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ASAHI DENKA CO.,LTD. FINANCIAL STATEMENTS

As of March 31, 2006 and 2005

PROFILE

Asahi Denka Co.,Ltd., the Furukawa Group's chemical company, has earned a reputation in Japan and worldwide as an innovator in a broad spectrum of technologies.

Founded in 1917 with the mission of pioneering the domestic manufacture of electrolytically produced caustic soda, the Company later began producing hydrogenated oils using hydrogen produced from electrolysis. From these two operational strengths, Asahi Denka expanded its business into chemicals and food products.

In the Chemical Products area, the Inorganic, Organic, and Industrial Fats and Fatty Acids Divisions produce a wide range of products that contribute to such industries as textiles, pulp, civil engineering and construction, shipbuilding, automobiles, and appliances.

The Food Products Division processes animal and vegetable oils and fats, supplying margarine, shortening, and processed oils and fats to bakeries, confectioneries, and restaurants.

The Company is now globalizing its business dynamically to strengthen its presence in the international market, not only by establishing a leading position in the Asian market but also by enhancing its market position in Europe and the United States.

With our management policies, "Working hard to be a forward-looking organization by staying on the cutting edge" and "Being a respected member of the world community" and with superior technology that is competitive in the global market, Asahi Denka is striving to supply superior products, strengthen ties among Group companies, and generate growth for the entire Asahi Denka Group, both domestically and overseas. While achieving these goals, Asahi Denka remains committed to protecting the environment.

The Company will contribute to society by introducing new high value-added products and developing new areas of business.

FIVE-YEAR FINANCIAL HIGHLIGHTS

	Millions of yen					Thousands of U.S. dollars
	2006	2005	2004	2003	2002	2006
Net sales	¥165,043	¥151,824	¥141,368	¥138,203	¥126,504	\$ 1,404,980
Operating Income	17,285	14,773	12,086	10,771	10,107	147,144
Income Before Income Taxes	15,754	13,678	7,841	6,498	6,557	134,111
Net Income	9,133	7,594	4,337	3,102	3,328	77,748
Total Assets	¥190,424	¥178,126	¥168,004	¥156,266	¥154,374	\$ 1,621,044

	yen					U.S. dollars
	2006	2005	2004	2003	2002	2006
Net Income per Share	¥88.47	¥76.10	¥52.32	¥40.10	¥43.58	\$ 0.75
Cash Dividends per Share	¥20.00	¥14.00	¥11.00	¥9.00	¥9.00	\$ 0.17

Note : U.S. dollar figures have been calculated, for convenience only, at a rate of
¥117.47 = US\$1

SALES BY DIVISION

(Total Net Sales : ¥165,043 million)		
Chemicals	¥115,494 million	(70.0%)
Food Products	¥44,759 million	(27.1%)
Other	¥4,790 million	(2.9%)

BOARD OF DIRECTORS AND STATUTORY AUDITORS

(as of March 31, 2006)

Chairman & CEO	Masahiro Iwashita	Standing Statutory Auditors	Akira Ito Sin-Ichi Kiuchi
President & COO	Hiroyuki Nakajima	Statutory Auditors	Yuzuru Fujita Takeo Imai
Directors & Senior Managing Operating Officers	Megumi Tanigawa		
Directors & Managing Operating Officers	Kunihiko Sakurai Tohru Haruna Masao Gocho Mamoru Sugisaki Koji Kawada		
Directors & Operating Officers	Akira Iida(CFO) Fumito Sumitomo Kenshi Koga Masayuki Sugie Kunio Nakamura		

CORPORATE DATA

(as of March 31, 2006)

