

MAKITA CORP
Form 6-K
January 30, 2007

Table of Contents

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549
FORM 6-K
REPORT OF FOREIGN PRIVATE ISSUER
Pursuant to Rule 13a-16 or 15d-16 under
the Securities Exchange Act of 1934
For the month of January, 2007
Commission file number 0-12602
MAKITA CORPORATION**

(Translation of registrant's name into English)
3-11-8, Sumiyoshi-cho, Anjo City, Aichi Prefecture, Japan

(Address of principal executive offices)

Indicate by check mark whether the registrant files or will file annual reports under cover Form 20-F or Form 40-F.
Form 20-F Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101
(b)(1):

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101
(b)(7):

Indicate by check mark whether by furnishing the information contained in this Form, the registrant is also thereby
furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of
1934. Yes No

If Yes is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b):
82-_____

TABLE OF CONTENTS

SIGNATURES

Consolidated Financial Results

CONSOLIDATED FINANCIAL RESULTS FOR THE NINE MONTHS ENDED DECEMBER 31, 2006

CONDENSED CONSOLIDATED BALANCE SHEETS

CONDENSED CONSOLIDATED STATEMENTS OF INCOME

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW

OPERATING SEGMENT INFORMATION

SUPPORT DOCUMENTATION (CONSOLIDATION)

Table of Contents

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

MAKITA CORPORATION
(Registrant)

By: /s/ Masahiko Goto
 Masahiko Goto
 President and Representative Director

Date: January 30, 2007

Table of Contents

Makita Corporation
Consolidated Financial Results
for the nine months
ended December 31, 2006
(U.S. GAAP Financial Information)
(English translation of ZAIMU/GYOSEKI NO GAIKYO
originally issued in the Japanese language)

Table of Contents

**CONSOLIDATED FINANCIAL RESULTS
FOR THE NINE MONTHS ENDED DECEMBER 31, 2006**

January 30, 2007

Makita Corporation

Stock code: 6586

URL: <http://www.makita.co.jp/>

Masahiko Goto, President

1. Notes to consolidated financial statements for the nine months ended December 31, 2006

(1) Adoption of simplified accounting methods: None.

(2) Accounting policy changes since the year ended March 31, 2006: None.

(3) Change in scope of consolidation and equity method: Consolidation (Excluded) 1: Makita Fastenings Corporation

2. Results of the nine months ended December 31, 2006 (From April 1, 2006 to December 31, 2006)

(1) CONSOLIDATED FINANCIAL RESULTS

| | For the nine months ended December 31, 2005 | | Yen (million) For the nine months ended December 31, 2006 | | For the year ended March 31, 2006 | |
|----------------------------|---|------|--|--------|-----------------------------------|------|
| | | % | | % | | % |
| Net sales | 165,773 | 15.3 | 202,689 | 22.3 | 229,075 | 17.6 |
| Operating income | 35,552 | 39.2 | 35,464 | (0.2) | 45,778 | 45.8 |
| Income before income taxes | 38,738 | 43.0 | 36,489 | (5.8) | 49,143 | 50.7 |
| Net income | 34,440 | 82.9 | 25,435 | (26.1) | 40,411 | 82.6 |
| | | | Yen | | | |
| Net income per share: | | | | | | |
| Basic | 239.59 | | 176.99 | | 281.15 | |
| Diluted | 239.59 | | 176.99 | | 281.15 | |

Notes: 1. Amounts of less than one million yen have been rounded.

2. The table above shows the change in the percentage ratio of net sales, operating income, income before income taxes, and net income against the corresponding period of the previous year.

[Qualitative information on consolidated financial results]

While the market demand declined in the U.S., the addition of domestic air tools related sales the business acquired in January last year and strong sales in Western European market and emerging markets such as Eastern Europe/Russia, Central and South America, the Middle East, etc. supported strong sales. In addition, the value of Japanese yen continued to fall, adding to the sales figures after translation into Japanese yen. In the end, the net sales reached 202,689 million yen, a 22.3% growth from the same period of the previous year.

With regard to earnings, operating income reached 35,464 million yen (ratio of operating income to net sales; 17.5%), which was a decline of 0.2% from the same period of the previous year, income before income taxes reached 36,489 million yen (ratio of income before income taxes to net sales; 18.0%), a decline of 5.8% and net income reached 25,435 million yen (ratio of net income to net sales; 12.5%), a decline of 26.1%. The main reason for said declines is the special factors that occurred last year namely, appropriation of about 8.5 billion yen in operating income and about 11.9 billion yen in net income ascribed to a gain from transfer of business pertinent to completion of civil rehabilitation process of a domestic golf club subsidiary, and appropriation of about 2.5 billion yen in income before income taxes and about 1.5 billion yen in net income ascribed to a gain from exchange of the former UFJ

Holdings stocks. If these special factors are removed, operating income, income before income taxes, and net income in this third quarter will turn into an increase.

