



May 16, 2006

## Consolidated Financial Highlights for the Fiscal Year Ending March 2006

Company name: **TACHI-S Co., Ltd.**  
Stock Exchange Listed: Tokyo Stock Exchange  
Code Number: 7239  
Location of the head office: Tokyo  
URL: <http://www.tachi-s.co.jp>  
Representative: Kosaku Tarumi, President  
Contact person: Yoshiyuki Nogami, Senior Executive Officer  
Telephone: 042-546-8117

Board of Directors meeting for approving interim financial results: May 16, 2006  
Adoption of U.S. Accounting Standard: No

### 1. Financial Results for the First Half Ended September 2006 (April 1, 2005 – March 31, 2006)

#### (1) Results of Operations

(Rounded down to million yen)

	Sales		Operating Income		Ordinary Income	
		%		%		%
Fiscal Year ended Mar. 2006	210,790	14.8	3,084	-18.8	4,477	-34.1
Fiscal Year ended Mar. 2005	183,655	21.4	3,796	48.4	6,795	54.7

	Net Income		Net Income per share (yen)	Fully Diluted Earnings per share (yen)
		%		
Fiscal Year ended Mar. 2006	1,940	-51.5	57.15	-
Fiscal Year ended Mar. 2005	4,002	60.8	165.20	-

(Note)

1) Equity in earnings of unconsolidated subsidiaries

Fiscal Year ended Mar. 2006: ¥709 million

Fiscal Year ended Mar. 2005: ¥2,689 million

2) Average number of shares outstanding

(Consolidated)

Fiscal Year ended Mar. 2006: 33,958,820 shares

Fiscal Year ended Mar. 2005: 24,048,365 shares

3) Changes in accounting principles applied: No

4) Each "Year-on-Year change" represents relevant change in percentage compared to the same period of the previous year.



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**(2) Financial Position**

(Rounded down to million yen)

	Total assets	Shareholder's Equity	Shareholder's Equity To Total Assets(%)	Shareholder's Equity Per Share(yen)
Fiscal Year ended Mar. 2006	105,908	50,848	48.0	1,505.25
Fiscal Year ended Mar. 2005	93,787	46,529	49.6	1,773.78

(Note)

Number of shares outstanding at the end of fiscal periods

(Consolidated)

Fiscal Year ended Mar. 2006: 33,780,849 shares

Fiscal Year ended Mar. 2005: 26,214,792 shares

**(3) Cash Flows Position**

(Rounded down to million yen)

	Cash flows from operating activities	Cash flows from Investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal Year ended Mar. 2006	7,602	-5,473	-782	18,191
Fiscal Year ended Mar. 2005	5,953	-6,787	1,089	16,073

**(4) Scope of consolidation and application of equity method**

Consolidated subsidiaries: 12

Unconsolidated subsidiaries under equity method application: 0

Affiliates under equity method application: 5

**(5) Changes in scope of consolidation and affiliates under the equity method**

Consolidated subsidiaries:

Newly added: 2

Excluded: 0

Affiliates under equity method application:

Newly added: 1

Excluded: 0

**2. Consolidated Business Forecast for the Fiscal Year Ending March 2007 (April 1, 2006 – March 31, 2007)**

	Net Sales	Ordinary Income	Net Income
Interim ended Sep. 2006	95,000	1,000	500
Full year	195,000	2,800	1,300

(Reference) Estimated net income per common share for the full year: 34.48yen

\*The above projections were created on the basis of information available at the time of release of this material. Actual results may differ from these projections due to a variety of factors.