

July 29, 2005

Brief First-Quarter Non-consolidated Financial Report for the Year Ending March 31, 2006

Listed company name: Ariake Japan Co., Ltd.
 Code No.: 2815
 Listing Exchanges: Tokyo, 1st Section
 URL: <http://www.net-ir.ne.jp/ariake/>
 Representative: Kineo Okada, President and Chief Executive Officer
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1. Items relating to the preparation of the quarterly non-consolidated statement of income, etc.

* Adoption of the simplified accounting policies None
 * Changes in accounting methods from the most recent fiscal year None

2. First-quarter results for the year ending March 31, 2006 (April 1, 2005 - June 30, 2005)

(1) Non-consolidated business results

Note: Amounts under one thousand yen have been rounded down.

	Net sales		Operating income		Ordinary income	
	MY	%	MY	%	MY	%
First quarter of 06/3	4,535	4.8	1,237	1.3	1,269	2.3
First quarter of 05/3	4,326	6.6	1,221	1.4	1,241	0.1
05/3	18,811		5,154		5,218	

	Net income		Net income per share		Net income per share/diluted	
	MY	%	Yen		Yen	
First quarter of 06/3	748	6.8	22.90		-	
First quarter of 05/3	700	2.1	21.55		-	
05/3	3,077		93.51		-	

Note: Changes in net sales, operating income, ordinary income and net income from previous fiscal year are shown in percentage on a year-on-year basis.

(2) Non-consolidated financial position

	Total assets	Shareholders' equity	Equity ratio	Shareholders' equity per share
	MY	MY	%	Yen 1/100 yen
First quarter of 06/3	42,799	39,212	91.6	1,196.16
First quarter of 05/3	39,910	36,365	91.1	1,118.91
05/3	41,577	37,808	91.0	1,169.68

Note: Number of shares outstanding at term end (non-consolidated):

First Quarter of 06/3 32,808,683 shares First Quarter of 05/3 32,808,683 shares 05/3 32,808,683 shares

2. Forecast for non-consolidated business results for the year ending March 31, 2006 (April 1, 2005 - March 31, 2006)

	Net sales	Operating income	Ordinary income	Net income
	MY	MY	MY	MY
Interim	9,600	2,780	2,790	1,630
Full-year	20,500	6,140	6,150	3,580

Reference: Expected net income per share (full-year) ¥109.55 (Yen)

Non-consolidated Balance Sheets
For the First Quarter of 06/3 and 05/3

(In thousand yen, %)

Account	Term	First Quarter of 06/3	First Quarter of 05/3	Changes		05/3
		Amount	Amount	Amount	Ratio	Amount
	(Assets)					
	I. Current assets					
	1. Cash and time deposits	17,562,284	17,355,891	206,392		18,333,676
	2. Notes receivable	656,515	735,803	(79,287)		628,461
	3. Accounts receivable	3,462,230	3,018,991	443,238		3,611,112
	4. Inventories	2,874,856	2,280,843	594,013		2,487,227
	5. Other current assets	269,708	329,137	(59,429)		218,841
	6. Allowance for doubtful accounts	(2,266)	(2,250)	(16)		(2,016)
	Total current assets	24,823,329	23,718,417	1,104,912	4.7	25,277,303
	II. Fixed assets					
	1. Tangible fixed assets					
	(1) Buildings and structures	4,383,686	4,735,389	(351,702)		4,376,134
	(2) Machines, devices, and delivery equipment	2,037,764	2,145,966	(108,201)		2,001,532
	(3) Land	3,904,149	3,810,757	93,392		3,601,671
	(4) Other fixed assets	320,284	301,551	18,733		416,325
	Total tangible fixed assets	10,645,886	10,993,664	(347,777)	(3.2)	10,395,663
	2. Intangible fixed assets	15,696	13,684	2,012	14.7	16,489
	3. Investments and other assets					
	(1) Investments in securities	1,844,582	382,569	1,462,012		394,382
	(2) Shares of affiliated companies	3,316,862	2,899,022	417,840		3,316,862
	(3) Long-term loans of affiliated companies	69,803	68,698	1,105		69,803
	(4) Investments in real estates	810,975	452,844	358,130		813,107
	(5) Other investments	1,280,396	1,389,527	(109,131)		1,282,476
	(6) Allowance for doubtful accounts	(8,379)	(8,390)	11		(8,379)
	Total investments and other assets	7,314,240	5,184,272	2,129,967	41.1	5,868,252
	Total fixed assets	17,975,823	16,191,620	1,784,202	11.0	16,280,405
	Total assets	42,799,153	39,910,038	2,889,115	7.2	41,557,708

Note: Amounts under one thousand yen have been rounded down.

