

# Outline of Financial Results Fiscal 2006

April 1, – September 30, 2006



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Vice Chairman and CFO



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## 1 Outline of Statements of Income

(Unit : Billion yen)

Consolidated	06/1H	05/1H	Difference	Forecast	Achievement of Forecast
Net sales	275.2	250.2	25.0	560.0	49%
Gross profit	20.6	17.5	3.1	43.8	47%
(Profit ratio)	7.5%	7.0%	+0.5%	7.8%	
Operating income	12.1	9.9	2.2	26.5	46%
Ordinary income	14.5	12.7	1.8	27.0	54%
Net income	9.2	9.4	▲0.2	17.0	54%

« Comparisons with the corresponding period last year »

- Increased net sales and gross profit resulting from a high volume of outstanding contracts and progress in construction works.
- Increase in the operating income at Catalysts and Chemical Products Business.
- Increase in the interest income resulting from increased assets of joint venture.

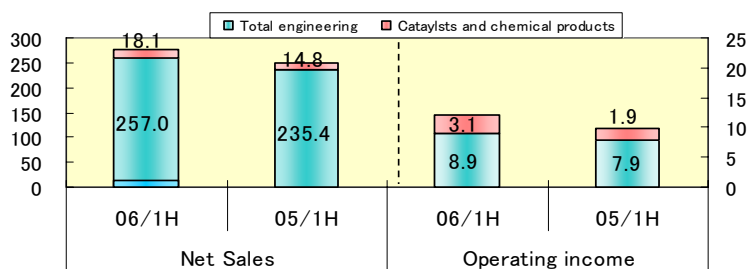
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## 2 Segment Information

(Unit : Billion yen)

### (1) By Business Segment

	Net sales			Operating income		
	06/1H	05/1H	Difference	06/1H	05/1H	Difference
Total engineering	257.0	235.4	+21.6	8.9	7.9	+1.0
	[%]	[93%]	[+9%]	[74%]	[81%]	[+13%]
Catalysts and chemical products	18.1	14.8	+3.3	3.1	1.9	+1.2
	[%]	[7%]	[+22%]	[26%]	[19%]	[+63%]
	275.2	250.2	+25.0	12.1	9.9	+2.2

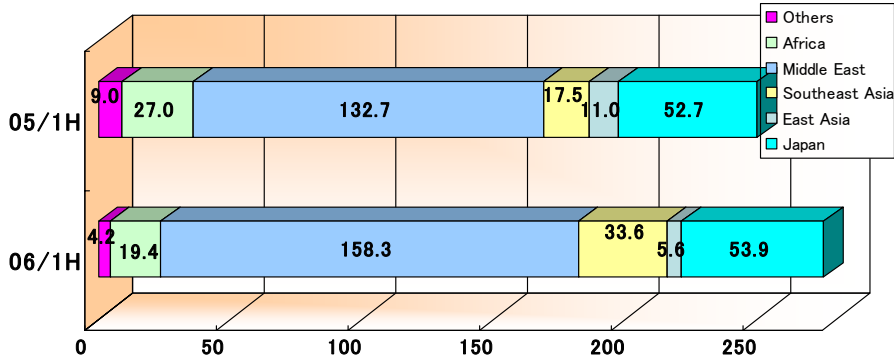


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(2) By Geographic Segment

(Unit : Billion yen)

	06/1H	Ratio	05/1H	Ratio
Sales in Japan	53.9	20%	52.7	21%
Overseas sales	221.3	80%	197.5	79%
<b>Total</b>	<b>275.2</b>		<b>250.2</b>	



