

# 11. Non-Consolidated Financial Statements for the 12-month period ended March 31, 2006 (FY 2006)

March 17, 2006

Company Name



ACCRETECH

**Tokyo Seimitsu Co., Ltd.**

Code number: 7729

(URL: <http://www.accretech.jp/>)

Representative: Sadakatsu Suzuki, President C.E.O.& C.O.O.

Inquiries: Kunimasa Ohta, Representative Director

Board of Directors meeting: May 17, 2006

Dividend payout date: June 30, 2006

Use of unit stock system: Yes (100 shares per unit)

Stock Listing: First Section TSE

Head office location: Tokyo

Tel: 0422 - 48 - 1011

Interim dividend system: Yes

Annual General Shareholders' Meeting: June 29, 2006

## 1. Results for the the period of FY 2006 (April 1, 2005-March 31, 2006)

(1) Sales and earnings (Millions of yen, rounded down)

	Net Sales		Operating Income		Ordinary Income	
FY2006	82,539	12.5%	10,135	4.2%	10,423	7.7%
FY2005	73,336	32.0%	9,723	168.9%	9,676	198.4%

(Millions of yen; except as indicated)

	Net income (loss)		Net income (loss) per Share (yen)	Net income per Share (diluted) (yen)	Return on Equity	Return on Total Ordinary Income	Ordinary Profit Margin
FY2006	2,414	299.0%	62.67	57.43	7.2%	11.4%	12.6%
FY2005	605	—%	16.16	14.79	2.1%	11.1%	13.2%

Notes:

1. Average number of shares outstanding; FY06: 38,527,955 shares; FY05: 37,452,407 shares

2. Changes in accounting methods: No

3. Percentages for net sales, operating income, ordinary income, and net income are a comparison with previous fiscal year.

(2) Dividends

(Millions of yen; except as indicated)

	Cash Dividends per Share			Total Cash Dividends	Dividend Payout Ratio	Dividends on Equity
	mid-term	year end				
	(yen)	(yen)	(yen)			
FY2006	40.00	20.00	20.00	1,551	64.3%	4.6%
FY2005	30.00	15.00	15.00	1,124	185.9%	3.9%

(3) Financial position

(Millions of yen; except as indicated)

	Total Assets	Shareholders' Equity	Equity Ratio	Shareholders' Equity per Share (yen)
FY2006	95,589	38,295	40.1%	955.63
FY2005	87,161	29,088	33.4%	775.78

Notes:

1. Number of shares outstanding at end of period; FY06: 40,073,746 shares; FY05: 37,495,725 shares

2. Number of shares of treasury stock at end of period; FY06: 26,421 shares; FY05: 22,229 shares

## 2. Forecasts for FY 2006 (April 1, 2005-March 31, 2006)

(Millions of yen; except as indicated)

	Net Sales	Ordinary Income	Net Income	Cash Dividends per Share		
				mid-term	year end	(yen)
Half Year	46,000	7,000	4,100	(yen)	(yen)	(yen)
Full Year	92,000	14,000	8,200	25.00	—	—
					25.00	50.00

Reference: Estimated earnings per share (full year): ¥204.62

These forecasts are based on our outlook presented on page 9,10 and 11 of the supplementary material.

## 12. Non-Consolidated Balance Sheets

(Millions of yen, rounded down)

Item	FY05 (31-Mar-05)	FY06 (31-Mar-06)	Item	FY05 (31-Mar-05)	FY06 (31-Mar-06)
<b>ASSETS</b>			<b>LIABILITIES</b>		
<b>Current assets</b>	<b>63,152</b>	<b>69,105</b>	<b>Current liabilities</b>	<b>30,684</b>	<b>34,520</b>
Cash and cash equivalents	7,175	8,147	Notes payable	10,977	17,209
Notes receivable	3,625	2,080	Accounts payable	5,640	7,452
Accounts receivable	26,912	32,862	Short-term debt	—	3,000
Finished goods	1	0	Current portion of long-term debt	3,400	2,950
Manufactured products	4,388	3,428	Current portion of bonds	800	—
Materials	1,223	1,315	Arrears	3,936	1,926
Material in process	16,792	17,833	Income taxes payable	2,053	21
Inventory goods	35	20	Accrued expenses	331	302
Advance payments	1,365	—	Bonus reserve	644	542
Deferred refund corporation tax etc.	—	963	Subscription rights	20	—
Consumption tax receivable	414	820	Other	2,880	1,114
Deferred tax assets	615	1,453			
Other	629	198			
Allowance for doubtful accounts	(27)	(20)			
<b>Fixed Assets</b>	<b>24,009</b>	<b>26,484</b>	<b>Long-term Liabilities</b>	<b>27,388</b>	<b>22,773</b>
Property, plant and equipment	9,764	9,704	Bonds	17,500	13,965
Buildings	6,031	5,864	Convertible bonds	51	51
Structures	179	291	Long-term debt	6,370	5,420
Machinery & equipment	792	1,056	Allowance for employee retirement benefits	2,911	3,120
Motor vehicle & transport equipment	16	24	Allowance for director retirement benefits	556	216
Industrial equipment & fixtures	689	655	<b>Total Liabilities</b>	<b>58,073</b>	<b>57,293</b>
Land	1,525	1,521			
Construction in progress	529	291			
Intangible fixed assets	2,287	1,460			
Software	2,255	1,430			
Other	31	30			
Investments and other assets	11,958	15,320	<b>SHAREHOLDERS' EQUITY</b>		
Investment securities	3,374	5,661	Capitalization	7,392	9,447
Stock of affiliated companies	3,433	6,189	Capital surplus	12,017	16,821
Capital contribution	46	0	Capital reserve	12,017	16,820
Capital contribution to subsidiaries	80	127	Other capital surplus	—	0
Long-term accrued receivables	5,391	—	Retained earnings	9,674	10,776
Long-term loans	2,933	3,141	Earnings reserve	728	728
Deferred tax assets	5,669	2,261	Voluntary reserve	5,000	5,000
Long-term deposit	—	1,000	Undistributed net profit	3,945	5,047
Other	305	345	Net unrealized holding gain on securities	67	1,340
Investment loss reserve	(1,554)	(3,398)	Treasury stock	(63)	(90)
Allowance for doubtful accounts	(7,723)	(7)	<b>Total Shareholders' Equity</b>	<b>29,088</b>	<b>38,295</b>
<b>Total Assets</b>	<b>87,161</b>	<b>95,589</b>	<b>Total Liabilities and Shareholders' Equity</b>	<b>87,161</b>	<b>95,589</b>

