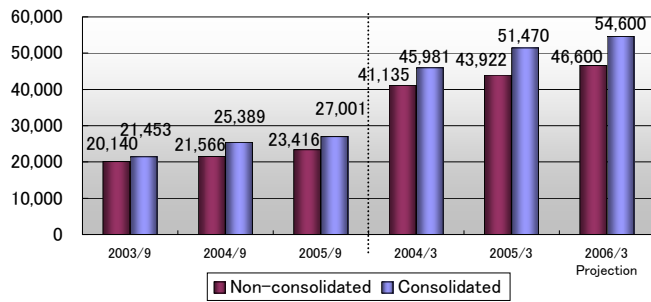


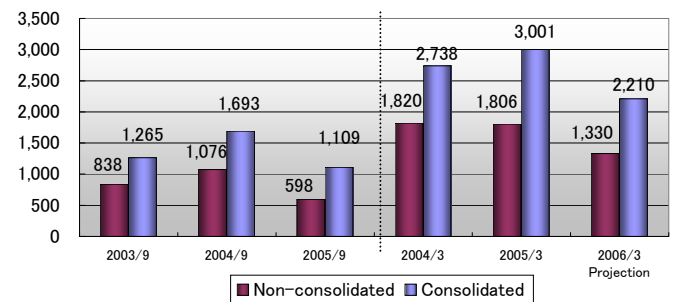
(Millions of Yen)

Net sales



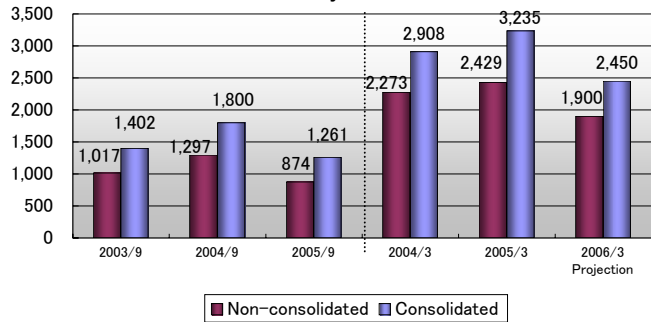
(Millions of Yen)

Operating income



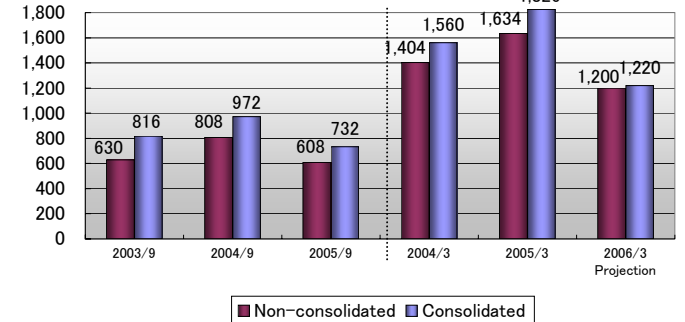
(Millions of Yen)

Ordinary income



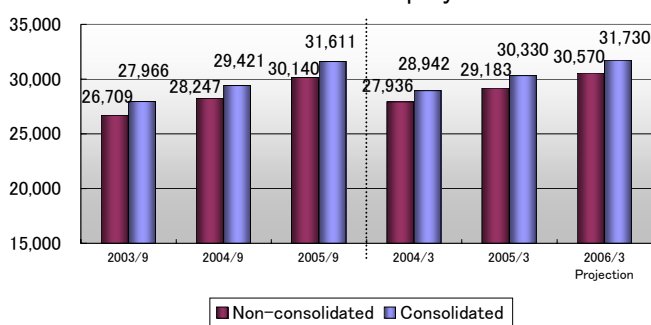
(Millions of Yen)

Net income



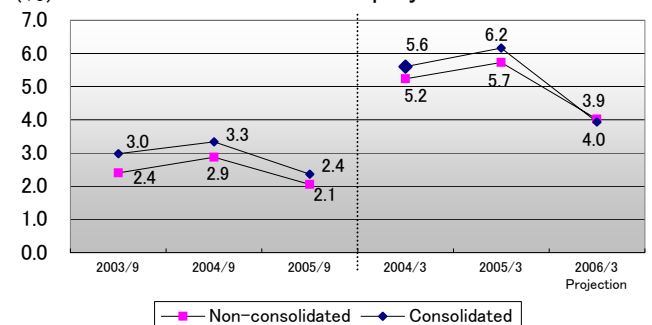
(Millions of Yen)

