

(Excerpt translation)



Interim Consolidated Financial Statement for the fiscal 2000

November 24,2000

Company name : **THK CO., LTD. (Listed on OTC)**

Code number: 6481

Head Office : 3-11-6 Nishi-Gotanda, Shinagawa-ku, Tokyo

Contact : Shigeru Wako, Director General Manager, Corporate Strategy Department

Tel : (813) 5434 - 0300

Date of the board meeting for consolidated financial settlement : November 24, 2000

. Financial performance in the six months to September 30, 2000

(1) Operation results

Note : Any fractional sum less than a million yen is discarded.

	Six Months to September 30,2000	Six Months to September 30,1999	The year ended March 31, 2000
Net sales (Millions of yen)	68,822 (37.1)	50,190 (-)	103,954
Operating Income (Millions of yen)	13,084 (65.4)	7,908 (-)	14,342
Ordinary Income (Millions of yen)	12,450 (111.5)	5,885 (-)	13,383
Net Income (Millions of yen)	6,928 (182.3)	2,454 (-)	6,078
Net Income per share (yen)	58.27	21.22	52.31
Diluted net income per share (yen)	55.96	20.24	49.99

Note :

1. Gain on the Application of the equity method

September 30, 2000 ; 249 million yen

September 30, 1999 ; 78 million yen

March 31, 2000 ; 155 million yen

2. Difference between market value of derivatives and contract prices ; 15 million yen

3. Change in the accounting policy : Not applicable

4. Figures in parenthesis are the percentage changes from the previous period.

(2) Consolidated Financial Position

	As of September 30,2000	As of September 30,1999	As of March 31,2000
Total assets (Millions of yen)	191,480	198,395	195,750
Total shareholders' Equity (Millions of yen)	95,715	81,178	88,061
Equity ratio (%)	50.0	40.9	45.0
Total shareholders' equity per share (yen)	802.04	699.07	746.67

(3) Consolidated Statements of Cash Flows

	As of September 30, 2000	As of September 30, 1999	As of March 31, 2000
Cash Flows from Operating Activities	7,742	-	20,368
Cash Flows from Investing Activities	1,152	-	9,022
Cash Flows from Financing Activities	14,704	-	14,891
Cash and Cash Equivalents	50,719	-	58,866

(4) Scope of Consolidation and Application of equity method

The number of Consolidated subsidiaries : 12

The number of Unconsolidated companies to which the equity method is applied : 0

The number of affiliates to which the equity method is applied : 1

(5) Change in scope of consolidation and application of equity method : Not applicable

2.Forecast of financial performance for the year ended March 31, 2001

	For the year ended March 31, 2001
Net sales (Millions of yen)	145,000
Ordinary Income (Millions of yen)	25,500
Net Income (Millions of yen)	14,000

Reference; Forecast net income per share (for the year) : ¥ 117.31

Interim Consolidated Balance Sheets

For the six months to September 30, 1999 and 2000 / The year ended March 31, 2000

	As of SEP. 30,2000		As of SEP. 30,1999		As of MAR. 31,2000	
	Millions of Yen	(%)	Millions of Yen	(%)	Millions of Yen	(%)
Assets						
Current Assets:						
Cash on hand and in banks	41,353		44,027		47,297	
Notes receivable and Accounts receivable-trade	46,740		31,404		36,251	
Marketable securities	6,366		17,575		9,117	
Inventories	30,503		37,711		34,829	
Short-term loans	4,546		5,851		6,929	
Prepaid taxes	-		-		-	
Deferred tax assets	1,861		2,265		2,035	
Others	1,496		1,026		886	
Less: allowance for bad debts	311		310		280	
Total current assets	132,557	69.2	139,552	70.4	137,068	70.0
Fixed Assets:						
Tangible Fixed Assets:						
Buildings and structures	11,217		9,932		9,447	
Machinery, equipment, and vehicles	14,441		16,281		14,621	
Land	10,060		9,660		9,815	
Construction in progress	1,259		354		1,049	
Others	1,174		1,363		1,284	
Intangible Fixed Assets:	3,574	1.9	4,420	2.2	3,946	2.0
Investments and others:	17,144	8.9	16,539	8.3	15,794	8.1
Investment in securities	12,136		11,127		10,265	
Deffered tax assets	280		310		450	
Others	5,254		5,569		5,237	
Less: allowance for bad debts	527		467		159	
Total fixed assets	58,873	30.7	58,552	29.5	55,959	28.6
Bond discount	50		281		153	
Total deferred assets	50	0.1	281	0.1	153	0.1
Adjustment Result from Foreign Currency Statement Translation	-	-	8	0.0	2,569	1.3
Total Assets	191,480	100.0	198,395	100.0	195,750	100.0