(In thousand yen, %)

Term Account	First Quarter of 06/3	First Quarter of 05/3	Changes		05/3
	Amount	Amount	Amount	Ratio	Amount
(Liabilities)					
I. Current liabilities					
1. Notes payable	792,546	773,453	19,092		644,441
2. Accounts payable	750,998	705,524	45,474		859,603
3. Short-term loans payable	440,785	378,426	62,359		364,825
4. Income taxes payable	558,087	551,504	6,582		969,329
5. Allowance for employee bonus	131,278	132,755	(1,476)		129,603
6. Other current liabilities	306,852	352,022	(45,170)		190,360
Total current liabilities	2,980,549	2,893,687	86,862	3.0	3,158,164
II. Long-term liabilities					
1. Allowance for employee retirement benefits	481,685	401,179	80,506		466,359
2. Other long-term liabilities	124,451	249,561	(125,109)		124,451
Total long-term liabilities	606,137	650,740	(44,602)	(6.9)	590,811
Total liabilities	3,586,687	3,544,427	42,259	1.2	3,748,976
(Shareholders' equity)					
I. Common stock	7,095,096	7,095,096	-	-	7,095,096
II. Capital surplus					
1. Capital reserve	7,833,869	7,833,869	-		7,833,869
Total capital surplus	7,833,869	7,833,869	-	-	7,833,869
III. Retained earnings					
1. Earned reserve	428,500	428,500	-		428,500
2. Voluntary reserve	7,787,578	7,802,543	(14,964)		7,802,543
3. Unappropriated profits for the quarter	16,086,490	14,559,468	1,527,021		16,530,523
Total retained earnings	24,302,568	22,790,511	1,512,057	6.6	24,761,566
IV. Differences in valuation of other securities	80,803	73,692	7,111	9.6	80,803
V. Treasury stocks	(99,871)	(1,427,557)	1,327,686	(93.0)	(1,962,602)
Total shareholders' equity	39,212,466	36,365,611	2,846,855	7.8	37,808,732
Total Liabilities, Minority interest and Shareholders' equity	42,799,153	39,910,038	2,889,115	7.2	41,557,708

Note: Amounts under one thousand yen have been rounded down.

Non-consolidated Statements of Income

(In thousand yen, %)

Term Account	First Quarter of 06/3	First Quarter of 05/3	Changes		05/3
	Amount	Amount	Amount	Ratio	Amount
I. Net sales	4,535,487	4,326,604	208,883	4.8	18,811,337
II. Cost of net sales	2,652,876	2,519,089	133,787	5.3	11,188,236
Gross profit	1,882,610	1,807,514	75,096	4.2	7,623,100
III. Selling, general and administrative expenses	645,559	585,962	59,597	10.2	2,469,015
Operating income	1,237,050	1,221,552	15,498	1.3	5,154,085
IV. Non-operating income	42,072	24,919	17,152	68.8	148,586
Interest and dividends received	3,840	5,098	(1,258)		10,078
V. Non-operating expenses	9,867	5,381	4,486	83.4	84,213
Interest paid and discounts	-	-	-		-
Ordinary income	1,269,255	1,241,090	28,164	2.3	5,218,458
VI. Extraordinary income	-	1,014	(1,014)	(100.0)	4,061
VII. Extraordinary losses	709	11,150	(10,440)	(93.6)	21,712
Income before income tax	1,268,546	1,230,955	37,590	3.1	5,200,807
Income, inhabitant and business taxes	520,105	530,269	(10,191)	(1.9)	2,131,000
Adjustments for income and other taxes	-	-	-	-	(7,779)
Net Income	748,441	700,659	47,781	6.8	3,077,586
Net income brought forward from previous term	15,931,549	13,858,808	2,072,740	15.0	13,858,808
Gain on disposal of treasury stocks	593,500	-	593,500	100.0	-
Interim dividends	-	-	-	-	405,872
Unappropriated earnings	16,086,490	14,559,468	1,527,021	10.5	16,530,523

Note: Amounts under one thousand yen have been rounded down.