Shareholder's equity



(%)

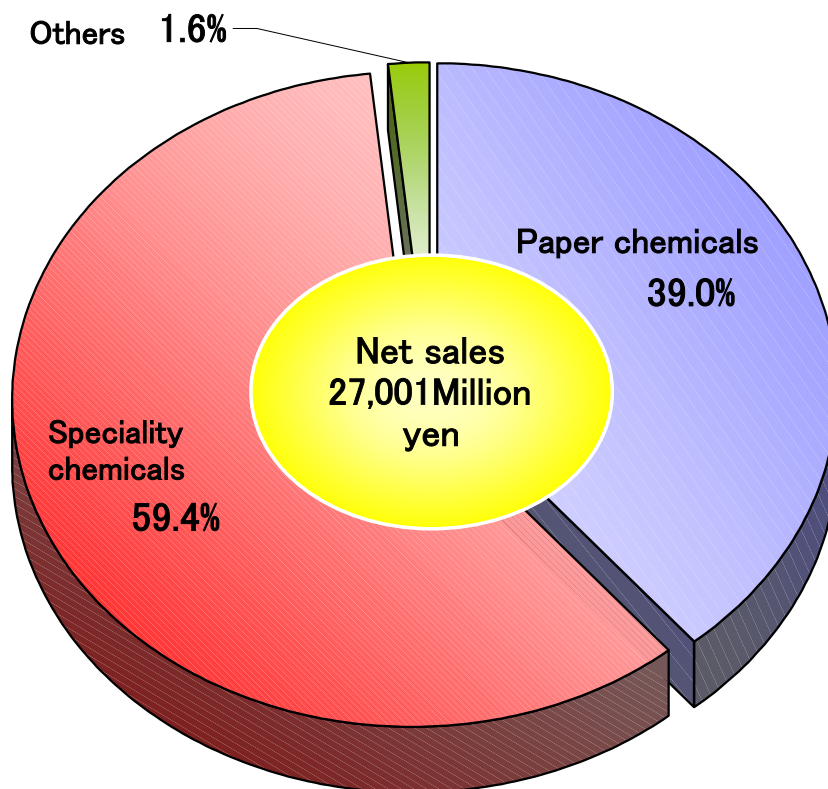
Return on equity



		2003/9		2004/9		2005/9		2004/3		2005/3		2006/3 Projection	
		Millions of Yen	%Change	Millions of Yen	%Change	Millions of Yen	%Change	Millions of Yen	%Change	Millions of Yen	%Change	Millions of Yen	%Change
Net sales	Consolidated	21,453	△ 0.9	25,389	18.3	27,001	6.4	45,981	6.5	51,470	11.9	54,600	6.1
	Non-consolidated	20,140	0.3	21,566	7.1	23,416	8.6	41,135	2.7	43,922	6.8	46,600	6.1
Operating income	Consolidated	1,265	0.9	1,693	33.8	1,109	△ 34.5	2,738	9.7	3,001	9.6	2,210	△ 26.4
	Non-consolidated	838	7.9	1,076	28.4	598	△ 44.4	1,820	18.1	1,806	△ 0.8	1,330	△ 26.4
Ordinary income	Consolidated	1,402	9.4	1,800	28.3	1,261	△ 29.9	2,908	13.6	3,235	11.2	2,450	△ 24.3
	Non-consolidated	1,017	22.1	1,297	27.6	874	△ 32.6	2,273	20.4	2,429	6.8	1,900	△ 21.8
Net income	Consolidated	816	68.5	972	19.1	732	△ 24.7	1,560	109.0	1,826	17.0	1,220	△ 33.2
	Non-consolidated	630	145.4	808	28.1	608	△ 24.7	1,404	179.6	1,634	16.4	1,200	△ 26.6
Total assets	Consolidated	47,462	0.0	52,850	11.4	56,724	7.3	52,117	11.3	54,640	4.8	57,620	5.5
	Non-consolidated	44,167	△ 0.3	46,636	5.6	50,483	8.2	46,305	6.7	48,284	4.3	51,080	5.8
Shareholders' equity	Consolidated	27,966	5.1	29,421	5.2	31,611	7.4	28,942	7.9	30,330	4.8	31,730	4.6
	Non-consolidated	26,709	4.6	28,247	5.8	30,140	6.7	27,936	8.4	29,183	4.5	30,570	4.8
Return on equity	Consolidated	3.0		3.3		2.4		5.6		6.2		3.9	
	Non-consolidated	2.4		2.9		2.1		5.2		5.7		4.0	

