

INTERIM CONSOLIDATED FINANCIAL STATEMENTS

The six months ended September 30, 2008 and 2007

TAKASAGO INTERNATIONAL CORPORATION

Financial Highlights for the Interim Period (April 1,2008/2007-September 30,2008/2007)

	Yen in millions		Percent change 2008/2007	U.S.dollars
	2008	2007		in thousands 2008
Net Sales	¥65,808	¥62,113	+5.9	\$635,397
Net Income	3,305	3,266	+1.2	\$31,910
Total Assets	130,408	131,969		\$1,259,138
Total Net Asset	59,831	57,276		\$577,693

	Yen		U.S.dollars
	2008	2007	2008
Net income per share	32.91	¥32.52	\$0.32

Note 1. U.S.dollar amounts have been translated, for convenience only, at the rate of JPY103.57 per 1 U.S. dollar,
the exchange rate prevailing on September 30, 2008

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

TAKASAGO INTERNATIONAL CORPORATION
INTERIM CONSOLIDATED BALANCE SHEET

September 30, 2008 and 2007

ASSETS	Yen in millions		U.S.dollars	LIABILITIES AND SHAREHOLDERS' EQUITY	Yen in millions		U.S.dollars
	2008	2007	in thousands 2008		2008	2007	in thousands 2008
Current assets:				Current liabilities:			
Cash and cash equivalents	¥8,322	¥9,134	\$80,357	Bank loans	¥20,163	¥20,663	\$194,681
Notes and accounts receivable, trade:				Current portion of long-term debt	4,838	4,116	46,714
Notes and accounts receivable	27,527	27,143	265,785	Notes and accounts payable, trade	14,255	16,177	137,636
Allowance for doubtful accounts	(189)	(186)	(1,825)	Accrued income taxes	1,871	1,491	18,069
	27,338	26,956	263,959	Accrued expenses and other current liabilities	7,484	8,165	72,261
Inventories	31,467	32,643	303,832	Total current liabilities	48,612	50,614	469,364
Other current assets	3,005	2,668	29,021	Long-term liabilities:			
Total current assets	70,134	71,404	677,170	Long-term debt	11,290	12,879	109,012
Property, plant and equipment:				Retirement allowance	8,476	8,538	81,843
Buildings and structures	22,260	21,635	214,929	Other	2,198	2,660	21,224
Other	18,002	17,799	173,820	Total long-term liabilities	21,965	24,078	212,080
Total Property, plant and equipment:	40,262	39,434	388,749	Total net asset			
Investments and other assets:				Common stock			
Investments in securities	17,189	18,668	165,970	Authorized — 300,000,000 shares			
Other	1,736	1,407	16,768	Issued and outstanding — 100,761,988 shares	9,248	9,248	89,297
Total investments and other assets	18,926	20,076	182,739	Paid-in capital in excess of par value	8,358	8,357	80,704
Other assets:	1,085	1,054	10,478	Retained earnings	33,902	29,576	327,341
TOTAL ASSETS	¥130,408	¥131,969	\$1,259,138	Treasury stock, at cost	(158)	(136)	(1,530)
				Shareholders' equity	51,351	47,046	495,812
				Unrealized gain on securities	6,826	7,608	65,915
				Foreign currency translation adjustment	561	1,806	5,421
				Adjustment for valuation, foreign currency translation and others	7,388	9,415	71,337
				Minority interests	1,092	814	10,543
				Total net asset	59,831	57,276	577,693
				TOTAL LIABILITIES AND TOTAL NET ASSET	¥130,408	¥131,969	\$1,259,138

