	2,326	-	2,561	-	1,657	-

	Interim profit (current term) per stock
	Yen    Sen
Interim fiscal term ended June 2008	16.31
Interim fiscal term ended June 2007	17.72
Fiscal term ended December 2007	30.20

## (2) Individual Financial Status

	Total assets	Net Assets	Capital adequacy ratio	Net asset worth
	Million Yen	Million Yen	%	Yen Sen
Interim fiscal term ended June 2008	58,720	27,683	47.1	503.10
Interim fiscal term ended June 2007	57,552	27,516	47.8	500.96
Fiscal term ended December 2007	57,847	27,341	47.3	497.09

(Note) Net worth equity capital (In millions of yen): Interim term of June, 2008: 27,683  
Interim term of June, 2007: 27,516  
Term ended December, 2007: 27,341

## 2. Prospects for individual results for the term ending in December, 2008 (January 1, 2008 to December 31, 2008)

(Note) The percentage shows increase/decrease ratio as compared with the previous term

	Sales amount		Operating profit		Ordinary profit		Current term profit		Current net earnings per share	
Through period	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Yen	Sen
	41,300	2.2	2,430	4.5	2,750	7.4	1,550	-6.5	28.18	

### Special instruction concerning the use of the prospects for business results above

The business results forecasted above were prepared based on information available as of the date of this publication and assumptions deemed reasonable, and the actual business results may be significantly different from the forecasted amounts due to various factors hereafter.

## 1. Business Results

### (1) Analysis of Business Results

Overview view of the interim business results (current term)  
(January 1, 2008 to June 30, 2008)

The Japanese economy has increasingly experienced a slowdown during the current interim term, due to the global financial market turmoil stemming from the US subprime mortgage crisis, price hikes for crude oils, stock market declines and the appreciation of the yen.

Our major demand source the construction industry has been in an extremely severe condition due to a prolonged weak demand for new housing (which remained below the previous year's level since the sharp drop in new home construction following the enforcement of the revised building standards law in June 2007, although the initial confusion immediately after the revision has already settled), and due to rising construction costs stemming from sharp price rises of steel products.

Under such difficult circumstances, in compliance with "OKABE-Plan-Do," a midterm three-year management plan starting in fiscal 2007, we have focused on construction related products as the company's core competency, as well as on automobile related products which are recently defined as the company's another core business. In this way, the Company is seeking to further boost its revenue base as a metalworking manufacturer.

The following section lists measures the Company's group has taken and resulting business performance sector by sector.

#### [Construction related products]

In the sales of the company's construction related products, the sales of temporary building and formwork products fell 9.0% compared with the previous interim consolidated term, mainly owing to a lingering decline in new home construction.

The products and materials for civil engineering registered a 16.2% increase from the previous consolidated interim fiscal term due to the Company's greater marketing efforts focusing on artificial-slope reinforcing construction methods and other products.

The products and materials for building structure increased by 24.7% over the previous interim consolidated

fiscal term, due to an expanding demand for quake-resistant products thanks to stricter screening standards for applicants seeking the building certification following the enforcement of the revised building standards law.

The sales of building materials, which were purchased from other companies for resale, decreased by 13.0% from the previous interim consolidated fiscal term, after the Company carefully selected its product lines based on its profit-oriented policies.

Accordingly the sales amount of the construction related product business was 22.777 billion yen (up by 3.0% from the previous interim consolidated fiscal term). Due to the continued emphasis on profitability, the operating profit totaled 1.647 billion yen (up by 12.4%, as compared with the previous interim consolidated fiscal term).

[Automotive related products]

Water Gremlin Co., which manufactures and sells battery terminals for automobiles in the U.S., has been recording good sales, having succeeded in meeting increasing replacement demand in the North American aftermarket for batteries, which is its main market, following an unusually cold winter. In addition, the operation results of our Italian-based affiliate, Aquila Piombo S.r.l., which was acquired at the term-end of the previous consolidated fiscal year and is manufacturing and marketing similar products, have been included in our consolidated business results since the first quarter of 2008. As a result, the sales of automotive related products totaled 4.382 billion yen (increase by 35.5% as compared with the previous interim consolidated fiscal term) resulting in an increase in operating profit to 525 million yen, up by 43.3% as compared with the previous interim consolidated fiscal term.

[Hotel business]

The sales amount of the Company's hotel business, which has operations mainly in Canada, for the current consolidated term was 2.95 billion yen (a 9.6% increase from the previous consolidated interim term) due to active sales promotion efforts to achieve higher occupancy rates. The operating profit was 140 million yen (a 6.0% increase from the previous consolidated interim term).

[Other businesses]

The sales amount totaled 712 million yen (up by 15.0% from the previous consolidated interim term), while the operating loss was 89 million yen (60 million yen in the previous consolidated interim term).

Accordingly the sales amount recorded for the current consolidated interim term was 30.822 billion yen (a 7.5% increase from the previous consolidated interim term). The gross profit on sales was 8.704 billion yen (a 10.8% increase from the previous consolidated interim term). The operating profit was 2.223 billion yen (a 16.7% increase from the previous consolidated interim term) and the ordinary profit was 2.334 billion yen (a 19.8% increase from the previous consolidated interim term). The net profit for the interim term was 1.225 billion yen (up by 2.9% from the previous consolidated interim term).

(For reference) Sales by each consolidated business/product

(In million yen, figures less than the unit was omitted)

Business segments		Previous interim consolidated fiscal term from Jan. 1, 2007 to June 30, 2007		Current interim consolidated fiscal term from Jan. 1, 2008 to June 30, 2008		Previous consolidated fiscal year from Jan. 1, 2007 to Dec. 31, 2007	
		Amount	Composition ratio	Amount	Composition ratio	Amount	Composition ratio
Const- ruction related products	Temporary building and formwork products	4,820	16.8	4,387	14.2	9,889	16.5
	Civil engineering products	2,343	8.2	2,723	8.8	5,246	8.8
	Construction materials/equipment	7,058	24.6	8,798	28.6	14,691	24.5
	Building material	7,898	27.6	6,868	22.3	15,489	25.9
	Minor total	22,121	77.2	22,777	73.9	45,315	75.7
Automotive related products		3,235	11.3	4,382	14.2	6,669	11.2
Hotel business		2,691	9.4	2,950	9.6	6,453	10.8
Other businesses		619	2.1	712	2.3	1,392	2.3
Grand total		28,667	100.0	30,822	100.0	59,831	100.0

(Note) For details of each business segment, please refer to "Information on Segments" on page 19.