Segment Information (Consolidated)

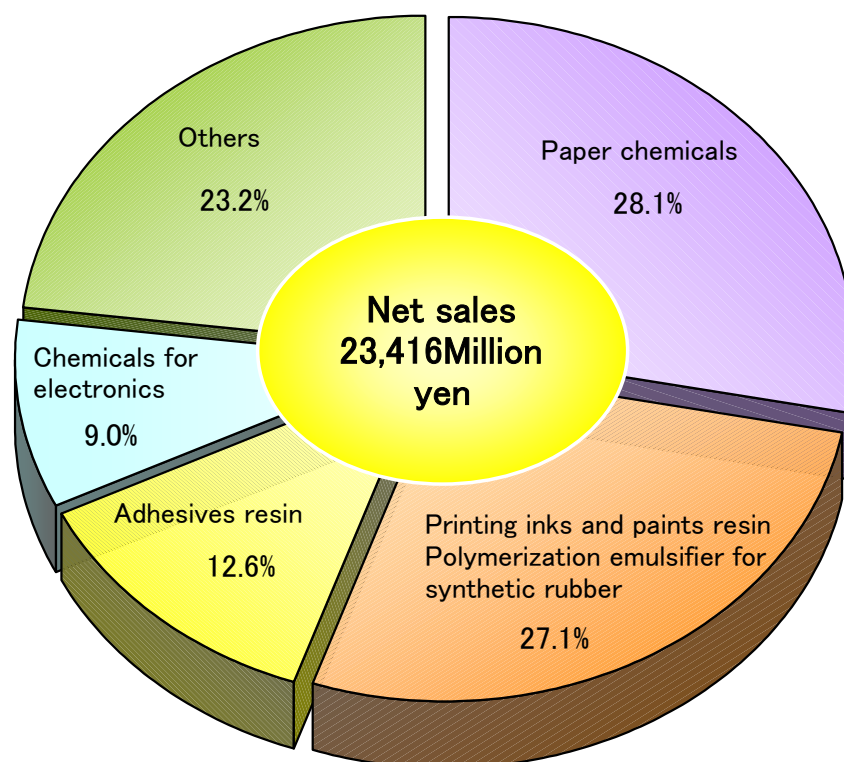
Net sales (Half year ended September 30,2005)



		2003/9		2004/9		2005/9		2004/3		2005/3		2006/3 Projection	
		Millions of Yen	%Change	Millions of Yen	%Change	Millions of Yen	%Change	Millions of Yen	%Change	Millions of Yen	%Change	Millions of Yen	%Change
Paper chemicals	Net sales	8,265	△ 2.2	9,535	15.4	10,532	10.5	17,444	2.9	19,593	12.3	20,940	6.9
	Operating income	476	△ 3.4	536	12.7	372	△ 30.6	902	4.9	964	6.8	720	△ 25.3
	Operating income/sales	5.8%		5.6%		3.5%		5.2%		4.9%		3.4%	
Speciality chemicals	Net sales	12,779	0.0	15,364	20.2	16,050	4.5	27,645	8.3	31,178	12.8	32,740	5.0
	Operating income	767	1.6	1,128	46.9	700	△ 37.9	1,803	11.1	2,007	11.3	1,420	△ 29.3
	Operating income/sales	6.0%		7.3%		4.4%		6.5%		6.4%		4.3%	
Others	Net sales	409	△ 4.8	489	19.6	419	△ 14.3	892	30.7	698	△ 21.7	920	31.7
	Operating income	21	321.7	28	32.0	36	28.4	31	193.0	29	△ 6.1	70	135.0
	Operating income/sales	5.2%		5.8%		8.7%		3.6%		4.3%		7.6%	
Consolidated total	Net sales	21,453	△ 0.9	25,389	18.3	27,001	6.4	45,981	6.5	51,470	11.9	54,600	6.1
	Operating income	1,265	0.9	1,693	33.8	1,109	△ 34.5	2,738	9.7	3,001	9.6	2,210	△ 26.4
	Operating income/sales	5.9%		6.7%		4.1%		6.0%		5.8%		4.0%	

