

Non-consolidated Interim Financial Results for the Fiscal Year Ending December 2006

Company name: Bell-Park Co., Ltd.
 Stock code: 9441
 Stock exchange listing: JASDAQ
 Company domicile: Tokyo, Japan
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Date of board meeting for approving financial results: August 9, 2006

Dividend payment date: -

The Company does not employ a unit stock system.

1. Non-consolidated Financial Results for the First Half Year Ended June 30, 2006 (Jan. 1 – Jun. 30, 2006)

(1) Results of Operations

Million yen, rounded down

	Net sales		Operating income		Ordinary income	
	Million yen	YoY change %	Million yen	YoY change %	Million yen	YoY change %
First half year ended June 2006	8,931	0.9	219	(19.4)	238	(15.2)
First half year ended June 2005	8,850	31.4	271	(5.1)	281	(5.2)
Year ended December 2005	18,826	21.7	663	2.5	678	3.4

	Net income		Net income per share
	Million yen	YoY change %	Yen
First half year ended June 2006	116	18.2	1,845.40
First half year ended June 2005	98	(1.2)	1,539.30
Year ended December 2005	315	15.2	4,974.17

Notes: 1. Weighted average number of shares outstanding

First half year ended June 2006: 62,974.24 shares

First half year ended June 2005: 63,845.79 shares

Year ended December 2005: 63,434.33 shares

2. Changes in accounting principles applied: None

3. The percentages shown for net sales, operating income, ordinary income, and net income represent changes from the same period in the previous fiscal year.

(2) Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of June 30, 2006	6,325	3,761	59.5	59,670.90
As of June 30, 2005	7,043	3,509	49.8	55,503.57
As of December 31, 2005	7,128	3,701	51.9	58,815.12

Notes: 1. Number of shares outstanding at end of period

As of June 30, 2006: 63,029.68 shares

As of June 30, 2005: 63,225.68 shares

As of December 31, 2005: 62,927.68 shares

2. Number of treasury stock at end of period

As of June 30, 2006: 3,033.50 shares

As of June 30, 2005: 2,705.50 shares

As of December 31, 2005: 3,033.50 shares

2. Forecast for the Year Ending December 31, 2006 (Jan. 1 – Dec. 31, 2006)

	Net sales	Ordinary income	Net income
	Million yen	Million yen	Million yen
Full year	17,800	450	0

Reference: Estimated net income per common share for the year ending Dec. 31, 2006: 0.00 yen

3. Dividends

	Dividend per share					
	1Q	Interim	3Q	Year end	Other	Annual
	Yen	Yen	Yen	Yen	Yen	Yen
Year ended Dec. 2004	-	-	-	1,000	-	1,000
Year ended Dec. 2005	-	-	-	1,000	-	1,000
Year ended Dec. 2006 (est.)	-	-	-	1,000	-	1,000

Forward Looking Statements

Forecasts regarding future performance in these materials are based estimates and judgments of the Company's management made in accordance with information available at the time this report was prepared. Forecasts therefore embody risks and uncertainties. Actual results may differ significantly from these forecasts for a number of factors. Readers are advised to refer to Supplementary Information for details on business forecasts, and assumptions and other relevant factors on which they are based.

