

**Disclaimer: This is a Japanese-English translation of the summary of financial statements of the Company produced for your convenience. Since no auditor audited this report, officially only the Japanese version is assumed to be the summary of financial statements of the Company. This summary does not constitute any guarantee and the Company will not compensate any losses and/or damage stemming from actions taken based on these statements. In the case that there is any discrepancy between the Japanese and English versions, the Japanese version is assumed to be correct.**

## Summary of Consolidated Financial Statements for the First Quarter of Fiscal 2007

July 27, 2006

Listed Company Name: Nisshin Seifun Group Inc. Registered on Tokyo Stock Exchange  
 Securities Code: 2002 and Osaka Securities Exchange  
 URL: <http://www.nisshin.com> Location of head office: Tokyo  
 Representative: Hiroshi Hasegawa, President  
 Contact: Izumi Inagaki, General Manager of Public Communications Department, General Administration Division  
 Tel.: +81-3-5282-6650

### 1. Notes on the Preparation of Quarterly Financial Information and Other Matters

#### (1) Adoption of simplified accounting methods: Yes

- Since the impact of fixed asset depreciation is minimal, the simplified method of accounting has been used.

#### (2) Changes in accounting standards of financial accounts since the most recent fiscal year: None

#### (3) Changes in the scope of consolidation and equity method: None

### 2. Consolidated Financial Results for the First Quarter of Fiscal 2007 (April 1, 2006 to June 30, 2006)

#### (1) Consolidated Business Results

Figures shown are rounded down to the nearest million yen.

|                       | Net sales       |       | Operating income |       | Ordinary income |       |
|-----------------------|-----------------|-------|------------------|-------|-----------------|-------|
|                       | Millions of yen | %     | Millions of yen  | %     | Millions of yen | %     |
| 1Q Fiscal 2007        | 104,645         | (0.5) | 4,550            | (6.6) | 5,677           | 0.1   |
| 1Q Fiscal 2006        | 105,124         | 3.0   | 4,874            | (8.6) | 5,668           | (7.0) |
| Full Year Fiscal 2006 | 421,359         |       | 22,169           |       | 24,774          |       |

|                       | Net income      |       | Net income per share | Diluted net income per share |
|-----------------------|-----------------|-------|----------------------|------------------------------|
|                       | Millions of yen | %     | Yen                  | Yen                          |
| 1Q Fiscal 2007        | 2,836           | (3.2) | 11.22                | 11.22                        |
| 1Q Fiscal 2006        | 2,930           | (4.1) | 12.68                | 12.64                        |
| Full Year Fiscal 2006 | 13,541          |       | 52.80                | 52.77                        |

Notes: 1. On November 18, 2005, a 1.1 for 1 common stock split was undertaken.

2. Assuming that the stock split took place at the beginning of fiscal 2006, the net income per share and diluted net income per share figures for the first quarter of fiscal 2006 would be ¥11.53 and ¥11.49, respectively.

## Consolidated Business Progress Review: Qualitative Information

(April-June 2006)

In the first quarter of the fiscal year ending March 31, 2007, the Nisshin Seifun Group embarked upon year two of its second medium-term management plan. The Company targeted higher shipments by conducting aggressive sales promotion activities and developing new markets in all its operations, particularly flour milling and processed food. Meanwhile, at Nisshin Pharma Inc., sales were down compared to the first quarter of the previous fiscal year following a slowdown in the buoyant sales of mainstay product coenzyme Q<sub>10</sub> that had continued until the first half of fiscal 2006. At Nisshin Engineering Inc., completed construction contracts for customers outside the Nisshin Seifun Group were also lower year on year. As a result of these and other factors, consolidated net sales for April 1 to June 30, 2006 decreased 0.5% compared with the previous year to ¥104,645 million. Ordinary income increased 0.1% year on year to ¥5,677 million and net income was ¥2,836 million, a decrease of 3.2%.

## [Business Overview by Segment]

### ① Flour Milling Segment

The business environment for Nisshin Flour Milling Inc. was difficult, characterized by reduced demand in the domestic flour market as a whole compared to the previous year. Against this backdrop, Nisshin Flour Milling vigorously pursued relationship marketing, striving to deepen relationships with customers by swiftly and accurately reading market trends and customer needs. As a result of these efforts, the company achieved higher shipments year on year.

In production and distribution, Nisshin Flour Milling worked to reduce costs by pursuing increased operational efficiency. A notable achievement in this regard was completing construction of the automatic rack warehouse at the Higashinada Plant in May 2006. At the same time the company reinforced measures to ensure the reliability and safety of its products.