Segment Information (Non-consolidated)

Net sales
(Half year ended September 30, 2005)



	2003/9		2004/9		2005/9		2004/3		2005/3		2006/3 Projection	
	Millions of Yen	%Change	Millions of Yen	%Change	Millions of Yen	%Change	Millions of Yen	%Change	Millions of Yen	%Change	Millions of Yen	%Change
Paper chemicals	6,033	0.0	6,306	4.5	6,572	4.2	12,194	2.2	12,592	3.3	13,100	4.0
Printing inks and paints resin	5,617	1.3	5,817	3.6	6,355	9.3	11,566	4.4	11,948	3.3	12,800	7.1
Adhesives resin	2,973	△ 5.0	2,992	0.6	2,952	△ 1.3	5,873	△ 5.1	5,885	0.2	6,000	1.9
Chemicals for electronics	1,652	1.6	1,928	16.7	2,111	9.5	3,350	4.1	3,828	14.3	4,300	12.3
Sub-total	16,276	△ 0.3	17,045	4.7	17,992	5.6	32,985	1.7	34,255	3.9	36,200	5.7
Others	3,864	3.1	4,520	17.0	5,423	20.0	8,150	6.9	9,667	18.6	10,400	7.6
Non-consolidated total	20,140	0.3	21,566	7.1	23,416	8.6	41,135	2.7	43,922	6.8	46,600	6.1

Management index

		2003/9	2004/9	2005/9	2004/3	2005/3	2006/3 Projection
Capital investment (Completion basis) (Millions of Yen)	Consolidated	452	753	1,313	1,068	1,621	5,090
	Non-consolidated	392	322	1,186	816	990	2,480
Capital investment (Cash flows basis) (Millions of Yen)	Consolidated	485	851	2,433	1,131	1,975	4,620
	Non-consolidated	410	327	1,499	805	1,160	2,310
Depreciation and amortization (Millions of Yen)	Consolidated	730	757	747	1,572	1,587	1,760
	Non-consolidated	618	561	549	1,285	1,170	1,300
R & D expenses (Millions of Yen)	Consolidated	—	1,164	1,168	2,162	2,340	2,290
	Non-consolidated	989	987	982	1,986	1,991	1,950
Interest-bearing debt (Millions of Yen)	Consolidated	6,133	6,437	6,657	6,798	6,084	6,810
	Non-consolidated	5,748	5,585	5,876	5,581	5,280	5,700
Shareholders' equity to total assets (%)	Consolidated	58.9	55.7	55.7	55.5	55.5	55.1
	Non-consolidated	60.5	60.6	59.7	60.3	60.4	59.8
Return on equity (%)	Consolidated	3.0	3.3	2.4	5.6	6.2	3.9
	Non-consolidated	2.4	2.9	2.1	5.2	5.7	4.0
Ordinary income to net sales (%)	Consolidated	6.5	7.1	4.7	6.3	6.3	4.5
	Non-consolidated	5.1	6.0	3.7	5.5	5.5	4.1
Net income per share— Basic (Yen)	Consolidated	51.71	61.58	46.38	97.02	113.33	74.91
	Non-consolidated	39.95	51.19	38.53	87.33	101.45	73.92
Shareholders' equity per share (Yen)	Consolidated	1,771.48	1,863.66	2,002.35	1,831.65	1,919.12	2,010.00
	Non-consolidated	1,691.83	1,789.24	1,909.21	1,767.91	1,846.46	1,930.00
Price earnings ratio	Consolidated	21.5	21.3	37.4	15.2	14.5	—
	Non-consolidated	27.8	25.6	45.0	16.8	16.2	—
Annual Dividends per share (Yen)		8.00	9.00	10.00	18.00	20.00	20.00
Payout ratio (%)		20.0	17.6	26.0	20.6	19.7	27.1
Number of employees	Consolidated	778	946	969	923	923	1,090
	Non-consolidated	638	652	650	635	638	645