6. Interim Non-consolidated Financial Statements and Notes

(1) Interim Non-consolidated Financial Statements

1) Interim Non-consolidated Balance Sheets

Account	*	Interim FY2005 (As of June 30, 2005)		Interim FY2006 (As of June 30, 2006)		FY2005 (As of Dec. 31, 2005)	
		Thousand yen	%	Thousand yen	%	Thousand yen	%
Assets							
I. Current assets							
1. Cash on hand and in banks		1,226,212		761,854		1,220,730	
2. Accounts receivable -trade		625,894		536,367		602,363	
3. Accounts receivable -other		1,813,751		1,575,907		1,961,665	
4. Inventories		1,201,570		1,175,838		1,125,371	
5. Other current assets		364,216		305,717		389,680	
6. Allowance for doubtful accounts		(306)		(4,228)		(32,692)	
Total current assets		5,231,338	74.3	4,351,457	68.8	5,267,118	73.9
II. Fixed assets							
1. Property, plant and equipment	*1	253,626	3.6	311,132	4.9	288,029	4.0
2. Intangible assets		22,575	0.3	28,077	0.4	19,451	0.3
3. Investments and other assets							
(1) Investments in affiliates		745,816		765,816		765,816	
(2) Long-term loans receivable		50,913		92,673		8,251	
(3) Leasehold deposits		466,888		514,423		489,498	
(4) Deferred tax assets		83,616		75,579		61,819	
(5) Others		258,075		267,223		266,509	
(6) Allowance for possible losses on investments		(35,816)		(35,816)		(35,816)	
(7) Allowance for doubtful accounts		(33,561)		(45,057)		(2,204)	
Total investments other assets		1,535,932	21.8	1,634,841	25.9	1,553,875	21.8
Total fixed assets		1,812,134	25.7	1,974,051	31.2	1,861,355	26.1
Total assets		7,043,473	100.0	6,325,509	100.0	7,128,474	100.0

Account	*	Interim FY2005 (As of June 30, 2005)		Interim FY2006 (As of June 30, 2006)		FY2005 (As of Dec. 31, 2005)	
		Thousand yen	%	Thousand yen	%	Thousand yen	%
Liabilities							
I. Current liabilities							
1. Accounts payable - trade		1,969,477		1,265,630		1,751,777	
2. Accounts payable - other		630,308		522,426		686,847	
3. Accrued income taxes		155,134		100,664		203,693	
4. Reserve for employees' bonuses		44,143		50,788		44,099	
5. Allowance for early subscription cancellations		74,541		27,662		70,128	
6. Other current liabilities		559,044		492,170		576,311	
Total current liabilities		3,432,649	48.7	2,459,342	38.9	3,332,857	46.8
II. Long-term liabilities							
1. Liability for employees' retirement benefits		22,322		27,309		21,259	
2. Other long-term liabilities		79,249		77,819		73,258	
Total long-term liabilities		101,572	1.5	105,128	1.6	94,517	1.3
Total liabilities		3,534,222	50.2	2,564,471	40.5	3,427,375	48.1
Shareholders' equity							
I. Common stock		1,085,035	15.4	-	-	1,086,140	15.2
II. Capital surplus							
1. Additional paid-in capital		1,539,443		-		1,540,547	
Total capital surplus		1,539,443	21.8	-	-	1,540,547	21.6
III. Retained earnings							
1. Legal reserve		8,078		-		8,078	
2. Unappropriated retained earnings at end of period		1,053,739		-		1,270,995	
Total retained earnings		1,061,818	15.1	-	-	1,279,073	17.9
IV. Net unrealized holding gain on securities		283	0.0	-	-	3,373	0.1
V. Treasury stock		(177,329)	(2.5)	-	-	(208,036)	(2.9)
Total shareholders' equity		3,509,251	49.8	-	-	3,701,099	51.9
Total liabilities and shareholders' equity		7,043,473	100.0	-	-	7,128,474	100.0

Account	*	Interim FY2005 (As of June 30, 2005)		Interim FY2006 (As of June 30, 2006)		FY2005 (As of Dec. 31, 2005)		
		Thousand yen	%	Thousand yen	%	Thousand yen	%	
Net assets								
I. Shareholders' equity								
1. Common stock		-	-	1,089,889	17.2	-	-	-
2. Capital surplus								
(1) Additional paid-in capital		-		1,544,296		-		
Total capital surplus		-	-	1,544,296	24.5	-	-	-
3. Retained earnings								
(1) Legal reserve		-		8,078		-		
(2) Other retained earnings								
Retained earnings brought forward		-		1,324,280		-		
Total retained earnings		-	-	1,332,358	21.1	-	-	-
4. Treasury stock		-	-	(208,036)	(3.3)	-	-	-
Total shareholders' equity		-	-	3,758,507	59.5	-	-	-
II. Valuation and translation adjustments								
1. Net unrealized holding gain on securities		-	-	2,529	0.0	-	-	-
Total valuation and translation adjustments		-	-	2,529	0.0	-	-	-
Total net assets		-	-	3,761,037	59.5	-	-	-
Total liabilities and net assets		-	-	6,325,509	100.0	-	-	-

