

**Financial Results for the Nine Month Period Ended July 31, 2008
(Third Quarter)
(Consolidated and Non-consolidated)**

Date: September 1, 2008
 Company: Tomoe Engineering Co., Ltd. and Subsidiaries
 (Web Site: http://www.tomo-e.co.jp/index_e.html)
 Stock exchange listing: 1st Section, Tokyo Stock Exchange
 Head Office: 2-2, Osaki 1-chome, Shinagawa-ku, Tokyo, Japan
 President: Minoru Honma
 Investor Relations Contacts: Koichi Karita, Director, Finance and Management Planning, Tel: (03) 5435-6512

1. Financial Data for the 9-month period (third quarter) ended July 31, 2008

(1) Consolidated Results of Operation

	Sales (Millions of yen)	Operating income (Millions of yen)	Recurring income (Millions of yen)
9-month period ended July 31, 2008	35,495	2,024	2,160
9-month period ended July 31, 2007	36,067	1,634	1,723
Year ended Oct. 31, 2007	50,795	2,444	2,554

	Net income (Millions of yen)	Net income per share (Yen)
9-month period ended July 31, 2008	1,150	115. ²⁵
9-month period ended July 31, 2007	908	91. ⁰⁴
Year ended Oct. 31, 2007	1,357	136. ⁰⁰

(2) Consolidated Financial Condition

	Total assets (A) (Millions of yen)	Net assets (B) (Millions of yen)	Net assets ratio (B/A) (Percent)
9-month period ended July 31, 2008	29,668	17,641	58.4
9-month period ended July 31, 2007	31,700	16,645	51.9
Year ended Oct. 31, 2007	32,338	16,951	51.8

	Net assets per share (Yen)
9-month period ended July 31, 2008	1,737. ³⁹
9-month period ended July 31, 2007	1,649. ²⁷
Year ended Oct. 31, 2007	1,678. ⁸⁷

(3) Consolidated Cash Flows

	Net cash provided (used) by operating activities (Millions of yen)	Net cash provided (used) in investing activities (Millions of yen)	Net cash provided (used) by financing activities (Millions of yen)	Consolidated cash and cash equivalent (period-end) (Millions of yen)
9-month period ended July 31, 2008	2,976	(460)	(2,780)	1,567
9-month period ended July 31, 2007	(1,824)	(448)	2,247	1,232
Year ended Oct. 31, 2007	(578)	(623)	1,844	1,873

2. Dividend Status

	Dividend per share (Yen)
9-month period ended July 31, 2007	-
9-month period ended July 31, 2008	-

3. Forecast for Consolidated Earning for the Year ending Oct. 31, 2008

	Sales (Millions of yen)	Operating income (Millions of yen)	Recurring income (Millions of yen)	Net income (Millions of yen)
Whole Financial Year	49,570	2,580	2,650	1,450

	Net income per share (Yen)
Whole Financial Year	145. ³¹

4. Notes to Financial Information

- (1) Significant changes in subsidiaries during this term
(Changes in specific subsidiaries involving changes in the scope of consolidation: Yes)
One new subsidiary: Stella Tech Engineering Plastics (Shenzhen) Co., Ltd.
- (2) Adoption of simplified accounting method: None
- (3) Change in accounting policies: None

Details of the change are indicated in "Qualitative Information on Financial Statements, etc. (4) Others" on page 4.

[Reference] Non-Consolidated Data

1. Non-Consolidated Data for the 9-month period (third-quarter) ended July 31, 2007

(1) Non-Consolidated Result of Operation

	Sales (Millions of yen)	Operating income (Millions of yen)	Recurring income (Millions of yen)
9-month period ended July 31, 2008	32,057	1,605	1,866
9-month period ended July 31, 2007	32,512	1,303	1,451
Year ended Oct. 31, 2007	45,941	1,953	2,117

	Net income (Millions of yen)	Net income per share (Yen)
9-month period ended July 31, 2008	1,013	101. ⁶¹
9-month period ended July 31, 2007	750	75. ²¹
Year ended Oct. 31, 2007	1,088	109. ⁰⁶

(2) Non-Consolidated Financial Condition

	Total assets (A) (Millions of yen)	Net assets (B) (Millions of yen)	Net assets ratio (B/A) (Percent)
9-month period ended July 31, 2008	25,650	16,044	62.6
9-month period ended July 31, 2007	28,266	15,383	54.4
Year ended Oct. 31, 2007	28,311	15,632	55.2

	Net assets per share (Yen)
9-month period ended July 31, 2007	1,607. ⁸⁵
9-month period ended July 31, 2006	1,541. ⁶¹
Year ended Oct. 31, 2006	1,566. ⁵⁴

2. Forecast for Non-Consolidated Earning for the Year ending Oct. 31, 2008

	Sales (Millions of yen)	Operating income (Millions of yen)	Recurring income (Millions of yen)
Whole Financial Year	44,710	2,070	2,300

	Net income (Millions of yen)	Net income per share (Yen)
Whole Financial Year	1,260	126. ²⁷

There is no change to the consolidated financial forecast results announced on June 11, 2008. Forward-looking statements contained in this material, such as consolidated financial results forecast, are based upon information currently available and certain assumptions that we believe are reasonable. Actual results could differ materially due to various factors. Please refer to "Qualitative Information on Financial Statements, etc. (3) Qualitative Information on Consolidated Earnings Forecast" on page 4 for the underlying assumptions of the forecast results and necessary precautions when using them.