Balance Sheets (Consolidated)

DATA BOOK 2006

(Unit : Millions of Yen)

Assets

	2003/9	2004/9	2005/9	2004/3	2005/3
◇ Current Assets	28,952	31,372	32,601	30,390	32,585
Cash and time deposits	6,319	5,765	4,791	5,152	5,513
Trade notes and accounts receivable	16,000	18,870	20,041	18,247	19,170
Marketable securities	0	1	507	1	2
Inventories	5,780	5,648	6,275	6,203	7,014
Other current assets	938	1,194	1,106	891	1,000
Allowance for doubtful receivables	△ 87	△ 107	△ 120	△ 105	△ 115
◇ Fixed Assets	18,509	21,477	24,123	21,727	22,054
• Tangible Fixed Assets	13,753	15,044	16,843	14,942	15,151
Building and structures	5,390	5,567	5,367	5,642	5,448
Machinery and material-handling equipment	3,660	3,944	3,996	3,844	3,935
Land	3,917	4,569	5,110	4,569	4,535
Other fixed assets	785	962	2,369	885	1,231
• Intangible Fixed Assets	127	1,046	960	1,166	1,021
• Investments and Other Assets	4,628	5,387	6,319	5,617	5,881
Investments in securities	3,906	4,774	5,704	4,984	5,254
Others	1,069	953	915	972	920
Allowance for doubtful receivables	△ 347	△ 341	△ 300	△ 339	△ 293
Total Assets	47,462	52,850	56,724	52,117	54,640

Liabilities

◇ Current Liabilities	16,135	18,494	19,513	18,224	19,171
Trade notes and accounts payable	7,372	9,051	9,677	8,706	9,863
Short-term bank loans	5,740	5,499	5,980	5,800	5,281
Accrued income taxes	489	794	428	833	712
Notes for capital investment	119	170	63	95	104
Other current liabilities	2,412	2,978	3,364	2,788	3,208
◇ Long-term Liabilities	2,326	3,349	3,646	3,647	3,457
Long-term bank loans	393	938	677	998	802
Provision for retirement benefits	1,722	1,927	1,917	1,945	1,947
Provision for retirement allowances for directors	206	301	252	289	323
Other long-term liabilities	4	182	798	412	384
Total Liabilities	18,462	21,843	23,159	21,871	22,629
Minority Interests	1,033	1,585	1,953	1,303	1,680

Shareholders' Equity

◇ Common stock	2,365	2,365	2,365	2,365	2,365
◇ Additional paid-in capital	2,587	2,587	2,587	2,587	2,587
◇ Retained earnings	22,408	23,812	25,045	23,023	24,519
◇ Gain/loss from revaluation of other investments in securities	758	1,022	1,831	1,342	1,273
◇ Foreign currency translation adjustments	△ 149	△ 361	△ 214	△ 372	△ 412
◇ Cost of treasury stock	△ 3	△ 3	△ 3	△ 3	△ 3
Total Shareholders' Equity	27,966	29,421	31,611	28,942	30,330
Total Liabilities, Minority Interest and Shareholders' Equity	47,462	52,850	56,724	52,117	54,640

Statements of Income (Consolidated)

DATA BOOK 2006

(Unit : Millions of Yen)

