

Summary of Consolidated Operating Results and Financial Position For the First Quarter ended June 2008

Name of Company: KAGA ELECTRONICS CO., LTD.
 Stock Code: 8154
 Stock Exchange Listing: Tokyo Stock Exchange, First Section
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1. Financial results for the first quarter ended June 2008 (April 1, 2008 – June 30, 2008)

(1) Results of operations (consolidated)

	Net sales		Operating income		Ordinary income		Net income (1Q)	
	Million yen	YoY Change %	Million yen	YoY Change %	Million yen	YoY Change %	Million yen	YoY Change %
First quarter ended June 2008	64,439		1,367		1,486		475	
First quarter ended June 2007	68,933	11.7	1,381	14.5	1,540	36.8	681	18.3

	Net income per share	Net income per share, fully diluted
	Yen	Yen
First quarter ended June 2008	16.95	
First quarter ended June 2007	23.78	

(2) Financial position (Consolidated)

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million	%	Yen
First quarter ended June 2008	120,781	52,275	43.3	1,862.57
Fiscal year ended March 2008	130,423	52,192	40.0	1,858.26

Note: Shareholders' equity First quarter ended June 2008 52,260 million yen, Fiscal year ended March 2008 52,140 million yen

2. Dividends

	Dividend per share				
	First quarter	Second quarter	Third quarter	End fiscal Year	Full year
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 2008	—	25.00	—	25.00	50.00
Fiscal year ending March 2009	—	—	—	—	—
Fiscal year ending March 2009 (Est.)	—	25.00	—	25.00	50.00

Note: Changes in dividend forecast for the first quarter

None

3. Forecast for the fiscal year ending March 2009 (Consolidated, April 1, 2008 to March 31, 2009)

(Percentage figures represent year on year changes)

	Net sales		Operating profit		Ordinary income		Net income		Net income per share
	Million	%	Million	%	Million	%	Million	%	Yen
Interim	132,000	(3.0)	1,700	(40.9)	1,850	(35.9)	750	(2.0)	26.73
Full year	295,000	1.3	6,750	(13.3)	7,100	0.8	4,100	11.3	146.12

Note: Changes in full year earnings forecast

None

4. Others

(1) Changes in significant subsidiaries (Changes in specific subsidiaries accompanied by changes in the scope of consolidation):
None

(2) Use of simple method in accounting procedures and application of accounting procedures specific to the consolidated quarterly financial statements:
None

(3) Changes in principles, procedures and representations of accounting treatment in connection with the consolidated quarterly financial statement (to be highlighted as important changes in completing the consolidated quarterly financial statements):

(a) Change arising from change of accounting standards : Yes

(b) Other change : Yes

Note: For details, see page 5: Results of operations, Financial Statements, etc., Sub-section 4. Other items (c) Changes in accounting principles and procedures, presentation methods and other items in the preparation of the quarterly consolidated financial statements

(4) Numbers of shares outstanding (common stock)

(a) End of period (including treasury stock)	First quarter ended June 2008	28,702,118	Fiscal year ended March 2008	28,702,118
(b) Treasury stock, end of period	First quarter ended June 2008	643,661	Fiscal year ended March 2008	643,305
(c) Average during period (consolidated quarter cumulative)	First quarter ended June 2008	28,058,717	First quarter ended 2007	28,656,860

Cautionary statement regarding forecasts of operating results and special notes

1. Forecasts regarding future performance in these materials are based on judgments made in accordance with information available at the time this report was prepared. Forecasts therefore embody risks and uncertainties. Actual results may differ significantly from these forecasts for a number of factors.
2. Effective from the current accounting year the Company has adopted "Accounting Standards on Quarterly Financial Statements" (Corporate Accounting Standard, No. 12) and "Guidelines on Quarterly Financial Statements" (Guidelines on Corporate Accounting Standards, No. 14) while complying with "Rules on Quarterly Financial Statements".

Consolidated Operating Results

1. Results of Operations

During the first quarter of the fiscal year, which ends in March 2009, the slowdown of the global economy became even more pronounced. Major causes were turmoil in U.S. and European financial markets associated with the subprime loan crisis and the sharp increase in the cost of crude oil and other raw materials. Economic expansion continued in China and other eastern Asian nations where economies have been growing rapidly. However, the outlook is becoming more uncertain due to the weakening European and U.S. economies, the high cost of raw materials and the rising cost of labor.