2) Interim Non-consolidated Statements of Income

Account	*	Interim FY2005 (Jan. 1 – Jun. 30, 2005)		Interim FY2006 (Jan. 1 – Jun. 30, 2006)		FY2005 (Jan. 1 – Dec. 31, 2005)	
		Thousand yen	%	Thousand yen	%	Thousand yen	%
I. Net sales		8,850,277	100.0	8,931,846	100.0	18,826,286	100.0
II. Cost of goods sold		7,190,101	81.2	7,038,041	78.8	15,255,569	81.0
Gross profit		1,660,175	18.8	1,893,805	21.2	3,570,716	19.0
III. Selling, general and administrative expenses	*1	1,388,411	15.7	1,674,801	18.7	2,907,025	15.5
Operating income		271,764	3.1	219,004	2.5	663,691	3.5
IV. Non-operating income	*2	16,142	0.2	35,345	0.4	51,142	0.3
V. Non-operating expenses	*3	6,834	0.1	16,095	0.2	36,596	0.2
Ordinary income		281,072	3.2	238,254	2.7	678,237	3.6
VI. Extraordinary income	*4	-	-	31,260	0.3	-	-
VII. Extraordinary loss	*4, 5	71,846	0.8	36,699	0.4	71,893	0.4
Income before income taxes		209,225	2.4	232,815	2.6	606,343	3.2
Income taxes - current		149,477		92,899		325,479	
Income taxes - deferred		(38,529)	1.3	23,703	1.3	(34,669)	1.5
Net income		98,278	1.1	116,212	1.3	315,533	1.7
Retained earnings brought forward		955,461		-		955,461	
Unappropriated retained earnings at end of period		1,053,739		-		1,270,995	

3) Interim Non-consolidated Statement of Changes in Shareholders' Equity

Interim FY2006 (Jan. 1, 2006 – Jun. 30, 2006)

Thousand yen

	Shareholders' equity							
	Common stock	Capital surplus		Legal reserve	Retained earnings		Treasury stock	Total shareholders' equity
		Additional paid-in capital	Total capital surplus		Other retained earnings	Total retained earnings		
Balance as of Dec. 31, 2005	1,086,140	1,540,547	1,540,547	8,078	1,270,995	1,279,073	(208,036)	3,697,725
Changes in the period								
New stock issue	3,748	3,748	3,748					7,497
Dividend of surplus					(62,927)	(62,927)		(62,927)
Net income					116,212	116,217		116,212
Changes (net) in items other than shareholders' equity								
Total changes in the period	3,748	3,748	3,748		53,284	53,284		60,782
Balance as of June 30, 2006	1,089,889	1,544,296	1,544,296	8,078	1,324,280	1,332,358	(208,036)	3,758,507

	Valuation and translation adjustments		Total net assets
	Net unrealized holding gain on securities	Total valuation and translation adjustments	
Balance as of Dec. 31, 2005	3,373	3,373	3,701,099
Changes in the period			
New stock issue			7,497
Dividend of surplus			(62,927)
Net income			116,212
Changes (net) in items other than shareholders' equity	(843)	(843)	(843)
Total changes in the period	(843)	(843)	59,938
Balance as of June 30, 2006	2,529	2,529	3,761,037

Significant Accounting Policies in the Preparation of Non-consolidated Financial Statements

