



November 16, 2006

Consolidated Interim Financial Highlights for the Fiscal Year Ending March 2007

| | |
|------------------------------|---|
| 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: November 16, 2006
Adoption of U.S. Accounting Standard: No

1. Financial Results for the First Half Ended September 2006(April 1, 2006 – September 30, 2006)

(1)Results of Operations

(Rounded down to million yen)

| | Sales | | Operating Income | | Ordinary Income | |
|-------------------------------|---------|------|------------------|-------|-----------------|-------|
| | | % | | % | | % |
| Interim ended Sep. 2006 | 98,355 | -1.2 | -538 | - | -184 | - |
| Interim ended Sep. 2005 | 99,554 | 26.1 | 800 | -31.9 | 1,116 | -58.2 |
| Fiscal Year ended March. 2006 | 210,790 | - | 3,084 | - | 4,477 | - |

| | Net Income | | Net Income per share (yen) | Fully Diluted Earnings per share (yen) |
|-------------------------------|------------|-------|-------------------------------|--|
| | | % | | |
| Interim ended Sep. 2006 | -1,016 | - | -30.10 | - |
| Interim ended Sep. 2005 | 319 | -83.3 | 9.38 | - |
| Fiscal Year ended March. 2006 | 1,940 | - | 57.15 | - |

(Note)

1) Equity in earnings of unconsolidated subsidiaries
Interim ended September 2006: ¥84 million
Interim ended September 2005: ¥121 million
Fiscal Year ended March 2006: ¥709 million

2) Average number of shares outstanding
(Consolidated)

Interim ended September 2006: 33,780,508 shares
Interim ended September 2005: 34,074,924 shares
Fiscal Year ended March 2006: 33,958,820 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.

(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) |
|-------------------------------|--------------|----------------------|---|-------------------------------------|
| Interim ended Sep. 2006 | 101,903 | 55,015 | 48.0 | 1,448.41 |
| Interim ended Sep. 2005 | 97,489 | 48,362 | 49.6 | 1,419.42 |
| Fiscal Year ended March. 2006 | 105,908 | 50,848 | 48.0 | 1,505.25 |

(Note)

Number of shares outstanding at the end of fiscal periods

(Consolidated)

Interim ended September 2006: 33,780,266 shares

Interim ended September 2005: 34,071,681 shares

Fiscal Year ended March 2006: 33,780,849 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 |
|-------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|--|
| Interim ended Sep. 2006 | 274 | -3,581 | 863 | 16,592 |
| Interim ended Sep. 2005 | 3,237 | -1,601 | -342 | 17,811 |
| Fiscal Year ended March. 2006 | 7,602 | -5,473 | -782 | 18,191 |

(4) Scope of consolidation and application of equity method

Consolidated subsidiaries: 15

Unconsolidated subsidiaries under equity method application: 0

Affiliates under equity method application: 6

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

Consolidated subsidiaries:

Newly added: 3

Excluded: 0

Affiliates under equity method application:

Newly added: 1

Excluded: 0

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

| | Net Sales | Ordinary Income | Net Income |
|-----------|-----------|-----------------|------------|
| Full year | 206,500 | -600 | -1,800 |

(Reference) Estimated net income per common share for the full year: -53.29yen

*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.