

June 25, 2007

Company Name: ISEKI & CO., LTD.

Company representative: President Hiroyuki Nakano

Company Code: 6310

Stock Exchange Listings: Tokyo 1<sup>st</sup> Section, Osaka 1<sup>st</sup> Section

Enquiries: General Manager of Finance Yasunori Maki

(Telephone: +81 3 5604 7671)

**Partial amendment of summary announcement of financial results**  
**for the Consolidated Financial Year ended March, 2007**

We announced an amendment of the Summary of Consolidated Financial Results for the Fiscal Year Ended March, 2007 released on May 31, 2007. Regarding pages which contain the amendment we attached figures underlining the amended portion.

**1. Consolidated Balance Sheets (Page16)**

**Consolidated Statement of Cash Flows**

[Pre-amendment]

(millions of yen)

| Account  | FY2007<br>(Apr.1, 2006<br>- Mar.31,<br>2007) | FY2006<br>(Apr.1, 2005<br>- Mar.31,<br>2006) | Change from<br>previous<br>period |
|--|--|--|-----------------------------------|
| <b>I Cash Flows from Operating Activities</b>              |  |  |                                   |
| Interest expenses  | <u>1,007</u>                                 | 1,000  | <u>7</u>                          |
| Subtotal   | <u>2,580</u>                                 | 7,683  | (5,103)                           |
| Interest paid  | (1,018)                                      | (1,000)                                      | (18)                              |
| <b>Net cash provided by (used in) operating activities</b> | <b>902</b>                                   | <b>4,016</b>                                 | <b>(3,114)</b>                    |
|  |  |  |                                   |

[Post-amendment]

(millions of yen)

| Account  | FY2007<br>(Apr.1, 2006<br>- Mar.31,<br>2007) | FY2006<br>(Apr.1, 2005<br>- Mar.31,<br>2006) | Change from<br>previous<br>period |
|--|--|--|-----------------------------------|
| <b>I Cash Flows from Operating Activities</b>              |  |  |                                   |
| Interest expenses  | <u>1,015</u>                                 | 1,000  | <u>14</u>                         |
| Subtotal   | <u>2,587</u>                                 | 7,683  | (5,096)                           |
| Interest paid  | 1,025  | (1,000)                                      | (25)                              |
| <b>Net cash provided by (used in) operating activities</b> | <b>902</b>                                   | <b>4,016</b>                                 | <b>(3,114)</b>                    |
|  |  |  |                                   |

## 2. Important Basic Items for Prepare Consolidated Financial Statements (Page 17)

### Important Basic Items for Prepare Consolidated Financial Statements

#### 3. Consolidated accounting period

[Pre-amendment]

Of the consolidated subsidiaries, 20 companies (including Iseki-Hokkaido Co., Ltd. and Iseki-Changzhou Mfg. Co., Ltd.) use an end-of-period balance sheet date of December 31. Fourteen companies (including Iseki-Matsuyama Mfg. Co., Ltd.) use a balance sheet date of March 31. With regard to the preparation of the consolidated financial statements, the financial statements as of the balance sheet dates of respective companies are used. And necessary adjustments at consolidation are made for any significant transactions that occur between the consolidated balance sheet date and these dates.

[Post-amendment]

Of the consolidated subsidiaries, 20 companies (including Iseki-Hokkaido Co., Ltd.) use an end-of-period balance sheet date of December 31. Fourteen companies (including Iseki-Matsuyama Mfg. Co., Ltd.) use a balance sheet date of March 31. With regard to the preparation of the consolidated financial statements, the financial statements as of the balance sheet dates of respective companies are used. And necessary adjustments at consolidation are made for any significant transactions that occur between the consolidated balance sheet date and these dates.

### 3. Notes (Page 23)

#### Securities

[Pre-amendment]

##### 3. Major securities not valued at fair market value

(millions of yen)

| Category  | FY2007 (year ended March 31, 2007) | FY2006 (year ended March 31, 2006) |
|---|------------------------------------|------------------------------------|
|   | in the Consolidated Balance Sheet  | in the Consolidated Balance Sheet  |
| (1) Held-to-maturity securities<br>Discounted bank debenture                  | 23                                 | 6                                  |
| (2) Other securities<br>Non-listed shares (excluding over-the-counter shares) | <u>1,332</u>                       | 1,332                              |

[Post-amendment]

##### 3. Major securities not valued at fair market value

(millions of yen)

| Category  | FY2007 (year ended March 31, 2007) | FY2006 (year ended March 31, 2006) |
|---|------------------------------------|------------------------------------|
|   | in the Consolidated Balance Sheet  | in the Consolidated Balance Sheet  |
| (1) Held-to-maturity securities<br>Discounted bank debenture                  | 23                                 | 6                                  |
| (2) Other securities<br>Non-listed shares (excluding over-the-counter shares) | <u>1,326</u>                       | 1,332                              |

#### 4. Production, Orders & Sales (Page 26)

##### Production, Orders & Sales

[Pre-amendment]