Established	January 27, 1917	
Paid-in Capital	¥22,713 million (US\$193,351 thousand)	
Stock Exchange	First Section, Tokyo Stock Exchange	
Transfer Agent	Chuo-Mitsui Trust & Banking Co., Ltd. 7-1, Kyobashi 1-chome, Chuo-ku, Tokyo 104, Japan	
Head Office	7-2-35 Higashi-ogu Arakawa-ku, Tokyo 116-8554, Japan Telephone: 03-4455-2803 FAX: 03-3809-8210	Major Shareholders Japan Trustee Services Bank, Ltd. (Trust Account) The Master Trust Bank of Japan, Ltd. (trust account) Asahi Mutual Life Insurance Co., Ltd. Trust & Custody Services Bank, Ltd. National Mutual Life Insurance Co.
Main Branch Office	Osaka	Consolidated Subsidiaries Yoko Sangyo Co., Ltd. Adeka Clean Aid Co., Ltd. Asahi Fine Foods Co., Ltd. Adeka Engineering & Construction Co., Ltd. Amfine Chemical Corp. Asahi Denka (Singapore) Pte. Ltd. Asahi Food Sales Co., Ltd. Adeka Logistics Co., Ltd. Chang Chiang Chemical Co., Ltd. Yongo Co., Ltd. Asahi Denka Korea Corp. Adeka Fine Chemical Korea Corp. Asahi Denka (Asia) Pte. Ltd. Asahi Denka Europe GmbH Adeka Fine Chemical Taiwan Corporation Adeka Palmarole SAS
Branch Offices	Nagoya, Fukuoka	
Sales Offices	Sapporo, Sendai, Okayama	
Plants	Kashima, Chiba, Mie, Fuji, Akashi, Soma	
Research and Development Laboratory		
【Chemical R&D Laboratory】	Ogu, Urawa, Kuki	
【Food R&D Laboratory】	Ogu (Tokyo), Osaka (Osaka), Nagoya (Aichi)	

ADEKA CORPORATION
CONSOLIDATED BALANCE SHEET

As of March 31, 2006 and 2005

Assets

	Millions of yen		Thousands of U.S.
	2006	2005	dollars (Note 1)
			2006
Current assets:			
Cash and time deposits	¥10,786	¥8,978	\$ 91,819
Marketable securities (Note 4)	3,835	5,207	32,647
Trade receivables:			
Notes and accounts	38,160	39,939	324,849
Allowance for doubtful receivables	(318)	(295)	(2,707)
Inventories (Note 3)	24,142	20,925	205,516
Deferred tax	1,741	1,609	14,821
Other current assets	5,324	3,381	45,322
Total current assets	<u>83,670</u>	<u>79,744</u>	<u>712,267</u>
Property, plant and equipment at cost (Notes 4 and 6)			
Land	19,644	19,829	167,226
Buildings and structures	41,707	40,249	355,044
Machinery and equipment	103,653	98,618	882,378
Construction in progress	2,419	2,048	20,592
	<u>167,423</u>	<u>160,744</u>	<u>1,425,240</u>
Less accumulated depreciation	104,235	100,151	887,332
Total property, plant and equipment, net	<u>63,188</u>	<u>60,593</u>	<u>537,908</u>
Investments and Other Assets:			
Investments securities:			
Unconsolidated subsidiaries and affiliated companies	11,614	11,867	98,868
Other	28,561	17,677	243,134
Long-term loans receivable	1,176	1,340	10,011
Deferred tax	179	1,566	1,524
Other investments and other assets	3,400	6,597	28,943
Allowance for doubtful receivables	(999)	(893)	(8,504)
Allowance for loss of investments	(365)	(365)	(3,107)
Total investments and other assets	<u>43,566</u>	<u>37,789</u>	<u>370,869</u>
Total	<u>¥190,424</u>	<u>¥178,126</u>	<u>\$ 1,621,044</u>

See accompanying Notes to Consolidated Financial Statements.

Liabilities and Shareholders' Equity

	Millions of yen		Thousands of U.S.
	2006	2005	dollars (Note 1)
Current liabilities:			
Short-term bank loans	¥9,892	¥11,533	\$ 84,209
Current maturities of long-term debt	900	3,652	7,662
Notes and accounts payable, trade	29,163	28,341	248,259
Accrued income taxes	4,370	5,619	37,201
Reserve for bonus	2,009	1,968	17,102
Other current liabilities	7,533	5,549	64,127
Total current liabilities	53,867	56,662	458,560
Long-term liabilities:			
Bonds	-	80	-
Long-term debt	6,623	6,278	56,380
Deferred tax liabilities	1,929	378	16,421
Deferred tax liabilities due to land revaluation	4,732	3,359	40,283
Accrued pension and severance costs	8,276	8,232	70,452
Liability for director and statutory auditor retirement benefits	534	552	4,546
Other long-term liabilities	1,823	1,864	15,519
Total long-term liabilities	23,917	20,743	203,601
Minority interests	1,895	1,482	16,132
Contingent liabilities (Note 5)			
Shareholders' equity:			
Common stock 50 yen par value	22,713	22,399	193,351
Authorized - 280,000,000 shares			
Issued - March 31,2005 -103,737,060			
March 31,2005 -102,471,942			
Capital surplus	19,739	19,425	168,034
Reserve for land revaluation	3,333	5,039	28,373
Retained earnings (Note 8)	57,508	49,896	489,555
Net unrealized holding gains on securities	7,211	2,778	61,386
Foreign currency translation adjustments	404	(173)	3,439
Treasury stock	(163)	(125)	(1,387)
Total shareholders' equity	110,745	99,239	942,751
Total	¥190,424	¥178,126	\$ 1,621,044

