

**Financial Report for the First Quarter of
the Fiscal Year Ending March 31, 2012 (Japanese GAAP) (Consolidated)**

July 28, 2011

Company name: MAX CO., LTD.
 Stock listing: First Section of the Tokyo Stock Exchange
 Stock code: 6454
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 Scheduled date to submit quarterly securities report: August 11, 2011
 Scheduled date to begin dividend payments: —
 Supplementary materials to the quarterly financial statements have been prepared: Yes
 Presentation will be held to explain the quarterly financial statements: Yes (for securities analysts and fund managers)

(Figures of less than ¥1 million have been omitted.)

**1. Results for the First Quarter of the Fiscal Year Ending March 31, 2012
(April 1, 2011 to June 30, 2011)**

(1) Consolidated Operating Results

(Millions of yen, % denotes year-on-year change)

	Three months ended June 30, 2011		Three months ended June 30, 2010	
	¥	%	¥	%
Net sales	¥13,126	8.9%	¥12,052	4.0%
Operating income	954	19.1	801	223.9
Ordinary income	999	27.3	784	97.9
Net income	578	(25.5)	776	94.0
Net income per share (yen)	¥11.47	—	¥15.39	—
Net income per share after full dilution (yen)	—	—	—	—

Note: Comprehensive income: ¥563 million (26.9%) (Three months ended June 30, 2011); ¥444 million (—%) (Three months ended June 30, 2010)

(2) Consolidated Financial Position

(Millions of yen)

	At June 30, 2011	At March 31, 2011
Total assets	¥79,833	¥81,486
Net assets	61,043	62,357
Shareholders' equity ratio (%)	75.0%	75.1%

For reference: Shareholders' equity: ¥59,861 million (as of June 30, 2011); ¥61,171 million (as of March 31, 2011)

2. Dividends

	Annual Dividends				
	End of first quarter	End of second quarter	End of third quarter	End of fiscal year	Total dividends
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2011	¥—	¥—	¥—	¥36.00	¥36.00
Year ending March 31, 2012	—	—	—	—	—
Year ending March 31, 2012 (Est.)	—	—	—	36.00	36.00

Note: Revisions from recently announced dividend forecast: None

3. Forecast of Consolidated Operating Results for the Fiscal Year Ending March 31, 2012
(April 1, 2011 to March 31, 2012)

(Millions of yen, % denotes year-on-year change)

	Six months ending September 30, 2011		Year ending March 31, 2012	
	Amount	% Change	Amount	% Change
Net sales	¥27,800	7.6%	¥59,000	8.3%
Operating income	2,020	6.4	5,000	20.3
Ordinary income	2,210	16.5	5,300	27.2
Net income	1,240	72.4	3,000	83.6
Net income per share (yen)	24.59	—	¥59.50	—

Note: Revisions from recently announced performance forecast: None

4. Others

(1) Changes in important subsidiaries during the period (changes in special consolidated subsidiaries attendant with change in scope of consolidation): None

Included: —
Excluded: —

(2) Application of special accounting procedures in creating consolidated quarterly financial statements for the quarter under review: Yes

(3) Changes in accounting principles, changes in accounting estimates, and changes in presentation due to revisions

1. Changes in accounting principles accompanying revisions in accounting standards: None
2. Changes other than those in "1." above: None
3. Changes in accounting estimates: None
4. Changes in presentation due to revisions: None

(4) Number of shares outstanding (common stock)

(a) Period-end number of shares outstanding (including treasury stock)	First quarter of fiscal year ending March 31, 2012	50,500,626 shares	Fiscal year ended March 31, 2011	50,500,626 shares
(b) Period-end number of treasury stock	First quarter of fiscal year ending March 31, 2012	87,652 shares	Fiscal year ended March 31, 2011	86,610 shares
(c) Average number of outstanding common shares for the first quarter (three months)	First quarter of fiscal year ending March 31, 2012	50,413,279 shares	First quarter of fiscal year ended March 31, 2011	50,419,678 shares

***Status of Performance of Quarterly Review Procedures**

At the time when this quarterly financial report was disclosed, the quarterly review procedures based on Japan's Financial Instruments and Exchange Law had not been completed.

***Explanation of the Appropriate Use of Performance Forecasts and Other Related Items**

Statements in these materials that refer to the outlook for performance and other forward-looking statements are based on information that the Company has available to it at present and on certain assumptions that are judged to be reasonable. Actual performance may differ substantially from this outlook due to a wide range of factors. Please note that the conditions underlying assumptions on which the outlook is based and cautionary notes on the use of the outlook may be found on page 7 of the attached materials entitled (3) Qualitative information on consolidated operating forecasts.

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The Great East Japan Earthquake caused major damage in many areas. We would like to express our sincerest condolences to all affected by the earthquake and pray for an early recovery from the disaster.