Estimate for the full year (term ending in December 2008)

(In million yen, figures less than the unit are omitted)

	Sales amount	Operating profit	Ordinary profit	Current term profit
Term ending in December 2007 (Actual results)	59,831	4,428	4,443	3,902
Term ending in December 2008 (Estimate)	63,500	4,690	4,800	2,440
Ratio of increase / decrease (%)	6.1	5.9	8.0	-37.5

(Note) Okabe North America Inc., the Company's fully-owned subsidiary, sold one of its hotels during the term ending in December 2007, and the profit from sale of fixed assets worth 2.382 billion yen was recorded.

For details of the estimate for the full year (term ending in December 2008), please refer to "Announcement of the correction of the estimate for the full year (term ending in December 2008)" published today, August 21, 2008.

## (2) Analysis on financial status

### Status of assets, liabilities and net asset

The Company's assets for the current consolidated interim fiscal term rose by 4.675 billion yen as compared with the previous same period to 74.063 billion yen due to increases in cash and deposits.

The Company's liabilities for the current consolidated interim fiscal term were increased by 1.501 billion yen as compared with the previous same period to 39.135 billion yen mainly due to an increase in borrowings.

The Company's net assets for the current consolidated interim fiscal term were 34.927 billion yen and the Company's capital adequacy ratio was 46.5%, up by 1.4 percentage points from the previous same period.

### Status of cash flow

The cash and the cash equivalent for the current consolidated interim fiscal term on a consolidated basis rose by 1.843 billion yen from the previous consolidated fiscal year end, to 17.372 billion yen. This is mainly due to an increase in interim (current) net profit before adjustment of tax etc. and collection of loans.

#### (Cash flow from sales activities)

The cash flow from the sales activities for the current consolidated interim fiscal term recorded an increase of 155 million yen as compared with the previous same period to 2.803 billion yen, mainly due to an increase in interim (current) net profit before adjustment of tax etc.

#### (Cash flow from investment activities)

The cash flow from investment activities for the current consolidated interim fiscal term indicated an increase of expenditure of 369 million yen as compared with the preceding same period to 576 million yen expenditure, mainly due to an increase in expenditures on tangible fixed assets purchased.

#### (Cash flow from financial activities)

The cash flow from financial activities for the current consolidated interim fiscal term showed a decrease of expenditure of 1.002 billion yen as compared with the preceding same period to 498 million yen, mainly due to an increase in borrowing.

Change in cash flow indexes of the Company's group on a consolidated basis is as follows.

	Fiscal year ending in Dec. 2004	Fiscal year ending in Dec. 2005	Fiscal year ending in Dec. 2006	Fiscal year ending in Dec. 2007	Mid-term ending in Dec. 2008
Capital-adequacy ratio (%)	41.5	41.7	42.9	45.3	46.5
Capital-adequacy ratio on a market price basis (%)	19.8	35.5	38.8	35.7	35.1
Debt redemption years (years)	7.5	-	4.4	3.4	2.7
Interest coverage ratio (multiples)	4.1	-	7.6	7.9	8.7

#### (Note)

Capital-adequacy ratio: Stockholders' equity / Total assets

Capital-adequacy ratio on a market price basis: Total market value of stocks / Total assets

Debt redemption years: Liabilities with interest / Cash flow from sales activities

Debt redemption years at interim term end on a consolidated basis: Liabilities with interest / (Cash flow from sales activities × 2)

Interest coverage ratio: Cash flow from sales activities / Interest payment

- Each index is calculated with financial values on a consolidated basis.
- The total market value of shares is calculated based on the number of issued shares excluding the Company's own shares.
- Debt with interest means all debts for which interest is paid on the consolidated balance sheet.

"Debt redemption years" and "Interest coverage ratio" for the fiscal term ending in December 2005 are not disclosed above because cash flow from sales activities was negative for the fiscal term.

(3) Basic policy on the distribution of profits and current term dividends

The Company's dividends to shareholders are determined in accordance with the level of consolidated business performance, and extreme changes are adjusted each fiscal term. The Company makes its decision, taking into account the reinforcement of the constitution of the Company and a sufficient inner reserve to provide for the future business development. The inner reserve is applied to the rearrangement of production systems and the research and development to upgrade the Company's competitive strength.

In the future, based on the above policy, we intend to distribute the profit appropriate for the consolidated business performance of each term.

In pursuing targets concerning returns for shareholders and dividend policies set forth in "OKABE-Plan-Do," a midterm three-year management plan, the planned distribution of profits per share for fiscal 2008 and the target distribution of profits for fiscal 2009 are ¥14 and ¥15 a year, respectively.

## 2. Status of the Company's Group

The Company's group (the Company and its affiliated companies) is composed of the Company, 20 subsidiaries (18 companies of these are consolidated) and 7 affiliated companies, and the main business of the group includes the manufacture and sale of building materials and equipment, and the group is concentrating its efforts on development of other business areas.

The positions of the Company and the main affiliated companies held in the group, and the relation with segments by business type are as follows:

### Construction related products

(Temporary building and formwork products)

The Company is in charge of development of related construction methods and development, manufacturing and sale of related products. OMM Co., Ltd. is a manufacturing subsidiary which manufactures temporary building and formwork products, and the Company, its branches and regional and local sales offices as well as two local delivery agents Sanyo Okabe Co., Ltd. and Okako Shikoku Co., Ltd. make up the sales network. Okabe Lease Co., Ltd. procures products, which can be diverted, mainly from the Company and leases them.

In addition, the Company plans to market its products through its China-based affiliate dealer, OCL. The liquidation of Okabe Taiwan Construction Material Co., Ltd., our Taiwan-based affiliate dealer, was completed on June 23, 2008.

(Civil engineering products)

The Company develops related constructing methods, and develops and manufactures related products. Okabe Civil Engineering Co., Ltd. purchases the products from the Company and markets them.

(Construction materials/equipment products)

The Company develops related construction methods, and develops, manufactures and sells related products. The Company entrusts technical services of the products to Base Business Co., Ltd.