In Japan, the rising cost of petroleum and other raw materials is pushing up prices of consumer products and many other items. As a result, signs of an economic downturn are appearing, including stagnant consumer spending and slumping stock prices.

In the electronics industry, the operating environment is challenging because flat sales of cell phones and other digital consumer electronics are preventing manufacturers from raising prices to offset the higher cost of raw materials.

To overcome these challenges, the KAGA ELECTRONICS Group concentrated on benefiting from synergies among group companies, such as by adding new products to the lineup that match customers' needs. Another priority is the effective use of subsidiaries.

In the first quarter, consolidated net sales were 64,439 million yen, 6.5% lower than one year earlier. Operating income decreased 1.0% to 1,367 million yen, ordinary income decreased 3.5% to 1,486 million yen and net income was down 30.2% to 475 million yen.

Performance by geographic segment was as follows.

a) Japan

Sluggish consumer spending caused by inflation and other factors held down shipments of digital consumer electronics, notably high-performance cell phones. The result was a downturn in orders for electronic components used in these products. Orders from Japanese amusement equipment manufacturers were also lower. Due to these trends, sales in Japan decreased 6.4% to 54,760 million yen. Earnings benefited from a strong performance by the digital visual content production business and the content business associated with copyrights involving amusement equipment. The result was an 8.6% increase in operating income to 978 million yen.

b) North America

Market conditions in North America remain extremely difficult because the subprime loan crisis and other developments are fueling concerns about the economic outlook. In addition, consumer spending is sluggish. In this environment, there were declines in sales of semiconductors for digital consumer electronics and parts and other products used in amusement equipment. Due to these factors, sales were down 71.0% to 168 million yen and there was an operating loss of 29 million yen compared with a 10 million yen loss one year earlier.

c) Europe

Soft consumer spending is impacting economic growth in Europe just as in the United States. However, performance in Europe was supported by strong performances by the EMS business for the supply of products in Europe to Japanese manufacturers of HVAC equipment and automotive devices. Sales increased 336.2% to 1,459 million yen and there was operating income of 26 million yen compared with a 67 million yen loss one year earlier.

d) Eastern Asia

China's economy continued to expand along with strength in corporate earnings. But the impact of the global upturn in raw material prices along with higher labor costs in China indicate that China's economic growth rate is likely to decline. At the KAGA ELECTRONICS Group, there was a downturn in orders in the EMS business for components used by Japanese manufacturers of HVAC equipment and office equipment. In this region, sales decreased 6.4% to 14,594 million yen and operating income was down 39.1% to 338 million yen.

Sales by product

	First quarter ended June 30, 2007		First quarter ended June 30, 2008	
	Million yen	%	Million yen	%
Information equipment	13,418	19.5	14,745	22.9
EMS	23,104	33.5	20,338	31.6
Semiconductors	15,138	22.0	14,051	21.8
General electronic components	8,627	12.5	7,468	11.6
Others	8,644	12.5	7,836	12.1
Total	68,933	100.0	64,439	100.0

Information equipment

The Group concentrated on increasing sales by reviewing its sales networks and introducing new products. Another priority is strengthening the base of operations by starting businesses associated with information equipment. Due to these activities, first quarter sales increased 9.9% to 14,745 million yen.

EMS

The Group started an EMS business in Thailand and other countries to supply products to manufacturers of automotive devices. But there was a decline in EMS sales to office equipment manufacturers in China. In Japan, orders from manufacturers of amusement equipment were lower. Overall, EMS sales decreased 12.0% to 20,338 million yen.

Semiconductors

The Group worked on increasing sales of products made by overseas semiconductor device manufacturers. However, there was a decline in sales of sound ICs sold to an overseas cell phone manufacturer that purchases a large volume of these ICs. There was also a decline in sales of image processing ICs used by Japanese amusement equipment manufacturers. The result was a 7.2% decrease in sales to 14,051 million yen.

General electronic components

There was steady growth in sales of electronic components used by a major PC manufacturer, a product sector backed by activities to increase sales. But this growth was outweighed by a decline in sales of electronic components to amusement equipment manufacturers in Japan. Segment sales were down 13.4% to 7,468 million yen.

Others

There were strong performances by the digital visual content production business and the content business associated with copyrights involving amusement equipment. On the other hand, sales of chemical film and other photography products were lower. Sales decreased 9.4% to 7,836 million yen.