English Translation of ZAIMU/GYOSEKI NO GAIKYO originally issued in the Japanese language

Table of Contents

(2) CONSOLIDATED FINANCIAL POSITION

| | Yen (million) | | |
|--|-------------------------------|-------------------------------|----------------------------|
| | As of December 31, 2005 | As of December 31, 2006 | As of March 31, 2006 |
| Total assets | 312,690 | 355,553 | 326,038 |
| Shareholders' equity | 256,442 | 291,059 | 266,584 |
| Shareholders' equity ratio to total assets (%) | 82.0% | 81.9% | 81.8% |
| | | Yen | |
| Shareholders' equity per share | 1,784.38 | 2,025.40 | 1,854.99 |

[CONSOLIDATED CASH FLOWS]

| | Yen (million) | | |
|---|--|---|--|
| | For the nine months ended December 31, 2005 | For the nine months ended December 31, 2006 | For the year ended March 31, 2006 |
| Net cash provided by operating activities | 16,770 | 22,807 | 25,067 |
| Net cash provided by (used in) investing activities | 6,320 | (20,805) | 7,655 |
| Net cash used in financing activities | (17,957) | (6,301) | (19,548) |
| Cash and cash equivalents, end of period | 30,863 | 36,289 | 39,054 |

[Qualitative information on consolidated cash flows]

Total cash and cash equivalents (cash) at the end of period amounted to 36,289 million yen, down 2,765 million yen from the previous year.

(Net Cash Provided by Operating Activities)

Continued strong performance resulted in net cash from operating activities amounting to 22,807 million yen.

(Net Cash Used in Investing Activities)

Net cash used in investing activities amounted to 20,805 million yen. This reflected mainly the rebuilding of facilities at Head office and Okazaki plant, purchase of securities and other factors.

(Net Cash Used in Financing Activities)

Net cash used in financing activities amounted to 6,301 million yen, reflecting the payment of cash dividends and other factors.

Table of Contents**(Ref.)****Outlook for the year ending March 31, 2007 (from April 1, 2006 to March 31, 2007)**

| | Yen (million) For the year ending March 31, 2007 |
|----------------------------|---|
| Consolidated Basis: | |
| Net sales | 273,000 |
| Operating income | 44,500 |
| Income before income taxes | 46,000 |
| Net income | 31,700 |
| Net income per share (Yen) | 220.59 |
| Non-consolidated Basis: | |
| Net sales | 124,000 |
| Operating income | 20,000 |
| Ordinary profit | 32,500 |
| Net income | 22,200 |
| Net income per share (Yen) | 154.48 |

Assumption:

The above outlook is based on the assumption of exchange rates of 117 yen to US\$1 and 150 yen to 1 Euro.

[Qualitative information about the outlook for the year ending March 31, 2007]

Consolidated results for the year ending March 31, 2007 are expected to show sales and profits exceeding previous outlook, helped by strong sales in Western Europe, Eastern Europe/Russia, Central and South America and the Middle East as well as the foreign exchange market that transitioned toward depreciation of the yen.

As for non-consolidated results for the year ending March 31, 2007, since the shift of the production to the China plant have been going smoothly, net sales will fall short of previous outlook. In terms of profits, it is likely to exceed previous outlook owing to the depreciation of the yen.

Based on the above, the corrections are made according to the Revision of the Outlook for Performance announced today.

3

English Translation of ZAIMU/GYOSEKI NO GAIKYO originally issued in the Japanese language

Table of Contents**Our outlook for dividends are as follows:**

| | For the year ended March 31, 2006 (Results) | For the year ending March 31, 2007 (Outlook) |
|--|---|---|
| Cash dividend per share for the interim period | 19 yen (With a special dividend of 10 yen) | 19 yen (With a special dividend of 10 yen) |
| Cash dividend per share for the second half | 38 yen (With a special dividend of 29 yen) | (Note) |
| Total cash dividend per share for the year | 57 yen (With a special dividend of 39 yen) | (Note) |

Note: The annual dividend will be set according to the Company's policy for distribution of earnings, which is to maintain a consolidated dividend payout ratio* of 30% or more.