(Building merchandises)

The Company purchases and sells building merchandises of other companies, making use of its own sales networks. The Company also purchases merchandises in domestic markets, and sells them in the United States via OCM, Inc., a US local entity selling office.

(Temporary help business)

Okabe Manpower Co., Ltd. introduces and dispatches personnel to businesses related to the Company's construction-related products.

### Automotive related products

Okabe Co., Inc., a local entity in USA, is engaged in planning and sales of bolts and nuts for automobiles mainly in USA. Water Gremlin Co., another local entity in USA, is engaged in production and sales of battery terminals for automobiles in USA. Our Italian affiliate, Aquila Piombo S.r.l., manufactures and markets automobile battery parts for the Italian market. Okabe Holding USA, Inc. is a holding company which owns all shares of Water Gremlin Co. and of Aquila Piombo S.r.l.

### Hotel Business

Okabe North America, Inc., our overseas affiliated firm in Canada, leases its real estate as hotel facilities to its subsidiary company, Coast Hotels Ltd., which is engaged in hotel business.

## Other businesses

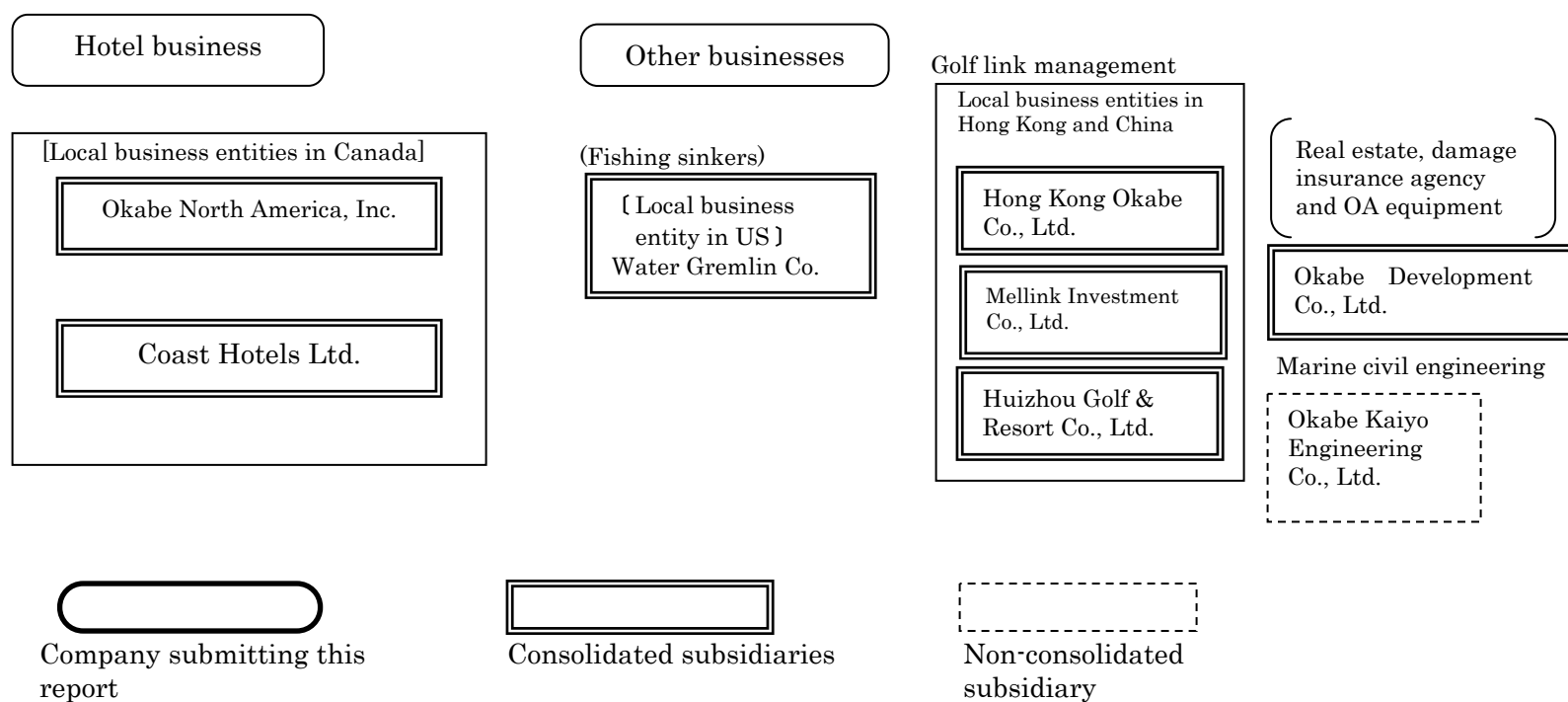
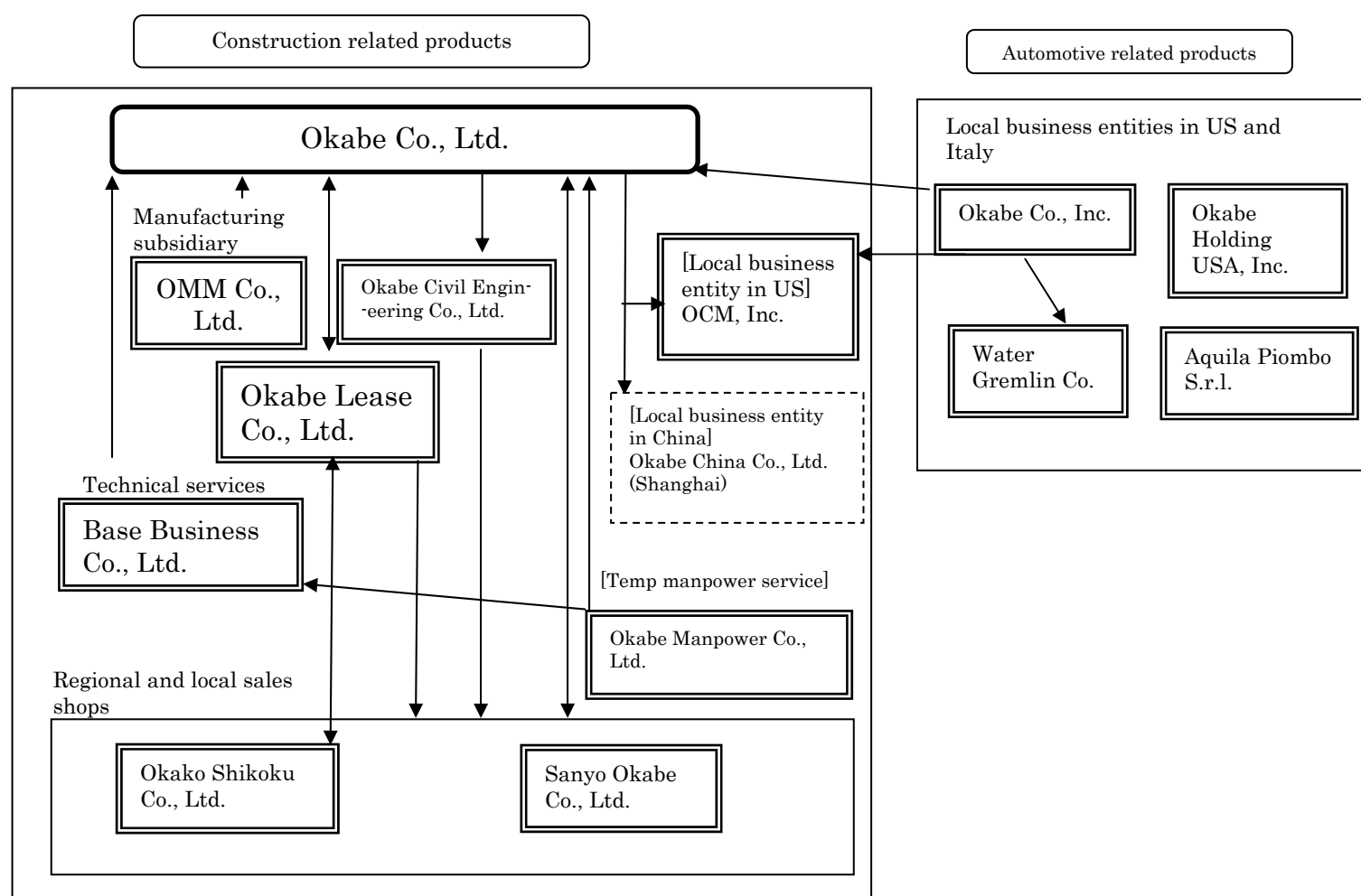
Okabe Development Co., Ltd. is engaged in the sale/purchase, mediation, introduction and management of real estate, damage insurance agency business and the sale of OA equipment.