2. Analysis of financial condition

a. Balance sheet

At the end of the first quarter, assets totaled 120,781 million yen, a decrease of 9,641 million yen compared with the end of the previous fiscal year. This was attributable mainly to a decline in trade notes and accounts receivable.

Liabilities increased 83 million yen to 52,275 million yen in the first quarter and there was a 3.3 percentage point improvement in the equity ratio to 43.3%.

b. Cash flows

There was a net decrease of 525 million yen in cash and cash equivalents to 13,485 million yen. Net cash provided by operating activities was 2,483 million yen, due in part to the collection of trade receivables. Net cash used in investing activities was 1,258 million yen. Cash was used mainly for the purchase of property, plant and equipment and an increase in short-term loans receivable. Net cash used in financing activities was 1,747 million yen, mainly for the repayment of short-term loans.

3. Outlook for fiscal 2009

There are no changes to the forecast for consolidated performance that was announced on May 12, 2008.

4. Other items

(a) Changes in significant subsidiaries during the period (changes in specific subsidiaries accompanied by a change in the scope of consolidation)

None

(b) Use of simple accounting methods and special accounting methods for preparation of the quarterly consolidated financial statements

None

(c) Changes in accounting principles and procedures, presentation methods and other items in the preparation of the quarterly consolidated financial statements

1. Beginning with the first quarter of the current fiscal year, KAGA ELECTRONICS is applying “Accounting Standard for Quarterly Financial Reporting” (Accounting Standards Board of Japan Statement No. 12) and “Guidance on Accounting Standard for Quarterly Financial Reporting” (Accounting Standards Board of Japan Guidance No. 14). In addition, the quarterly financial statements were prepared in accordance with “Rules for Quarterly Financial Statements.”

2. For inventories held for sale in the ordinary course of business, KAGA ELECTRONICS has been using primarily the cost method based on the specific identification method and the cost method based on the moving-average method. Beginning with the first quarter of the current fiscal year, due to the adoption of “Accounting Standard for Measurement of Inventories” (Accounting Standards Board of Japan Statement No. 9), inventories are valued primarily using the specific-identification cost method (method in which book values are lowered based on declines in profitability) and moving-average cost method (method in which book values are lowered based on declines in profitability). This change reduced first quarter gross profit, operating income, ordinary income and net income by 56 million yen each compared with the previous accounting method. The effect on segment performance is explained in the segment information section.

3. Beginning with the first quarter of the current fiscal year, KAGA ELECTRONICS has adopted “Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements” (Practical Solution Report No. 18) and made the required revisions to the consolidated financial statements. This change had no material effect on earnings.

4. For financial leases other than leases where ownership is transferred, KAGA ELECTRONICS has been using an accounting method based on the method used for rental transactions. Beginning with the first quarter of the fiscal year, the company is adopting “Accounting Standard for Lease Transactions” (Accounting Standards Board of Japan Statement No. 13) and “Guidance on Accounting Standard for Lease Transactions” (Accounting Standards Board of Japan Guidance No. 16) prior to the required use of this standard. The new standard uses the accounting method for ordinary purchase and sale transactions. This change had no material effect on earnings.

5. Quarterly Consolidated Financial Statements

(1) Quarterly balance sheets

(Million yen)

	First quarter ended June 2008	Fiscal year ended March 2008
(ASSETS)		
Current assets		
Cash and cash equivalent	13,495	14,021
Notes and account receivable-trade	61,120	72,530
Marketable securities	80	84
Merchandise	15,145	14,178
Product	1,866	1,818
Raw materials	4,924	3,665
Deferred tax assets	384	570
Others	6,322	6,440
Allowance for doubtful receivables	(179)	(161)
Total current assets	103,160	113,147
Fixed assets		
Property, plant and equipment		
Buildings and structures	1,394	1,012
Machinery, equipment and vehicles	1,808	1,919
Molding dies and furniture	545	552
Land	1,324	1,324
Construction in progress	364	606
Total property, plant and equipment	5,437	5,415
Intangible assets		
Goodwill	682	745
Software	631	593
Others	202	219
Total intangible assets	1,516	1,559
Investments and other assets		
Investment securities	6,957	6,596
Deferred tax assets	166	213
Others	4,648	4,637
Allowance for doubtful receivables	(1,104)	(1,146)
Total investments and other assets	10,667	10,301
Total fixed assets	17,621	17,276
Total assets	120,781	130,423