【Qualitative Information on Financial Statements, etc.】

(1) Qualitative information on consolidated operating results:

In the Machinery & Equipment Business, although the business in the public sector performed poorly, the business in the private sector enjoyed increased sales of waste plastic sorting system, etc. and the business in the overseas business showed a solid performance with higher sales of abrasive grain recovery units for China and parts and repair services for chemical industries in Asian region. As a result, third quarter sales of the machinery & equipment business were 8,872 million, and its operating income was 749 million yen, both higher than the same period of last year. In the Chemical Products Business, although industrial materials business and electronic materials business performed well, fine chemicals business had no one-off revenue as in the previous year and advanced material business suffered from poor sales of parts for semiconductor manufacturing device, etc. As a result, third quarter sales of the Chemical Products Business were lower than the same period last year at 26,623 million yen, but its operating income was higher than the same period last year at 1,274 million yen as some imported products benefited from the appreciation of yen and SG&A expenses were reduced. Consequently, the Company's consolidated third quarter sales were lower than the same period of last year at 35,495 million yen, but its operating income was 2,024 million yen, recurring income was 2,160 million yen, and net income was 1,150 million yen, all higher than the same period last year in terms of profitability.

(2) Qualitative information on consolidated financial position:

Total assets at the end of the third quarter decreased by 2,669 million yen (8.3%) compared with the end of the previous fiscal year because the current assets decreased by 2,395 million yen due to a decrease in account receivables, etc. and the fixed assets decreased by 273 million yen due to revaluation of investment securities and financial derivatives. Total liabilities decreased 3,360 million yen (21.8%) compared with the end of the previous fiscal year due to a decrease in short-term debt etc. Net assets increased 690 million yen (4.1%) compared with the end of the previous fiscal year due to an increase in retained earnings, minority interests, etc. As a result, shareholder's equity ratio at the end of this third quarter increased 6.6 percentage points to 58.4%.

(3) Qualitative information on consolidated earnings forecast:

In the Machinery & Equipment Business, shipment of machinery, equipment, and large parts scheduled to be delivered in this period at the moment will be completed within this period; sales are expected to be lower than the previous fiscal year due to a substantial decrease in equipment sales and construction revenue from the business in the public sector, but operating profit will be higher than the previous fiscal year because the number of low-return projects, such as equipment for India in the previous fiscal year, will decrease and relatively high-margin parts and repair services are performing well in the overseas business. In the Chemical Products Business, sales are expected to be lower than the previous fiscal year due to lack of one-off revenue enjoyed in the previous year by fine chemicals business, etc. but operating profit is expected to remain at the same level as in the previous fiscal year because some of imported products are expected to benefit from the appreciation of yen.

(4) Others

Significant changes in subsidiaries during this term (changes in specific subsidiaries involving changes in the scope of consolidation): Yes

Stella Tech Engineering Plastics (Shenzhen) Co., Ltd. was established on March 26th, 2008 as an 80 percent owned subsidiary and newly consolidated from this term (3rd quarter).

1. Consolidated Financial Statements
(1) Balance Sheets

(Thousands of yen)

	9-month period ended July 31, 2007	9-month period ended July 31, 2008	Increase & decrease	Year ended Oct. 31, 2007
Assets				
I. Current assets				
1. Cash and deposits	1,232,876	1,567,741	334,864	1,873,895
2. Trade receivables	16,276,808	15,738,387	(538,400)	18,897,626
3. Inventories	7,128,541	5,688,787	(1,439,754)	4,351,317
4. Deferred tax assets	354,785	373,442	18,656	582,629
5. Other current assets	521,946	432,774	(89,171)	495,752
Allowance for doubtful accounts	(40,786)	(25,791)	14,994	(30,276)
Total current assets	25,474,172	23,775,342	(1,698,829)	26,170,945
II. Fixed assets				
1. Tangible fixed assets				
(1) Buildings	2,434,690	2,508,717	112,140	2,332,224
Accumulated depreciation	(1,368,241)	(1,330,127)		(1,254,587)
Net	1,066,499	1,178,589		1,077,636
(2) Machinery, equipment & vehicles	3,144,665	3,301,467	61,658	3,087,055
Accumulated depreciation	(2,279,066)	(2,374,209)		(2,238,012)
Net	865,599	927,258		849,042
(3) Land	975,451	970,253	(5,197)	970,253
(4) Other fixed assets	986,803	970,510		1,128,064
Accumulated depreciation	(836,405)	(827,347)	(7,235)	(844,855)
Net	150,397	143,162		283,209
Total tangible fixed assets	3,057,898	3,219,264	161,335	3,180,142
2. Intangible fixed assets	15,885	17,080	1,195	15,223
3. Investments and others				
(1) Investments in securities	1,636,715	1,278,518	(358,197)	1,580,268
(2) Guarantee deposits	407,160	484,132	76,971	409,762
(3) Deferred tax assets	22,754	35,060	12,306	21,857
(4) Financial derivatives	453,412	263,164	(190,247)	314,683
(5) Other investments	812,347	727,195	(85,151)	782,159
Allowance for doubtful accounts	(179,642)	(130,899)	48,742	(136,592)
Total investment and others	3,152,748	2,657,172	(495,575)	2,972,140
Total fixed assets	6,226,532	5,893,517	(333,914)	6,167,506
Total assets	31,700,704	29,668,860	(2,031,844)	32,338,451

(Thousands of yen)