Hong Kong Okabe Co., Ltd., an overseas affiliated firm of the Company in China (Hong Kong), is a regional holding company. Its subsidiary companies, Mellink Investment Co., Ltd. and Huizhou Golf & Resort Co., Ltd., manage golf links in China.

Water Gremlin Co., whose main business is production and sales of automobile related products, also produces and sells non-automobile related products, fishing sinkers.

The Company absorbed on July 1, 2008 Okabe Kaiyo Engineering Co., Ltd., which is engaged in consulting business for artificial greening method of denuded relatively shallow water beds in the ocean civil engineering area and in marketing related products. The Company also took over the ocean environment improvement material business which had been engaged in the development, manufacturing and marketing of artificial fish reef and other products, from Asahi Kasei Construction Materials Corporation.

[Organizational chart] The chart below represents the organization of Company's businesses.



- (Note) 1. The liquidation of Okabe Taiwan Construction Material Co., Ltd. was completed on June 23, 2008.  
 2. The Company fully funded the establishment of our China-based affiliate dealer, Okabe China Co., Ltd. on February 25, 2008.  
 3. The Company merged Okabe Kaiyo Engineering Co., Ltd. as of July 1, 2008.

### **3. Management policies**

- (1) Basic policies and principles of corporate management
- (2) Management benchmark
- (3) Medium- and long-term corporate management strategies
- (4) Problems that the Company should deal with

This paper does not refer to the above, because there has been no significant change in the above policies, benchmark, strategies and issues since they were disclosed on the Summary Consolidated Financial Statement for the Interim Term Ending in December 2007, published on August 23, 2007, and on the Summary Consolidated Financial Statement for the Term Ending in December 2007, published on February 21, 2008.

The above Summary Consolidated Financial Statement reports and “OKABE-Plan-Do,” the group’s midterm three-year management plan, can be found on the Company’s website: <http://www.okabe.co.jp/>

#### 4. Interim Consolidated Financial Statements

##### (1) Interim Consolidated Balance Sheet

(Unit: less than thousand yen omitted)

Account title	Note	Term-end of previous consolidated interim term (as of June 30, 2007)		Term-end of current consolidated interim term (as of June 30, 2008)		Previous consolidated fiscal year: summary of consolidated balance sheet (as of Dec.31, 2007)	
		Amount	Compos- ition(%)	Amount	Compos- ition(%)	Amount	Compos- ition(%)
(Assets)							
Current assets							
1. Cash and deposits	Note3	10,021,343		17,372,962		15,529,034	
2. Acceptance receivable and account receivable		18,603,472		19,317,467		20,130,051	
3. Inventory		6,671,864		6,963,875		7,029,010	
4. Deferred tax assets		172,791		272,624		190,260	
5. Others		815,844		928,149		848,669	
6. Reserve for bad loans		- 49,583		- 58,104		- 60,368	
Total current assets		36,235,732	52.2	44,796,974	60.5	43,666,658	58.7
Fixed assets							
(1) Tangible fixed assets							
1. Buildings and constructions	Note1	9,348,796		7,449,425		7,612,550	
2. Machinery and vehicles	Note2	3,527,641		2,928,490		3,399,424	
3. Land	Note2	5,152,730		3,273,668		3,287,773	
4. Others	Note2	2,632,138		4,347,735		3,410,132	
Total tangible fixed assets		20,661,306	29.8	17,999,319	24.3	17,709,881	23.8
(2) Intangible fixed assets							
1. Goodwill		862,953		1,314,731		1,386,874	
2. Others		2,018,146		2,088,157		2,248,862	
Total intangible fixed assets		2,881,099	4.2	3,402,889	4.6	3,635,736	4.9
(3) Investment and other assets							
1. Investment securities		5,350,150		5,888,694		4,920,100	
2. Deferred tax assets		750,271		863,178		825,455	
3. Others		4,189,309		1,725,223		4,189,739	
4. Reserve for bad loans		- 684,117		- 613,132		- 587,420	
Total investment and other assets		9,605,613	13.8	7,863,964	10.6	9,347,874	12.6
Total fixed assets		33,148,019	47.8	29,266,173	39.5	30,693,492	41.3
III Deferred charges							
1. Deferred stock issue cost		4,271		-		-	
Total deferred charges		4,271	0.0	-	-	-	-
Grand total of assets		69,388,023	100.0	74,063,148	100.0	74,360,150	100.0