	As of SEP. 30,2000		As of SEP. 30,1999		As of MAR. 31,2000	
	Millions of Yen	(%)	Millions of Yen	(%)	Millions of Yen	(%)
Liabilities						
Current Liabilities:						
Notes payable and Accounts payable-trade	28,431		19,563		23,897	
Short-term debt	8,513		19,264		12,640	
Current portion of long-term debt	6,059		4,925		5,371	
Current portion of bonds	-		19,770		9,770	
Corporate income taxes payable and others	4,304		1,817		3,933	
Bonuses payment reserve	1,307		1,306		1,229	
Other	6,194		8,116		6,863	
Total current liabilities	54,810	28.6	74,764	37.7	63,706	32.5
Non-current liabilities:						
Bonds	16,390		13,448		16,378	
Convertible bonds	13,966		14,621		14,033	
Long-term debt	8,952		13,133		12,130	
The allowance for retirement benefits	-		1,081		1,219	
Accrued employees' retirement benefits	1,299		-		-	
Deffered tax liabilities	-		6		-	
Other	98		11		40	
Total non-current liabilities	40,707	21.3	42,302	21.3	43,801	22.4
Total Liabilities	95,518	49.9	117,067	59.0	107,508	54.9
Minority interest						
Minority interest	247	0.1	148	0.1	180	0.1
Shareholders' Equity:						
Common stock	23,075	12.1	19,917	10.0	21,733	11.1
Additional paid-in capital	30,931	16.2	26,976	13.6	29,220	14.9
Consolidated Surplus	43,123	22.5	34,285	17.3	37,109	19.0
Valuation Adjustment for Marketable securities	1,007	0.5	-	-	-	-
Adjustment Result from Foreign Currency Statement Translation	2,422	1.3	-	-	-	-
Treasury stock	1	0.0	0	0.0	1	0.0
Total shareholders' equity	95,715	50.0	81,178	40.9	88,061	45.0
Total Liabilities, Minority interests and Shareholders' Equity	191,480	100.0	198,395	100.0	195,750	100.0

Interim Consolidated Statements of Income

For the six months to September 30, 1999 and 2000 / The year ended March 31, 2000

	As of SEP. 30,2000		As of SEP. 30,1999		As of MAR. 31,2000	
	Millions of Yen	(%)	Millions of Yen	(%)	Millions of Yen	(%)
Net sales	68,822	100.0	50,190	100.0	103,954	100.0
Cost of sales	44,801	65.1	32,442	64.6	69,816	67.2
Selling, General and Administrative Expenses	10,937	15.9	9,839	19.6	19,795	19.0
Operating Income	13,084	19.0	7,908	15.8	14,342	13.8
Non - Operating Income :	762	1.1	486	1.0	1,966	1.9
Interest income	201		218		304	
Dividend income	44		38		156	
Foreign exchange gain	-		-		823	
Investment gain on the equity method	249		-		155	
Other Non-Operating Income	267		229		526	
Non-Operating Expenses :	1,395	2.0	2,509	5.0	2,925	2.8
Interest expenses	579		874		1,717	
Foreign exchange loss	22		721		-	
Investment loss on the equity method	-		78		-	
Other Non-Operating Expenses	792		835		1,208	
Ordinary Income	12,450	18.1	5,885	11.7	13,383	12.9
Special Income	39	0.1	524	1.0	719	0.7
Special Loss	876	1.3	895	1.8	2,689	2.6
Loss on sales/disposal of property and equipment	350		20		900	
Loss on disposal of inventories	111		638		1,289	
Write-down of other marketable securities	383		-		-	
Other	30		236		499	
Income before Income taxes and other	11,614	16.9	5,514	11.0	11,414	11.0
Corporate Income taxes, Inhabitant taxes and Business taxes	4,556	6.6	2,541	5.1	4,832	4.6
Adjustment of Corporate Income taxes and Other	63	0.1	510	1.0	464	0.4
Minority Interest in Income of Consolidated Subsidiaries	65	0.1	7	0.0	39	0.0
Net Income	6,928	10.1	2,454	4.9	6,078	5.8