See accompanying Notes to Consolidated Financial Statements.

ADEKA CORPORATION
CONSOLIDATED STATEMENTS OF CASH FLOWS

Years ended March 31, 2006 and 2005

	Millions of yen		Thousands of U.S.
			dollars (Note 1)
	<u>2006</u>	<u>2005</u>	<u>2006</u>
I. Cash flows from operating activities			
Income before income taxes, etc.	15,754	13,678	134,111
Depreciation	5,990	6,056	50,992
Loss on valuation of investment securities	164	8	1,396
Gain on sale of investment securities	-3	-125	-26
Loss on valuation of available-for-sale securities	1	83	9
Increase in allowance for doubtful accounts	258	-868	2,196
Gain on accrued pension and severance costs	38	222	323
Interest and dividend income	-483	-344	-4,112
Interest expense	289	317	2,460
Exchange losses	-56	-34	-477
Equity in earnings	-224	-228	-1,907
Loss on disposal of property, plant and equipment	391	550	3,329
Loss on retirement of fixed assets	-2	-441	-17
Loss on sale of fixed assets	-	365	-
Diminution loss	363	-	3,090
Increase in trade receivable	3,056	-2,148	26,015
Increase in inventories	-1,904	-1,972	-16,208
Increase in trade payables	-1,408	3,448	-11,986
Other	846	115	7,202
Net	<u>23,070</u>	<u>18,682</u>	<u>196,390</u>
Interest and cash dividends received	536	492	4,563
Interest paid	-290	-306	-2,469
Income taxes paid	<u>-7,790</u>	<u>-1,790</u>	<u>-66,315</u>
Total	15,526	17,078	132,169
II. Cash flows from investing activities			
Proceeds from sale of marketable securities	398	34	3,388
Payment for purchase of property, plant and equipment	-8,126	-8,000	-69,175
Payment for purchase of intangible assets	-263	-247	-2,239
Payment for purchase of investment securities	-1,241	-2,367	-10,564
Proceeds from sale of investment securities	69	371	587
Payments for acquisition of equity of subsidiaries and affiliates	-58	-1,111	-494
Payments for investment to subsidiaries and affiliates	-	-1,458	-
Acquisition of other investments	-169	-205	-1,439
Other	<u>-306</u>	<u>607</u>	<u>-2,604</u>
Total	-9,696	-12,376	-82,540
III. Cash flows from financing activities			
Decrease in short-term debt	-2,072	-11,180	-17,639
Proceeds from long-term debt	927	5,000	7,891
Repayment of long-term debt	-3,570	-880	-30,391
Proceeds from issuance of common stocks	626	451	5,329
Dividends paid	-1,637	-1,197	-13,935
Dividends paid to minority shareholders	-68	-80	-579
Other	<u>-98</u>	<u>-148</u>	<u>-833</u>
Total	-5,892	-8,034	-50,157
IV. Effect of exchange rate changes on cash and cash equivalents	226	27	1,924
V. Net decrease in cash and cash equivalents	164	-3,305	1,396
VI. Cash and cash equivalents at beginning of period	13,243	16,548	112,735
VII. Increase in cash and cash equivalents for new consolidated subsidiaries	645	-	5,491
VIII. Cash and cash equivalents at end of period	<u>14,052</u>	<u>13,243</u>	<u>119,622</u>