Qualitative Information / Financial Statements

1. Consolidated Operating Results

(1) Consolidated operating results for the first quarter

(a) Companywide consolidated operating results

(Millions of yen, %)

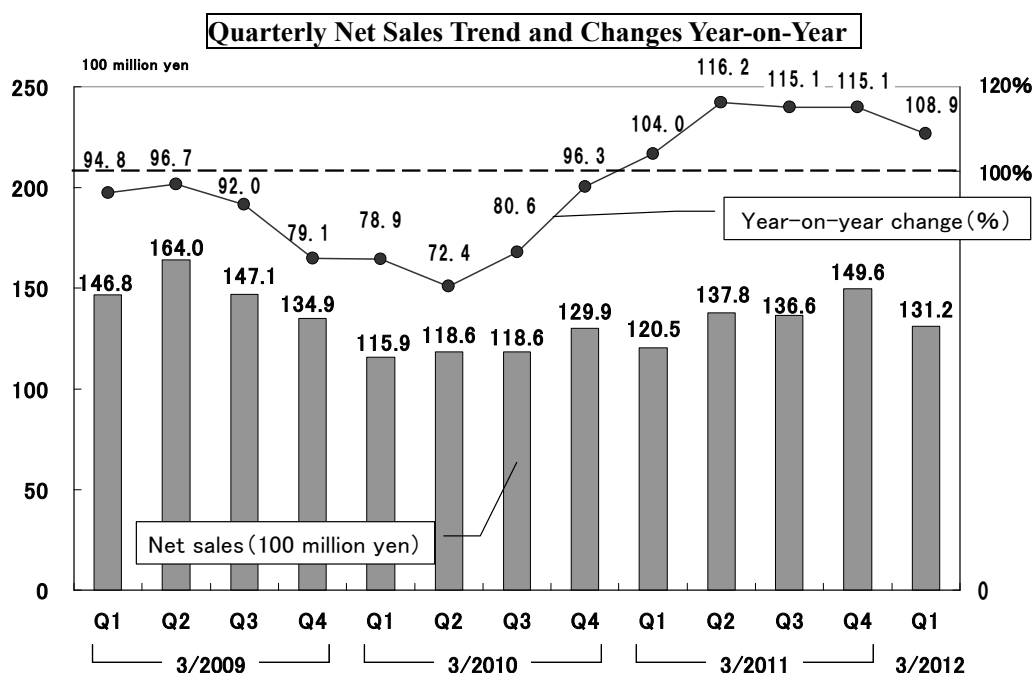
	Three months ended June 30, 2011	Three months ended June 30, 2010	Increase year-on-year	
			Amount	% Change
Net sales	¥13,126	¥12,052	¥1,073	8.9%
Operating income	954	801	153	19.1
Ordinary income	999	784	214	27.3
Net income	578	776	(197)	(25.5)
Net income per share (yen)	¥11.47	¥15.39	¥(3.92)	—
Operating margin	7.3%	6.6%	0.7pp	

During the first three months of the fiscal year (through the end of the first quarter), the recovery in the world economy weakened, despite the continuation of economic expansion in China and other emerging economies, as improvement in employment conditions and the housing market in the United States made little headway in spite of fiscal and monetary policies adopted by the government. In Japan, the Great East Japan Earthquake had a major adverse impact on the economy, including the severing of supply chains and electric power supply problems. Even though steps are being taken toward reconstruction and recovery in the areas affected by the earthquake, electric power supply problems are viewed as likely to continue and uncertainty regarding the future course of the business environment remain.