	9-month period ended July 31, 2007	9-month period ended July 31, 2008	Increase & decrease	Year ended Oct. 31, 2007
Liabilities and Net Assets				
Liabilities				
I. Current liabilities				
1. Trade-payables	7,638,934	7,369,263	(269,698)	7,349,341
2. Short-term debt	4,563,882	1,716,873	(2,847,009)	4,264,912
3. Account payable-others	594,253	486,673	(107,579)	743,189
4. Accrued income tax	55,883	168,498	112,615	613,263
5. Advances from customers	309,930	433,138	123,208	148,967
6. Accrued employees' bonuses	672,201	676,157	3,955	1,102,255
7. Accrued Officers' bonuses	42,044	52,717	10,673	68,100
8. Allowance for product warranty	137,460	163,874	26,414	236,625
9. Other current liabilities	199,570	311,324	111,754	187,345
Total current liabilities	14,214,160	11,378,493	(2,835,667)	14,714,001
II. Long-term liabilities				
1. Long-term debt	240,000	85,000	(155,000)	90,000
2. Accrued pension and severance liabilities	29,975	34,673	4,698	32,437
3. Officers' retirement allowance	195,110	245,950	51,840	214,460
4. Deferred tax liabilities	375,460	291,984	(93,475)	336,296
Total long-term liabilities	840,545	648,608	(191,937)	673,194
Total liabilities	15,054,706	12,027,101	(3,027,604)	15,387,196
Net assets				
I. Shareholders' equity				
1. Common stock	1,061,210	1,061,210	0	1,061,210
2. Capital surplus	1,483,410	1,483,410	0	1,483,410
3. Retained earnings	13,449,063	14,698,588	1,249,524	13,897,737
4. Issued shares reacquired	(362,773)	(363,003)	(229)	(362,615)
Total shareholders' equity	15,630,910	16,880,204	1,249,294	16,079,542
II. Revaluation and translation adjustments				
1. Valuation difference on available-for-sale securities	475,268	243,208	(232,059)	436,288
2. Financial derivative loss or gain	268,814	159,279	(109,534)	218,722
3. Foreign currency translation adjustment	83,323	54,687	(28,636)	19,084
Total revaluation and translation adjustments	827,405	457,174	(370,230)	674,095
III. Minority interests				
Total net assets	16,645,998	17,641,758	995,760	16,951,254
Total liabilities and net assets	31,700,704	29,668,860	(2,031,844)	32,338,451

(2) Statements of Income

(Thousands of yen)

	9-month period ended July 31, 2007	9-month period ended July 31, 2008	Increase & decrease	Year ended Oct. 31, 2007
I. Sales	36,067,871	35,495,259	(577,611)	50,795,204
II. Cost of sales	29,489,794	28,516,264	(973,529)	41,791,074
Gross profit	6,578,077	6,978,994	400,917	9,004,130
III. Selling, general and administrative	4,943,647	4,954,612	10,965	6,559,190
Operating income	1,634,429	2,024,381	389,952	2,444,939
IV. Other income				
1. Interests	6,187	10,721		6,110
2. Dividends	56,544	50,620		61,301
3. Rents	15,185	18,932		21,101
4. Foreign exchange gains	69,628	88,613		106,272
5. Sundry	36,978	63,025		71,232
Other income total	184,524	231,913	47,388	266,018
V. Other expenses				
1. Interests	64,705	51,553		85,409
2. Discount on bills of exchange	5,950	8,685		8,269
3. Commitment fee	0	22,267		9,992
4. Sundry	24,486	13,211		53,054
Other expenses total	95,142	95,717	574	156,725
Recurring income	1,723,811	2,160,578	436,766	2,554,232
VI. Extraordinary gains				
1. Realized gains on property and equipment	0	0		3,184
2. Realized gains on investment securities	0	5,627		0
3. Reversal of allowance for doubtful accounts	636	22,930		8,226
Extraordinary gains total	636	28,558	27,921	11,411
VII. Extraordinary losses				
1. Realized losses on property and equipment	1,677	724		6,726
2. Written-off losses on property and equipment	19,990	5,197		19,654
3. Unrealized losses on investment securities	50,000	0		50,000
4. Provision for doubtful accounts	0	13,597		0
5. Impairment losses	0	0		5,197
6. Removal expense	39,410	0		39,410
Extraordinary losses total	111,077	19,520	(91,557)	120,989

(Thousands of yen)

	9-month period ended July 31, 2007	9-month period ended July 31, 2008	Increase & decrease	Year ended Oct. 31, 2007
Income before income taxes	1,613,370	2,169,615	556,245	2,444,654
Net income taxes				
Current	457,826	672,784		1,032,094
Deferred	224,814	310,285		13,783
Income taxes total	682,641	983,070	300,428	1,045,878
Losses on minority interests	22,269	36,425	14,155	41,643
Net income from consolidated operations	908,459	1,150,119	241,660	1,357,132

(3) Consolidated Statements of Changes in Shareholders' equity

9-month period ended July 31, 2007

(Thousands of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Issued shares reacquired	Total shareholders' equity
Surplus as of Oct. 31, 2006	1,061,210	1,483,410	12,839,980	(362,697)	15,021,902
Changes during this quarter					
Cash dividend paid	0	0	(299,375)	0	299,375
Net income	0	0	908,459	0	908,459
Issued shares reacquired	0	0	0	(76)	(76)
Total amount changed	0	0	609,083	(76)	609,007
Balance, end of the 9-month period ended July 31, 2007	1,061,210	1,483,410	13,449,063	(362,773)	15,630,910

