

Supplementary Information for the Three Months of Financial Results
(Apr.1st, 2008—Jun.30, 2008)

I. Three Months Consolidated Business Results

	(Billions of yen,%)					
	1 st Quarter-	1 st Quarter-	Variance		1 st	Variance
	Last	This			Quarter	
	Fiscal Year	Fiscal Year	Amount	%	Plan	Amount
Net Sales	29.9	32.3	2.4	8.0	32.3	—
Domestic	26.4	27.0	0.6	2.3	27.1	(0.1)
Overseas	3.5	5.3	1.8	50.2	5.2	0.1
Gross Profit on Sales	9.9	10.1	0.2	1.3	10.1	—
Gross Profit Margin	33.3%	31.3%	(2.0%)	—	31.3%	—
Selling, General and Administrative Expenses	10.6	10.6	—	0.1	10.7	(0.1)
Operating Income	(0.7)	(0.5)	0.2	—	(0.6)	0.1
Balance of Financial Income	(0.3)	(0.3)			(0.4)	0.1
Other Non-operating Income	0.5	0.4	(0.1)		0.1	0.3
Ordinary Income	(0.5)	(0.4)	0.1	—	(0.9)	0.5
Extraordinary Gains	0.8		(0.8)			—
Extraordinary Losses	(1.0)	(0.2)	0.8		(0.2)	—
Income Before Income Taxes and Minority Interests	(0.7)	(0.6)	0.1	—	(1.1)	0.5
Income taxes	0.3	0.1	(0.2)			0.1
Net Income	(0.4)	(0.5)	(0.1)	—	(1.1)	0.6

1) Comparison with the same period of the previous year

A. Net Sales: Net sales increased by ¥2.4 billion (up8.0%) compared to the same period last year.

- Domestic sales increased ¥0.6 billion from the same period last year (up 2.3%) centering on agricultural machinery represented by well sold PZ Series rice transplanters reflecting disappearing wait-and-see attitude and restraint from buying as a whole.
- Overseas sales developed solidly in spite of some differences between countries. The sales increased ¥1.8 billion (up 50.2%), in particular contributed by a substantial growth from the same period last year by termination of inventory adjustment of our OEM partner in North America.

B. Operating Income: Operating income increased ¥0.2 billion compared to the same period last year.

Ordinary income: Ordinary income increased ¥0.1 billion compared to the same period last year.

- The degree of deficit of operating income was reduced by ¥0.2 billion by increased gross income through increased revenue and effect of restructuring, which more than compensated factors to deteriorate profits such as the effect of foreign exchange fluctuations and changes in the evaluation standards of inventory assets.
- The degree of deficit of ordinary income was reduced by ¥0.1 billion mainly by a favorable turn of operating income.

C. Quarterly Net Income : Net Income decreased ¥ 0.1 billion compared to the same period last year.

2) Comparison with the plan

A. Net sales

Domestic, as well as overseas sales will be more or less in line with planned figures.

B. Operating Income ~ Ordinary Income

- Operating income improved by ¥0.1 billion by reduced selling and administrative expenses.
- Ordinary income improved by ¥0.5 billion by increased operating income coupled with an unrealized gain on foreign exchange.

C. Net income

- Quarterly net income improved ¥0.6 billion compared to our plan.

(Sales Breakdown)

	1 st Quarter- Last Fiscal Year	1 st Quarter- This Fiscal Year	Variance	(Billions of yen)	
				1 st Quarter Plan	Variance Amount
Agricultural Machinery	13.9	14.8	0.9	14.6	0.2
Parts & Farming Implements	5.5	5.9	0.4	5.7	0.2
Construction of Facilities	0.3	0.2	(0.1)	0.1	0.1
Others	6.7	6.1	(0.6)	6.7	(0.6)
Domestic Sales Total	26.4	27.0	0.6	27.1	(0.1)
North America	0.3	1.8	1.5	1.7	0.1
Europe	2.4	2.2	(0.2)	2.3	(0.1)
Asia	0.4	0.3	(0.1)	0.4	(0.1)
China	0	0.1	0.1	0.1	—
Australia and others	0.1	0.3	0.2	0.2	0.1
Total Product Sales	3.2	4.7	1.5	4.7	—
Parts	0.2	0.2	—	0.2	—
Others	0.1	0.4	0.3	0.3	0.1
Overseas Sales Total	3.5	5.3	1.8	5.2	0.1
Total	29.9	32.3	2.4	32.3	—

II. Performance forecast for the fiscal year ending March 31, 2009

The cumulative business performance forecast for the second quarter of the fiscal year ending March 31, 2009 (April 1, 2008 – March 31, 2009) announced on May 15, 2008 will be revised as follows.

A. Forecasts of cumulative business performance for the second quarter of the fiscal year ending March 31, 2009.

(Consolidated) (Billions of yen, %)

	Previous forecast	Latest forecast	Variance		Actual results from previous fiscal year	Variance from latest forecast
			Amount	%		
Net Sales	74.5	76.0	1.5	2.0	71.2	4.8
Operating Income	0	0.5	0.5	—	(0.3)	0.8
Ordinary Income	(0.6)	0.2	0.8	—	(0.4)	0.6
Net Income	(1.4)	(0.6)	0.8	—	(2.2)	1.6

(Non-consolidated) (Billions of yen, %)

	Previous forecast	Latest forecast	Variance		Actual results from previous fiscal year	Variance from latest forecast
			Amount	%		
Net Sales	43.0	45.0	2.0	4.7	41.3	3.7
Operating Income	(0.7)	(0.7)		—	0.2	(0.9)
Ordinary Income	(0.4)	(0.2)	0.2	—	0.5	(0.7)
Net Income	(0.5)	(0.2)	0.3	—	(0.8)	0.6

B. Forecast of annual business performances of the fiscal year ending March 31, 2009.

(Consolidated) (Billions of yen, %)

	Previous forecast	Latest forecast	Variance		Actual results from previous fiscal year	Variance from latest forecast
			Amount	%		
Net Sales	154.5	154.5	—	—	144.7	9.8
Operating Income	3.3	3.3	—	—	0.7	2.6
Ordinary Income	1.9	1.9	—	—	0.0	1.9
Net Income	0.6	0.6	—	—	(1.5)	2.1

(Non-consolidated)

(Billions of yen, %)

	Previous forecast	Latest forecast	Variance		Actual results from previous fiscal year	Variance from latest forecast
			Amount	%		
Net Sales	91.0	91.0	—	—	85.0	6.0
Operating Income	0.7	0.7	—	—	(0.5)	1.2
Ordinary Income	0.7	0.7	—	—	(0.2)	0.9
Net Income	0.6	0.6	—	—	(1.4)	2.0

C. Reasons for revision.

In view of the domestic and overseas sales trend, we have revised business performance forecast for the second quarter, consolidated cumulative period and the second quarter non-consolidated cumulative period announced on May 15, 2008.

Business performance forecast for the fiscal year has not been revised both in terms of sales and profits as there is a concern for possible decline in number of machinery sold by the effect of price raise of domestic products and uncertainty of raw material price in future. Our forecast of foreign exchange made in May 2008 has not been changed from ¥105 against US dollar and ¥155 against Euro.