	2003/9	2004/9	2005/9	2004/3	2005/3
◇ Net sales	21,453	25,389	27,001	45,981	51,470
◇ Cost of sales	16,387	19,051	21,188	34,916	39,280
Gross profit	5,066	6,337	5,813	11,064	12,190
◇ Selling, general and administrative expenses	3,801	4,644	4,703	8,326	9,188
Operating Income	1,265	1,693	1,109	2,738	3,001
◇ Other Income	178	190	191	333	352
Interest income	8	9	9	17	19
Dividend income	17	24	29	31	44
Equity in earnings of non-consolidated subsidiaries	26	29	23	59	38
Miscellaneous income	126	126	128	225	248
◇ Other Expenses	40	83	39	163	118
Interest expense	18	28	33	47	57
Miscellaneous expenses	21	54	5	115	60
Ordinary income	1,402	1,800	1,261	2,908	3,235
◇ Extraordinary Gains	0	0	4	0	143
Gains on disposal of fixed assets	—	—	2	0	141
Reversal of provision for credit losses	0	0	2	—	2
◇ Extraordinary Losses	13	21	18	43	66
Losses on disposal of fixed assets	12	18	18	40	61
Losses from revaluation of investments in securities	—	—	—	0	—
Losses from fixed asset revaluation	0	3	0	2	4
Income before provision for income taxes	1,389	1,779	1,247	2,865	3,312
Corporate income, local and business taxes	500	711	355	1,168	1,238
Adjustments to income taxes	△ 15	△ 15	69	△ 53	36
Minority interest in net income of consolidated subsidiaries	87	111	90	190	210
Net Income	816	972	732	1,560	1,826

Statements of Cash Flows (consolidated)

(Unit : Millions of Yen)

	2003/9	2004/9	2005/9	2004/3	2005/3
I. Cash Flows from Operating Activities					
Net income before adjustments to reconcile income to net cash provided by operating activities	1,389	1,779	1,247	2,865	3,312
Depreciation and amortization	730	757	747	1,572	1,587
amortization of consolidation difference	—	108	108	121	216
Increase(decrease) in provision of allowance for doubtful receivables	0	1	6	11	15
Increase(decrease) in provision for retirement benefits	29	△ 18	△ 30	47	1
Losses from revaluation of investments in securities	—	—	—	0	—
Gains on disposal of fixed assets	12	18	16	40	△ 79
Interest and dividends received	△ 25	△ 34	△ 38	△ 48	△ 64
Interest expenses	18	28	33	47	57
Increase(decrease) of accounts receivable	△ 149	△ 604	△ 797	△ 1,080	△ 920
Increase(decrease) of inventories	321	570	824	241	△ 804
Increase(decrease) of trade notes	△ 183	332	△ 265	385	1,144
Others, net	△ 247	△ 217	△ 258	△ 40	△ 179
Sub-total	1,896	2,722	1,594	4,165	4,285
Interest and dividends received	31	42	45	72	73
Interest paid	△ 17	△ 31	△ 33	△ 45	△ 60
Income taxes paid	△ 444	△ 751	△ 622	△ 908	△ 1,323
Net cash provided by operating activities	1,467	1,982	983	3,283	2,975
II. Cash Flows from Investing Activities					
Acquisition of fixed assets	△ 485	△ 851	△ 2,433	△ 1,131	△ 1,975
Purchase of investment in securities	△ 13	△ 333	△ 9	△ 21	△ 387
Additional acquisition of shares of consolidated subsidiaries	—	—	—	△ 1,972	—
Increase(decrease) of notes for capital investment	50	74	△ 41	26	8
Others, net	374	31	7	617	469
Net cash used in investing activities	△ 74	△ 1,078	△ 2,476	△ 2,481	△ 1,885
III. Cash Flows from Financing Activities					
Increase(decrease) in short-term debt	△ 380	△ 286	700	△ 392	△ 494
Proceeds from long-term debt	—	100	—	—	98
Repayment of long-term debt	△ 271	△ 175	△ 135	△ 495	△ 314
Dividends paid	△ 284	△ 157	△ 173	△ 410	△ 299
Dividends paid to minority interest	—	△ 2	△ 4	△ 102	△ 120
Others, net	—	158	88	△ 0	299
Net cash used in financing activities	△ 936	△ 364	475	△ 1,400	△ 832
IV. Effect of Exchange-rate Change on Cash and Cash Equivalents					
	3	1	142	△ 61	△ 18
V. Net Increase in Cash and Cash Equivalents	459	540	△ 875	△ 659	239
VI. Cash and Cash Equivalents, Beginning of Year	5,596	4,936	5,175	5,596	4,936
VII. Cash and Cash Equivalents, End of Year	6,055	5,477	4,300	4,936	5,175