In addition, the dividend for the second half of the fiscal year will be calculated by deducting the interim dividend from the annual dividend, and the final decision for the dividend will be made at the General Meeting of Shareholders to be held in June 2007.

* The consolidated dividend payout ratio is calculated as annual dividends per share divided by consolidated net income per share (after adjustments for special factors) and 100 is multiplied.

FORWARD-LOOKING STATEMENTS

This document contains forward-looking statements based on Makita's own projections and estimates. The power tools market, where Makita is mainly active, is subject to the effects of rapid shifts in economic conditions, demand for housing, currency exchange rates, changes in competitiveness, and other factors. Due to the risks and uncertainties involved, actual results could differ substantially from the content of these statements. Therefore, these statements should not be interpreted as representation that such objectives will be achieved.

Table of Contents**CONDENSED CONSOLIDATED BALANCE SHEETS**

| | As of March 31, 2006 | Yen (millions) As of December 31, 2006 | Increase (Decrease) |
|--|----------------------------|---|----------------------------|
| ASSETS | | | |
| CURRENT ASSETS: | | | |
| Cash and cash equivalents | 39,054 | 36,289 | (2,765) |
| Time deposits | 1,845 | 6,829 | 4,984 |
| Marketable securities | 47,773 | 55,977 | 8,204 |
| Trade receivables | | | |
| Notes | 1,936 | 3,174 | 1,238 |
| Accounts | 46,074 | 48,239 | 2,165 |
| Less Allowance for doubtful receivables | (1,016) | (959) | 57 |
| Inventories | 79,821 | 91,938 | 12,117 |
| Deferred income taxes | 3,661 | 3,811 | 150 |
| Prepaid expenses and other current assets | 8,621 | 9,014 | 393 |
| Total current assets | 227,769 | 254,312 | 26,543 |
| PROPERTY, PLANT AND EQUIPMENT, at cost: | | | |
| Land | 17,737 | 16,708 | (1,029) |
| Buildings and improvements | 55,470 | 55,265 | (205) |
| Machinery and equipment | 74,501 | 75,222 | 721 |
| Construction in progress | 2,340 | 5,606 | 3,266 |
| | 150,048 | 152,801 | 2,753 |
| Less Accumulated depreciation | (90,845) | (90,301) | 544 |
| | 59,203 | 62,500 | 3,297 |
| INVESTMENTS AND OTHER ASSETS: | | | |
| Investment securities | 30,439 | 27,684 | (2,755) |
| Deferred income taxes | 698 | 1,357 | 659 |
| Other assets | 7,929 | 9,700 | 1,771 |
| | 39,066 | 38,741 | (325) |
| | 326,038 | 355,553 | 29,515 |

Table of Contents**CONDENSED CONSOLIDATED BALANCE SHEETS**

| | As of March 31, 2006 | Yen (millions) As of December 31, 2006 | Increase (Decrease) |
|---|----------------------------|---|----------------------------|
| LIABILITIES AND SHAREHOLDERS EQUITY | | | |
| CURRENT LIABILITIES: | | | |
| Short-term borrowings | 1,728 | 3,914 | 2,186 |
| Trade notes and accounts payable | 13,908 | 14,146 | 238 |
| Accrued payroll | 8,224 | 6,940 | (1,284) |
| Accrued expenses and other | 15,224 | 16,857 | 1,633 |
| Income taxes payable | 6,701 | 8,134 | 1,433 |
| Deferred income taxes | 176 | 68 | (108) |
| Total current liabilities | 45,961 | 50,059 | 4,098 |
| LONG-TERM LIABILITIES: | | | |
| Long-term indebtedness | 104 | 108 | 4 |
| Accrued retirement and termination benefits | 2,901 | 3,397 | 496 |
| Deferred income taxes | 7,923 | 7,907 | (16) |
| Other liabilities | 930 | 1,053 | 123 |
| | 11,858 | 12,465 | 607 |
| MINORITY INTERESTS | 1,635 | 1,970 | 335 |
| SHAREHOLDERS EQUITY: | | | |
| Common stock | 23,805 | 23,805 | |
| Additional paid-in capital | 45,437 | 45,437 | |
| Legal reserve and retained earnings | 192,255 | 209,498 | 17,243 |
| Accumulated other comprehensive income | 5,345 | 12,605 | 7,260 |
| Treasury stock, at cost | (258) | (286) | (28) |
| | 266,584 | 291,059 | 24,475 |
| | 326,038 | 355,553 | 29,515 |