	Interim FY2005 (Jan. 1 – Jun. 30, 2005)	Interim FY2006 (Jan. 1 – Jun. 30, 2006)	FY2005 (Jan. 1 – Dec. 31, 2005)
1. Valuation criteria and methods for assets	<p>(1) Securities Subsidiary stock Subsidiaries are stated at cost, cost being determined by the moving-average method.</p> <p>Other securities Securities with market quotations: Securities with market quotations are carried at fair value on the balance sheet date. Changes in unrealized holding gain or loss are included directly in shareholders' equity. The cost of securities sold is determined by the moving-average method.</p> <p>Securities without market quotations: Securities without market quotations are stated at cost, cost being determined by the moving-average method.</p> <p>(2) Inventories Merchandise: Inventories are stated at cost determined primarily by the moving-average method.</p> <p>Supplies: Supplies are stated at cost, cost being determined by the last purchase price method.</p>	<p>(1) Securities Subsidiary stock Same as on the left.</p> <p>Other securities Securities with market quotations: Securities with market quotations are carried at fair value on the balance sheet date. Changes in unrealized holding gain or loss are included directly in shareholders' equity. The cost of securities sold is determined by the moving-average method.</p> <p>Securities without market quotations: Same as on the left.</p> <p>(2) Inventories Merchandise: Same as on the left.</p> <p>Supplies: Same as on the left.</p>	<p>(1) Securities Subsidiary stock Same as on the left.</p> <p>Other securities Securities with market quotations: Securities with market quotations are carried at fair value on the balance sheet date. Changes in unrealized holding gain or loss are included directly in shareholders' equity. The cost of securities sold is determined by the moving-average method.</p> <p>Securities without market quotations: Same as on the left.</p> <p>(2) Inventories Merchandise: Same as on the left.</p> <p>Supplies: Same as on the left.</p>
2. Depreciation and amortization of fixed assets	<p>(1) Property, plant and equipment Declining-balance method. The Company computes depreciation on buildings (excluding fixtures) by the straight-line method. Useful life of principle assets is as follows: Buildings: 3-24 years Structures: 10-20 years Vehicles: 2-6 years Furniture and Fixtures: 2-10 years</p> <p>(2) Intangible assets Straight-line method. The development costs of software intended for internal use are amortized over an estimated useful life of five years by the straight-line method. Goodwill recorded during the period was amortized in three years by the straight-line method.</p>	<p>(1) Property, plant and equipment Same as on the left.</p> <p>(2) Intangible assets Straight-line method. The development costs of software intended for internal use are amortized over an estimated useful life of five years by the straight-line method. Goodwill recorded during the period was amortized in three years by the straight-line method.</p>	<p>(1) Property, plant and equipment Same as on the left.</p> <p>(2) Intangible assets Straight-line method. The development costs of software intended for internal use are amortized over an estimated useful life of five years by the straight-line method. Goodwill recorded during the period was amortized in three years by the straight-line method.</p>

	Interim FY2005 (Jan. 1 – Jun. 30, 2005)	Interim FY2006 (Jan. 1 – Jun. 30, 2006)	FY2005 (Jan. 1 – Dec. 31, 2005)
	<p>(Changes in accounting principles) In prior periods, goodwill was amortized lump sum as accrued. Effective from the current interim period, goodwill is amortized by the straight-line method over a period of three years. The above change in the accounting policy is in keeping with the expected revisions to the corporate accounting standards and aims at normalizing period income by more reasonably reflecting the impact of investment on operating results.</p> <p>The effect of this change in the accounting policy was to reduce the operating income and ordinary income by 2,886 thousand yen each and increase the net income before income taxes by 16,161 thousand yen, compared to the amounts that would have been reported if the previous accounting standards had been applied consistently.</p> <p>3) Long-term prepaid expenses Long-term prepaid expenses are amortized by the straight-line method.</p>	<p>3) Long-term prepaid expenses Same as on the left.</p>	<p>(Changes in accounting principles) In prior periods, goodwill was amortized lump sum as accrued. Effective from the current fiscal year, goodwill is amortized by the straight-line method over a period of three years. The above change in the accounting policy is in keeping with the expected revisions to the corporate accounting standards and aims at normalizing period income by more reasonably reflecting the impact of investment on operating results.</p> <p>The effect of this change in the accounting policy was to reduce the operating income and ordinary income by 6,349 thousand yen each and increase the net income before income taxes by 12,698 thousand yen, compared to the amounts that would have been reported if the previous accounting standards had been applied consistently.</p> <p>3) Long-term prepaid expenses Same as on the left.</p>
3. Recognition of significant allowances	<p>(1) Allowance for doubtful accounts To prepare for credit losses on accounts receivable and loans receivable etc., allowances equal to the estimated amount of uncollectible receivables are provided for general receivables based on the historical write-off ratio, and bad receivables based on case-by-case determination of collectibility.</p> <p>(2) Allowance for possible losses on investments To reasonably account for possible losses on investments in affiliates etc., an allowance is provided in an amount determined based on the financial condition of investee companies and other factors.</p>	<p>(1) Allowance for doubtful accounts Same as on the left.</p> <p>(2) Allowance for possible losses on investments Same as on the left.</p>	<p>(1) Allowance for doubtful accounts Same as on the left.</p> <p>(2) Allowance for possible losses on investments Same as on the left.</p>