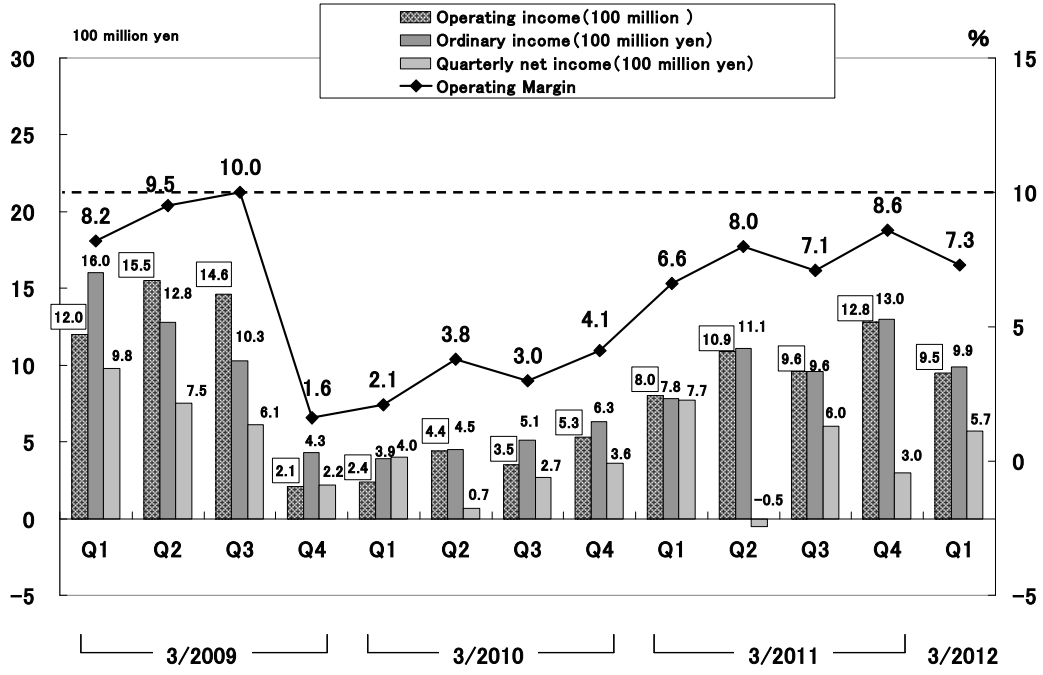
In this business environment, the entire Company is devoting its fullest efforts to initiatives to fulfill its responsibilities as a manufacturer of nailers, rebar-tying tools, and consumables, such as coil nails and staples, that are needed in the construction of temporary housing in the areas stricken by the Great East Japan Earthquake and will be needed as full-scale housing reconstruction begins.

Amid these conditions, the Company maintained the management policy of “forming deeper links with customers and, thereby, gaining increased client confidence,” and worked to strengthen its customer relationship management (CRM) as it put the three key words of “real workplace,” “real products,” and “reality” into action. As a result of these initiatives, net sales increased 8.9% compared with the same quarter of the previous year, to ¥13,126 million, and operating income increased 19.1%, to ¥954 million, thus bringing a rise in the operating income to sales ratio (operating margin) to 7.3%.

Net income for the quarter under review decreased 25.5%, to ¥578 million. The principal reason for this decline was the reporting in the previous year of extraordinary income of ¥359 million due to the one-time amortization of negative goodwill arising from the acquisition of additional shares of Kawamura Cycle Co., Ltd.



Quarterly Earnings Trend



(b) Operating results by division

Office Equipment Division

(Millions of yen, %)

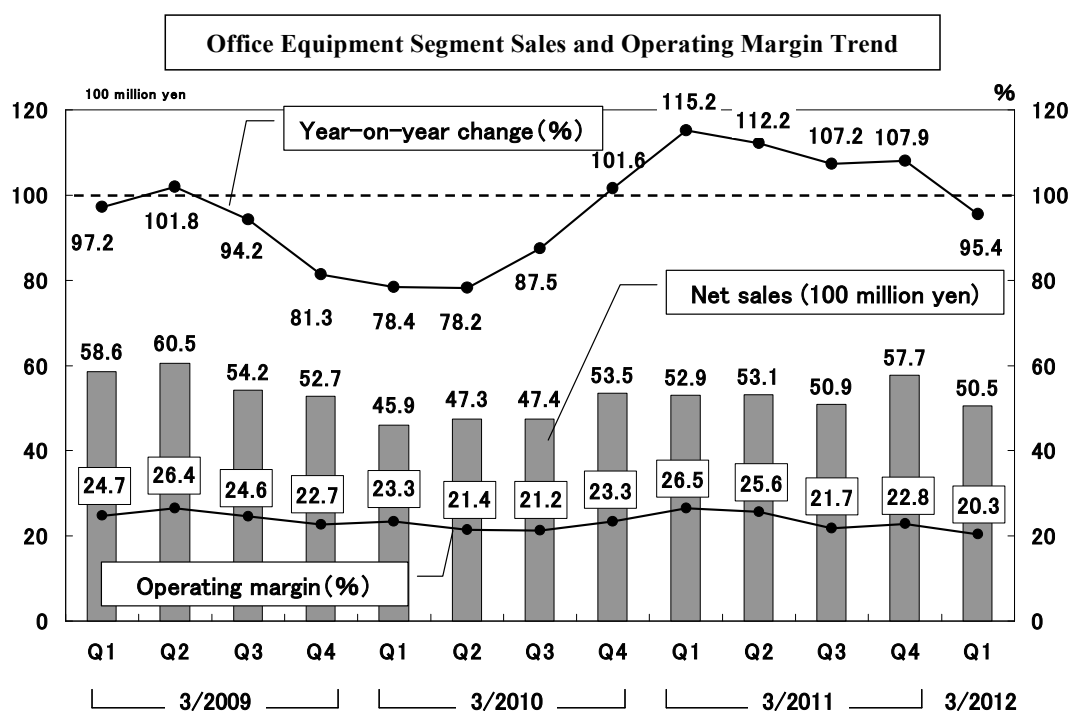
	Three months ended June 30, 2011	Three months ended June 30, 2010	Increase year-on-year	
			Amount	% Change
Net sales	¥5,052	¥5,295	¥(243)	(4.6)%
Operating income	1,026	1,402	(376)	(26.8)
Operating margin	20.3%	26.5%		(6.2)pp

In the office equipment division, sales in the first quarter decreased 4.6% from the same quarter of the previous year, to ¥5,052 million, and operating income declined 26.8%, to ¥1,026 million, thus bringing the operating margin to 20.3%. Factors accounting for the decline in operating income included low sales of autostaplers and increased input of Company resources to achieve future growth, including the expenditures for the development of new products and for strengthening marketing activities.