(Thousands of yen)

	Revaluation and translation adjustments				Minority interests	Total net assets
	Valuation difference on available-for-sales securities	Financial derivative loss or gain	Foreign currency translation adjustment	Total revaluation and translation adjustments		
Surplus as of Oct. 31, 2006	301,319	205,427	30,480	537,226	158,595	15,717,725
Changes during this quarter						
Cash dividend paid	0	0	0	0	0	(299,375)
Net income	0	0	0	0	0	908,459
Issued shares reacquired	0	0	0	0	0	(76)
Total (net) amount changed (except shareholders' equity)	173,948	63,387	52,843	290,179	29,086	319,265
Total amount changed	173,948	63,387	52,843	290,179	29,086	928,272
Balance, end of the 9-month period ended July 31, 2007	475,268	268,814	83,323	827,405	187,681	16,645,998

9-month period ended July 31, 2008

(Thousands of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Issued shares reacquired	Total shareholders' equity
Surplus as of Oct. 31, 2007	1,061,210	1,483,410	13,897,737	(362,815)	16,079,542
Changes during this quarter					
Cash dividend paid	0	0	(349,269)	0	(349,269)
Net income	0	0	1,150,119	0	1,150,119
Issued shares reacquired	0	0	0	(188)	(188)
Total amount changed	0	0	800,850	(188)	800,662
Balance, end of the 9-month period ended July 31, 2008	1,061,210	1,483,410	14,698,588	(363,003)	16,880,204

(Thousands of yen)

	Revaluation and translation adjustments				Minority interests	Total net assets
	Valuation difference on available-for-sales securities	Financial derivative loss or gain	Foreign currency translation adjustment	Total revaluation and translation adjustments		
Surplus as of Oct. 31, 2007	436,288	218,722	19,084	674,095	197,617	16,951,254
Changes during this quarter						
Cash dividend paid	0	0	0	0	0	(349,269)
Net income	0	0	0	0	0	1,150,119
Issued shares reacquired	0	0	0	0	0	(188)
Total (net) amount changed (except shareholders' equity)	(193,080)	(59,442)	35,602	(216,920)	106,761	(110,159)
Total amount changed	(193,080)	(59,442)	35,602	(216,920)	106,761	690,503
Balance, end of the 9-month period ended July 31, 2008	243,708	159,279	54,687	457,174	304,378	17,641,758

Year ended Oct. 31, 2007

(Thousands of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Issued shares reacquired	Total shareholders' equity
Surplus as of Oct. 31, 2006	1,061,210	1,483,410	12,839,980	(362,697)	15,021,902
Changes during this fiscal year					
Cash dividend paid	0	0	(299,375)	0	(299,375)
Net income	0	0	1,357,132	0	1,357,132
Issued shares reacquired	0	0	0	(118)	(118)
Total amount changed	0	0	1,057,757	(118)	1,057,639
Balance, end of the fiscal year ended Oct. 31, 2007	1,061,210	1,483,410	13,897,737	(362,815)	16,079,542

(Thousands of yen)

	Revaluation and translation adjustments				Minority interests	Total net assets
	Valuation difference on available-for-sales securities	Financial derivative loss or gain	Foreign currency translation adjustment	Total revaluation and translation adjustments		
Surplus as of Oct. 31, 2006	301,319	205,427	30,480	537,226	158,595	15,717,725
Changes during this fiscal year						
Cash dividend paid	0	0	0	0	0	(299,375)
Net income	0	0	0	0	0	1,357,132
Issued shares reacquired	0	0	0	0	0	(118)
Total (net) amount changed (except shareholders' equity)	134,969	13,294	(11,395)	136,868	39,021	175,890
Total amount changed	134,969	13,294	(11,395)	136,868	39,021	1,233,529
Balance, end of the fiscal year ended Oct. 31, 2007	436,288	218,722	19,084	674,095	197,617	16,951,254

(4) Consolidated Statements of Cash Flows

(Thousands of yen)