	Interim FY2005 (Jan. 1 – Jun. 30, 2005)	Interim FY2006 (Jan. 1 – Jun. 30, 2006)	FY2005 (Jan. 1 – Dec. 31, 2005)
	<p>(3) Reserves for employees' bonuses As a means of providing for bonus obligations, the Company designates in the reserve account an amount estimated to have accrued for the interim period.</p> <p>(4) Allowance for early subscription cancellations The Company refunds subscription commission to the telecom carrier, with which it has an agency or a sales outsourcing agreement, if mobile/fixed-line phone users cancel his subscription early. To provide for repayment of subscription commission related to such early subscription cancellations, the Company provides an allowance equal to the estimated amounts of refund for early subscription commission based on the historical refund ratio.</p> <p>(5) Liability for employees' retirement benefits To provide for employee retirement benefits, the Company provides an allowance for retirement benefits in the amount deemed to have accrued, determined (simple method) on the basis of the projected benefit obligation on the interim period balance sheet date.</p>	<p>(3) Reserves for employees' bonuses Same as on the left.</p> <p>(4) Allowance for early subscription cancellations Same as on the left.</p> <p>(5) Liability for employees' retirement benefits Same as on the left.</p>	<p>(3) Reserves for employees' bonuses As a means of providing for bonus obligations, the Company designates in the reserve account an amount estimated to have accrued for the current fiscal year.</p> <p>(4) Allowance for early subscription cancellations Same as on the left.</p> <p>(5) Liability for employees' retirement benefits To provide for employee retirement benefits, the Company provides an allowance for retirement benefits in the amount deemed to have accrued, determined (simple method) on the basis of the projected benefit obligation on the fiscal year balance sheet date.</p>
4. Other significant accounting policies in the preparation of financial statements	<p>(1) Accounting for consumption taxes All amounts stated are exclusive of consumption taxes. Temporary payment and receipt of consumption taxes are set off and presented in "Other current liabilities" on the balance sheets.</p>	<p>(1) Accounting for consumption taxes Same as on the left.</p>	<p>(1) Accounting for consumption taxes All amounts stated are exclusive of consumption taxes.</p>

Change in Significant Accounting Policies in the Preparation of Non-consolidated Financial Statements

Interim FY2005 (Jan. 1 – Jun. 30, 2005)	Interim FY2006 (Jan. 1 – Jun. 30, 2006)	FY2005 (Jan. 1 – Dec. 31, 2005)
-	<p>(Accounting standard concerning impairment of fixed assets)</p> <p>Effective from the current interim period, the Company has adopted the accounting standards for presentation of impairment of fixed assets (“Statement of Opinion, Accounting for Impairment of Fixed Assets,” (ASBJ; August 9, 2002) and the “Accounting Standard Implementation Guidance for Impairment of Fixed Assets,” (Accounting Standard Implementation Guidance No. 6; October 31, 2003). The effect of this change was to decrease income before income taxes by 17,776 thousand yen.</p> <p>The amounts of impairment losses are directly deducted from the corresponding carrying amounts of assets, in accordance with the Revised Standards for the Preparation of consolidated Financial Statements.</p>	-
-	<p>(Accounting standard concerning presentation of net assets on balance sheet)</p> <p>Effective from the current interim period, the Company has adopted “Accounting Standard for Presentation of Net Assets on Balance Sheet” (Business Accounting Council Standard No. 5; December 9, 2005) and “Accounting Standard Implementation Guidance for Presentation of Net Assets on Balance Sheet” (Accounting Standard Implementation Guidance No. 8; December 9, 2005). The amount equivalent to the total of shareholders’ equity under the former accounting standard is 3,761,037 thousand yen, no difference in the amount of net assets.</p>	-