In the domestic office equipment business, within the office supplies field, we moved forward with initiatives to increase the share in stores, including convenience stores, supermarkets, and mass retailers, such as home centers, of “Vaimo 11” and other stapler products. In the office equipment field, we promoted the introduction of our label printer for food product labeling at leading chain stores through CRM activities targeted at specific clients, and, as a result, the number of these printers in use increased, and sales of consumables (labeling supplies) also rose. In addition, sales of “LETATWIN LM-390T” tube markers for electric equipment, which were launched in the previous year, contributed to overall sales and enabled the Company to secure sales in this business at the same level as in the previous year.

In the overseas office equipment business, sales of staplers and staples, which the Company is targeting as key products in its principal Asian markets, and sales of “LETATWIN” expanded, resulting in a gain in sales in this business.

In the autostapler business, the Company supplies autostaplers and consumables (staples) to almost all domestic and overseas copier manufacturers. Sales of this business, including sales of both autostaplers and consumables, decreased due to the impact of the earthquake, as the Company’s customers, which it supplies on an OEM basis, experienced difficulties in procuring semiconductors, and this had an adverse impact on their production of copiers.



Industrial Equipment Division

(Millions of yen, %)

	Three months ended June 30, 2011	Three months ended June 30, 2010	Increase (decrease) year-on-year	
			Amount	% Change
Net sales	¥7,127	¥6,757	¥370	5.5%
Operating loss	(195)	(601)	405	—
Operating margin	(2.7)%	(8.9)%	6.2pp	

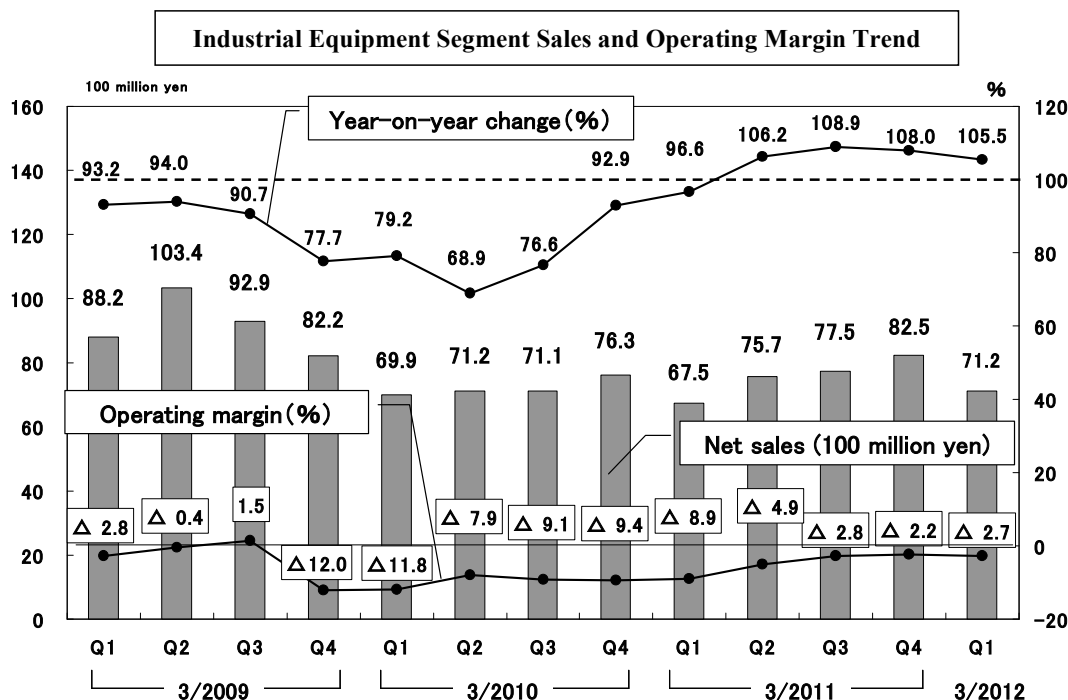
In the industrial equipment division, sales in the first quarter increased 5.5% from the same quarter of the previous year, to ¥7,127 million, and the division reported an operating loss of ¥195 million. The division was not able to move back into the black during the quarter because of the strong adverse impact of the earthquake on the housing environmental equipment business. However, because of measures implemented thus far to reduce fixed costs, including the consolidation and closure of production and sales business locations, the operating loss showed an improvement of ¥405 million from the same quarter of the previous year.