	9-month period ended July 31, 2007	9-month period ended July 31, 2008	Increase & decrease	Year ended Oct. 31, 2007
I. Operating activities				
1. Net income before income taxes	1,613,370	2,169,615	556,245	2,444,654
Adjustments to reconcile net income to net cash provided by operating activities				
2. Depreciation and amortization	230,981	292,328	61,346	317,259
3. Accrued employees' bonuses(Increase/decrease)	(425,032)	(426,098)	(1,065)	5,021
4. Accrued officers' bonuses(Increase/decrease)	(8,744)	(15,382)	(6,638)	17,311
5. Allowance for product warranty(Increase/decrease)	17,760	(72,751)	(90,511)	116,925
6. Accrued pension and severance liabilities(Increase/decrease)	4,801	2,235	(2,565)	7,263
7. Officers' retirement allowance(Increase/decrease)	(34,530)	32,490	67,020	(15,180)
8. Allowance for doubtful accounts(Increase/decrease)	96,884	(10,177)	(107,062)	43,324
9. Interest and dividend income	(62,732)	(61,341)	1,390	(67,412)
10. Interest expenses	64,705	51,553	(13,152)	85,409
11. Foreign exchange (Loss/profit)	(4,289)	9,222	13,512	2,232
12. Unrealized losses on investment securities	50,000	0	(50,000)	50,000
13. Realized gains on investment securities	0	(5,627)	(5,627)	0
14. Realized losses on investment securities	0	116	116	0
15. Realized gains on properties and equipment	1,677	724	(952)	3,541
16. Written-off loss on properties and equipment	19,990	5,197	(14,792)	19,654
17. Impairment losses	0	0	0	5,197
18. Trade receivables (Increase/decrease)	(244,837)	2,959,774	3,204,612	(3,018,088)
19. Inventories(Increase/decrease)	(2,073,364)	(1,430,645)	642,718	662,103
20. Purchase liabilities (Increase/decrease)	(63,290)	316,959	380,249	(226,369)
21. Trade payables (Increase/decrease)	(63,417)	(160,432)	(97,014)	26,237
22. Advances from customers (Increase/decrease)	271,404	284,170	12,766	110,441
23. Consumption tax, etc. (Increase/decrease)	(127,431)	1,945	129,376	(64,525)
24. Others	(186,364)	93,037	279,401	(165,820)
Sub total	(922,460)	4,036,914	4,959,374	359,182
25. Interests and dividends received	61,260	53,663	(7,596)	67,101
26. Interests paid	(60,983)	(35,025)	25,957	(82,927)
27. Income taxes paid	(901,978)	(1,078,742)	(176,763)	(922,054)
Net cash provided (used) by operating activities	(1,824,162)	2,976,809	4,800,971	(578,697)

(Thousands of yen)

	9-month period ended July 31, 2007	9-month period ended July 31, 2008	Increase & decrease	Year ended Oct .31, 2007
II. Investing activities				
1. Expenditures for properties and equipment	(343,228)	(410,939)	(67,710)	(536,038)
2. Proceeds from sales of properties and equipment	100	380	280	8,412
3. Acquisition of intangible assets	(6,521)	(3,996)	2,524	(6,491)
4. Acquisition of investment securities	(18,925)	(13,068)	5,856	(22,024)
5. Proceeds from sales of investment securities	0	283	283	0
6. Collection of loans receivable	28,630	24,284	(4,346)	36,754
7. Loans receivable(Increase)	(2,380)	(1,940)	440	(4,153)
8. Guarantee deposits (Increase/decrease)	(113,440)	(76,211)	37,229	(117,117)
9. Other investments (Increase/decrease)	7,125	20,904	13,779	17,271
Net cash provided (used) in investing activities	(448,638)	(460,302)	(11,663)	(623,386)
III. Financing activities				
1. Short-term debt (Increase/decrease)	2,636,904	(2,408,684)	(5,045,589)	2,323,769
2. Long-term debt(Increase)	0	85,000	85,000	0
3. Repayment of long-term debt	(90,000)	(150,000)	(60,000)	(180,000)
4. Paid-in capital from investment from minority shareholders	0	50,080	50,080	0
5. Reacquisition of issued shares of stocks	(76)	(188)	(111)	(118)
6. Cash dividends paid	(299,375)	(349,269)	(49,893)	(299,375)
7.Dividends payments to minority shareholders	0	(7,781)	(7,781)	0
Net cash provided (used) in financing activities	2,247,452	(2,780,843)	(5,028,295)	(1,844,275)
Cash and cash equivalents				
IV. Effect of exchange rate changes	22,689	(41,817)	(64,506)	(3,831)
V. Cash and cash equivalents(Increase/decrease)	(2,659)	(306,153)	(303,494)	638,359
VI. Cash and cash equivalents at the beginning of year	1,235,536	1,873,895	638,359	1,235,536
VII. Cash and cash equivalents at the end of the year	1,232,876	1,567,741	334,864	1,873,895

2. Segment Information

[Segment by type of business]

9-month period ended July 31, 2007

(Thousands of yen)

	Machinery mfg & sales	Chemical products sales	Total	Deletion or total company	Consolidated
I. Sales and operating income:					
Sales					
(1) Sales to unaffiliated customers	8,681,523	27,386,347	36,067,871	0	36,067,871
(2) Internal sales among segments or amount transferred	0	0	0	0	0
Total	8,681,523	27,386,347	36,067,871	0	36,067,871
Operating costs	8,128,353	26,305,089	34,433,442	0	34,433,442
Operating income	553,170	1,081,258	1,634,429	0	1,634,429

9-month period ended July 31, 2008

(Thousands of yen)

	Machinery mfg & sales	Chemical products sales	Total	Deletion or total company	Consolidated
I. Sales and operating income:					
Sales					
(1) Sales to unaffiliated customers	8,872,205	26,623,053	35,495,259	0	35,495,259
(2) Internal sales among segments or amount transferred	0	0	0	0	0
Total	8,872,205	26,623,053	35,495,259	0	35,495,259
Operating costs	8,122,801	25,348,076	33,470,877	0	33,470,877
Operating income	749,404	1,274,977	2,024,381	0	2,024,381

Year ended Oct. 31, 2007

(Thousands of yen)

	Machinery mfg & sales	Chemical products sales	Total	Deletion or total company	Consolidated
I. Sales and operating income:					
Sales					
(1) Sales to unaffiliated customers	14,547,785	36,247,419	50,795,204	0	50,795,204
(2) Internal sales among segments or amount transferred	0	0	0	0	0
Total	14,547,785	36,247,419	50,795,204	0	50,795,204
Operating costs	13,622,448	34,727,816	48,350,264	0	48,350,264
Operating income	925,336	1,519,602	2,444,939	0	2,444,939