ADEKA CORPORATION
CONSOLIDATED STATEMENTS OF INCOME

For the two years ended March 31, 2006 and 2005

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2006	2005	2006
Net sales	¥165,043	¥151,824	\$ 1,404,980
Cost of sales	123,403	114,146	1,050,507
Gross Profit	41,640	37,678	354,473
Selling, general and administrative expenses	24,355	22,905	207,329
Operating income	17,285	14,773	147,144
Other income (expenses):			
Interest income and dividends received	483	343	4,112
Interest expense	(289)	(317)	(2,460)
Equity in earnings	224	228	1,907
Gain on fluctuation of foreign exchange	293	-	2,494
Gain on sale of investment securities	-	125	-
Loss on the disposal of property, plant and equipment	(391)	(550)	(3,329)
Loss on impairment long-lived assets	(363)	-	(3,090)
Loss on the disposal of inventories	(303)	(269)	(2,579)
Loss on valuation of inventories	(123)	-	(1,047)
Valuation loss of investment securities	(164)	(8)	(1,396)
Valuation loss of available-for-sale securities	-	(83)	-
Provision for allowance for bad debt	(136)	(145)	(1,158)
Provision of accrued pension and severance costs	-	(527)	-
Reversal from Allowance for bad debt	-	170	-
Gain from sale of fixed asset	-	441	-
Subsidy income	-	207	-
Compensation for plant transfer	-	32	-
Loss on valuation of other investments	-	(12)	-
Provision for allowance for loss on investment	-	(365)	-
Additional contribution associated with the dissolution of the employees' pension fund	-	(213)	-
Expenses required for abolition of qualified retirement pension scheme	(717)	-	(6,104)
Other - net	(45)	(152)	(383)
	(1,531)	(1,095)	(13,033)
Income before income taxes	15,754	13,678	134,111
Income taxes			
Current	6,510	6,701	55,418
Deferred	(170)	(803)	(1,447)
Minority interests in earnings of consolidated subsidiaries	281	186	2,392
Net income	¥9,133	¥7,594	\$ 77,748
	yen		U.S. dollars (Note 1)
Per share amounts			
Net income (primary)	¥88.47	¥76.10	\$ 0.75
Net income (fully diluted)	¥87.55	¥73.10	\$ 0.75
Cash dividends	¥20.00	¥14.00	\$ 0.17

See accompanying Notes to Consolidated Financial Statements.

ADEKA CORPORATION
CONSOLIDATED STATEMENTS OF SHAREHOLDERS' EQUITY

For the two years ended March 31, 2006 and 2005

	Number of Shares issued	Millions of yen		
		Common stock	Capital surplus	Retained earnings
Balance at March 31, 2004	90,035,688	17,865	14,895	43,521
Increase by conversion of convertible bonds	-	4,309	4,305	-
Increase by exercise of right to reserve new stock	-	225	225	-
Net income	-	-	-	7,594
Reversal from gain on land revaluation excess	-	-	-	15
Cash dividends paid (Note 8)	-	-	-	(1,197)
Directors' and statutory auditors' bonuses	-	-	-	(37)
Balance at March 31, 2005	102,471,942	¥22,399	¥19,425	¥49,896
Increase by exercise of right to reserve new stock	-	¥314	¥314	-
Net income	-	-	-	9,133
Reversal from gain on land revaluation excess	-	-	-	199
Cash dividends paid (Note 8)	-	-	-	(1,638)
Directors' and statutory auditors' bonuses	-	-	-	(52)
Decrease in surplus of newly consolidated subsidiaries	-	-	-	(30)
Balance at March 31, 2006	103,737,060	¥22,713	¥19,739	¥57,508

	Thousands of U.S. dollars		
	Common stock	Capital surplus	Retained earnings
Balance at March 31, 2005	166,355	165,361	424,755
Increase by exercise of right to reserve new stock	2,673	2,673	-
Net income	-	-	77,748
Reversal from gain on land revaluation excess	-	-	1,694
Cash dividends paid (Note 8)	-	-	(13,944)
Directors' and statutory auditors' bonuses	-	-	(443)
Decrease in surplus of newly consolidated subsidiaries	-	-	(255)
Balance at March 31, 2006	\$ 193,351	\$ 168,034	\$ 489,555

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

1. Basis of Presenting Financial Statements

The accompanying consolidated financial statements of Asahi Denka Co., Ltd. (the "Company") and its consolidated subsidiaries (together the "Companies") have been prepared in accordance with accounting principles and practices generally accepted in Japan and have been compiled from the consolidated financial statements filed with the Ministry of Finance in Japan.