In the domestic industrial equipment business, as a result of the continuation of the eco-point system for housing as well as government subsidies and favorable tax measures to promote construction of environmentally friendly housing, the number of new owner-built and built-for-sale housing starts has begun to recover although they remain at a low level. As a result, sales of rechargeable battery-powered tools, high-pressure pneumatic nailers, compressor equipment, and other products increased. In addition, as a result of the recovery in new condominium starts, which began in the latter half of the previous fiscal year, sales of tools for use in building concrete structures, including rebar-tying tools and gas nailers, increased, thus bringing a rise in sales in this business.

The housing environmental equipment business supplies products to construction companies and housing manufacturers that contribute to making living environments more pleasant. These include electric bathroom heater-dryers, ventilation systems, floor heating systems, and disposal systems.

Sales of electric bathroom heater-dryers, which are a core product for this business, were adversely affected and declined because of the impact of the earthquake on unit bath manufacturers. As a consequence, sales of this business decreased.

In the overseas industrial equipment business, sales in Europe and the Americas of rebar-tying tools for use in construction of concrete industrial plant structures increased, and sales in Europe, the Americas, and China of the Company's cost-competitive nailers manufactured in Thailand also expanded. As a result, sales of this business increased.



Other Division

(Millions of yen, %)

	Three months ended June 30, 2011
Net sales	¥946
Operating income	123
Operating margin	13.1%

Kawamura Cycle Co., Ltd. became a consolidated subsidiary in June 2010 and became a new business division. For the first quarter of the fiscal year ending March 31, 2012, sales of this division were ¥946 million and operating income was ¥123 million.

(2) Consolidated financial position

(Millions of yen, %)

	At June 30, 2011	Change from March 31, 2010	
		% Change	Amount
Total assets	¥79,833	(2.0)%	¥(1,652)
Net assets	61,043	(2.1)	(1,314)
Shareholders' equity ratio	75.0%	(0.1)pp	

Consolidated total assets at the end of the first quarter decreased ¥1,652 million from the end of the previous fiscal year (March 31, 2011), to ¥79,833 million. Current assets were down ¥732 million from the end of the previous fiscal year because of a decrease in cash and deposits of ¥941 million and a decline in notes and accounts receivable–trade of ¥1,249 million. These and other factors offset an increase of ¥497 million in short-term investment securities (mainly due to the inclusion of bonds that are scheduled to mature in one year or less among current assets) and an increase in merchandise and finished goods and other inventories, of ¥1,018 million. Among fixed assets, tangible fixed assets were down ¥919 million because of the net effect of an increase of ¥766 million owing to construction of a new development building and a decrease in investment securities of ¥1,713 million (due to the previously mentioned inclusion of bonds due in one year among current assets and other factors).

Consolidated total liabilities at the end of the first quarter decreased ¥338 million from the end of the previous fiscal year, to ¥18,790 million. Current liabilities were down ¥477 million as notes and accounts payable–trade rose ¥145 million and other current liabilities increased ¥825 million (including payables of ¥672 million), but these increases were more than offset by a decrease in income taxes payable of ¥519 million, a decline in the provision for bonuses and the provision for directors' bonuses of ¥662 million, and a decrease in the provision for product quality warranties of ¥252 million. Long-term liabilities rose ¥139 million because of an increase in the provision for retirement benefits and the provision for directors' retirement benefits of ¥159 million.

Consolidated net assets declined ¥1,314 million from the end of the previous fiscal year, to ¥61,043 million. The Company reported net income for the quarter of ¥578 million, but shareholders' equity decreased ¥1,276 million because of the payment of cash dividends amounting to ¥1,814 million.

Consolidated cash flows

Consolidated cash and cash equivalents (hereinafter, cash) at the end of the first quarter decreased ¥956 million from the end of the previous fiscal year, to ¥5,948 million. Movements in the cash flows during the quarter under review are summarized below.

Cash flows from operating activities

Net cash provided by operating activities amounted to ¥914 million. Principal cash inflows were income before income taxes and minority interests of ¥997 million and a decrease in notes and accounts receivable–trade of ¥1,573 million. Principal cash outflows were a decrease in the provision for bonuses of ¥627 million, an increase in inventories of ¥810 million, and income taxes paid of ¥978 million.

Cash flows from investing activities

Net cash used in investing activities was ¥269 million. The principal cash inflow from investing activities was proceeds from sales and redemption of short-term and long-term investment securities of ¥700 million. The principal cash outflow in investing activities was purchase of short-term and long-term investment securities of ¥206 million and purchase of property, plant and equipment of ¥752 million.

