

# INTERIM CONSOLIDATED FINANCIAL STATEMENTS

The six months ended September 30, 2010 and 2009

TAKASAGO INTERNATIONAL CORPORATION

## Financial Highlights for the Interim Period

(April 1,2010/2009-September 30,2010/2009)

	Yen in millions		Percent change 2010/2009	U.S.dollars
	2010	2009		in thousands 2010
Net Sales	<b>¥60,547</b>	¥58,841	+2.9	<b>\$722,356</b>
Net Income	<b>3,325</b>	1,796	+85.1	<b>\$39,671</b>
Total Assets	<b>122,268</b>	126,563		<b>\$1,458,700</b>
Total Net Asset	<b>53,746</b>	54,231		<b>\$641,209</b>

	Yen		U.S.dollars
	2010	2009	2010
Net income per share	<b>¥33.13</b>	¥17.90	<b>\$0.40</b>

Note 1. U.S.dollar amounts have been translated, for convenience only, at the rate of JPY83.82 per 1 U.S. dollar,  
the exchange rate prevailing on September 30, 2010

2. Amounts are rounded down to millions of yen and thousands of U.S. dollars.

TAKASAGO INTERNATIONAL CORPORATION  
**INTERIM CONSOLIDATED BALANCE SHEET**

September 30, 2010 and 2009

<b>ASSETS</b>	Yen in millions		U.S.dollars
	2010	2009	in thousands 2010
<b>Current assets:</b>			
Cash and cash equivalents	<b>¥11,516</b>	¥9,965	<b>\$137,392</b>
Notes and accounts receivable, trade:			
Notes and accounts receivable	<b>26,877</b>	25,934	<b>320,658</b>
Allowance for doubtful accounts	<b>(208)</b>	<b>(220)</b>	<b>(2,488)</b>
	<b>26,669</b>	25,713	<b>318,170</b>
Inventories	<b>27,868</b>	29,352	<b>332,482</b>
Other current assets	<b>2,506</b>	2,585	<b>29,909</b>
Total current assets	<b>68,560</b>	67,617	<b>817,954</b>
<b>Property, plant and equipment:</b>			
Buildings and structures	<b>20,065</b>	21,783	<b>239,389</b>
Other	<b>15,602</b>	17,331	<b>186,147</b>
Total Property, plant and equipment:	<b>35,668</b>	39,114	<b>425,537</b>
<b>Investments and other assets:</b>			
Investments in securities	<b>12,360</b>	13,328	<b>147,468</b>
Other	<b>1,693</b>	1,653	<b>20,208</b>
Total investments and other assets	<b>14,054</b>	14,981	<b>167,676</b>
<b>Other assets:</b>	<b>3,984</b>	4,849	<b>47,532</b>
<b>TOTAL ASSETS</b>	<b>¥122,268</b>	¥126,563	<b>\$1,458,700</b>

TAKASAGO INTERNATIONAL CORPORATION  
**INTERIM CONSOLIDATED BALANCE SHEET**

September 30, 2010 and 2009

<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>	Yen in millions		U.S.dollars in thousands
	2010	2009	2010
<b>Current liabilities:</b>			
Bank loans	¥20,268	¥21,913	\$241,805
Current portion of long-term debt	6,680	6,937	79,703
Notes and accounts payable, trade	12,068	12,900	143,985
Accrued income taxes	1,038	960	12,392
Accrued expenses and other current liabilities	6,673	8,001	79,619
Total current liabilities	46,730	50,714	557,507
<b>Long-term liabilities:</b>			
Long-term debt	13,055	12,711	155,760
Retirement allowance	7,983	8,106	95,246
Other	752	799	8,976
Total long-term liabilities	21,791	21,617	259,983
<b>Total net asset</b>			
Common stock			
Authorized — 300,000,000 shares			
Issued and outstanding — 100,761,988 shares	9,248	9,248	110,338
Paid-in capital in excess of par value	8,358	8,358	99,716
Retained earnings	38,436	35,444	458,562
Treasury stock, at cost	(179)	(172)	(2,145)
Shareholders' equity	55,863	52,879	666,471
Unrealized gain on securities	4,108	4,574	49,015
Foreign currency translation adjustment and others	(7,338)	(4,236)	(87,555)
Adjustment for valuation, foreign currency translation and others	(3,230)	337	(38,539)
Minority interests	1,112	1,014	13,277
Total net asset	53,746	54,231	641,209
<b>TOTAL LIABILITIES AND TOTAL NET ASSET</b>	¥122,268	¥126,563	\$1,458,700