(Unit: less than thousand yen omitted)

Account title	Note	Term-end of previous consolidated interim term (as of June 30, 2007)		Term-end of current consolidated interim term (as of June 30, 2008)		Previous consolidated fiscal year: summary of consolidated balance sheet (as of Dec.31, 2007)	
		Amount	Compos- ition(%)	Amount	Compos- ition(%)	Amount	Compos- ition(%)
(Liabilities)							
Current liabilities							
1. Notes payable and accounts payable	Note 3	6,797,736		6,653,276		6,729,904	
2. Accounts payable on trust		8,446,351		8,586,024		9,384,192	
3. Short-term borrowings	Notes 2&4	4,883,354		7,651,726		3,991,374	
4. Unpaid corporate tax		365,505		796,271		526,005	
5. Deferred tax liabilities		15,355		15,804		31,404	
6. Reserve for bonus		96,724		124,738		71,633	
7. Allowance for directors' bonuses		34,540		49,010		88,950	
8. Others		2,174,105		2,367,317		2,798,801	
Total current liabilities		22,813,672	32.9	26,244,168	35.4	23,622,264	31.8
Fixed liabilities							
1. Long-run borrowings	Note 2	10,155,400		7,761,318		11,341,111	
2. Deferred tax liabilities		1,336,900		1,935,454		1,833,946	
3. Reserve for retirement allowances		2,109,901		1,919,253		2,033,874	
4. Reserve for directors' retirement allowance		17,586		3,847		19,378	
5. Others		1,201,259		1,271,731		1,381,932	
Total fixed liabilities		14,821,046	21.3	12,891,604	17.4	16,610,243	22.3
Grand total of liabilities		37,634,719	54.2	39,135,773	52.8	40,232,507	54.1
(Net Assets)							
I Stockholders' equity							
1. Capital		6,861,404	9.9	6,879,596	9.3	6,875,218	9.3
2. Capital surplus		6,091,414	8.8	6,109,604	8.2	6,105,223	8.2
3. Earned surplus		16,412,217	23.6	19,601,819	26.5	18,760,977	25.2
4. Company's own shares(Treasury stock)		- 17,232	- 0.0	- 17,767	- 0.0	- 17,723	- 0.0
Total stockholders' equity		29,347,803	42.3	32,573,253	44.0	31,723,695	42.7
II Variance of appraisal/exchange							
1. Other variance of appraisal of securities		950,469	1.4	208,878	0.3	388,394	0.5
2. Foreign currency translation adjustment		987,801	1.4	1,668,354	2.2	1,528,797	2.1
Total variance of appraisal/exchange		1,938,271	2.8	1,877,232	2.5	1,917,192	2.6
III Minority equity							
Total net assets		31,753,304	45.8	34,927,374	47.2	34,127,642	45.9
Grand total of liabilities and net assets		69,388,023	100.0	74,063,148	100.0	74,360,150	100.0

## (2) Interim Consolidated Income Statement

(Unit: less than thousand yen omitted)

Account title	Note	Previous consolidated interim term (from Jan. 1, 2007 to June 30, 2007)		Current consolidated interim term (from Jan. 1, 2008 to June 30, 2008)		Previous consolidated fiscal year : Summary of consolidated income statement (from Jan. 1, 2007 to Dec. 31, 2007)	
		Amount	Compos- ition(%)	Amount	Compos- ition(%)	Amount	Compos- ition(%)
Sales amount		28,667,854	100.0	30,822,857	100.0	59,831,304	100.0
Cost of sales		20,810,642	72.6	22,117,902	71.8	43,062,152	72.0
Gross profits on sales		7,857,212	27.4	8,704,955	28.2	16,769,152	28.0
Selling general and administrative expenses	Note1	5,952,608	20.8	6,481,693	21.0	12,340,964	20.6
Operating profit		1,904,604	6.6	2,223,261	7.2	4,428,188	7.4
Non-Operating revenue							
1. Interest earned		136,749		192,454		279,342	
2. Dividend received		51,067		31,396		86,022	
3. Foreign exchange profit		37,908		-		33,782	
4. Others		107,340		163,718		217,508	
Total		333,065	1.2	387,569	1.3	616,656	1.0
Non-operating expenses							
1. Interest paid		280,697		263,224		552,372	
2. Others		8,375		13,532		48,667	
Total		289,073	1.0	276,756	0.9	601,039	1.0
Ordinary profit		1,948,596	6.8	2,334,074	7.6	4,443,804	7.4
Extraordinary profit							
1. Bad debt recovered		846		2,017		947	
2. Gain on disposal of fixed assets	Note2	71,612		46		2,382,437	
3. Reversal of allowance for doubtful accounts		7,118		2,127		7,997	
4. Others		-		-		35,175	
Total		79,578	0.3	4,190	0.0	2,426,557	4.0
Extraordinary loss							
1. Loss on disposal of fixed assets	Note3	136,052		78,190		214,552	
2. Impairment loss	Note4	-		-		159,349	
3. Officers' retirement allowance		48,234		1,423		48,234	
4. Others		4,924		17,516		141,357	
Total		189,212	0.7	97,130	0.3	563,493	0.9
Interim (current) term net profit before adjustment of tax etc.		1,838,962	6.4	2,241,134	7.3	6,306,868	10.5
Corporate, residential and business taxes		546,096	1.9	846,052	2.7	1,641,319	2.7
Corporate and other tax adjustment		76,111	0.2	144,850	0.5	714,705	1.2
Minority stockholders' income		25,393	0.1	24,363	0.1	48,391	0.1
Interim (current) term net profit		1,191,360	4.2	1,225,868	4.0	3,902,451	6.5