(LIABILITIES)

Current liabilities

Notes and accounts payable-trade	49,210	56,109
Short-term bank loans	10,887	11,697
Income tax payable	691	2,238
Allowance for directors' and corporate auditors' bonuses	32	137
Others	4,090	4,278
Total current liabilities	64,911	74,461

Long-term liabilities

Long-term bank loans	312	625
Allowance for retirement benefits for employees	1,254	1,159
Allowance for retirement benefits for directors and corporate auditors	1,021	1,004
Others	1,006	980
Total long-term liabilities	3,594	3,769

Total liabilities

	68,506	78,231
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(NET ASSETS)

Owners' equity

Paid-in capital	12,133	12,133
Capital surplus	13,912	13,912
Retained earnings	27,143	27,413
Treasury stock	(843)	(843)
Total owners' equity	52,345	52,615

Valuation and translation adjustment

Valuation difference on available-for sales securities	330	36
Deferred gain or losses on hedges	0	2
Foreign currency translation adjustments	(415)	(514)
Total valuation and translation adjustments	(84)	(475)

Minority interests

	14	51
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Total net assets

	52,275	52,192
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Total liabilities and net assets

	120,781	130,423
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(2) Quarterly Statements of income

(Million yen)

	First quarter ended June 2008 (April 1, 2008 – June 30, 2008)
Net sales	64,439
Cost of sales	56,338
Gross profit	8,101
Selling, general and administrative expenses	6,734
Operating income	1,367
Non-operating income	
Interest income	28
Dividend income	48
Gain in foreign exchange	49
Others	118
Total non-operating income	246
Non-operating expenses	
Interest expense	36
Others	89
Total non-operating expenses	126
Ordinary income	1,486
Extraordinary income	
Cancellation refund of insurance policies	6
Others	1
Total extraordinary income	8
Extraordinary losses	
Loss on retirement of fixed assets	8
Loss on impairment of buildings	60
Loss on revaluation of investment securities	121
Others	73
Total extraordinary losses	263
Income before income taxes and minority interests	1,231
Income, residential and enterprise taxes	714
Income tax adjustment	76
Total taxes	791
Minority interest in income/loss of consolidated subsidiaries	(35)
Net income	475

3) Quarterly statements of cash flows (Summary)

(Million yen)

First quarter ended June 2008
(April 1, 2008 – June 30, 2008)

Operating activities

Income before income taxes and minority interest	1,231
Depreciation	330
Goodwill amortization	57
Interest and dividend income	(85)
Interest paid	36
Gain and loss on investment securities	121
Increase in notes and accounts receivable-trade	11,431
Increase in inventories	(2,482)
Increase in non-trade receivables	1,050
Increase (decrease) in notes and accounts payable	(6,725)
Others	(291)
Sub total	4,675
Increase in advance payments	24
Interest and dividend received	83
Interest paid	(35)
Taxes paid	(2,270)
Others	7
Cash flow from operations	2,483

Investing activities

Payment for purchase of property, plant and equipment	(516)
Payment for purchase of non-tangible assets	(132)
Short term loans provided	(563)
Long term loans provided	(37)
Others	(9)
Cash flow from investing activities	(1,258)

Financing activities

Increase (decrease) in short-term bank loans, net	(1,137)
Payment of dividends by parent company	(599)
Others	(10)
Cash flow from financing activities	(1,747)

Effect of exchange rate changes on cash and cash equivalents

(3)

Increase (decrease) in cash and cash equivalents

(525)

Cash and cash equivalents, beginning of period

14,011

Cash and cash equivalents, end of period

13,485

Effective from the current consolidated accounting period the Company has adopted “Accounting Standards for Quarterly Financial Statements” (Corporate Accounting Standard, No. 12) and “Accounting Standards on Financial Statements” (Guidelines on Corporate Accounting Standards, No. 14) while complying with the “Rules on Consolidated Quarterly Financial Statements.”

(4) Notes on ongoing concern
None.

(5) Segment Information

Operating segment information for the First quarter April 1 – June 30, 2008

Operating segment information is not presented since the KAGA ELECTRONICS Group was engaged in a single sector generally described as the manufacturing and sale of electronics merchandise and products.