(Notes)

1. Business classification is by aggregate sales classification.
2. Main products and goods in each business:
 - (1) Machinery manufacturing & sales: Various types of centrifuge, other machinery
 - (2) Chemical products sales: Synthetic resin, industrial materials, other chemical products

[Segment by location]

9-month period ended July 31, 2007

(Thousands of yen)

	Japan	Asia	Total	Deletion or total company	Consolidated
I. Sales and operating income:					
Sales					
(1) Sales to unaffiliated customers	32,009,301	4,058,569	36,067,871	0	36,067,871
(2) Internal sales among segments or amount transferred	260,004	10,755	270,760	(270,760)	0
Total	32,269,306	4,069,325	36,33,631	(270,760)	36,067,871
Operating costs	30,902,377	3,809,564	34,711,941	(278,499)	34,433,442
Operating income	1,366,928	259,761	1,626,689	7,739	1,634,429

9-month period ended July 31, 2008

(Thousands of yen)

	Japan	Asia	Total	Deletion or total company	Consolidated
I. Sales and operating income:					
Sales					
(1) Sales to unaffiliated customers	31,523,281	3,971,978	35,495,259	0	35,495,259
(2) Internal sales among segments or amount transferred	287,883	86,610	374,494	(374,494)	0
Total	31,811,165	4,058,588	35,869,753	(374,494)	35,495,259
Operating costs	29,999,723	3,827,473	33,827,197	(356,319)	33,470,877
Operating income	1,811,441	231,115	2,042,556	(18,174)	2,024,381

Year ended Oct. 31, 2007

(Thousands of yen)

	Japan	Asia	Total	Deletion or total company	Consolidated
I. Sales and operating income:					
Sales					
(1) Sales to unaffiliated customers	45,012,413	5,782,791	50,795,204	0	50,795,204
(2) Internal sales among segments or amount transferred	338,135	44,480	382,616	(382,616)	0
Total	45,350,459	5,827,272	51,177,821	(382,616)	50,795,204
Operating costs	43,266,299	5,467,317	48,723,617	(373,352)	48,350,264
Operating income	2,094,249	359,954	2,454,203	(9,263)	2,444,989

(Notes)

1. Classification of countries and regions is based on geographical proximity.
2. Asia: China, Korea, and Indonesia (Total 3 countries)

3. Non-Consolidated Financial Statements
(1) Balance Sheets

(Thousands of yen)

Assets	9-month period ended July 31, 2007	9-month period ended July 31, 2008	Increase & decrease	Year ended Oct. 31, 2007
I. Current assets				
1. Cash and deposits	746,018	579,773	(166,244)	962,875
2. Bills receivables	4,240,138	3,895,585	(344,553)	4,174,246
3. Trade receivables	10,513,521	10,132,478	(381,042)	12,795,872
4. Inventories	5,720,647	4,241,931	(1,478,716)	3,141,118
5. Deferred tax amount	312,294	345,455	33,160	525,664
6. Other current assets	516,480	486,925	(29,554)	533,685
Allowance for doubtful accounts	(40,888)	(25,634)	15,253	(30,497)
Total current assets	22,008,212	19,656,514	(2,351,697)	21,102,965
II. Fixed assets				
1. Tangible fixed assets				
(1) Buildings	938,075	1,056,626	118,551	952,456
(2) Machinery, equipment & vehicles	505,128	518,587	13,459	488,017
(3) Land	931,080	925,882	(5,197)	925,882
(4) Other fixed assets	145,752	124,654	(21,098)	280,549
Total tangible fixed assets	2,520,036	2,625,751	105,714	2,646,906
2. Intangible fixed assets	14,862	16,096	1,234	14,252
3. Investments and others				
(1) Investments in securities	1,585,215	1,227,018	(358,197)	1,528,768
(2) Affiliated companies' stock	483,765	483,765	0	483,765
(3) Investment in capital of affiliates	171,075	371,395	200,320	171,075
(4) Guarantee deposits	386,810	384,407	(2,403)	384,412
(5) Financial derivatives	453,412	263,164	(190,247)	314,683
(6) Other investments	822,432	753,320	(69,111)	801,384
Allowance for doubtful accounts	(179,642)	(130,899)	48,742	(136,592)
Total investment and others	3,723,069	3,352,171	(370,897)	3,547,497
Total fixed assets	6,257,967	5,994,019	(263,948)	6,208,656
	28,266,180	25,650,534	(2,615,645)	28,311,621

(Thousands of yen)