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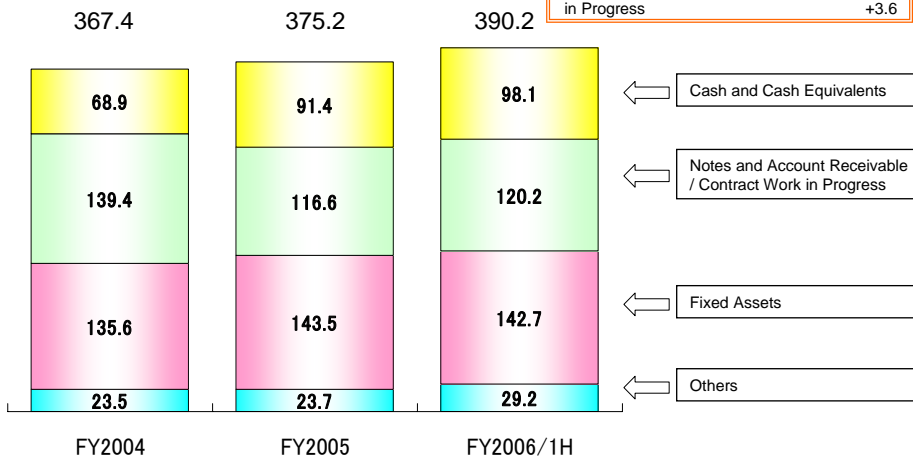
**3 Outline of Balance Sheets**

( Assets )

Assets

Unit: Billion Yen

Comparison with FY2005	
Total Assets	+15.0
Cash and Cash Equivalents	+6.7
Notes and Account Receivable / Contract Work in Progress	+3.6

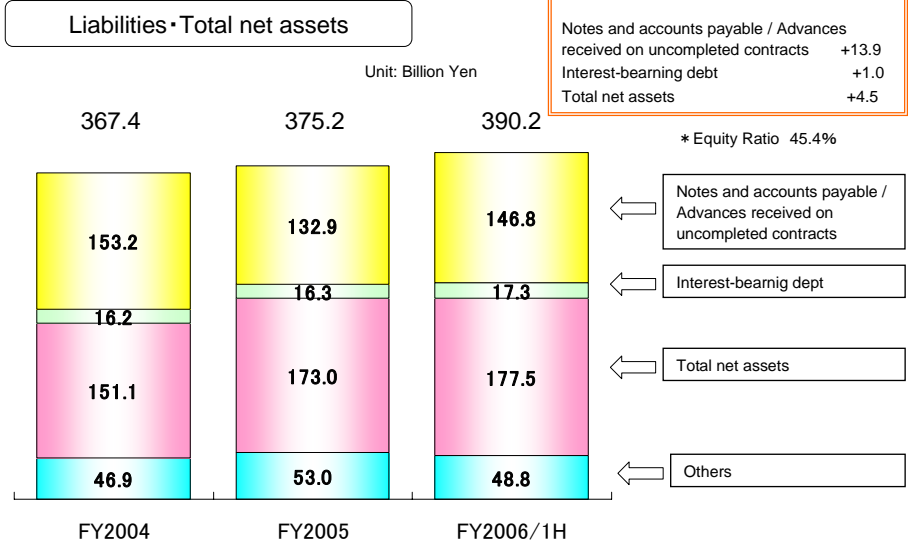


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### 3 Outline of Balance Sheets



( Liabilities · Total net assets )



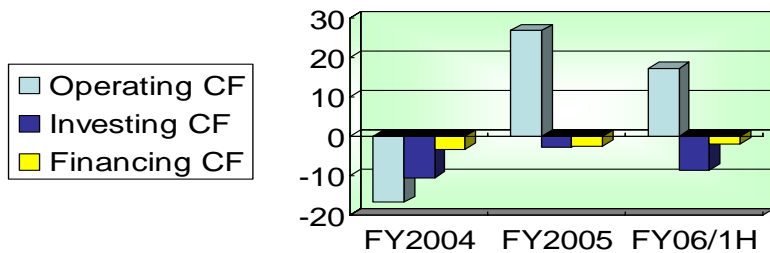
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### 4 Outline of Cash Flows



(Unit: Billion Yen)

	FY2004	FY2005	FY2006/1H
⊙ Operating Cash Flows	▲16.8	26.8	17.1
⊙ Investing Cash Flows	▲10.6	▲2.9	▲8.6
⊙ Financing Cash Flows	▲3.4	▲2.4	▲2.0
⊙ Effect of exchange ratio changes	▲0.1	1.1	▲0.1
⊙ Increase of consolidated company	-	-	0.2
<b>NET Cash Increase (Decrease)</b>	<b>▲31.0</b>	<b>22.5</b>	<b>6.3</b>
⊙ Cash and Cash Equivalents at end of period	68.9	91.4	98.1