Cash flows from financing activities

Net cash used in financing activities was ¥1,701 million. The principal cash outflow item in financing activities was cash dividends paid, which amounted to ¥1,605 million.

(3) Qualitative information on consolidated operating forecasts

Going forward, economic conditions surrounding the Company are becoming brighter because of the increase in the number of new housing starts in Japan, the recovery in the economy as a result of the restoration of supply chains following the earthquake, and other factors. On the other hand, however, a remaining issue is the shortage of electric power supply as a result of the nuclear power plant accidents and shutdowns. This may have an adverse impact on production activities in the corporate sector. In addition, there are concerns about the effects on the real economy of the increasingly serious government financial problems in Europe and the United States. As a result of this and other issues, uncertainty in the future course of the economy is growing both in Japan and overseas.

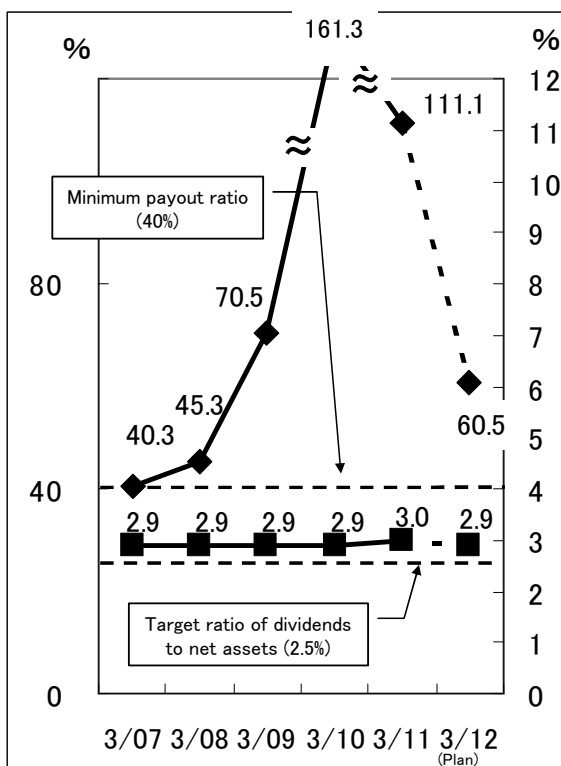
Despite these concerns, the performance of the Company is holding strong in comparison with the outlook for performance for the fiscal year ending March 31, 2012, which was made public on April 27, 2011. At the present time, the Company's plans remain unchanged from this initial outlook.

Dividends

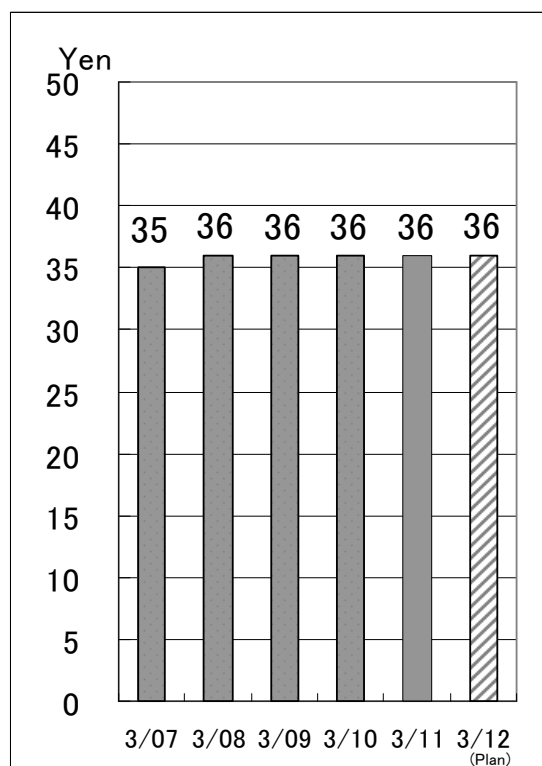
The Company's basic dividend policy is to maintain a minimum dividend payout ratio of 40% and a target dividend to net assets ratio of 2.5%, based on consolidated accounts.

The Company's profitability is expected to recover during the current year; however, following the comprehensive consideration of the financial condition of the Company and other factors, the Company is scheduled to pay an annual dividend of ¥36 per share, the same as in the previous fiscal year.

Payout ratio and dividends to net assets ratio



Dividends per share



2. Summary information (Others)

(1) Changes in important subsidiaries during the period

No related items

(2) Application of special accounting procedures in creating consolidated quarterly financial statements

1) Method for evaluating inventories

In calculating the value of inventories on a consolidated basis at the end of the first quarter, the Company has omitted on-site inventory inspections and used reasonable methods that are based on the value of inventories determined through on-site inspection at the end of the previous fiscal year.