	9-month period ended July 31, 2007	9-month period ended July 31, 2008	Increase & decrease	Year ended Oct. 31, 2007
Liabilities and Net Assets				
(Liabilities)				
I. Current liabilities				
1. Bills payable	1,178,879	761,740	(417,139)	910,097
2. Trade payable	5,417,746	5,225,814	(191,931)	5,215,015
3. Short-term debt	3,600,000	900,000	(2,700,000)	3,020,000
4. Long-term debt (repayment within 1 year)	180,000	180,000	0	180,000
5. Account payable-others	551,984	475,155	(76,829)	622,921
6. Accrued income tax	10,319	103,305	92,985	536,690
7. Advances from customers	236,058	424,873	188,815	106,056
8. Accrued employees' bonuses	605,910	622,312	16,402	979,406
9. Accrued officers' bonuses	42,044	51,930	9,885	65,985
10. Allowance for product warranty	137,460	163,874	26,414	236,625
11. Other current liabilities	159,048	163,372	4,324	151,836
Total current liabilities	12,119,541	9,072,377	(3,047,073)	12,024,634
II. Long-term liabilities				
1. Long-term debt	180,000	0	(180,000)	90,000
2. Accrued pension and severance liabilities	12,550	4,707	(7,842)	13,836
3. Officers' retirement allowance	195,110	246,950	51,840	214,460
4. Deferred tax liabilities	375,092	281,631	(93,261)	335,977
Total long-term liabilities	762,753	533,489	(229,264)	654,274
Total liabilities	12,882,205	9,605,867	(3,276,338)	12,678,908
(Net assets)				
I. Shareholders' equity				
1. Common stock	1,061,210	1,061,210	0	1,061,210
2. Capital surplus				
(1) Capital reserve	1,483,410	1,483,410	0	1,483,410
Total capital surplus	1,483,410	1,483,410	0	1,483,410
3. Retained earnings				
(1) Legal reserve	230,000	230,000	0	230,000
(2) Other retained earnings				
Dividend preparation reserve	250,000	250,000	0	250,000
Reserve for deferred fixed assets	30,134	28,562	(1,571)	29,722
Provision of general reserve	11,200,000	11,500,000	300,000	11,200,000
Deferred retained earnings	747,912	1,452,000	704,088	1,086,175
Total retained earnings	12,458,046	13,460,562	1,002,516	12,795,898
4. Issued shares reacquired	(362,773)	(363,003)	(229)	(362,815)
Total shareholders' equity	14,639,892	15,642,179	1,002,286	14,977,702

(Thousands of yen)

Liabilities and Net Assets	9-month period ended July 31, 2007	9-month period ended July 31, 2008	Increase & decrease	Year ended Oct. 31, 2007
II. Revaluation and translation adjustments				
1. Valuation difference on available-for-sale securities	475,268	243,208	(232,059)	436,288
2. Financial derivative gains or losses	268,814	159,279	(109,534)	218,722
Total revaluation and translation adjustments	744,082	402,487	(341,594)	655,010
Total net assets	15,383,974	16,044,667	660,692	15,632,713
Total liabilities and net assets	28,266,180	25,650,534	(2,615,645)	28,311,621

(2) Statements of Income

(Thousands of yen)

	9-month period ended July 31, 2007	9-month period ended July 31, 2008	Increase & decrease	Year ended Oct. 31, 2007
I. Sales	32,512,108	32,057,457	(454,650)	45,941,146
II. Cost of sales	26,650,719	25,982,620	(668,098)	37,923,512
Gross profit	5,861,388	6,074,836	213,447	8,017,634
III. Selling, general and administrative	4,558,240	4,469,493	(88,746)	6,064,409
Operating income	1,303,148	1,605,342	302,194	1,953,225
IV. Other income	227,361	347,203	119,842	282,016
V. Other expenses	78,711	86,325	7,614	117,952
Recurring income	1,451,798	1,866,221	414,422	2,117,289
VI. Extraordinary gains	635	28,935	28,300	7,600
VII. Extraordinary losses	100,996	19,520	(81,476)	109,551
Income before income taxes	1,351,436	1,875,636	524,199	2,015,338
Income taxes				
Current	401,585	566,175	164,590	924,918
Deferred	199,341	295,526		2,057
Income taxes total	600,926	861,702	96,185	926,976
Income from Non-consolidated operations	750,510	1,013,933	263,423	1,088,362

(3) Statements of Changes in Shareholders' equity

9-month period ended July 31, 2007

(Thousands of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings		
		Capital reserve	Legal reserve	Other retained earnings	
				Dividend preparation reserve	Reserve for deferred fixed assets
Surplus as of Oct. 31, 2006	1,061,210	1,483,410	230,000	250,000	31,368
Changes during this quarter					
Transfer of reserve for deferred fixed assets	0	0	0	0	(1,234)
Provision of general reserve	0	0	0	0	0
Cash Dividend paid	0		0	0	0
Net income	0	0	0	0	0
Issued shares reacquired	0	0	0	0	0
Total amount changed	0	0	0	0	(1,234)
Balance, end of the 9-month period ended July 31, 2007	1,061,210	1,483,410	230,000	250,000	30,134

(Thousands of yen)

	Shareholders' equity				
	Retained earnings			Issued shares reacquired	Total shareholders' equity
	Other retained earnings		Total retained earnings		
	General reserve	Surpluses carried over			
Surplus as of Oct. 31, 2006	10,300,000	1,195,543	12,006,911	(362,697)	14,188,834
Changes during this quarter					
Transfer of reserve for deferred fixed assets	0	(1,234)	0	0	0
Provision of general reserve	900,000	(900,000)	0	0	0
Cash Dividend paid	0	(299,375)	(299,375)	0	(299,375)
Net income	0	750,510	750,510	0	750,510
Issued shares reacquired	0	0	0	(76)	(76)
Total amount changed	900,000	(447,631)	451,134	(76)	451,057
Balance, end of the 9-month period ended July 31, 2007	11,200,000	747,912	12,458,046	(362,773)	14,639,892

(Thousands of yen)