Interim Consolidated Statements of Retained Earning

For the six months to September 30, 1999 and 2000 / The year ended March 31, 2000

(Millions of Yen)

	As of SEP. 30,2000	As of SEP. 30,1999	As of MAR. 31,2000
Consolidated Retained Earnings at beginning of Year	37,109	32,542	32,542
Increase in Consolidated Retained earnings:	-	155	226
Increase due to adoption of Tax effect Accounting	-	155	226
Decrease in Consolidated Retained Earnings	914	866	1,737
Cash dividends	884	866	1,737
Bonuses to directors	30	-	-
Retirement of treasury stock	-	-	-
Net Income	6,928	2,454	6,078
Balance of Consolidated Retained earnings at Year-end	43,123	34,285	37,109

Consolidated Statements of Cash Flows

For the six months to September 30,2000 / the year ended March 31,2000

(Millions of yen)

	Six months to SEP.30,2000	The year ended MAR. 31,2000
.Cash Flows from Operating Activities		
Income before income tax and minority interests	11,614	11,414
Depreciation and amortization	2,652	6,256
Loss on sales or disposal of property and equipment	315	898
Interest expenses	579	2,057
(Increase) /Decrease in accounts and trade receivables	10,468	9,824
(Increase) /Decrease in inventories	4,427	3,291
Increase in accounts and notes payable	4,055	10,359
Other	946	876
Subtotal	12,230	23,576
Interest income and dividend income received	281	813
Interest expenses paid	606	2,172
Income taxes paid	4,162	1,849
Net Cash provided by operating activities	7,742	20,368
.Cash Flows from Investing Activities		
Payments for purchase of property and equipment	4,008	4,857
Payments for purchase of short-term investment In securities	998	9,693
Proceeds from sales of short-term investment in securities	3,384	17,860
Proceeds from sales of long-term investment in securities	75	1,551
Increase /(Decrease)of short-term loans receivable	390	4,639
Others	4	477
Net Cash provided by Investing Activities	1,152	9,022
.Cash Flows from Financing Activities		
Increase/(Decrease) in short-term bank loans	4,171	8,184
Borrowings of long-term debt	-	3,219
Repayments of long-term debt	2,489	5,237
Proceeds from issue of bonds	-	2,938
Expenditure from redemption of bonds	9,770	10,000
Proceeds from issue of stocks	2,617	4,080
Cash dividends	890	1,708
Other	0	0
Net Cash provided by (used for) Financing Activities	14,704	14,891
.Effect of Exchange Rate Change on cash and Cash equivalents	33	885
.Net Increase in Cash and Cash Equivalents	8,146	13,613
.Cash and Cash Equivalents at Beginning of Year	58,866	45,252
.Cash and Cash Equivalents at End of Year	50,719	58,866

Basis for presenting Consolidated Interim Financial Statements

1. Scope of Consolidation

- (1) The consolidated accounts reflect the results of THK CO., LTD., and 12 consolidated subsidiaries, comprising the following:

Talk System Co., Ltd., Beldex Corporation, THK Yasuda Co., Ltd., THK Holdings of America, L.L.C., THK America, Inc., THK Manufacturing of America, Inc., THK Europe B.V., THK G.m.b.H., THK International Finance (UK) Ltd., PGM Ballscrews Ltd., PGM Ballscrews Ireland Ltd., and THK TAIWAN Co., Ltd.

- (2) Seven subsidiaries, including Nihon Slide Kogyo Co., Ltd., are not included in consolidation.

- (3) Reason for exclusion

The seven subsidiaries were excluded from the scope of consolidation as the effect of their total assets, net sales, interim net income (loss) and retained earnings on interim consolidated results would not be material.