### 13. Non-Consolidated Statements of Income

(Millions of yen, rounded down)

Item	FY 2005		FY 2006		Y-o-Y
	(April 1, 2004 – March 31, 2005)		(April 1, 2005 – March 31, 2006)		
	Amount	component ratio	Amount	component ratio	
Operating profit/loss					
Net sales	73,336	100.0%	82,539	100.0%	9,202
Cost of sales	55,563	75.8%	63,172	76.6%	7,608
Selling, general and administrative expenses	8,049	11.0%	9,231	11.1%	1,182
Operating income	9,723	13.2%	10,135	12.3%	411
Non-operating income	342	0.5%	867	1.0%	524
Interest and dividend income	227		284		
Other	114		583		
Non-operating expenses	389	0.5%	579	0.7%	190
Interest expenses	271		235		
Other	117		343		
Ordinary Income	9,676	13.2%	10,423	12.6%	746
Extraordinary gains	523	0.7%	97	0.1%	(426)
Gain on sale of investment in securities	358		—		
Other	165		97		
Extraordinary losses	9,555	13.0%	6,363	7.7%	(3,191)
Loss on revaluation and disposal of inventories	1,342		1,096		
Fixed assets loss on retirement	—		1,387		
Amount of investment loss drawing putting in	—		1,844		
Allowance for bad debt	7,716		—		
Lease cancellation cost	—		1,853		
Other	496		182		
Income before taxes and minority interests	644	0.9%	4,157	5.0%	3,512
Income taxes	1,951	2.7%	45	0.0%	(1,906)
Income tax adjustment	(1,911)	- 2.6%	1,697	2.1%	3,608
Net income (loss)	605	0.8%	2,414	2.9%	1,809
Retained earnings brought forward	3,903		3,383		(519)
Interim dividends	562		749		187
Undistributed profits	3,945		5,047		1,102

## 14. Profit Distribution Plan

(Millions of yen, rounded down)

Item	FY05	FY06
	(April 1, 2004 – March 31, 2005)	(April 1, 2005 – March 31, 2006)
Undistributed net profit	3,945	5,047

This was distributed in the following manner:

(Millions of yen, rounded down)

Earnings reserves	—	—
Dividends	562 (nominal dividend of ¥15 per share)	801 (nominal dividend of ¥20 per share)
Bonuses to directors	—	—
Retained earnings carried forward	3,383	4,246

Note: On December 1, 2005, ¥749 million of interim dividends (¥20 per share) was paid.

## 15. Sales, Orders and Backlog

(Millions of yen, rounded down)

Period Segment	FY 2005			FY 2006		
	March 31, 2004 – March 31, 2005			March 31, 2005 – March 31, 2006		
	Sales	Orders	Backlog	Sales	Orders	Backlog
Semiconductor manufacturing equipment	57,334 ( 34,519 )	54,981 ( 31,811 )	11,884 ( 5,900 )	63,788 ( 38,881 )	68,872 ( 42,584 )	16,968 ( 9,603 )
Measuring systems	10,257 ( 1,959 )	10,820 ( 2,037 )	2,276 ( 325 )	12,117 ( 2,082 )	12,609 ( 2,336 )	2,768 ( 580 )
Automatic measuring systems	5,442 ( 379 )	5,773 ( 381 )	1,206 ( 64 )	6,265 ( 299 )	6,344 ( 330 )	1,285 ( 96 )
Other	302 ( 24 )	308 ( 23 )	42 ( 8 )	368 ( 31 )	348 ( 31 )	23 ( 9 )
Totals	73,336 ( 36,884 )	71,884 ( 34,253 )	15,409 ( 6,299 )	82,539 ( 41,294 )	88,174 ( 45,284 )	21,044 ( 10,290 )

Note: Figures in parenthesis represents export volume