## (3) Interim Consolidated Shareholders' Equity Change Statement

Period of the previous interim consolidated financial term (from January 1, 2007 to June 30, 2007)

(Unit: less than thousand yen omitted)

	Shareholders' equity				
	Capital	Capital surplus	Earned surplus	Treasury stock	Total shareholders' equity
I Closing balance as of Dec. 31, 2006	6,821,232	6,051,180	15,549,170	- 15,712	28,405,871
II Change in the interim consolidated financial term					
1. New issue of shares	40,172	40,164			80,336
2. Dividend from surplus			- 328,313		- 328,313
3. Interim term net profit			1,191,360		1,191,360
4. Payback				- 1,570	- 1,570
5. Disposal of own shares		69		50	120
6. Change in the interim consolidated financial term other than shareholders' equity (Net amount)					-
III Total change in the interim consolidated financial term	40,172	40,233	863,047	- 1,520	941,932
IV Closing balance as of June 30, 2007	6,861,404	6,091,414	16,412,217	- 17,232	29,347,803

	Variance of appraisal/exchange			Minority equity	Total net assets
	Other variance of appraisal of securities	Foreign currency translation adjustment	Total variance of appraisal/exchange		
I Closing balance as of Dec. 31, 2006	663,858	921,907	1,585,765	467,829	30,459,466
II Change in the interim consolidated financial term					
1. New issue of shares			-		80,336
2. Dividend from surplus			-		- 328,313
3. Interim term net profit			-		1,191,360
4. Payback			-		- 1,570
5. Disposal of own shares			-		120
6. Change in the interim consolidated financial term other than shareholders' equity (Net amount)	286,611	65,894	352,505	- 599	351,905
III Total change in the interim consolidated financial term	286,611	65,894	352,505	- 599	1,293,838
IV Closing balance as of June 30, 2007	950,469	987,801	1,938,271	467,229	31,753,304

Period of the current interim consolidated financial term (from January 1, 2008 to June 30, 2008)

(Unit: less than thousand yen omitted)

	Shareholders' equity				
	Capital	Capital surplus	Earned surplus	Treasury stock	Total shareholders' equity
I Closing balance as of Dec. 31, 2007	6,875,218	6,105,223	18,760,977	- 17,723	31,723,695
II Change in the interim consolidated financial term					
1. New issue of shares	4,378	4,378			8,756
2. Dividend from surplus			- 385,026		- 385,026
3. Interim term net profit			1,225,868		1,225,868
4. Payback				- 48	- 48
5. Disposal of own shares		3		5	8
6. Change in the interim consolidated financial term other than shareholders' equity (Net amount)					-
III Total change in the interim consolidated financial term	4,378	4,381	840,842	- 43	849,558
IV Closing balance as of June 30, 2008	6,879,596	6,109,604	19,601,819	- 17,767	32,573,253

	Variance of appraisal/exchange			Minority equity	Total net assets
	Other variance of appraisal of securities	Foreign currency translation adjustment	Total variance of appraisal/exchange		
I Closing balance as of Dec. 31, 2007	388,394	1,528,797	1,917,192	486,755	34,127,642
II Change in the interim consolidated financial term					
1. New issue of shares			-		8,756
2. Dividend from surplus			-		- 385,026
3. Interim term net profit			-		1,225,868
4. Payback			-		- 48
5. Disposal of own shares			-		8
6. Change in the interim consolidated financial term other than shareholders' equity (Net amount)	- 179,515	139,556	- 39,959	- 9,866	- 49,826
III Total change in the interim consolidated financial term	- 179,515	139,556	- 39,959	- 9,866	799,732
IV Closing balance as of June 30, 2008	208,878	1,668,354	1,877,232	476,889	34,927,374

Previous consolidated fiscal year (from January 1, 2007 to December 31, 2007)

(Unit: less than thousand yen omitted)

	Shareholders' equity				
	Capital	Capital surplus	Earned surplus	Treasury stock	Total shareholders' equity
I Closing balance as of Dec. 31, 2006	6,821,232	6,051,180	15,549,170	- 15,712	28,405,871
II Change in the consolidated fiscal year					
1. New issue of shares	53,986	53,964			107,950
2. Dividend from surplus			- 657,871		- 657,871
3. Current term net profit			3,902,451		3,902,451
4. Payback				- 2,070	- 2,070
5. Disposal of own shares		78		58	137
6. Increase in consolidated subsidiaries			- 32,772		- 32,772
7. Change in the consolidated fiscal year other than shareholders' equity (Net amount)					-
III Total change in the consolidated fiscal year	53,986	54,042	3,211,807	- 2,011	3,317,824
IV Closing balance as of Dec. 31, 2007	6,875,218	6,105,223	18,760,977	- 17,723	31,723,695

	Variance of appraisal/exchange			Minority equity	Total net assets
	Other variance of appraisal of securities	Foreign currency translation adjustment	Total variance of appraisal/exchange		
I Closing balance as of Dec. 31, 2006	663,858	921,907	1,585,765	467,829	30,459,466
II Change in the consolidated fiscal year					
1. New issue of shares			-		107,950
2. Dividend from surplus			-		- 657,871
3. Current term net profit			-		3,902,451
4. Payback			-		- 2,070
5. Disposal of own shares			-		137
6. Increase in consolidated subsidiaries			-		- 32,772
7. Change in the consolidated fiscal year other than shareholders' equity (Net amount)	- 275,464	606,890	331,426	18,926	350,352
III Total change in the consolidated fiscal year	- 275,464	606,890	331,426	18,926	3,668,176
IV Closing balance as of Dec. 31, 2007	388,394	1,528,797	1,917,192	486,755	34,127,642

## (4) Interim Consolidated Cash flow Statement

(Unit: less than thousand yen omitted)