2. Application of the Equity Method of Accounting

- (1) One affiliated company, Daito Seiki Co., Ltd., is accounted for by the equity method.

- (2) Seven nonconsolidated subsidiaries, including Nihon Slide Kogyo Co., Ltd., and five affiliated companies, including Samick Industrial Co., Ltd., were not accounted for by the equity method.

- (3) Reason for exclusion

The seven non-consolidated subsidiaries and five affiliated companies were excluded from the equity method of accounting due to their immaterial effect on interim consolidated results.

3. Consolidated Subsidiaries Having Different Fiscal Year-Ends

THK Holdings of America, L.L.C., THK America, Inc., THK Manufacturing of America, Inc., THK Europe B.V., THK G.m.b.H., THK International Finance (UK) Ltd., PGM Ballscrews Ltd., PGM Ballscrews Ireland Ltd. and THK Taiwan Co., Ltd. close their books of account for the

interim period on June 30. Necessary adjustments are made to consolidated financial statements for relevant transactions conducted during the interim period.

4. Summary of Significant Accounting Policies

(1) Evaluation of Significant Assets

A) Marketable securities

Marketable securities to be held until maturity are stated at cost with discounts or premiums amortized throughout the holding periods. Other marketable securities listed on stock exchanges are stated at fair market value as of the interim balance-sheet date, with the sale price computed by the moving average method. Other marketable securities not listed are stated at cost by the moving average method. Derivatives are stated at fair market value. Money trusts for the purpose of trading are stated at fair market value.

B) Inventories

Company Name	Asset Evaluation Method	Evaluation Standard
Parent company	Weighted average cost	Cost basis
Talk System Co., Ltd.	Weighted average cost	Cost basis
Beldex Corporation	Actual cost	Cost basis
THK Yasuda Co., Ltd.	Weighted average cost	Cost basis
THK America, Inc.	First-in first-out	Lower of cost or market
THK Manufacturing of America, Inc.	First-in first-out	Lower of cost or market
THK Europe B.V.	Moving average	Lower of cost or market
THK G.m.b.H.	Moving average	Lower of cost or market
PGM Ballscrews Ltd.	First-in first-out	Lower of cost or market
PGM Ballscrews Ireland Ltd.	First-in first-out	Lower of cost or market
THK TAIWAN Co., Ltd.	Moving average	Lower of cost or market

(2) Depreciation and amortization

Depreciation of plant and equipment is computed in principal by the declining-balance method in accordance with the Corporate Tax Law of Japan. However, depreciation of and buildings (excluding building fixtures) acquired after April 1, 1998, are computed by the straight-line method in accordance with Corporate Tax Law standards.

Amortization of intangible assets is computed in principal by the straight-line

method in accordance with the Corporate Tax Law of Japan. However, software for internal use is amortized over its estimated useful life of five years on a straight-line basis.

Amortization of long-term pre-paid expenses is computed in principal by the straight-line method in accordance with the Corporate Tax Law of Japan.

(3) Deferred charges

Bond issuance expenses are recognized in total when incurred.

Premiums to the book value of issued bonds are amortized by the straight-line method during the period until maturity.

(4) Basis for recording significant allowances

a. Allowance for bad debts

The allowance for bad debts is provided at an estimated amount of uncollectible receivables individually identified at the balance sheet date as well as the amount using the statutory percentage of outstanding receivables based on Japanese tax laws.

b. Accrued expenses

Accrued expenses are provided for in the amount that is expected to be paid for employees' benefits in the next fiscal year.

c. Accrued employees' retirement benefits

Accrued employees' retirement benefits are provided for based on the expected difference between estimated severance liabilities and pension fund assets at the end of the fiscal year, as of the interim balance-sheet date. Differences arising from this change in accounting method amounted to ¥11 million, which was disposed of as one-time expenses during the interim period under review.

(5) Leases

Financial leases are accounted for by the operating lease accounting method, except lease agreements that stipulate the transfer of ownership of the leased property to the lessee.

(6) Hedging transactions

Evaluation gains and losses on foreign exchange contracts are allocated to settlement periods throughout the period of the contract. Interest-rate swaps that meet necessary conditions are accounted for using the special treatment method.