The price of bran, a by-product of the milling process, recorded a steady increase compared to the previous fiscal year.

In overseas operations, Nisshin Flour Milling subsidiaries implemented dynamic marketing strategies in Thailand and Canada, resulting in higher shipments.

### ② Processed Food Segment

During the fiscal period under review, shipments were strong for Nisshin Foods Inc.'s mainstay products such as pasta, pasta sauces, coating flours used for tempura and other deep-fried dishes, pancake mix, flour for okonomi-yaki (an omelet-like dish) and frozen foods. Overseas, shipments of prepared mix in Thailand and China also increased significantly. In prepared dishes and other prepared foods, Initio Foods is addressing the delays that occurred in progressing its plans, implementing measures to make up for the lost time and taking action in collaboration with volume retailers. Moreover, in response to the May 2006 introduction of the positive list system for agricultural chemical residues in foods, Nisshin Foods has been further reinforcing its provisions for quality control across all processed food operations.

Oriental Yeast's processed food division achieved higher year-on-year sales with steady performances in yeast, mayonnaise and other baking and filling ingredients for manufacturing bread-based products. In the company's biotechnology-related division, sales were roughly on a par with the previous year, with steady growth in shipments of bionutritional products and growth in research support services such as contracted testing and contracted animal breeding. These positive factors were, however, negated by sluggish performances in biochemical and immunochemical products, feed products supplied to fish farms, and others.

Nisshin Pharma Inc. undertook measures including aggressive sales promotion to extend sales of *Aqua Q10 P40*, a highly concentrated water-soluble formulation of coenzyme Q10 for use as an ingredient. However, the slowdown in previously buoyant sales of coenzyme Q10 and other factors contributed to lower year-on-year sales for coenzyme Q10, both as an ingredient and in the form of end products for the retail market.

### ③ Others Segment

Nisshin Petfood Inc. undertook aggressive sales promotion activities, resulting in higher shipments of both dog food and cat food products, significantly outpacing the previous year's performance. The company strove to increase awareness of *JP-Style*, the premium dog food product launched in

February 2006, through measures including proactive investment in advertising.

At Nisshin Engineering Inc., sales were largely unchanged from the previous year, despite a lull in capital expenditures in related industries. This primarily reflected completion of the automatic rack warehouse that was being constructed as part of the expansion work at Nisshin Flour Milling's Higashinada Plant.

NBC Inc. recorded growth in shipments of mainstay mesh cloths for screen-printing applications, primarily to overseas destinations. In addition, industrial-use mesh cloths and forming filters also posted steady shipment gains, and overall sales were higher year on year.

## (2) Consolidated Financial Position

Figures shown are rounded down to the nearest million yen

|                | Total assets    | Net assets      | Equity ratio | Net assets per share |
|----------------|-----------------|-----------------|--------------|----------------------|
|                | Millions of yen | Millions of yen | %            | Yen                  |
| June 30, 2006  | 391,257         | 288,348         | 66.6         | 1,031.72             |
| June 30, 2005  | 371,461         | 241,470         | 65.0         | 1,046.06             |
| March 31, 2006 | 399,899         | 264,535         | 66.2         | 1,046.00             |

## Consolidated Cash Flows

Figures shown are rounded down to the nearest million yen

|                       | Cash flows from operating activities | Cash flows from investing activities | Cash flows from financing activities | Cash and cash equivalents at end of term |
|-----------------------|--------------------------------------|--------------------------------------|--------------------------------------|--|
|                       | Millions of yen                      | Millions of yen                      | Millions of yen                      | Millions of yen                          |
| 1Q Fiscal 2007        | 5,051                                | (4,765)                              | (3,551)                              | 39,627                                   |
| 1Q Fiscal 2006        | 5,648                                | (4,674)                              | (3,223)                              | 51,869                                   |
| Full Year Fiscal 2006 | 21,054                               | (25,297)                             | (7,274)                              | 42,803                                   |

Notes: 1. With regard to the figures for the first quarter of fiscal 2006 (or June 30, 2005) and the fiscal 2006 full year (or March 31, 2006), the following changes in classification have been made: figures previously stated under "shareholders' equity" have been stated under "net assets," figures previously stated under "shareholders' equity ratio" have been stated under "equity ratio," figures previously stated under "shareholders' equity per share" have been stated under "net assets per share." Figures for June 30, 2006 calculated according to the previous classification would be as follows: net assets ¥260,732 million, equity ratio ¥66.6%, net assets per share ¥1,031.57.

2. Assuming that the stock split took place at the beginning of fiscal 2006, the June 30, 2005 shareholders' equity per share figure would be ¥950.97.