Supplementary Information

Interim FY2005 (Jan. 1 – Jun. 30, 2005)	Interim FY2006 (Jan. 1 – Jun. 30, 2006)	FY2005 (Jan. 1 – Dec. 31, 2005)
<p>(Method for displaying the pro forma portion of corporate taxes in the statements of income)</p> <p>The Accounting Standards Board of Japan released on February 13, 2004 its Practical Response Report No. 12 “Practical handling of the display of the pro forma portion of corporate taxes in income statements.” In line with this report, we have included 7,526 thousand yen from the added value and capital portion of income taxes in selling, general, and administrative expenses, starting from the current interim period.</p>	<p style="text-align: center;">-</p>	<p>(Method for displaying the pro forma portion of corporate taxes in the statements of income)</p> <p>The Accounting Standards Board of Japan released on February 13, 2004 its Practical Response Report No. 12 “Practical handling of the display of the pro forma portion of corporate taxes in income statements.” In line with this report, we have included 16,211 thousand yen from the added value and capital portion of income taxes in selling, general, and administrative expenses, starting from the current fiscal year.</p>

Notes to Interim Non-consolidated Financial Statements

Notes to Interim Non-consolidated Balance Sheets

Thousand yen

Interim FY2005 (As of Jun. 30, 2005)	Interim FY2006 (As of Jun. 30, 2006)	FY2005 (As of Dec. 31, 2005)
*1. Accumulated depreciation of property, plant and equipment 118,876	*1. Accumulated depreciation of property, plant and equipment 177,264	*1. Accumulated depreciation of property, plant and equipment 148,574

Notes to Interim Non-consolidated Statements of Income

Thousand yen

Interim FY2005 (Jan. 1 - Jun. 30, 2005)	Interim FY2006 (Jan. 1 - Jun. 30, 2006)	FY2005 (Jan. 1 - Dec. 31, 2005)								
*1. Depreciation and amortization Property, plant and equipment 23,644 Intangible assets 3,096	*1. Depreciation and amortization Property, plant and equipment 32,697 Intangible assets 5,093	*1. Depreciation and amortization Property, plant and equipment 55,202 Intangible assets 6,806								
*2. Significant components of non-operating income Interest income 2,365	*2. Significant components of non-operating income Interest income 2,045 Insurance reimbursement 7,048	*2. Significant components of non-operating income Interest income 5,218								
*3. Significant components of non-operating expenses Interest expenses 777	*3. Significant components of non-operating expenses Interest expenses 751	*3. Significant components of non-operating expenses Interest expenses 1,514								
*4. Significant components of extraordinary loss Loss on removal of fixed assets - Impairment losses - Provision for allowance for possible losses on investments 35,816 Provision for allowance for doubtful accounts 31,666	*4. Significant components of extraordinary income Gain on sale of investment securities 30,000 *5. Significant components of extraordinary loss Loss on removal of fixed assets 4,211 Impairment losses 17,776 Provision for allowance for possible losses on investments - Provision for allowance for doubtful accounts 13,062	*4. Significant components of extraordinary loss Loss on removal of fixed assets 94 Impairment losses - Provision for allowance for possible losses on investments 35,816 Provision for allowance for doubtful accounts 31,619								
	6. Impairment losses The Group recorded impairment losses in the following asset category in the current interim period. <table border="1"> <tr> <td>Location</td> <td>Kitami Call Center (Kitami City, Hokkaido) of the network business</td> </tr> <tr> <td>Use</td> <td>Telephone equipment</td> </tr> <tr> <td>Category</td> <td>Furniture and fixtures</td> </tr> <tr> <td>Impairment losses</td> <td>17,776 thousand yen</td> </tr> </table>	Location	Kitami Call Center (Kitami City, Hokkaido) of the network business	Use	Telephone equipment	Category	Furniture and fixtures	Impairment losses	17,776 thousand yen	
Location	Kitami Call Center (Kitami City, Hokkaido) of the network business									
Use	Telephone equipment									
Category	Furniture and fixtures									
Impairment losses	17,776 thousand yen									

Interim FY2005 (Jan. 1 - Jun. 30, 2005)	Interim FY2006 (Jan. 1 - Jun. 30, 2006)	FY2005 (Jan. 1 - Dec. 31, 2005)
	As a rule, the Group groups its operations by business segments and business sites for accounting purposes in order to constantly monitor profitability. The above impairment losses of 17,776 thousand yen represents the reduction in the book value of assets to the amount that can be recovered in conjunction with the closing of the Kitami Call Center. The recoverable amount is based on estimated net sales proceeds, which are nil because the Group believes it will be difficult to sell these assets.	