<u>Hedging method</u>	<u>Scope</u>
Forward exchange contracts	Foreign currency obligations, including planned transactions
Interest-rate swaps	Bonds and borrowings

Derivative financial instruments are utilized by the Company principally to reduce interest rate and foreign exchange rate risks.

5. *Scope of Funds on Statements of Consolidated Cash Flows*

Cash and cash equivalents include deposits that can be easily withdrawn and converted to cash and short term investments with a maturity within three months of their acquisition that are not subject to significant price risk.

6. *Consumption Tax*

Consumption taxes are accounted for using the net-of-tax method.

Additional information

[Retirement benefit accounting]

Accounting standards regarding retirement benefits are applied from the interim period under review.

The effect of this change was slight.

Accrued employees' retirement benefits include the allowance for retirement benefits.

[Accounting for financial assets]

Accounting standards regarding financial instruments are applied from the interim period under

review. The effect of this change was to increase ordinary income and income before income taxes each by ¥351 million, compared with previous accounting methods.

[Foreign currency transactions]

Accounting standards regarding foreign currency transactions are applied from the interim period under review. The effect of this change on the statements of income was not material, although the adjustments resulting from foreign currency translation statement translation was transferred from assets to the shareholders' equity section of the balance sheets.

Notes

Interim Consolidated Balance Sheets

	September 30, 2000	September 30, 1999	March 31, 2000
Accumulated depreciation of property, plant and equipment	¥ 56,692 million	¥59,073 million	¥57,267 million
Discounts on notes Receivable	¥ 2,922 million	¥6,107 million	¥5,171 million
Loan guarantee	¥ 167 million	¥ 198 million	¥157 million
Guarantee contracts, etc.	¥ 750 million	¥ 910 million	¥830 million
The amount of treasury stocks	272 Shares ¥ 1 million	299 Shares ¥ 0 million	394 Shares ¥ 1 million

Lease Transactions

Financial leases, except lease agreements that stipulate the transfer of ownership of the leased property to the lessee

(1) Acquisition costs, accumulated depreciation and net leased property at end of period

	September 30, 2000	March 31, 2000
	Machinery and equipment	Machinery and equipment
Acquisition costs	¥ 68 million	¥74 million
Accumulated depreciation	¥ 30 million	¥28 million
Net leased property	¥ 37 million	¥45 million

	September 30, 2000	March 31, 2000
	Other	Other
Acquisition costs	¥ 3,138 million	¥3,242 million
Accumulated depreciation	¥ 1,117 million	¥1,637 million
Net leased property	¥ 2,021 million	¥1,604 million

	September 30, 2000	March 31, 2000
	Total	Total
Acquisition costs	¥ 3,207 million	¥ 3,316 million
Accumulated depreciation	¥ 1,148 million	¥ 1,666 million
Net leased property	¥ 2,058 million	¥ 1,649 million

Note: The amounts of acquisition costs and future minimum lease payments under finance leases include the imputed interest expense portion.

(2) Future minimum lease payments under finance leases

	September 30, 2000	March 31, 2000
Due within one year	¥ 630 million	¥ 485 million
Due after one year	¥ 1,428 million	¥ 1,164 million
Total	¥ 2,058 million	¥ 1,649 million

Note: The amounts of acquisition costs and future minimum lease payments under finance leases include the imputed interest expense portion.

(3) Lease payments and implied depreciation

	September 30, 2000	March 31, 2000
Lease payments	¥ 315 million	¥ 717 million
Depreciation	¥ 315 million	¥ 717 million

(4) Depreciation

Depreciation is computed using the straight-line method.

Segment Information

(1) Industry Segment Information

As the sales, operating income and assets of the machinery parts segment are over 90% of total sales, total operating income and total assets of the Company and consolidated subsidiaries, industry segment information is not required to be disclosed. The Company and consolidated subsidiaries are operating in one industry segment; production and sales of linear motion systems.