	Revaluation and translation adjustments			Total net assets
	Valuation difference on available-for-sale securities	Financial derivative loss or gain	Total revaluation and translation adjustments	
Surplus as of Oct. 31, 2006	301,319	205,427	506,746	14,695,581
Changes during this quarter				
Transfer of reserve for deferred fixed assets	0	0	0	0
Provision of general reserve	0	0	0	0
Cash Dividend paid	0	0	0	(299,375)
Net income	0	0	0	750,510
Issued shares reacquired	0	0	0	(76)
Total (net) amount changed (except shareholders' equity)	173,948	63,387	237,335	237,335
Total amount changed	173,948	63,387	237,335	688,393
Balance, end of the 9-month period ended July 31, 2007	475,268	268,814	744,082	15,383,974

9-month period ended July 31, 2008

(Thousands of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings		
			Capital reserve	Legal reserve	Other retained earnings
		Dividend preparation reserve			Reserve for deferred fixed assets
Surplus as of Oct. 31, 2007	1,061,210	1,483,410	230,000	250,000	29,722
Changes during this quarter					
Transfer of reserve for deferred fixed assets	0	0	0	0	(1,160)
Provision of general reserve	0	0	0	0	0
Cash Dividend paid	0	0	0	0	0
Net income	0	0	0	0	0
Issued shares reacquired	0	0	0	0	0
Total amount changed	0	0	0	0	(1,160)
Balance, end of the 9-month period ended July 31, 2008	1,061,210	1,483,410	230,000	250,000	28,562

(Thousands of yen)

	Shareholders' equity				
	Retained earnings			Issued shares reacquired	Total shareholders' equity
	Other retained earnings		Total retained earnings		
	General reserve	Surpluses carried over			
Surplus as of Oct. 31, 2007	11,200,000	1,086,175	12,795,898	(362,815)	14,977,702
Changes during this quarter					
Transfer of reserve for deferred fixed assets	0	1,160	0	0	(299,375)
Provision of general reserve	300,000	(300,000)	0	0	0
Cash Dividend paid	0	(349,269)	(349,269)	0	(349,269)
Net income	0	1,013,933	1,013,933	0	1,013,933
Issued shares reacquired	0	0	0	(188)	(188)
Total amount changed	300,000	365,824	664,664	(188)	664,476
Balance, end of the 9-month period ended July 31, 2008	11,500,000	1,452,000	13,460,562	(363,003)	15,642,179

(Thousands of yen)

	Revaluation and translation adjustments			Total net assets
	Valuation difference on available-for-sale securities	Financial derivative loss or gain	Total revaluation and translation adjustments	
Surplus as of Oct. 31, 2007	436,288	218,722	655,010	15,632,713
Changes during this quarter				
Transfer of reserve for deferred fixed assets	0	0	0	0
Provision of general reserve	0	0	0	0
Cash Dividend paid	0	0	0	(349,269)
Net income	0	0	0	1,013,933
Issued shares reacquired	0	0	0	(188)
Total (net) amount changed (except shareholders' equity)	(193,080)	(59,442)	(252,522)	(252,522)
Total amount changed	(193,080)	(59,442)	(252,522)	411,953
Balance, end of the 9-month period ended July 31, 2008	243,208	159,279	402,487	16,044,667

Year ended Oct. 31, 2007

(Thousands of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings		
		Capital reserve	Legal reserve	Other retained earnings	
				Dividend preparation reserve	Reserve for deferred fixed assets
Surplus as of Oct. 31, 2006	1,061,210	1,483,410	230,000	250,000	31,368
Changes during this fiscal year					
Transfer of reserve for deferred fixed assets	0	0	0	0	(1,645)
Provision of general reserve	0	0	0	0	0
Cash Dividend paid	0	0	0	0	0
Net income	0	0	0	0	0
Issued shares reacquired	0	0	0	0	0
Total amount changed	0	0	0	0	(1,645)
Balance, end of the fiscal year ended Oct. 31, 2007	1,061,210	1,483,410	230,000	250,000	29,722

(Thousands of yen)

	Shareholders' equity				
	Retained earnings			Issued shares reacquired	Total shareholders' equity
	Other retained earnings		Total retained earnings		
	General reserve	Surpluses carried over			
Surplus as of Oct. 31, 2006	10,300,000	1,195,543	12,006,911	(362,697)	14,188,834
Changes during this fiscal year					
Transfer of reserve for deferred fixed assets	0	(1,645)	0	0	0
Provision of general reserve	900,000	(900,000)	0	0	0
Cash Dividend paid	0	(299,375)	(299,375)	0	(299,375)
Net income	0	1,088,362	1,088,362	0	1,088,362
Issued shares reacquired	0	0	0	(118)	(118)
Total amount changed	900,000	(109,367)	788,986	(118)	788,868
Balance, end of the fiscal year ended Oct. 31, 2007	11,200,000	1,086,175	12,795,898	(362,815)	14,977,702

(Thousands of yen)

	Revaluation and translation adjustments			Total net assets
	Valuation difference on available-for-sale securities	Financial derivative loss or gain	Total revaluation and translation adjustments	
Surplus as of Oct. 31, 2006	301,319	205,427	506,746	14,695,581
Changes during this fiscal year				
Transfer of reserve for deferred fixed assets	0	0	0	0
Provision of general reserve	0	0	0	0
Cash Dividend paid	0	0	0	(299,375)
Net income	0	0	0	(1,088,362)
Issued shares reacquired	0	0	0	(118)
Total (net) amount changed (except shareholders' equity)	134,969	13,294	148,264	148,264
Total amount changed	134,969	13,294	148,264	937,132
Balance, end of the fiscal year ended Oct. 31, 2007	436,288	218,722	655,010	15,632,713