Balance Sheets (Non-consolidated)

DATA BOOK 2006

Assets

(Unit : Millions of Yen)

	2003/9	2004/9	2005/9	2004/3	2005/3
◇ Current Assets	26,076	25,741	25,900	25,437	25,728
Cash and time deposits	5,160	3,480	1,546	3,722	2,124
Trade notes and accounts receivable	15,323	16,604	17,761	16,116	17,055
Inventories	4,814	4,499	4,835	4,949	5,337
Other current assets	847	1,236	1,846	728	1,301
Allowance for doubtful receivables	△ 70	△ 80	△ 90	△ 80	△ 90
◇ Fixed Assets	18,090	20,895	24,582	20,867	22,555
• Tangible Fixed Assets	12,568	12,040	13,082	12,294	12,157
Buildings	3,946	3,728	3,546	3,841	3,616
Machinery	3,114	2,945	3,120	3,018	3,027
Land	3,911	3,910	4,453	3,910	3,875
Other fixed assets	1,596	1,456	1,962	1,523	1,637
• Intangible Fixed Assets	61	56	97	52	98
• Investments and Other Assets	5,460	8,798	11,403	8,520	10,299
Investments in securities	3,673	4,433	5,353	4,632	4,907
Others	2,023	4,603	6,285	4,125	5,626
Allowance for doubtful receivables	△ 236	△ 238	△ 235	△ 238	△ 235
Total Assets	44,167	46,636	50,483	46,305	48,284

Liabilities

◇ Current Liabilities	15,210	16,039	17,613	15,758	16,623
Trade notes and accounts payable	7,117	7,882	8,678	7,570	8,450
Short-term bank loans	5,100	5,100	5,600	5,100	4,900
Due within one year long-term bank loans	254	208	208	174	208
Accrued income taxes	393	473	226	609	404
Notes for capital investment	119	170	63	95	84
Others	2,225	2,205	2,835	2,208	2,574
◇ Long-term Liabilities	2,246	2,349	2,728	2,610	2,477
Long-term bank loans	393	276	67	306	172
Provision for retirement benefits	1,646	1,663	1,641	1,675	1,676
Provision for retirement allowances for directors	206	229	225	221	246
Others	—	179	794	406	382
Total Liabilities	17,457	18,389	20,342	18,368	19,100

Shareholders' Equity

◇ Common stock	2,365	2,365	2,365	2,365	2,365
◇ Capital surplus	2,587	2,587	2,587	2,587	2,587
◇ Earned surplus	21,009	22,281	23,367	21,657	22,966
◇ Gain/loss from revaluation of other investments in securities	750	1,016	1,824	1,329	1,268
◇ Cost of treasury stocks	△ 3	△ 3	△ 3	△ 3	△ 3
Total Shareholders' Equity	26,709	28,247	30,140	27,936	29,183
Total Liabilities and Shareholders' Equity	44,167	46,636	50,483	46,305	48,284

Statements of Income (Non-consolidated)

(Unit : Millions of Yen)

	2003/9	2004/9	2005/9	2004/3	2005/3
◇ Net sales	20,140	21,566	23,416	41,135	43,922
◇ Cost of sales	15,726	16,822	19,106	32,109	34,811
Gross profit	4,414	4,743	4,309	9,026	9,110
◇ Selling, general and administrative expenses	3,576	3,667	3,711	7,205	7,304
Operating Income	838	1,076	598	1,820	1,806
◇ Other Income	210	274	298	569	681
◇ Other Expenses	31	52	22	116	59
Ordinary income	1,017	1,297	874	2,273	2,429
◇ Extraordinary Gains	—	0	2	0	143
◇ Extraordinary Losses	12	18	15	24	60
Income before provision for income taxes	1,005	1,279	861	2,248	2,511
Corporate income, local and business taxes	400	454	206	900	820
Adjustments to income taxes	△ 25	17	47	△ 55	56
Net Income	630	808	608	1,404	1,634

※The statements concerning future performance that are presented in this document are based on information available to issuing date of this report, and therefore the actual results may differ from these forecasted figures due to various unknown factors.