(2) Geographical Segment Information

Net sales of the Companies for the six months to September 30, 1999 and 2000, classified by geographic segments are summarized as follows:

[The Six months from April 1 to September 30, 2000](millions of Yen)

	Japan	America	Europe	Asia and other	Total	Eliminations and corporate assets	Consolidated
.Net Sales and Operating Income							
Net Sales :							
Customers	¥ 54,757	¥ 7,518	¥ 5,525	¥ 1,021	¥ 68,822	¥ -	¥ 68,822
Inter-segment	8,663	228	71	-	8,962	(8,962)	-
Total	63,421	7,746	5,596	1,021	77,785	(8,962)	68,822
Operating Expenses	52,191	6,821	5,070	1,047	65,131	(9,392)	55,738
Operating Income	11,229	924	525	(25)	12,654	429	13,084
.Assets	157,655	12,861	7,425	1,801	179,794	11,686	191,480

[The Six months from April 1 to September 30, 1999] (millions of Yen)

	Japan	America	Europe	Asia and other	Total	Eliminations and corporate assets	Consolidated
.Net Sales and Operating Income							
Net Sales :							
Customers	¥ 38,245	¥ 5,792	¥ 5,466	¥ 686	¥ 50,190	¥ -	¥ 50,190
Inter-segment	6,415	-	66	-	6,482	(6,482)	-
Total	44,660	5,792	5,532	686	56,673	(6,482)	50,190
Operating Expenses	39,368	5,443	4,958	665	50,435	(8,153)	42,281
Operating Income	5,292	349	574	21	6,237	1,671	7,908
.Assets	143,232	13,100	8,970	1,148	166,452	31,942	198,395

[The year ended March 31, 2000] (millions of Yen)

	Japan	America	Europe	Asia and other	Total	Eliminations and corporate assets	Consolidated
.Net Sales and Operating Income							
Net Sales :							
Customers	¥ 82,722	¥ 10,869	¥ 9,071	¥ 1,291	¥ 103,954	¥ -	¥ 103,954
Inter-segment	14,009	21	85	-	14,115	(14,115)	-
Total	96,731	10,890	9,156	1,291	118,070	(14,115)	103,954
Operating Expenses	84,522	10,362	8,376	1,189	104,450	(14,838)	89,612
Operating Income	12,208	527	780	102	13,619	722	14,342
.Assets	163,641	10,322	7,073	1,312	182,379	13,400	195,750

(3) Export Sales and Sales by Overseas Subsidiaries

Overseas sales of the Companies (referring to the amounts of exports made by Company plus the sales by overseas consolidated subsidiaries) for the six months to September 30, 1999 and 2000 are summarized as follows:

Millions of yen				
The Six months to September 30, 2000				
	America	Europe	Asia and other	Total
Overseas sales	¥ 7,606	¥ 5,711	¥ 4,803	¥ 18,121
Consolidated net sales				¥ 68,822
Overseas sales as a percentage of Consolidated net sales	11.0 %	8.3 %	7.0%	26.3%

Millions of yen				
The Six months to September 30, 1999				
	America	Europe	Asia and Other	Total
Overseas sales	¥ 5,804	¥ 5,529	¥ 3,368	¥ 14,701
Consolidated net sales				¥ 50,190
Overseas sales as a percentage of consolidated net sales	11.6 %	11.0%	6.7%	29.3%

Millions of yen				
The year ended March 31, 2000				
	America	Europe	Asia and Other	Total
Overseas sales	¥ 10,900	¥ 9,258	¥ 6,939	¥ 27,097
Consolidated net sales				¥ 103,954
Overseas sales as a percentage of consolidated net sales	10.5%	8.9%	6.7%	26.1%

(Excerpt translation)



Interim Non-consolidated Financial Statement for the fiscal 2000

November 24,2000

Company name : **THK CO., LTD. (listed on OTC)**

Code number: 6481

Head Office : 3-11-6 Nishi-Gotanda, Shinagawa-ku, Tokyo

Contact : Shigeru Wako, Director General Manager, Corporate Strategy Department

Tel : (813) 5434 - 0300

Date of the board meeting for consolidated financial settlement : November 24, 2000