2) Computation of taxes

Reasonable estimates are prepared based on income before income taxes and minority interests for the first quarter and the effective tax rate after application of deferred tax accounting. The amount of income before income taxes and minority interests for the first quarter is multiplied by the said effective tax rate. Please note that the “income taxes– deferred” is shown among income taxes.

(3) Changes in accounting principles, changes in accounting estimates, and changes in presentation due to revisions

No related items

3.Consolidated financial statements

(1)Consolidated balance sheets

(Millions of yen)

	At March31,2011	At June30,2011
Assets		
Current assets		
Cash and deposits	7,032	6,090
Notes and accounts receivable-trade	12,584	11,334
Short-term investment securities	5,545	6,043
Merchandise and finished goods	4,015	4,735
Work in process	864	865
Raw materials	2,152	2,450
Other	2,296	2,237
Allowance for doubtful accounts	△3	△3
Total current assets	34,487	33,754
Fixed assets		
Tangible fixed assets	17,733	18,499
Intangible fixed assets	216	224
Investments and other assets		
Investment securities	23,506	21,792
Other	5,559	5,577
Allowance for doubtful accounts	△15	△15
Total investments and other assets	29,049	27,354
Total fixed assets	46,999	46,079
Total assets	81,486	79,833
Liabilities		
Current liabilities		
Notes and accounts payable-trade	3,845	3,990
Short-term loans payable	2,908	2,893
Income taxes payable	972	452
Provision for bonuses	1,109	481
Provision for directors' bonuses	46	11
Provision for product quality warranties	912	660
Other	2,572	3,398
Total current liabilities	12,367	11,889
Long-term liabilities		
Long-term loans payable	185	177
Provision for retirement benefits	4,981	5,157
Provision for directors' retirement benefits	231	214
Asset retirement obligations	26	26
Negative goodwill	79	74
Other	1,258	1,250
Total long-term liabilities	6,762	6,901
Total liabilities	19,129	18,790
Net assets		
Shareholders' equity		
Capital stock	12,367	12,367
Capital surplus	10,517	10,517
Retained earnings	42,010	40,735
Treasury stock	△87	△88
Total shareholders' equity	64,809	63,532
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	△199	△215
Revaluation reserve for land	△2,775	△2,775
Foreign currency translation adjustment	△662	△679
Total accumulated other comprehensive income	△3,638	△3,671
Minority interests	1,186	1,181
Total net assets	62,357	61,043
Total liabilities and net assets	81,486	79,833

(2) Consolidated statements of income

(Millions of yen)

	Three months ended June30,2010	Three months ended June30,2011
Net sales	12,052	13,126
Cost of sales	7,460	7,852
Gross profit	4,592	5,274
Selling, general and administrative expenses	3,790	4,319
Operating income	801	954
Non-operating income		
Interest income	79	70
Dividends income	68	73
Equity in earnings of affiliates	23	—
Amortization of negative goodwill	1	4
Other	43	21
Total non-operating income	216	170
Non-operating expenses		
Interest expenses	10	13
Taxes and dues	5	5
Foreign exchange losses	205	81
Other	11	25
Total non-operating expenses	232	125
Ordinary income	784	999
Extraordinary income		
Gain on sales of noncurrent assets	—	0
Gain on step acquisitions	81	—
Gain on negative goodwill	277	—
Total extraordinary income	359	0
Extraordinary loss		
Loss on abandonment of noncurrent assets	1	1
Restructuring loss	67	—
Loss on adjustment for changes of accounting standard for asset retirement obligation	23	—
Total extraordinary losses	91	1
Income before income taxes and minority interests	1,052	997
Income taxes	275	404
Income before minority interests	777	593
Minority interests in income	1	15
Net income	776	578

(3) Consolidated statements of comprehensive income

(Millions of yen)

	Three months ended June30,2010	Three months ended June30,2011
Income before minority interests	777	593
Other comprehensive income		
Valuation difference on available-for-sale securities	△315	△15
Foreign currency translation adjustment	△17	△13
Share of other comprehensive income of associates accounted for using equity meth	—	—
Total other comprehensive income	△333	△29
Comprehensive income	444	563
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	437	545
Comprehensive income attributable to minority interests	6	18

(4) Consolidated statements of cash flows

(Millions of yen)