Notes to Interim Non-consolidated Statement of Changes in Shareholders' Equity

Interim FY2006 (Jan. 1, 2006 – Jun. 30, 2006)

Type and number of treasury stocks

	Number of shares as of Dec. 31, 2005 (Shares)	Increase during the period (Shares)	Decrease during the period (Shares)	Number of shares as of Jun. 30, 2006 (Shares)
Common shares (Note)	3,033.5	-	-	3,033.5
Total	3,033.5	-	-	3,033.5

Leases

No reportable information.

Securities

Interim FY2005 (Jan. 1 - Jun. 30, 2005), Interim FY2006 (Jan. 1 - Jun. 30, 2006), and FY2005 (Jan. 1 - Dec. 31, 2005):

There is no subsidiary stock with market quotations.

Per Share Information

Interim FY2005 (Jan. 1 - Jun. 30, 2005)		Interim FY2006 (Jan. 1 - Jun. 30, 2006)		FY2005 (Jan. 1 - Dec. 31, 2005)	
	Yen		Yen		Yen
Net assets per share	55,503.57	Net assets per share	59,670.90	Net assets per share	58,815.12
Net income per share (basic)	1,539.30	Net income per share (basic)	1,845.40	Net income per share (basic)	4,974.17
Net income per share (diluted)	1,533.66	Net income per share (diluted)	1,827.69	Net income per share (diluted)	4,951.72

The following is a reconciliation of net income per share (basic) and net income per share (diluted).

Thousand yen

	Interim FY2005 (Jan. 1 - Jun. 30, 2005)	Interim FY2006 (Jan. 1 - Jun. 30, 2006)	FY2005 (Jan. 1 - Dec. 31, 2005)
Net income per share (basic)			
Net income	98,278	116,212	315,533
Amounts not available to common shareholders	-	-	-
Net income available to common shares	98,278	116,212	315,533
Average number of shares outstanding	63,845.79 shares	62,974.24 shares	63,434.33 shares
Net income per share (diluted)			
Increase in the number of common shares	234.74 shares	610.17 shares	287.61 shares
[of which stock acquisition rights]	[234.74]	[610.17]	[287.61]
Summary of potential stock not included in the calculation of "net income per share (diluted)" since there was no dilutive effect in the period	<p>New stock acquisition rights under the provisions of Article 280-19 of the Commercial Code of Japan: (Approved at the General Meeting of Shareholders held on Nov. 11, 1999) Number of shares to be issued: 283.5 shares Exercise price: 92,593 yen</p> <p>(Approved at the General Meeting of Shareholders held on Mar. 15, 2000) Number of shares to be issued: 45.0 shares Exercise price: 94,445 yen</p> <p>New stock acquisition rights under the provisions of Article 280-20 and 280-21 of the Commercial Code of Japan: (Approved at the General Meeting of Shareholders held on March 29, 2005) Number of shares to be issued: 1,289.0 shares Exercise price: 105,000 yen</p>	<p>New stock acquisition rights under the provisions of Article 280-20 and 280-21 of the Commercial Code of Japan: (Approved at the General Meeting of Shareholders held on Mar. 30, 2006) Number of shares to be issued: 646.0 shares Exercise price: 146,000 yen</p>	<p>New stock acquisition rights under the provisions of Article 280-19 of the Commercial Code of Japan: (Approved at the General Meeting of Shareholders held on Nov. 11, 1999) Number of shares to be issued: 283.5 shares Exercise price: 92,593 yen</p> <p>(Approved at the General Meeting of Shareholders held on Mar. 15, 2000) Number of shares to be issued: 45.0 shares Exercise price: 94,445 yen</p> <p>New stock acquisition rights under the provisions of Article 280-20 and 280-21 of the Commercial Code of Japan: (Approved at the General Meeting of Shareholders held on Mar. 29, 2005) Number of shares to be issued: 1,158.0 shares Exercise price: 105,000 yen</p>

Subsequent Events

No reportable information.

(2) Others

No reportable information.

** This financial report is solely a translation of summary of "Kessan Tanshin" (in Japanese, including attachments), which has been prepared in accordance with accounting principles and practices generally accepted in Japan, for the convenience of readers who prefer an English translation.*