Table of Contents**CONDENSED CONSOLIDATED STATEMENTS OF INCOME**

Yen (millions)

| | For the nine months ended December 31, 2005 | | For the nine months ended December 31, 2006 | | Increase (Decrease) | | For the year ended March 31, 2006 | |
|---|--|-------|--|-------|------------------------|--------|--------------------------------------|-------|
| | (Amount) | (%) | (Amount) | (%) | (Amount) | (%) | (Amount) | (%) |
| NET SALES | 165,773 | 100.0 | 202,689 | 100.0 | 36,916 | 22.3 | 229,075 | 100.0 |
| Cost of sales | 95,926 | 57.9 | 117,595 | 58.0 | 21,669 | 22.6 | 132,897 | 58.0 |
| GROSS PROFIT | 69,847 | 42.1 | 85,094 | 42.0 | 15,247 | 21.8 | 96,178 | 42.0 |
| Selling, general, administrative and other expenses | 34,295 | 20.7 | 49,630 | 24.5 | 15,335 | 44.7 | 50,400 | 22.0 |
| OPERATING INCOME | 35,552 | 21.4 | 35,464 | 17.5 | (88) | (0.2) | 45,778 | 20.0 |
| OTHER INCOME (EXPENSES): | | | | | | | | |
| Interest and dividend income | 843 | 0.5 | 965 | 0.5 | 122 | 14.5 | 1,301 | 0.6 |
| Interest expense | (313) | (0.2) | (240) | (0.1) | 73 | (23.3) | (364) | (0.2) |
| Exchange losses on foreign currency transactions, net | (106) | (0.0) | (401) | (0.2) | (295) | 278.3 | (258) | (0.1) |
| Realized gains on securities, net | 2,902 | 1.8 | 951 | 0.5 | (1,951) | (67.2) | 2,918 | 1.3 |
| Other, net | (140) | (0.1) | (250) | (0.2) | (110) | 78.6 | (232) | (0.1) |
| Total | 3,186 | 2.0 | 1,025 | 0.5 | (2,161) | (67.8) | 3,365 | 1.5 |
| INCOME BEFORE INCOME TAXES | 38,738 | 23.4 | 36,489 | 18.0 | (2,249) | (5.8) | 49,143 | 21.5 |
| PROVISION FOR INCOME TAXES | 4,298 | 2.6 | 11,054 | 5.5 | 6,756 | 157.2 | 8,732 | 3.9 |
| NET INCOME | 34,440 | 20.8 | 25,435 | 12.5 | (9,005) | (26.1) | 40,411 | 17.6 |

Table of Contents**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW**

| | For the nine months ended December 31, 2005 | Yen (millions) | |
|--|--|--|--|
| | | For the nine months ended December 31, 2006 | For the year ended March 31, 2006 |
| Net cash provided by operating activities | 16,770 | 22,807 | 25,067 |
| Net cash provided by (used in) investing activities | 6,320 | (20,805) | 7,655 |
| Net cash used in financing activities | (17,957) | (6,301) | (19,548) |
| Effect of exchange rate changes on cash and cash equivalents | 346 | 1,534 | 496 |
| Net change in cash and cash equivalents | 5,479 | (2,765) | 13,670 |
| Cash and cash equivalents, beginning of period | 25,384 | 39,054 | 25,384 |
| Cash and cash equivalents, end of period | 30,863 | 36,289 | 39,054 |

8

English Translation of ZAIMU/GYOSEKI NO GAIKYO originally issued in the Japanese language

Table of Contents**OPERATING SEGMENT INFORMATION**

For the nine months ended December 31, 2005

| | Yen (millions) | | | | | | Corporate and elimi- | Consoli- |
|------------------------|----------------|--------|------------------|--------|--------|---------|----------------------------|----------|
| | Japan | Europe | North America | Asia | Other | Total | nations | dated |
| Sales: | | | | | | | | |
| (1) External customers | 38,624 | 65,664 | 34,814 | 6,399 | 20,272 | 165,773 | | 165,773 |
| (2) Intersegment | 41,393 | 5,102 | 2,516 | 30,561 | 138 | 79,710 | (79,710) | |
| Total | 80,017 | 70,766 | 37,330 | 36,960 | 20,410 | 245,483 | (79,710) | 165,773 |
| Operating expenses | 60,496 | 61,270 | 36,202 | 32,461 | 18,304 | 208,733 | (78,512) | 130,221 |
| Operating income | 19,521 | 9,496 | 1,128 | 4,499 | 2,106 | 36,750 | (1,198) | 35,552 |