Account title	Previous consolidated interim accounting period (from January 1, 2007 to June 30, 2007)	Current consolidated interim accounting period (from January 1, 2008 to June 30, 2008)	Previous consolidated fiscal year: Summary of cash flow statement (from Jan. 1, 2007 to Dec. 31, 2007)
	Amount	Amount	Amount
Cash flow from sales activities			
1. Interim (current) term net profit before adjustment for tax etc	1,838,962	2,241,134	6,306,868
2. Depreciation expenses	679,348	807,333	1,569,216
3. Impairment loss	-	-	159,349
4. Increase or decrease ( - ) in reserve for bad loans	- 41,672	23,447	- 127,584
5. Decrease in reserve for retirement allowance	- 128,712	- 115,224	- 243,698
6. Interest paid	280,697	263,224	552,372
7. Disposal loss of tangible fixed assets	34,592	31,856	68,007
8. Gain on disposal of invested securities	- 4,777	-	- 42,109
9. Profit on the sale of tangible fixed assets	- 71,612	- 46	- 2,382,437
10. Decrease in trade receivables	2,071,897	744,847	982,854
11. Increase ( - ) or decrease in other receivables	70,992	- 239,902	209,700
12. Increase or decrease ( - ) in procurement payables	- 282,554	- 886,121	314,623
13. Increase in other debts	91,710	356,701	36,716
14. Increase in asset in inventory	- 656,081	- 113,137	- 719,681
15. Others	- 208,850	269,373	- 227,952
Sub-total	3,673,940	3,383,486	6,456,244
16. Corporate tax paid etc.	- 1,025,836	- 580,346	- 1,979,596
Cash flow from sales activities	2,648,103	2,803,139	4,476,648
Cash flow from investment activities			
1. Expenditure for fixed deposits	- 221,050	-	- 221,050
2. Income from refunding of fixed deposit	789,741	-	1,010,792
3. Expenditure from acquisition of tangible fixed assets	- 924,021	- 2,226,965	- 1,497,554
4. Income from disposal of tangible fixed assets	545,313	267,838	6,923,226
5. Expenditure for acquisition of intangible fixed assets	- 272,832	- 28,767	- 707,880
6. Expenditure for acquisition of investment securities	- 1,175,713	- 1,952,076	- 2,522,504
7. Income from disposal of investment securities	210,275	700,000	1,022,422
8. Expenditure for acquisition of subsidiaries' stocks which requires changes in scope of consolidation	-	-	- 1,104,062
9. Expenditure for loan	- 10,545	- 10,552	- 33,000
10. Income from collection of loan	19,514	2,471,614	67,744
11. Received interest and received dividend	749,642	226,077	1,036,627
12. Others	82,952	- 23,441	65,151
Cash flow from investment activities	- 206,724	- 576,272	4,039,912
Cash flow from financial activities			
1. Income from short-term loan	16,346,254	7,240,000	29,143,058
2. Expenditure for repayment of short-term loan	- 16,685,908	- 6,957,754	- 29,481,036
3. Income by long-term loan	1,700,000	400,000	4,500,000
4. Expenditure for repayment of long-term loan	- 2,228,520	- 445,756	- 4,920,892
5. Expenditure for acquisition of treasury stocks	- 1,570	- 48	- 2,070
6. Income from issuing stocks	80,336	8,756	107,950
7. Dividends paid	- 355,946	- 418,056	- 685,809
8. Interest paid	- 355,935	- 324,019	- 569,098
9. Others	65	- 2,092	82
Cash flow from financial activities	- 1,501,226	- 498,973	- 1,907,815
Exchange difference of cash and the equivalent	35,206	116,035	565
Increase in cash and the equivalent	975,359	1,843,928	6,609,310
Cash and cash equivalent at the beginning of the year	8,824,934	15,529,034	8,824,934
Cash and the equivalent from newly consolidation	-	-	94,789
Interim term-end (End) balance of cash and the equivalent	9,800,293	17,372,962	15,529,034

## Information on Segment

### a. Information on Segment by type of Business

Previous consolidated interim financial term (From January 1, 2007 to June 30, 2007)

(Unit: less than thousand yen omitted)

	Construction related products	Automotive related products	Hotel business	Other business	Total	Elimination or all companies	Consolidated
Sales amount							
(1) Sales for outside clients	22,121,547	3,235,188	2,691,650	619,467	28,667,854	-	28,667,854
(2) Inside sales and transfer amounts among segments	-	1,118	-	27,270	28,389	(28,389)	-
Total	22,121,547	3,236,307	2,691,650	646,738	28,696,244	(28,389)	28,667,854
Operating expenses	20,655,636	2,869,834	2,558,811	707,357	26,791,639	(28,389)	26,763,250
Operating profit or loss (-)	1,465,911	366,472	132,838	- 60,618	1,904,604	( - )	1,904,604

#### (Note) 1 Business classification method

Classification method of business in the Company is based on the units of tallying up of sales, and the Company's business is segmented taking into account the affinity of usage and selling methods of products or the like.

#### (Note) 2 Main contents of each business unit

Construction related product business: Manufacturing /sales of temporary building and formwork products, civil engineering products, construction equipment/materials and building materials

Automotive related products: Manufacturing/sales of automotive related products

Hotel business: Hotel management business

Other businesses: Other sections include real estate businesses, agent of damage insurance, selling of OA equipment, manufacturing and marketing of fishing sinkers in the United States, and operation of golf courses in China

Current consolidated interim financial term (From January 1, 2008 to June 30, 2008)

(Unit: less than thousand yen omitted)

	Construction related products	Automotive related products	Hotel business	Other business	Total	Elimination or all companies	Consolidated
Sales amount							
(1) Sales for outside clients	22,777,770	4,382,094	2,950,401	712,591	30,822,857	-	30,822,857
(2) Inside sales and transfer amounts among segments	-	-	-	26,388	26,388	(26,388)	-
Total	22,777,770	4,382,094	2,950,401	738,980	30,849,246	(26,388)	30,822,857
Operating expenses	21,130,534	3,856,904	2,809,622	828,924	28,625,984	(26,388)	28,599,596
Operating profit or loss (-)	1,647,236	525,190	140,778	- 89,944	2,223,261	( - )	2,223,261

#### (Note) 1 Business classification method

Classification method of business in the Company is based on the units of tallying up of sales, and the Company's business is segmented taking into account the affinity of usage and selling methods of products or the like.