1. Financial performance in the six months to September 30,2000

(1) Operation results

Note : Any fractional sum less than a million yen is discarded

	Six Months to September 30,2000	Six Months to September 30,1999	The year ended March 31, 2000
Net sales (Millions of yen)	57,955 (43.7)	40,329 (2.1)	87,838
Operating Income (Millions of yen)	10,591 (108.5)	5,080 (15.6)	11,719
Ordinary Income (Millions of yen)	9,886 (164.0)	3,744 (22.1)	9,401
Net Income (Millions of yen)	5,453 (194.3)	1,852 (20.8)	4,181
Net income per share (yen)	45.86	16.02	35.98

Note: 1. Average number of Shares during the period ended ;

September 30, 2000 : 118,902,125 shares

September 30, 1999 : 115,688,138 shares

March 31, 2000 : 116,201,766 shares

2. There was no change in the accounting policy.

3. Figures in parenthesis are the Percentage changes from the previous year.

(2)Cash dividends

	Six Months to September 30,2000	Six Months to September 30,1999	The year ended March 31,2000
Interim dividends per share (yen)	7.50	7.50	-
Dividends per share for the full year (yen)	-	-	15.00

(3)Finance position

	Six Months to September 30,2000	Six Months to September 30,1999	The year ended March 31,2000
Total assets (Millions of yen)	177,986	177,844	178,412
Total shareholders' equity (Millions of yen)	92,738	79,277	84,794
Equity ratio (%)	52.1	44.6	47.5
Total shareholders' equity per share (yen)	777.09	682.70	718.97

Note: Number of Shares of common Stock at the period ended ;

September 30, 2000 : 119,340,568 shares

September 30, 1999 : 116,123,071 shares

March 31, 2000 : 117,939,535 shares

2.Forecast of financial performance for the year ended March 31, 2001

	For the year ended March 31, 2001
Net sales (Millions of yen)	123,000
Ordinary Income (Millions of yen)	21,000
Net Income (Millions of yen)	11,500
Cash dividends per share for the half year (yen)	7.50
Cash dividends per share for the full year (yen)	15.00

Reference; Forecast net income per share (for the full year) : ¥ 96.36

Interim Non-consolidated Balance Sheets

For the six months to September 30, 1999 and 2000 / the year ended March 31, 2000

	As of SEP. 30,2000		As of SEP. 30,1999		As of MAR. 31,2000	
	Millions of Yen		Millions of Yen	(%)	Millions of Yen	(%)
Assets						
Current Assets:						
Cash on hand and in banks	33,137		38,025		42,355	
Notes receivable	19,183		10,921		14,108	
Accounts receivable-trade	25,561		14,233		19,502	
Securities	6,337		17,127		8,733	
Inventories	21,866		24,548		22,791	
Short-term loans	5,629		7,338		7,897	
Deferred tax assets	559		365		575	
Other	954		392		462	
Less: allowance for bad debts	135		183		202	
Total current assets	113,095	63.5	112,769	63.4	116,225	65.1
Fixed Assets:						
Tangible Fixed Assets:	33,672	18.9	33,818	19.0	32,353	18.1
Buildings and structures	9,203		8,350		8,089	
Machinery, equipment, and other	13,178		15,063		13,570	
Land	9,172		8,870		9,072	
Other	2,117		1,534		1,620	
Intangible Fixed Assets:	3,451	1.9	4,326	2.4	3,852	2.2
Investments and Other:	27,716	15.6	26,649	15.0	25,827	14.5
Investment in securities	6,296		7,186		5,687	
Investment in share of subsidiaries	10,212		9,461		10,156	
Investment in subsidiaries	6,346		4,635		4,635	
Deffered tax assets	186		192		335	
Other	5,175		5,615		5,144	
Less: allowance for bad debts	500		442		131	
Total fixed assets	64,840	36.4	64,793	36.4	62,033	34.8
Deferred assets :						
Bond discount	50		281		153	
Total Deferred assets	50	0.1	281	0.2	153	0.1
Total Assets	177,986	100.0	177,844	100.0	178,412	100.0