For the nine months ended December 31, 2006

| | Yen (millions) | | | | | | Corporate and elimi- | Consoli- |
|------------------------|----------------|--------|------------------|--------|--------|---------|-------------------------|----------|
| | Japan | Europe | North America | Asia | Other | Total | nations | dated |
| Sales: | | | | | | | | |
| (1) External customers | 45,369 | 89,244 | 37,089 | 7,310 | 23,677 | 202,689 | | 202,689 |
| (2) Intersegment | 48,273 | 4,259 | 4,035 | 49,260 | 136 | 105,963 | (105,963) | |
| Total | 93,642 | 93,503 | 41,124 | 56,570 | 23,813 | 308,652 | (105,963) | 202,689 |
| Operating expenses | 80,096 | 80,997 | 38,927 | 48,490 | 21,043 | 269,553 | (102,328) | 167,225 |
| Operating income | 13,546 | 12,506 | 2,197 | 8,080 | 2,770 | 39,099 | (3,635) | 35,464 |

For the year ended March 31, 2006

| | Yen (millions) | | | | | | Corporate and elimi- | Consoli- |
|------------------------|----------------|--------|------------------|--------|--------|---------|-------------------------|----------|
| | Japan | Europe | North America | Asia | Other | Total | nations | dated |
| Sales: | | | | | | | | |
| (1) External customers | 53,788 | 91,249 | 47,979 | 8,645 | 27,414 | 229,075 | | 229,075 |
| (2) Intersegment | 57,826 | 6,306 | 4,321 | 43,979 | 181 | 112,613 | (112,613) | |
| Total | 111,614 | 97,555 | 52,300 | 52,624 | 27,595 | 341,688 | (112,613) | 229,075 |

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| | | | | | | | | |
|--------------------|--------|--------|--------|--------|--------|---------|-----------|---------|
| Operating expenses | 87,468 | 85,505 | 50,437 | 46,162 | 25,048 | 294,620 | (111,323) | 183,297 |
| Operating income | 24,146 | 12,050 | 1,863 | 6,462 | 2,547 | 47,068 | (1,290) | 45,778 |

Note: Segment information is determined by the location of the Company and its relevant subsidiaries.

9

English Translation of ZAIMU/GYOSEKI NO GAIKYO originally issued in the Japanese language

Table of Contents**SUPPORT DOCUMENTATION (CONSOLIDATION)**

1. Consolidated results and outlook

| | Yen (millions) | | | |
|----------------------------|---|------|---|--------|
| | For the nine months ended December 31, 2005 (Results) | | For the nine months ended December 31, 2006 (Results) | |
| | (Amount) | (%) | (Amount) | (%) |
| Net sales | 165,773 | 15.3 | 202,689 | 22.3 |
| Domestic | 29,827 | 4.2 | 34,508 | 15.7 |
| Overseas | 135,946 | 18.1 | 168,181 | 23.7 |
| Operating income | 35,552 | 39.2 | 35,464 | (0.2) |
| Income before income taxes | 38,738 | 43.0 | 36,489 | (5.8) |
| Net income | 34,440 | 82.9 | 25,435 | (26.1) |
| Net income per share (Yen) | 239.59 | | 176.99 | |
| Employees | 8,550 | | 9,008 | |

| | Yen (millions) | | | | | |
|----------------------------|---|------|--|--------|--|--------|
| | For the year ended March 31, 2006 (Results) | | For the six months ending September 30, 2006 (Results) | | For the year ending March 31, 2007 (Outlook) | |
| | (Amount) | (%) | (Amount) | (%) | (Amount) | (%) |
| Net sales | 229,075 | 17.6 | 131,891 | 23.7 | 273,000 | 19.2 |
| Domestic | 41,600 | 5.6 | 22,927 | 14.5 | 46,500 | 11.8 |
| Overseas | 187,475 | 20.7 | 108,964 | 25.8 | 226,500 | 20.8 |
| Operating income | 45,778 | 45.8 | 21,387 | (17.4) | 44,500 | (2.8) |
| Income before income taxes | 49,143 | 50.7 | 21,796 | (17.8) | 46,000 | (6.4) |
| Net income | 40,411 | 82.6 | 15,390 | (40.4) | 31,700 | (21.6) |
| Net income per share (Yen) | 281.15 | | 107.09 | | 220.59 | |
| Employees | 8,629 | | 9,077 | | | |

Note: The table above shows the change in the percentage ratio of Net sales, Operating income, Income before income taxes, and Net income against the corresponding period of the previous year.