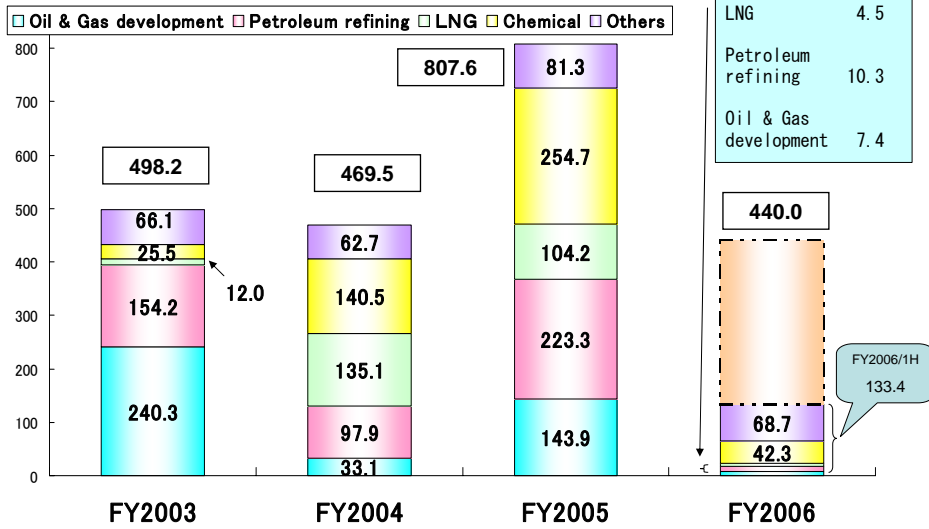
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## 5 Outline of New Contracts

### 5-1 New Contracts



(Unit: Billion Yen)



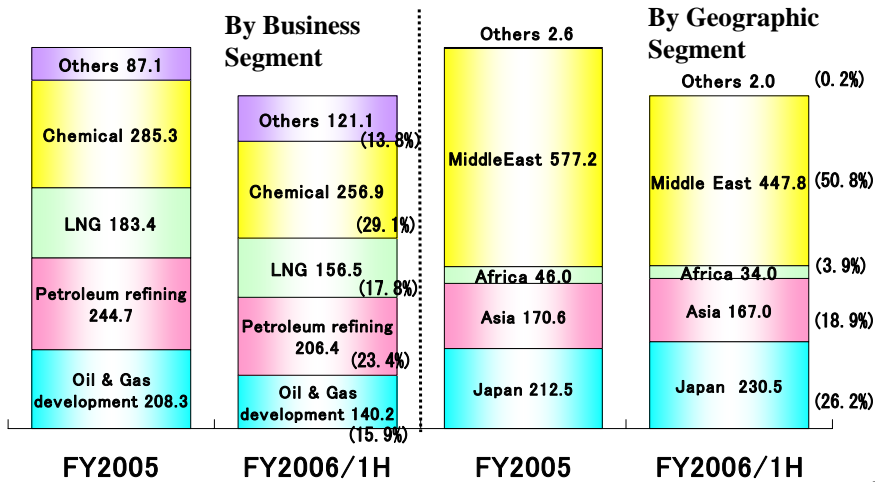
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## 5-2 Outstanding Contracts



(Unit: Billion Yen)

FY2005	FY2006/1H	Change
1,009.1	881.4	▲127.7



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## 6. Targets for Fiscal 2006

(Unit: Billions Yen)

<b>Consolidated</b>	<b>FY2006 Forecast</b>	<b>FY2005</b>	<b>Difference</b>	<b>Forecast at May 06</b>
Net Sales	560.0	550.3	9.7	560.0
Gross Profit	43.8	36.2	7.6	43.8
Operating Income	26.5	20.3	6.2	26.5
Ordinary Income	27.0	23.4	3.6	27.0
Net Income	17.0	15.0	2.0	17.0
New Contracts	440.0	807.6	▲367.6	440.0
Dividends (non-consolidated)	¥13.5	¥11	¥2.5	

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### Note on future outlook

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