Geographical segment information

The fiscal first quarter (April 1, 2008 – June 30, 2008)

(Million yen)

	Japan	N. America	Europe	E. Asia	Total	Eliminations or Corporate	Consolidated
Net sales							
(1)(of which to outside customers)	51,263	101	1,432	11,641	64,439	-	64,439
(2) (of which inter-segment)	3,497	66	26	2,952	6,543	(6,543)	-
Total	54,760	168	1,459	14,594	70,982	(6,543)	64,439
Operating income (loss)	978	(29)	26	338	1,314	53	1,367

Notes: 1. Countries and regions are classified according to geographical proximity.

2. Countries and regions outside Japan are broken down into the following geographical areas.

(1) North America: United States

(2) Europe: United Kingdom, Czech Republic, Russia

(3) East Asia: Hong Kong, Singapore, Taiwan, Korea, China, Malaysia, Thailand

3. Change in accounting

(Accounting standards on inventories)

Effective from the current fiscal year the company has conformed to the “Accounting Standard on Inventory Evaluation” (Corporate Accounting Standard, No 9, July 5th, 2006), which resulted in the operating profit decline of 56 million yen compared with the previous standard

Overseas sales

Current first quarter (April 1, 2008 – June 30, 2008)

(Million yen)

	North America	Europe	East Asia	Total
I Overseas sales	401	1,760	16,041	18,204
II Consolidated sales	-	-	-	64,439
III Share of overseas sales in total sales (%)	0.6	2.7	24.9	28.3

Notes: 1. Countries and regions are classified according to geographical proximity.

2. Countries and regions outside Japan are broken into the following geographical area:

(1) North America: United States

(2) Europe: United Kingdom, Czech Republic, Russia

(3) East Asia: Hong Kong, Singapore, Taiwan, Korea, China, Malaysia, Thailand

3. Overseas sales refer to sales posted by the Company and its consolidated subsidiaries in countries and regions outside Japan

(6)Notes on significant change in shareholder equity

None

6. Supplementary Information

Notes

Subsequent Event

First quarter ended June 2008 (April 1, 2008 – June 30, 2008)

Acquisition of stock through a tender offer

The Board of Directors of Kaga Electronics Co., Ltd. (“the Company” hereafter) on June 27, 2008 approved a resolution to acquire through a tender offer up to 51% of the outstanding shares of ADM, Inc. (JASDAQ, 3335, “the target company” hereafter). Accordingly, the Company conducted a tender offer from June 30, 2008 through July 28, 2008 and acquired the authorized shares on August 1, 2008. Based on the results of the tender offer (see below) the target company became a consolidated subsidiary of the Company.

(1) Objective

The objective of the tender offer is to merge the two group’s technology and marketing divisions to bolster the entire Group’s semiconductor trading operations. This will contribute to growth and raise corporate value of the Group.

(2) Profile of target company

Name	ADM, Inc.
Activities	Purchase and sale of electronic devices and components
Established	February 6, 1975
Head office	2-6-12 Minami-Honmachi, Chuo-ku, Osaka
Representative	Hiroo Yamasaki, President and Representative Director
Capital	560,330 thousand yen

(3) Date of acquisition of stock

August 1, 2008 (Start of settlements of tender offer)

(4) Results of tender offer

Shares acquired: 1,647,300 shares

Purchase price per share: 950 yen

Aggregate purchase price: 1,564 million yen

Equity interest prior to purchase: 0%

Equity interest after the purchase: 51.00%

(5) Funding and settlement of the purchase

The Company used 1,564 million of its own funds to finance the tender offer. After completion of the tender offer, the Company promptly sent by postal mail notices of purchase, etc. to the addresses or locations of shareholders, etc. (or to agents for foreign shareholders, etc.) who submitted stock for sale. Purchases were made using cash. Payments for stock submitted under the tender offer were made promptly by the tender offer agent after the starting date of payments as instructed by each shareholder, etc. to the location designed by the shareholder, etc. (or the agent for foreign shareholders, etc.).

(6) Policy following tender offer

Since the tender offer will result in the Company’s acquisition of the majority of the target company’s voting rights, the target company will become a consolidated subsidiary of the Company. The board of directors of the target company will approve a resolution to hold an extraordinary shareholders meeting in September 2008. At this meeting, resolutions will be submitted for the election of directors and corporate auditors named by the Company. The number of directors and corporate auditors (including individuals without executive positions at the target company) will be half of the total number of directors and auditors plus one director and one auditor respectively. A president and representative director will be selected from among the directors named by the Company. In the alliance contract, the two companies have agreed on taking the procedures needed to hold the extraordinary shareholders meeting and directors meetings to take these and other actions. The Company will participate in the management of the target company by sending directors and in other ways. The objective is to use the alliance to quickly capture synergies that can contribute to growth at both companies and produce other benefits. The Company also plans to build a close and friendly relationship with the target company based on the spirit of cooperation in order to achieve sustained growth.