## Changes in Consolidated Financial Condition: Qualitative Information

Net cash provided by operating activities during the first quarter of fiscal 2007 was ¥5,051 million. Of these funds, ¥4,765 million was used for investment including strategic capital expenditures mainly to boost production capacity. In addition, ¥3,551 million was allocated to payment of dividends and other financing-related payments. Dividends for the fiscal period were higher, reflecting further increases in returns to shareholders.

As of June 30, 2006, consolidated cash and cash equivalents totaled ¥39,627 million, a decline of ¥3,175 million compared with March 31, 2006.

Reference Materials consist of the following:

Summary of Consolidated Balance Sheets, Summary of Consolidated Statements of Income, Summary of Consolidated Cash Flows and Segment Information

(Reference)

## Forecasts of Consolidated Business Results for the Year Ending March 31, 2007

|           | Net sales       | Ordinary income | Net income      |
|-----------|-----------------|-----------------|-----------------|
|           | Millions of yen | Millions of yen | Millions of yen |
| Interim   | 212,000         | 11,200          | 5,700           |
| Full year | 435,000         | 25,300          | 14,000          |

(Reference) Expected net income per share (full year): ¥55.39

**Performance Forecasts: Qualitative Information**

Performance is in line with the Company's original forecasts and no revisions have been made to performance forecasts.

Note: The statements contained in this document are based on various assumptions and do not constitute any guarantee or definite promise that projections of future performance will actually be realized.

## (1) Summary of Consolidated Balance Sheets

(Millions of yen)