10

English Translation of ZAIMU/GYOSEKI NO GAIKYO originally issued in the Japanese language

Table of Contents

2. Consolidated net sales by geographic area

| | Yen (millions) | | | | | | | |
|-------------------------------|---|------|---|------|---|------|---|------|
| | For the nine months ended December 31, 2005 (Results) | | For the nine months ended December 31, 2006 (Results) | | For the year ended March 31, 2006 (Results) | | For the six months ended September 30, 2006 (Results) | |
| | (Amount) | (%) | (Amount) | (%) | (Amount) | (%) | (Amount) | (%) |
| Japan | 29,827 | 4.2 | 34,508 | 15.7 | 41,600 | 5.6 | 22,927 | 14.5 |
| Europe | 65,038 | 18.3 | 88,524 | 36.1 | 90,504 | 20.3 | 56,558 | 35.3 |
| North America | 34,572 | 21.0 | 37,172 | 7.5 | 47,673 | 23.9 | 24,513 | 18.7 |
| Asia | 12,696 | 0.7 | 14,268 | 12.4 | 16,993 | 4.0 | 9,776 | 15.4 |
| Other regions | 23,640 | 24.7 | 28,217 | 19.4 | 32,305 | 27.9 | 18,117 | 15.4 |
| The Middle East and Africa | 7,856 | 25.9 | 9,622 | 22.5 | 10,921 | 28.7 | 6,203 | 21.2 |
| Central and South America | 7,782 | 61.8 | 9,488 | 21.9 | 10,530 | 58.9 | 5,931 | 16.4 |
| Oceania | 8,002 | 1.3 | 9,107 | 13.8 | 10,854 | 6.9 | 5,983 | 9.1 |
| Total | 165,773 | 15.3 | 202,689 | 22.3 | 229,075 | 17.6 | 131,891 | 23.7 |

Note: The table above sets forth Makita's consolidated net sales by geographic area based on customers location for the periods presented.

3. Exchange rates

| | Yen | |
|-----------------|---|---|
| | For the nine months ended December 31, 2005 (Results) | For the nine months ended December 31, 2006 (Results) |
| Yen/U.S. Dollar | 112.11 | 116.19 |
| Yen/Euro | 136.88 | 147.98 |

| | Yen | | |
|-----------------|---|---|--|
| | For the year ended March 31, 2006 (Results) | For the six months ended September 30, 2006 (Results) | For the year ending March 31, 2007 (Outlook) |
| Yen/U.S. Dollar | 113.32 | 115.38 | 117 |
| Yen/Euro | 137.83 | 146.01 | 150 |

4. Sales growth in local basis (major countries)

| | For the nine months ended December 31, 2006 (Results) |
|-----------|---|
| U.S.A. | (1.5%) |
| Germany | 30.3% |
| U.K. | 15.1% |
| France | 21.5% |
| China | 2.2% |
| Australia | 9.9% |

11

English Translation of ZAIMU/GYOSEKI NO GAIKYO originally issued in the Japanese language

Table of Contents

5. Production ratio (unit basis)

| | For the nine months ended December 31, 2005 (Results) | For the nine months ended December 31, 2006 (Results) | For the year ended March 31, 2006 (Results) | For the six months ended September 30, 2006 (Results) |
|----------|---|---|--|---|
| Domestic | 29.8% | 27.7% | 29.4% | 27.9% |
| Overseas | 70.2% | 72.3% | 70.6% | 72.1% |

6. Consolidated capital expenditures, depreciation and amortization, and R&D cost

| | For the nine months ended December 31, 2005 (Results) | Yen (millions) For the nine months ended December 31, 2006 (Results) |
|-------------------------------|--|---|
| Capital expenditures | 7,931 | 9,146 |
| Depreciation and amortization | 4,201 | 5,505 |
| R&D cost | 3,575 | 3,959 |

| | For the year ended March 31, 2006 (Results) | Yen (millions) For the six months ended September 30, 2006 (Results) | For the year ending March 31, 2007 (Outlook) |
|-------------------------------|---|---|--|
| Capital expenditures | 11,383 | 4,873 | 14,500 |
| Depreciation and amortization | 5,922 | 3,715 | 7,300 |
| R&D cost | 4,826 | 2,605 | 5,200 |