In preparing these statements, certain reclassifications and rearrangements have been made to the consolidated financial statements prepared domestically in order to present these statements in a form that is more familiar to readers outside Japan.

In addition, the accompanying notes include additional information that is not required under accounting principles and practices generally accepted in Japan.

The U.S. dollar amounts included herein are solely for the convenience of readers outside Japan and have been translated from the Japanese yen amounts at the rate of ¥117.47 = US\$1, the approximate exchange rate prevailing on March 31, 2006.

2. Summary of significant Accounting Policies

(1) Principles of Consolidation

The consolidated financial statements include the accounts of the Company and all of its significant subsidiaries. Investments in unconsolidated subsidiaries and affiliated companies (companies in which the Company holds an equity stake of 20 to 50 percent) are generally accounted for using the equity method.

All significant intercompany transactions and balances have been eliminated. The excess of the cost of the Company's investments in subsidiaries and affiliates companies over the equity in their net assets at the dates of acquisition is amortized on a straight-line basis over five years.

(2) Foreign Currency Translation

All short-term and long-term monetary receivables and payables denominated in foreign currencies are translated into Japanese yen at the exchange rates prevailing on the balance sheet date. The foreign exchange gains and losses from translation are recognized in the consolidated statements of income to the extent that they are not hedged by foreign exchange derivatives.

Assets and liabilities of foreign subsidiaries are translated into yen at the exchange rate prevailing on the balance sheet date.

Differences arising from translation are included in shareholder's equity as a foreign currency translation adjustment.

(3) Marketable Securities and Investment Securities

Marketable securities are stated at market value, stocks are stated at the average of the market prices for the month preceding the balance sheet date, and the other securities are stated at the market value on the balance sheet date.

Non-marketable securities are stated at cost determined by the moving average method.

(4) Inventories

Inventories are generally stated at the lower of cost or market. The cost of finished products and work in process is primarily determined by the average cost method and the cost for raw materials is determined by the moving average method. Inventories of a subsidiary are stated at cost determined by the moving average method.

(5) Depreciation

Depreciation of "machinery and equipment" and "buildings (except attached facilities)" is computed using the straight-line method. Other assets are computed using the declining balance method. Both depreciation figures are based on the estimated useful lives of such assets.

The estimated useful lives used in calculating depreciation are generally as follows:

Building and structures	3 to 60 years
Machinery and equipment	3 to 20 years

(6) Deferred Charges

Stock issuance costs and bond issuance costs are charged to income as incurred.

(7) Allowance for Doubtful Receivables

An allowance for doubtful receivables is established in amounts considered to be appropriate based primarily upon the Company's history of credit losses and an evaluation of potential losses in receivables outstanding.

(8) Accrued Pension and Severance Costs

The Company accounted for the liability for the retirement benefits based on the projected benefits obligations and plan assets at the balance sheet date.

The past service cost is reported as an expense by means of the fixed amount method for certain years within the employees' average remaining period at the time of the occurrence.

The differential amount in the computation is to be stated at cost using the straight-line method, based on certain years within the average remaining service length.

(9) Income Taxes

Income taxes are accounted for based on the asset and liability method. Deferred tax assets and liabilities are recognized for the estimated future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases and operating loss and tax credit carry forwards. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled.

The effect on deferred tax assets and liabilities of a change in tax rates is recognized in income in the period that includes the enactment date.

(10) Revenue Recognition

Sales of products are recognized in the accounts upon shipments to customers.

(11) Research and Development Costs

Research and Development Costs are charged to income as incurred.

(12) Net Income (loss) per share

Effective from this financial year the Financial Accounting Standard, No.2, Accounting Standard for Earnings Per Share and Financial Accounting Standards Implementation Guidance No.4, Implementation Guidance for Accounting Standard for Earnings Per Share were applied.

(13) Leases

Finance leases, other than those lease agreements which stipulate the transfer of ownership of the leased property, are accounted for as operating leases.

(14) Retirement Benefits for Directors and Statutory Auditors

The Company provides lump-sum retirement benefits for directors and statutory auditors.

Such benefits, which are not funded, are accrued based on the Company's internal guidelines.

(15) Derivatives

All derivatives are recognized as either assets or liabilities and measured at fair value.

(16) Consolidated Statements of Cash Flows

In preparing the consolidated statements of cash flows, cash on hand, readily-available deposits and short-term highly liquid investments with maturities of not three months at the time of purchase are considered to be cash and cash equivalents.