Appendix

Financial summary of the quarter ended June, 2007 (April 1 to June 30, 2007)

(1) Summary on the consolidated First Quarter profit and loss statement

(Million yen)

	First quarter ended June 2007 (April 1 to June 30, 2007)	
	Amount	%
Sales	68,933	100.0
Cost of sales	60,842	88.3
Gross profit	8,090	11.7
Selling, general and administrative expenses	6,708	9.7
Operating income	1,381	2.0
Non-operating income	246	0.3
Non-operating expenses	87	0.1
Ordinary profit	1,540	2.2
Extraordinary income	13	0.0
Extraordinary losses	108	0.1
Income before income taxes	1,446	2.1
Income, residential and enterprise taxes	674	1.0
Income tax adjustment	107	0.1
Minority interest in income/loss of consolidated subsidiaries	(17)	(0.0)
Net income	681	1.0

(2) Quarterly statement of cash flow

(Million yen)

	First quarter ended June 2007 (April 1 to June 30, 2007)
	Amount
I Operating activities	
Income before income tax and minority interest	1,446
Decrease (increase) in notes and receivables	1,481
Increase (decrease) in inventories	(2,189)
Increase in notes and accounts payable	279
Others	(278)
Sub-total	738
Income tax paid	(1,675)
Others	(213)
Net cash provided by (used in) operating activities	(1,149)
Investing activities	
Payment for purchase of property, plant and equipment	(327)
Others	(269)
Net cash provided (used in) investing activities	(596)
Financial activities	
Increase (decrease) in short-term bank loans, net	4,342
Payment for reduction of long-term loans	(660)
Payment of dividends by parent company	(616)
Others	(8)
Net cash provided by (used in) financing activities	3,057
Effect of exchanges on cash and cash equivalents	286
Increase (decrease) in cash and cash equivalents	1,597
Cash and cash equivalents, beginning of period	14,558
Cash and cash equivalents, end of period	16,155

(3) Segment Information

a) Operating segment information, the first quarter ended June 2007 (April 1, 2007 - June 30, 2007)

Operating segment information is not presented since the KAGA ELECTRONICS Group was engaged in a single sector generally described as the manufacturing and sale of electronics merchandise and products.

b) Geographical segment information

The first quarter ended June 2007 (April 1, 2007 - June 30, 2007)

(Million yen)

	Japan	N.America	Europe	E.Asia	Total	Eliminations or Corporate	Consolidated
Net sales							
(1)(of which to outside customers)	54,580	409	290	13,652	68,933	-	68,933
(2)(of which inter-segment)	3,948	171	44	1,932	6,096	(6,096)	-
Total	58,529	581	334	15,585	75,030	(6,096)	68,933
Operating expenses	57,628	592	401	15,029	73,651	(6,100)	67,551
Operating income (loss)	900	(10)	(67)	555	1,378	3	1,381

Notes: 1. Countries and regions are classified according to geographical proximity.

2. Countries and regions outside Japan are broken down into the following geographical areas.

(1) North America: United States

(2) Europe: United Kingdom, Czech Republic, Russia

(3) East Asia: Hong Kong, Singapore, Taiwan, Korea, China, Malaysia, Thailand

c) Overseas sales

The first quarter ended June 2007 (April 1, 2007 – June 30, 2007)

(Million yen)

	North America	Europe	East Asia	Total
I. Overseas sales	526	627	16,124	17,278
II. Consolidated sales	-	-	-	68,933
III. Share of overseas sales in total sales (%)	0.8	0.9	23.4	25.1

Notes: 1. Countries and regions are classified according to geographical proximity.

2. Countries and regions outside Japan are broken into the following geographical area:

(1) North America: United States

(2) Europe: United Kingdom, Czech Republic, Russia

(3) East Asia: Hong Kong, Singapore, Taiwan, Korea, China, Malaysia, Thailand

3. Overseas sales refer to sales posted by the Company and its consolidated subsidiaries in countries and regions outside Japan