

Supplementary Information
for the Fiscal Year Ended March 31, 2009
(Apr. 1, 2008 – Mar. 31, 2009)

I. Consolidated Full Year Performance

(Billions of yen %)

	Year	Year	Variance		Year Ended	Variance
	Ended	Ended	Amount	%	March	from
	March	March			2009	Forecast
	2008	2009			Forecast	
	Actual	Actual				
Net Sales	144.7	149.6	4.9	3.4	150.0	(0.4)
Domestic	122.7	126.5	3.8	3.2	127.0	(0.5)
Overseas	22.0	23.1	1.1	4.6	23.0	0.1
Operating Income	0.7	1.6	0.9	114.5	1.5	0.1
Balance of Financial Income	(1.2)	(1.1)	0.1		(1.2)	0.1
Other Non-operating Income	0.5	0.3	(0.2)		(0.1)	0.4
Ordinary Income	-	0.8	0.8	-	0.2	0.6
Extraordinary Gains	1.5	0.6	(0.9)		0.6	-
Extraordinary Losses	(2.0)	(0.9)	1.1		(0.8)	(0.1)
Income Before Income Taxes and Minority Interests	(0.5)	0.5	1.0	-	-	0.5
Income taxes & Deferred taxes	(1.0)	(0.5)	0.5		(0.6)	0.1
Net Income	(1.5)	-	1.5	-	(0.6)	0.6

A. Comparison with the Previous Fiscal Year**1. Sales: Sales increased ¥4.9 billion (up 3.4%) from the previous fiscal year.**

- Domestic sales increased ¥3.8 billion over the fiscal year, due to expanded sales in the first half, reflecting the recovery trend of the market, while some reaction to prior demand anticipating the raise of the retail prices effectuated last year was observed in the 4th quarter.
- Overseas sales increased ¥1.1 billion, with a comfortable trend of sales of OEM tractors to North America in the first half of the year, coupled with expanded sales in China and Oceania, which more than offset a reduction in orders of agricultural machinery products received, centering on Europe and North America, due to worldwide recession and appreciation of the year in forth quarter.

2. Operating income: Operating income increased ¥0.9 billion (up 114.5%) from the previous fiscal year.**Ordinary income: Ordinary income increased ¥0.8 billion from the previous fiscal year.**

- Income increased ¥0.9 billion, due to a price raise of products, and increased gross profit by expanded sales and restructuring effects, which compensated for factors which reduce profits, such as

deteriorated profitability caused by foreign exchange fluctuations, and a hike in the price of raw materials.

3. Net income: Net income increased ¥1.5 billion over the previous fiscal year.

- Net income increased ¥1.5 billion, due to the elimination of special factors in the previous fiscal year, such as reversal of deferred tax asset and the appropriation of special retirement allowances related to the recruitment of voluntary retirement.

B. Comparison with the Performance Forecast

1. Sales: Compared with the forecast, there was a ¥0.4 billion shortfall.

- Domestic sales were short by ¥0.5 billion, due to an unattained sales plan of subsidiaries caused by the negative effects of recession.
- Overall, trends of overseas sales were almost in line with the forecast, having increased ¥0.1 billion.

2. Operating income: Compared with the forecast, there was a ¥0.1 billion increase.

- Operating income increased ¥0.1 billion, compensating for a reduced gross profit caused by a decline in domestic sales, due to efforts to reduce fixed costs, such as expenditure cuts.

3. Ordinary income, net income: Both ordinary and net income increased ¥0.6 billion.

- Non-operating income increased ¥0.6 billion, by a favorable turn in assumed foreign exchange loss.

C. Sales Breakdown

(Billions of yen)

	Year Ended	Year Ended	Variance	Year	Variance
	March	March		Ended	
	2008	2009		March	
	Actual	Actual		2009	
	Result	Result		Forecast	Amount
Agricultural Machinery	62.6	66.1	3.5	65.8	0.3
Parts & Farming Implements	27.9	29.5	1.6	29.3	0.2
Construction of Agricultural Facilities	4.0	4.0	-	4.0	-
Others	28.2	26.9	(1.3)	27.9	(1.0)
Domestic Sales Total	122.7	126.5	3.8	127.0	(0.5)
North America	5.4	6.5	1.1	6.5	-
Europe	10.6	9.4	(1.2)	9.2	0.2
Asia	2.6	2.3	(0.3)	2.3	-
China	1.3	1.9	0.6	2.0	(0.1)
Australia and others	0.5	0.9	0.4	0.9	-
Total Product Sales	20.4	21.0	0.6	20.9	0.1
Parts and others	1.6	2.1	0.5	2.1	-
Overseas Sales Total	22.0	23.1	1.1	23.0	0.1
Total	144.7	149.6	4.9	150.0	(0.4)

II. Performance forecast for the fiscal year ending March 31, 2010

(Point of view of performance forecast)

In the domestic market, where the effects of the recession are concerned, we forecast the demand for agricultural machinery will stay flat, due to the agricultural policy to increase the rate of food self sufficiency, and economic stimulus measures in the fields of agriculture, forestry and fishery. Domestic sales of ISEKI will be expanded by the effect of a raise in the price of products, as well as the introduction of new products.

In overseas markets, we forecast reduced revenue from overseas sales, discounting a reduction in orders received in Europe and North America, due to the effect of the global recession, while we continue to anticipate a further sales expansion in Asian markets, centering on China.

With respect to operating income, we expect increased profit from expanded sales and improved gross profit margin by reduced raw material price.

(Consolidated)	(Billions of yen)			
	Year Ended	Year Ending	Variance	
	March	March		
	2009	2010		
	Actual	Forecast	Amount	%
	Result			
Net Sales	149.6	154.0	4.4	2.9
Domestic	126.5	133.0	6.5	5.1
Overseas	23.1	21.0	(2.1)	(9.1)
Operating Income	1.6	3.8	2.2	140.9
Ordinary Income	0.8	2.8	2.0	262.8
Net Income	0	1.6	1.6	-

(Non-consolidated)	(Billions of yen)			
	Year Ended	Year Ending	Variance	
	March 2009	March 2010		
	Actual	Forecast		
	Result		Amount	%
Net Sales	90.3	94.5	4.2	4.6
Operating Income	(0.3)	0.7	1.0	-
Ordinary Income	1.6	0.8	(0.8)	(49.3)
Net Income	1.1	0.7	(0.4)	(36.9)