(17) Reserve for Land Revaluation

The company revaluated the land they own for business in accordance with the Law Concerning Revaluation of Land. The difference between the revalued amount and the book value, after the deduction of applicable tax, is stated as a reserve for land revaluation. The revaluation was conducted using the methods stipulated in the enforcement ordinances of the law, specifically the method in Item 4, Article 3 (Reasonable adjustment of the appraised value relating to land price tax).

(18) Allowance for loss on investment

In preparation for the possible loss on investment in subsidiaries and affiliates, the necessary amount is posted considering the financial position of each subsidiary and affiliate and the likely recovery of the investment.

3. Inventories at March 31, 2006 and 2005 consisted of the following:

	Millions of yen		Thousands of U.S. dollars
	2006	2005	2006
Finished products	¥11,664	¥9,051	\$ 99,293
Work in process	¥3,787	4,009	32,238
Raw materials and supplies	¥8,691	7,865	73,985
	<u>¥24,142</u>	<u>¥20,925</u>	<u>\$ 205,516</u>

4. Long-term debt at March 31, 2006 and 2005 consisted of the following

	Millions of yen		Thousands of U.S. dollars
	2006	2005	2006
Loans principally from banks and insurance companies	7,523	9,930	64,042
	7,523	9,930	64,042
Less current maturities	900	3,652	7,662
	<u>¥6,623</u>	<u>¥6,278</u>	<u>\$ 56,380</u>

The aggregate annual maturities of long-term debt outstanding at March 31, 2006 were as follows:

	Millions of yen	Thousands of U.S. dollars
Year ending March 31,		
2007	¥5,506	\$ 46,872
2008	491	4,180
2009	606	5,159
2010	2	17
2011 and thereafter	18	152
	<u>¥6,623</u>	<u>\$ 56,380</u>

Assets pledged to secure short-term bank loans and long-term debt at March 31, 2006 were as follows:

	Millions of yen		Thousands of U.S. dollars
	2006	2005	2006
Marketable securities and investments securities	-	-	-
Property, plant and equipment	¥439	¥2,403	\$ 3,737
	<u>¥439</u>	<u>¥2,403</u>	<u>\$ 3,737</u>

5. Contingent liabilities at March 31, 2006 and 2005 were as follows:

	Millions of yen		Thousands of U.S. dollars
	2006	2005	2006
Notes discounted and endorse	¥747	¥892	\$ 6,359
Guarantees	¥2,767	¥1,972	\$ 23,555

6. Depreciation expenses for the year ended March 31, 2006 and 2005 were as follows:

	Millions of yen		Thousands of U.S. dollars
	2006	2005	2006
Selling, general, and administrative expenses	¥1,045	¥394	\$ 8,896
Manufacturing costs	4,945	5,662	42,096
	<u>¥5,990</u>	<u>¥6,056</u>	<u>\$ 50,992</u>

7. Leases

Annual rental expenses for the year ended March 31, 2005 was

¥ 187 million (US\$1,592thousand).

8. Retained Earning and Dividends

The amount of retained earnings available for dividends under the Commercial Code of Japan is based on the amount stated in the non-consolidated financial statements of the Company.

Dividends are approved by the shareholders at a meeting held subsequent to the fiscal year to which the dividend is applicable. In addition, an interim dividend may be paid by resolution of the Board of Directors, subject to the limitations imposed by the Commercial Code.

On June 27, 2006, the shareholders of the Company authorized payment of a cash dividend to the shareholders as at March 31, 2006 of 12 yen (US\$0.10) per share or a total of ¥1,236million (US\$10,522 thousand).

9. Segment Information

Business segment information for the Company for the year ended March 31, 2006 and 2005 is as follows:

Business Segments

	Year ended March 31, 2006					
	Chemicals	Food Products	Other	Total	Eliminations	Consolidated
	Millions of yen					
Sales to third parties	¥115,494	¥44,759	¥4,790	¥165,043	-	¥165,043
Inter-Group sales and transfer	223	42	9,966	10,231	(10,231)	-
Total sales	115,717	44,801	14,756	175,274	(10,231)	165,043
Operating expenses	100,791	42,947	14,233	157,972	(10,214)	147,758
Operating Incomes	¥14,926	¥1,854	¥523	¥17,302	(¥17)	¥17,285
	Thousands of U.S. dollars					
Sales to third parties	\$983,179	\$381,025	\$40,776	\$1,404,980	-	\$1,404,980
Inter-Group sales and transfer	1,898	358	84,839	87,095	(87,095)	-
Total sales	985,077	381,383	125,615	1,492,075	(87,095)	1,404,980
Operating expenses	858,015	365,600	121,163	1,344,786	(86,950)	1,257,836
Operating Incomes	\$127,062	\$15,783	\$4,452	\$147,289	(\$145)	\$147,144
	Year ended March 31, 2005					
	Chemicals	Food Products	Other	Total	Eliminations	Consolidated
	Millions of yen					
Sales to third parties	¥102,719	¥45,275	¥3,830	¥151,824	-	¥151,824
Inter-Group sales and transfer	250	50	9,705	10,005	(10,005)	-
Total sales	102,969	45,325	13,535	161,829	(10,005)	151,824
Operating expenses	90,492	43,490	13,089	147,071	(10,020)	137,051
Operating Incomes	¥12,477	¥1,835	¥446	¥14,758	¥15	¥14,773

Segment information by business location

The current consolidated fiscal term (From April 1, 2005 to March 31, 2006)

	Japan	Asia	Other	Total	Eliminations	Consolidated
	Millions of yen					
Sales to third parties	142,246	13,774	9,023	165,043	—	165,043
Inter-Group sales and transfer	5,904	6,091	109	12,104	(12,104)	—
Total sales	148,150	19,865	9,132	177,147	(12,104)	165,043
Operating expenses	132,190	18,949	8,880	160,019	(12,261)	147,758
Operating Incomes	15,960	916	252	17,128	157	17,285

	Japan	Asia	Other	Total	Eliminations	Consolidated
	Thousands of U.S.dollars					
Sales to third parties	1,210,913	117,255	76,812	1,404,980	—	1,404,980
Inter-Group sales and transfer	50,260	51,852	927	103,039	(103,039)	—
Total sales	1,261,173	169,107	77,739	1,508,019	(103,039)	1,404,980
Operating expenses	1,125,309	161,309	75,594	1,362,212	(104,376)	1,257,836
Operating Incomes	135,864	7,798	2,145	145,807	1,337	147,144

(Notes) i. Countries or regions are divided by geographical proximity.

ii. Major countries or regions outside Japan

Asia ... Korea, Taiwan, Singapore

Others ... the United States, Germany, France

Previous consolidated fiscal year (From April 1, 2004 to March 31, 2005)

	Japan	Other	Total	Eliminations	Consolidated
	Millions of yen				
Sales to third parties	138,310	13,514	151,824	—	151,824
Inter-Group sales and transfer	1,199	3,867	5,066	(5,066)	—
Total sales	139,509	17,381	156,890	(5,066)	151,824
Operating expenses	125,341	16,792	142,133	(5,082)	137,051
Operating Incomes	14,168	589	14,757	14	14,773

(Notes) i. Countries or regions are divided by geographical proximity.

ii. Major countries or regions outside Japan

Others ... Korea, Taiwan, Singapore and the United States.

Overseas sales

Current consolidated fiscal year (From April 1, 2005 to March 31, 2006)

	Asia	Other	Total
	Millions of yen		
Overseas sales	25,894	11,311	37,206
Consolidated sales	—	—	165,043
Ratio of overseas sales to consolidated sales(%)	15.7	6.8	22.5
	Thousands of U.S.dollars		
Overseas sales	220,431	96,288	316,728
Consolidated sales	—	—	1,404,980

Previous consolidated fiscal year (From April 1, 2004 to March 31, 2005)

	Asia	Other	Total
	Millions of yen		
Overseas sales	18,203	9,654	27,857
Consolidated sales	—	—	151,824
Ratio of overseas sales to consolidated sales(%)	12.0	6.4	18.4
	Thousands of U.S.dollars		
Overseas sales	169,504	89,897	259,400
Consolidated sales	—	—	1,413,763

(Note) i. Countries or regions are divided by geographical proximity.

ii. Major countries or regions outside Japan

Asia ... Taiwan, Korea, China, Singapore, etc.

Other ... United States, Europe, etc.

iii. Overseas sales are sales of the Company and its consolidated subsidiaries in countries and regions other than Japan.