	Three months ended June30,2010	Three months ended June30,2011
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	1,052	997
Depreciation and amortization	462	446
Amortization of negative goodwill	△1	△4
Equity in (earnings) losses of affiliates	△23	—
Loss (gain) on step acquisitions	△81	—
Gain on negative goodwill	△277	—
Increase (decrease) in provision for bonuses	△430	△627
Increase (decrease) in provision for directors' bonuses	△19	△34
Increase decrease in provision for productquality warranties	—	△252
Increase (decrease) in provision for retirement benefits and directors' retirement benefits	203	159
Interest and dividends income	△148	△144
Interest expenses	10	13
Foreign exchange losses (gains)	24	0
Loss on abandonment of noncurrent assets	1	1
Loss on business restructuring	67	—
Loss (gain) on sales of noncurrent assets	—	△0
Loss on adjustment for changes of accounting standard for asset retirement obligations	23	—
Decrease (increase) in notes and accounts receivable-trade	1,047	1,573
Decrease (increase) in inventories	△377	△810
Increase (decrease) in notes and accounts payable-trade	73	△180
Increase (decrease) in accrued consumption taxes	△107	△17
Decrease (increase) in other assets	△106	280
Increase (decrease) in other liabilities	82	354
Subtotal	1,475	1,756
Interest and dividends income received	160	149
Interest expenses paid	△10	△13
Income taxes (paid) refund	△1,077	△978
Net cash provided by (used in) operating activities	548	914
Net cash provided by (used in) investing activities		
Purchase of short-term and long term investment securities	△0	△206
Proceeds from sales and redemption of short-term and long term investment securities	1,300	700
Proceeds from purchase of investments in subsidiaries resulting in change in scope of consolid	135	—
Purchase of property, plant and equipment	△361	△752
Proceeds from sales of property, plant and equipment	13	0
Purchase of intangible assets	△9	△22
Proceeds from sales of intangible assets	2	—
Payments of loans receivable	△4	△36
Collection of loans receivable	58	63
Payments into time deposits	—	△14
Proceeds from withdrawal of time deposits	1,000	—
Net cash provided by (used in) investing activities	2,133	△269
Net cash provided by (used in) financing activities		
Repayments of loans payable	—	△9
Repayment of long-term loans payable	—	△12
Purchase of treasury stock	△0	△1
Proceeds from sales of treasury stock	—	△0
Cash dividends paid	△1,613	△1,605
Repayments of lease obligations	△59	△52
Cash dividends paid to minority shareholders	—	△19
Net cash provided by (used in) financing activities	△1,673	△1,701
Effect of exchange rate change on cash and cash equivalents	△64	△6
Net increase (decrease) in cash and cash equivalents	944	△1,063
Cash and cash equivalents at beginning of period	6,282	6,905
Increase (decrease) in cash and cash equivalents resulting from change of scope of consolidation	—	106
Cash and cash equivalents at end of period	7,227	5,948

(5) Notes on assumptions underlying the definition of ongoing businesses

No related items

(6) Segment data

Three months ended June 30, 2010 (April 1, 2010 to June 30, 2010)

1) Sales and income (loss) by reporting segment

(Millions of yen)

	Reporting Segment		Total	Other	Consolidated
	Office Equipment	Industrial Equipment			
Sales to external customers	¥5,295	¥6,757	¥12,052	—	¥12,052
Intersegment sales or transfers	—	—	—	—	—
Total sales	¥5,295	¥6,757	¥12,052	—	¥12,052
Segment income (loss)	¥1,402	¥ (601)	¥ 801	—	¥ 801

2) Principal factors accounting for the difference between income (loss) by reporting segment and amounts shown in the quarterly consolidated statements of income (Matters related to the adjustment of differences)

No related items

3) Impairment losses on fixed assets, goodwill, etc. by reporting segment

During the first quarter under review, the Company purchased the shares of Kawamura Cycle Co., Ltd., and that company as well as its three subsidiaries became consolidated subsidiaries of MAX CO., LTD. As a consequence, in its consolidated statements of income for the first quarter under review, the Company reported extraordinary income due to a gain on negative goodwill of ¥277 million in its industrial equipment segment.

Three months ended June 30, 2011 (April 1, 2011 to June 30, 2011)

1) Sales and income (loss) by reporting segment

(Millions of yen)

	Reporting Segment			Other*	Consolidated
	Office Equipment	Industrial Equipment	Total		
Sales to external customers	¥5,052	¥7,127	¥12,180	¥946	¥13,126
Intersegment sales or transfers	—	—	—	—	—
Total sales	¥5,052	¥7,127	¥12,180	¥946	¥13,126
Segment income (loss)	¥1,026	¥ (195)	¥ 830	¥123	¥ 954

Note: The “Other” classification is a business segment that is not included in other reporting segments and corresponds to the “nursing care and welfare equipment” business of Kawamura Cycle Co., Ltd.

2) Principal factors accounting for the difference between income (loss) by reporting segment and amounts shown in the quarterly consolidated statements of income (Matters related to the adjustment of differences)

(Millions of yen)

Income	Amount
Total of segments reported	¥830
Income of the “Other” classification	123
Operating income reported in the quarterly consolidated statements of income	¥954

3) Impairment losses on fixed assets, goodwill, etc. by reporting segment

No related items

(7) Notes on significant changes to shareholders' equity

No related items