

November 16, 2006

**Supplementary Information for the Interim Financial Results**  
(Apr.1, 2006—Spt.30, 2006)

	I. Interim Consolidated Performance				(Billions of yen)	
	FY 2006	FY 2007	Variance		Forecast	Variance
	interim actual	interim actual	Amount	%	at May, 18	Amount
Net Sales	79.2	<b>76.2</b>	(3.0)	(3.8)	79.0	(2.8)
Domestic	69.8	<b>67.5</b>	(2.3)	(3.3)	70.7	(3.2)
Overseas	9.4	<b>8.7</b>	(0.7)	(7.5)	8.3	0.4
Operating Income	3.4	<b>3.0</b>	(0.4)	(12.0)	3.0	—
Balance of Financial Income	(0.6)	<b>(0.6)</b>	—		(0.6)	—
Other Non-operating Income	0.5	<b>0.5</b>	—		0.4	0.1
Ordinary Income	3.3	<b>2.9</b>	(0.4)	(12.6)	2.8	0.1
Extraordinary Gains	0.8	<b>0</b>	(0.8)		0	—
Extraordinary Losses	(0.9)	<b>(0.3)</b>	0.6		(0.3)	—
Income Before Income Taxes and Minority Interests	3.2	<b>2.6</b>	(0.6)	(19.1)	2.5	0.1
Income taxes	(1.6)	<b>(0.6)</b>	1.0		(1.0)	0.4
Net Income	1.6	<b>2.0</b>	0.4	21.3	1.5	0.5

**A. Sales (down ¥3.0 billion from the same period last year)**

- Domestic sales declined ¥2.3 billion. The domestic agricultural machinery market remained inactive due to delayed purchasing in a move to wait and see which direction the agricultural policy will take. Sales of agricultural machinery decreased ¥2.6 billion.
- Overseas sales declined ¥0.7 billion, mainly due to anticipated shipping of new type tractors to North American market which was seen in the same period last year.

**B. Operating income, ordinary income (down ¥0.4 billion from the same period last year)**

- Both operating and ordinary income decreased ¥0.4 billion respectively due to decreased gross income from reduced revenue.

**C. Interim net income (increased ¥0.4 billion from the same period last year)**

- Net income increased ¥0.4 billion mainly due to reduction in taxes.

## (Sales Breakdown)

	FY 2006 interim actual	FY 2007 interim actual	Variance	(Billions of yen)	
				Forecast at May, 18	Variance Amount
Agricultural Machinery	36.5	<b>33.9</b>	(2.6)	36.5	(2.6)
Parts & Farming Implements	15.9	<b>15.6</b>	(0.3)	15.9	(0.3)
Construction of Facilities	1.7	<b>0.3</b>	1.3	1.1	1.9
Others	15.7	<b>15.0</b>	(0.7)	17.2	2.2
Domestic Sales Total	69.8	<b>67.5</b>	(2.3)	70.7	(3.2)
North America	4.1	<b>3.4</b>	(0.7)	3.7	(0.3)
Europe	3.8	<b>3.5</b>	(0.3)	2.9	0.6
Asia	0.5	<b>0.5</b>	—	0.5	—
China	0.1	<b>0.4</b>	0.3	0.4	—
Australia	0.2	<b>0.2</b>	—	0.1	1.0
Total Product Sales	8.7	<b>8.0</b>	(0.7)	7.6	0.4
Parts	0.5	<b>0.5</b>	—	0.5	—
Others	0.2	<b>0.2</b>	—	0.2	—
Overseas Sales Total	9.4	<b>8.7</b>	(0.7)	8.3	0.4
Total	79.2	<b>76.2</b>	(3.0)	79.0	(2.8)

## II. Performance Forecast

We have revised the full year performance forecast for FY ending March 31, 2007; announced on May 18, 2006 as stated below.

### A. Consolidated full year performance forecast

(Billions of yen)

	Previously announced performance forecast	<b>Revised latest performance forecast</b>	Variance		FY 2006 actual	Difference from revised forecast
			Amount	%		
Net Sales	164.0	<b>160.0</b>	(4.0)	(2.4)	161.7	(1.7)
Domestic	143.0	<b>141.5</b>	(1.5)	(1.0)	141.2	0.3
Overseas	21.0	<b>18.5</b>	(2.5)	(11.9)	20.5	(2.0)
Operating Income	6.5	<b>5.5</b>	(1.0)	(15.4)	7.4	(1.9)
Ordinary Income	6.0	<b>5.0</b>	(1.0)	(16.7)	6.8	(1.8)
Net Income	3.5	<b>2.5</b>	(1.0)	(28.6)	3.7	(1.2)

### B. The company's full year performance forecast

(Billions of yen)

	Previously announced performance forecast	<b>Revised latest performance forecast</b>	Variance		FY 2006 actual	Difference from revised forecast
			Amount	%		
Net Sales	94.0	<b>91.0</b>	(3.0)	(3.2)	93.7	(2.7)
Operating Income	2.9	<b>1.9</b>	(1.0)	(34.5)	3.1	(1.2)
Ordinary Income	3.3	<b>2.3</b>	(1.0)	(30.3)	3.8	(1.5)
Net Income	2.0	<b>1.9</b>	(0.1)	(5.0)	3.9	(2.0)

### C. Reasons of Revision

#### 1. Net Sales

- We anticipate this unfavorable business climate to continue in the domestic agricultural machinery market. Under the circumstances, while we strive to maintain sales of the machinery by introduction of new products, a reduction in the sales of spare parts etc is expected.
- In terms of exports, we expect sales for January-March 2007 to be less than the initial performance forecast due to a fall in sales in the fourth quarter when shipping used to be concentrated, since shipping came to be spread out due to a change of inventory policy on the part of our distributor in North America.

#### 2. Operating income - Net Income

- In terms of profit, we expect it will be reduced from the initial performance forecast due to reasons like decreased gross profit from reduced sales and implementation of production adjustment in order to shrink inventory.

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