#### (Note) 2 Main contents of each business unit

Construction related product business: Manufacturing /sales of temporary building and formwork products, civil engineering products, construction equipment/materials and building materials

Automotive related products: Manufacturing/sales of automotive related products

Hotel business: Hotel management business

Other businesses: Other sections include real estate businesses, agent of damage insurance, selling of OA equipment, manufacturing and marketing of fishing sinkers in the United States, and operation of golf courses in China

Previous consolidated fiscal year (From January 1, 2007 to December 31, 2007)

(Unit: less than thousand yen omitted)

	Construction related products	Automotive related products	Hotel business	Other business	Total	Elimination or all companies	Consolidated
Sales amount							
(1) Sales for outside clients	45,315,632	6,669,954	6,453,482	1,392,235	59,831,304	-	59,831,304
(2) Inside sales and transfer amounts among segments	-	1,121	-	59,257	60,379	(60,379)	-
Total	45,315,632	6,671,075	6,453,482	1,451,493	59,891,684	(60,379)	59,831,304
Operating expenses	42,576,828	5,905,477	5,458,256	1,522,933	55,463,495	(60,379)	55,403,116
Operating profit or loss (-)	2,738,804	765,598	995,225	- 71,439	4,428,188	( - )	4,428,188

(Note) 1 Business classification method

Classification method of business in the Company is based on the units of tallying up of sales, and the Company's business is segmented taking into account the affinity of usage and selling methods of products or the like.

(Note) 2 Main contents of each business unit

Construction related product business: Manufacturing /sales of temporary building and formwork products, civil engineering products, construction equipment/materials and building materials

Automotive related products: Manufacturing/sales of automotive related products

Hotel business: Hotel management business

Other businesses: Other sections include real estate businesses, agent of damage insurance, selling of OA equipment, manufacturing and marketing of fishing sinkers in the United States, and operation of golf courses in China

b. Information on segment according to location

Previous consolidated interim financial term (From January 1, 2007 to June 30, 2007)

(Unit: less than thousand yen omitted)

	Japan	North America	Other	Total	Elimination or all companies	Consolidated
Sales amount						
(1) Sales for outside clients	22,220,120	6,335,200	112,533	28,667,854	-	28,667,854
(2) Inside sales and transfer amounts among segments	61,477	14,903	-	76,381	(76,381)	-
Total	22,281,598	6,350,104	112,533	28,744,236	(76,381)	28,667,854
Operating expenses	20,841,145	5,805,815	192,670	26,839,632	(76,381)	26,763,250
Operating profit or loss (-)	1,440,452	544,288	- 80,136	1,904,604	( - )	1,904,604

(Note) 1 The classification method of countries or territories is based on geographical proximity.

2 Main countries or territories belonging to each section  
 North America: The United States of America, Canada  
 Other: China

Current consolidated interim financial term (From January 1, 2008 to June 30, 2008)

(Unit: less than thousand yen omitted)

	Japan	North America	Others	Total	Elimination or all companies	Consolidated
Sales amount						
(1) Sales for outside clients	22,851,902	7,050,596	920,358	30,822,857	-	30,822,857
(2) Inside sales and transfer amounts among segments	43,782	23,896	-	67,678	(67,678)	-
Total	22,895,685	7,074,492	920,358	30,890,536	(67,678)	30,822,857
Operating expenses	21,307,189	6,361,815	998,269	28,667,274	(67,678)	28,599,596
Operating profit or loss (-)	1,588,495	712,677	- 77,911	2,223,261	( - )	2,223,261

(Note) 1 The classification method of countries or territories is based on geographical proximity.

2 Main countries or territories belonging to each section  
 North America: The United States of America, Canada  
 Others: China, Italy

Previous consolidated financial year (From January 1, 2007 to December 31, 2007)

(Unit: less than thousand yen omitted)

	Japan	North America	Other	Total	Elimination or all companies	Consolidated
Sales amount						
(1) Sales for outside clients	45,440,300	14,168,130	222,873	59,831,304	-	59,831,304
(2) Inside sales and transfer amounts among segments	106,295	31,751	-	138,047	(138,047)	-
Total	45,546,596	14,199,882	222,873	59,969,352	(138,047)	59,831,304
Operating expenses	42,880,268	12,252,814	408,081	55,541,164	(138,047)	55,403,116
Operating profit or loss (-)	2,666,328	1,947,068	- 185,208	4,428,188	( - )	4,428,188

(Note) 1 The classification method of countries or territories is based on geographical proximity.

2 Main countries or territories belonging to each section  
 North America: The United States of America, Canada  
 Other: China

c. Overseas sales

Previous interim consolidated financial term (From January 1, 2007 to June 30, 2007)

(Unit: less than thousand yen omitted)

	North America	Others	Total
I Overseas sales	5,571,538	889,583	6,461,122
II Consolidated sales			28,667,854
III Ratio of overseas sales to consolidated sales	19.4%	3.1%	22.5%

(Note) 1 The classification method of countries or territories is based on geographical proximity.

2 Main countries or territories belonging to each section

North America: The United States of America, Canada

Others: China, Australia, Mexico and Columbia, etc.

3 The overseas sales show the amount of sales in countries or territories other than Japan by our Company and its consolidated subsidiaries.

Current interim consolidated financial term (From January 1, 2008 to June 30, 2008)

(Unit: less than thousand yen omitted)

	North America	Others	Total
I Overseas sales	6,104,575	1,873,247	7,977,822
II Consolidated sales			30,822,857
III Rate of overseas sales to consolidated sales	19.8%	6.1%	25.9%

(Note) 1 The classification method of countries or territories is based on geographical proximity.

2 Main countries or territories belonging to each section

North America: The United States of America, Canada

Others: China, Australia, Mexico and Brazil, etc.

3 The overseas sales show the amount of sales in countries or territories other than Japan by our Company and its consolidated subsidiaries.

Previous consolidated fiscal year (From January 1, 2007 to December 31, 2007)

(Unit: less than thousand yen omitted)

	North America	Others	Total
I Overseas sales	12,566,357	1,847,267	14,413,624
II Consolidated sales			59,831,304
III Rate of overseas sales to consolidated sales	21.0%	3.1%	24.1%

(Note) 1 The classification method of countries or territories is based on geographical proximity.

2 Main countries or territories belonging to each section

North America: The United States of America, Canada

Others: China, Australia, Mexico and Columbia, etc.

3 The overseas sales show the amount of sales in countries or territories other than Japan by our Company and its consolidated subsidiaries.