	As of SEP. 30,2000		As of SEP. 30,1999		As of MAR. 31,2000	
	Millions of Yen		Millions of Yen	(%)	Millions of Yen	(%)
Liabilities						
Current Liabilities:						
Notes payable	17,296		10,746		13,463	
Accounts payable-trade	7,321		3,520		4,624	
Short-term debt	4,510		10,160		6,750	
Current portion of long-term debt	5,777		4,862		5,088	
Current portion of bonds	-		19,770		9,770	
Accounts payable-other	889		1,177		2,416	
Corporate income taxes payable and other	3,934		1,741		3,515	
Accrued expenses	2,087		1,588		1,962	
Bonuses payment reserve	1,230		1,120		1,163	
Accounts payable-equipment and other	1,440		1,072		675	
Stock warrants	-		797		368	
Other	691		531		593	
Total current liabilities	45,179	25.4	57,088	32.1	50,392	28.3
Non-current liabilities:						
Bonds	16,000		13,000		16,000	
Convertible bonds	13,966		14,621		14,033	
Long-term debt	8,932		12,812		12,051	
The Allowance for retirement benefits	-		1,034		1,105	
Accrued employees' retirement benefits	1,140		-		-	
Other	29		10		35	
Total non-current liabilities	40,068	22.5	41,479	23.3	43,225	24.2
Total Liabilities	85,247	47.9	98,567	55.4	93,617	52.5
Shareholders' Equity:						
Common stock	23,075	13.0	19,917	11.2	21,733	12.2
Legal reserve	32,705	18.5	28,571	16.1	30,902	17.3
Additional paid-in capital	30,931		26,976		29,220	
Earned reserve	1,773		1,595		1,682	
Surplus	36,606	20.6	30,788	17.3	32,158	18.0
Voluntary reserve	28,921		26,833		26,833	
Unappropriated Interim Retained Earning (of which Net Income for the six months)	7,684 (5,453)		3,955 (1,852)		5,325 (4,181)	
Valuation Adjustment for Marketable Securities	351		-		-	
Total shareholders' equity	92,738	52.1	79,277	44.6	84,794	47.5
Total Liabilities and shareholders' Equity	177,986	100.0	177,844	100.0	178,412	100.0

Non-consolidated Statements of Income

For the year ended March 31, 2000 and the six months to September 30, 2000

	As of SEP. 30,2000		As of SEP. 30,2000		As of MAR. 31,2000	
	Millions of Yen	(%)	Millions of Yen	(%)	Millions of Yen	(%)
Net sales	57,955	100.0	40,329	100.0	87,838	100.0
Cost of sales	40,044	69.1	29,146	72.3	62,996	71.7
Gross profit	17,911	30.9	11,182	27.7	24,842	28.3
Selling, General and Administrative Expenses	7,319	12.6	6,102	15.1	13,122	14.9
Operating Income	10,591	18.3	5,080	12.6	11,719	13.3
Non – Operating Income :	405	0.7	410	1.0	766	0.9
Interest and Dividend Income	161		206		352	
Other Income	244		204		414	
Non-Operating Expenses :	1,111	1.9	1,746	4.3	3,084	3.5
Interest expenses	323		389		805	
Bond Interest	161		312		617	
Write-down of Interest-rate swap agreements	226		-		-	
Foreign exchange loss	18		305		377	
Other expenses	382		738		1,283	
Ordinary Income	9,886	17.1	3,744	9.3	9,401	10.7
Special Income	34	0.1	521	1.3	710	0.8
Special Loss	727	1.3	872	2.2	2,587	2.9
Loss on sales/disposal of property and equipment	342		9		877	
Loss on disposal of inventories	-		638		1,223	
Losses of Other Investment	383		-		-	
Other	1		224		487	
Income before income taxes and other	9,193	15.9	3,393	8.4	7,524	8.6
Corporate income taxes, Inhabitant taxes and Business taxes	3,830	6.6	1,944	4.8	4,100	4.7
Adjustment of corporate income taxes and Other	89	0.1	403	1.0	756	0.9
Net Income	5,453	9.4	1,852	4.6	4,181	4.8
Unappropriated Retained Earnings carried over from the previous year	2,231		1,634		1,634	
Adjustment of Tax effect in the prior years	-		153		153	
Transfer from special depreciation reserve due to adopting Tax effect accounting	-		314		314	
Interim cash Dividend	-		-		870	
Transfer to Earned reserve of Interim cash Dividend	-		-		87	
Unappropriated Retained Earning at the period	7,684		3,955		5,325	