##### 3. Sales results per product-type

(1) Total (millions of yen)

| Product-type                        | FY2007<br>(Apr 1, 2006<br>- Mar 31, 2007) |       | FY2006<br>(Apr 1, 2005<br>- Mar 31, 2006) |       | Change<br>from previous period |       |
|-------------------------------------|---|-------|---|-------|--------------------------------|-------|
|                                     | amount                                    | ratio | amount                                    | ratio | amount                         | ratio |
| Machinery for soil preparation      | 44,641                                    | 29.0  | 48,478                                    | 30.0  | (3,837)                        | (7.9) |
| Cultivating machinery               | 11,755                                    | 7.7   | 11,742                                    | 7.3   | 13                             | 0.1   |
| Harvesting and processing machinery | 29,671                                    | 19.3  | 32,704                                    | 20.2  | (3,033)                        | (9.3) |
| Parts and farming implements        | 30,798                                    | 20.0  | 31,614                                    | 19.5  | (815)                          | (2.6) |
| Agricultural machinery related      | 25,130                                    | 16.4  | 25,165                                    | 15.6  | (35)                           | 0.1   |
| Others                              | 11,732                                    | 7.6   | 12,037                                    | 7.4   | (305)                          | (2.5) |
| Total                               | 153,728                                   | 100   | 161,744                                   | 100   | (8,015)                        | (5.0) |

[Post-amendment]

##### 3. Sales results per product-type

(1) Total (millions of yen)

| Product-type                        | FY2007<br>(Apr 1, 2006<br>- Mar 31, 2007) |       | FY2006<br>(Apr 1, 2005<br>- Mar 31, 2006) |       | Change<br>from previous period |       |
|-------------------------------------|---|-------|---|-------|--------------------------------|-------|
|                                     | amount                                    | ratio | amount                                    | ratio | amount                         | ratio |
| Machinery for soil preparation      | 44,641                                    | 29.0  | 48,478                                    | 30.0  | (3,837)                        | (7.9) |
| Cultivating machinery               | 11,755                                    | 7.7   | 11,742                                    | 7.3   | 13                             | 0.1   |
| Harvesting and processing machinery | 29,671                                    | 19.3  | 32,704                                    | 20.2  | (3,033)                        | (9.3) |
| Parts and farming implements        | 30,798                                    | 20.0  | 31,614                                    | 19.5  | (815)                          | (2.6) |
| Agricultural machinery related      | 25,130                                    | 16.4  | 25,165                                    | 15.6  | (35)                           | (0.1) |
| Others                              | 11,732                                    | 7.6   | 12,037                                    | 7.4   | (305)                          | (2.5) |
| Total                               | 153,728                                   | 100   | 161,744                                   | 100   | (8,015)                        | (5.0) |

## 5. Change of Important Accounting Policies (Page 35)

### Change of Important Accounting Policies

[Pre-amendment]

#### (Allowance for loss on investments)

Starting from the current fiscal year, allowance for investment loss has been newly appropriated in order to be prepared for investment loss to affiliated companies. For those stocks of the affiliated companies whose actual value had not fallen more than 50% of the acquisition price but it was judged that it would take long time until the price would recover to the acquisition price, reserve for evaluation loss of stocks of affiliated company was appropriated. In accordance with the change, appropriated net loss before tax was larger than by former method with ¥ 954 million.

The reason why this change of accounting policy was made at the end of the fiscal year was because of inappropriate accounting practices discovered at our manufacturing subsidiaries. We reexamined the feasibility of future profit and loss of each group company to base the appropriation on a more certain possibility of recovery.

#### **(Accounting principle regarding statement of net assets in the balance sheet)**

Starting from the current fiscal year, we adopted an “Accounting standard regarding statement of section of net assets in the balance sheet”(No.5, Corporate Accounting Standard, December 9, 2005) and a “Guideline for application of accounting principles etc. regarding statement of section of net assets in the balance sheet” (No.8,Guideline for Application of Corporate Accounting Standard, December 7, 2005)

The amount which corresponds to the former section of stockholders’ equity was ¥ 50,075 million.

The section of net assets in the balance sheet as of the end of current fiscal period was prepared in accordance with revised regulations of financial statements following revision of the regulations o financial statements.

[Post-amendment]

(Allowance for loss on investments) . . . . deletion

#### **(Accounting principle regarding statement of net assets in the balance sheet)**

Starting from the current fiscal year, we adopted an “Accounting standard regarding statement of section of net assets in the balance sheet”(No.5, Corporate Accounting Standard, December 9, 2005) and a “Guideline for application of accounting principles etc. regarding statement of section of net assets in the balance sheet” (No.8,Guideline for Application of Corporate Accounting Standard, December 7, 2005)

The amount which corresponds to the former section of stockholders’ equity was ¥ 50,075 million.

The section of net assets in the balance sheet as of the end of current fiscal period was prepared in accordance with revised regulations of financial statements following revision of the regulations o financial statements.