|                                    | June 30,<br>2005 | June 30,<br>2006 | Change        | March 31,<br>2006 |   | June 30,<br>2005 | June 30,<br>2006 | Change         | March 31,<br>2006 |
|------------------------------------|------------------|------------------|---------------|-------------------|---|------------------|------------------|----------------|-------------------|
| <b>Assets:</b>                     |                  |                  |               |                   | <b>Liabilities:</b>   |                  |                  |                |                   |
| Current assets:                    |                  |                  |               |                   | Current liabilities:  |                  |                  |                |                   |
| Cash on hand and in banks          | 51,888           | 41,649           | (10,238)      | 50,111            | Notes and accounts payable  | 28,182           | 24,610           | (3,571)        | 25,819            |
| Notes and accounts receivable      | 55,468           | 56,081           | 613           | 57,678            | Short-term debt   | 7,697            | 7,483            | (214)          | 7,754             |
| Marketable securities              | 9,596            | 19,931           | 10,335        | 14,339            | Accrued expenses  | 12,192           | 10,755           | (1,437)        | 13,410            |
| Inventories                        | 38,580           | 38,141           | (438)         | 39,601            | Other current liabilities   | 19,359           | 19,855           | 496            | 17,546            |
| Other current assets               | 14,765           | 14,808           | 42            | 11,366            | <b>Total current liabilities</b>                                      | <b>67,432</b>    | <b>62,705</b>    | <b>(4,727)</b> | <b>64,530</b>     |
| Allowance for doubtful accounts    | (210)            | (228)            | (18)          | (227)             | Non-current liabilities:  |                  |                  |                |                   |
| <b>Total current assets</b>        | <b>170,088</b>   | <b>170,384</b>   | <b>295</b>    | <b>172,870</b>    | Long-term debt  | 1,658            | 1,561            | (96)           | 1,609             |
| Fixed assets:                      |                  |                  |               |                   | Deferred tax liabilities  | 12,762           | 19,417           | 6,654          | 21,708            |
| Tangible fixed assets              |                  |                  |               |                   | Allowance for employees' retirement benefits                          | 14,399           | 11,907           | (2,491)        | 12,614            |
| Buildings and structures           | 42,525           | 44,425           | 1,899         | 42,866            | Other non-current liabilities   | 6,832            | 7,317            | 484            | 7,403             |
| Machinery and equipment            | 32,236           | 32,932           | 695           | 32,243            | <b>Total non-current liabilities</b>                                  | <b>35,652</b>    | <b>40,203</b>    | <b>4,551</b>   | <b>43,334</b>     |
| Land                               | 29,759           | 30,733           | 974           | 30,726            | <b>Total liabilities</b>  | <b>103,085</b>   | <b>102,909</b>   | <b>(176)</b>   | <b>107,865</b>    |
| Other tangible fixed assets        | 4,033            | 4,840            | 807           | 6,595             | <b>Minority Interests:</b>  |                  |                  |                |                   |
| <b>Total tangible fixed assets</b> | <b>108,554</b>   | <b>112,931</b>   | <b>4,377</b>  | <b>112,432</b>    | <b>Minority interests</b>   | <b>26,906</b>    | –                | –              | <b>27,498</b>     |
| Intangible fixed assets            | 8,889            | 7,583            | (1,305)       | 7,977             | <b>Shareholders' Equity:</b>  |                  |                  |                |                   |
| Investments and other assets:      |                  |                  |               |                   | Common stock  | 17,117           | –                | –              | 17,117            |
| Investment in securities           | 76,645           | 94,815           | 18,170        | 101,369           | Capital surplus   | 9,453            | –                | –              | 9,483             |
| Other investments and other assets | 7,906            | 5,921            | (1,985)       | 5,646             | Retained earnings   | 191,487          | –                | –              | 200,487           |
| Allowance for doubtful accounts    | (622)            | (379)            | 243           | (397)             | Unrealized holding gain on securities                                 | 26,252           | –                | –              | 40,835            |
| <b>Total fixed assets</b>          | <b>201,372</b>   | <b>220,872</b>   | <b>19,500</b> | <b>227,029</b>    | Foreign currency translation adjustments                              | (997)            | –                | –              | (212)             |
|                                    |                  |                  |               |                   | Treasury common stock   | (1,843)          | –                | –              | (3,176)           |
|                                    |                  |                  |               |                   | <b>Total shareholders' equity</b>                                     | <b>241,470</b>   | –                | –              | <b>264,535</b>    |
|                                    |                  |                  |               |                   | <b>Total Liabilities, Minority Interests and Shareholders' Equity</b> | <b>371,461</b>   | –                | –              | <b>399,899</b>    |
|                                    |                  |                  |               |                   | <b>Net Assets:</b>  |                  |                  |                |                   |
|                                    |                  |                  |               |                   | <b>Shareholders' equity:</b>  | –                | <b>223,798</b>   | –              | –                 |
|                                    |                  |                  |               |                   | Common stock  | –                | 17,117           | –              | –                 |
|                                    |                  |                  |               |                   | Capital surplus   | –                | 9,479            | –              | –                 |
|                                    |                  |                  |               |                   | Retained earnings   | –                | 200,363          | –              | –                 |
|                                    |                  |                  |               |                   | Treasury common stock   | –                | (3,161)          | –              | –                 |
|                                    |                  |                  |               |                   | <b>Valuation and translation adjustments:</b>                         | –                | <b>36,971</b>    | –              | –                 |
|                                    |                  |                  |               |                   | Unrealized holding gain on securities                                 | –                | 37,061           | –              | –                 |
|                                    |                  |                  |               |                   | Deferred gains on hedging transactions                                | –                | 37               | –              | –                 |
|                                    |                  |                  |               |                   | Foreign currency translation adjustments                              | –                | (127)            | –              | –                 |
|                                    |                  |                  |               |                   | <b>Minority interests</b>   | –                | <b>27,577</b>    | –              | –                 |
|                                    |                  |                  |               |                   | <b>Total net assets</b>   | –                | <b>288,348</b>   | –              | –                 |
| <b>Total Assets</b>                | <b>371,461</b>   | <b>391,257</b>   | <b>19,795</b> | <b>399,899</b>    | <b>Total net assets and liabilities</b>                               | –                | <b>391,257</b>   | –              | –                 |

Figures shown are rounded down to the nearest million yen

## (2) Summary of Consolidated Statements of Income

(Millions of yen)

|  | Fiscal 2006<br>First Quarter<br>April 1 to<br>June 30, 2005 | Fiscal 2007<br>First Quarter<br>April 1 to<br>June 30, 2006 | Change       | Fiscal 2006<br>April 1, 2005 to<br>March 31, 2006 |
|--|---|---|--------------|---|
| Net sales  | 105,124   | 104,645   | (478)        | 421,359   |
| Cost of sales  | 71,681  | 70,893  | (788)        | 285,910   |
| <b>Gross profit</b>  | <b>33,442</b>   | <b>33,751</b>   | <b>309</b>   | <b>135,449</b>                                    |
| Selling, general and administrative expenses                   | 28,567  | 29,201  | 633          | 113,279   |
| <b>Operating income</b>  | <b>4,874</b>  | <b>4,550</b>  | <b>(324)</b> | <b>22,169</b>                                     |
| Non-operating income:  | 969   | 1,290   | 320          | 3,437   |
| Interest income  | 14  | 35  | 20           | 99  |
| Dividend income  | 439   | 614   | 174          | 853   |
| Equity in earnings of subsidiaries and<br>affiliated companies | 295   | 432   | 137          | 1,505   |
| Other income   | 219   | 208   | (10)         | 978   |
| Non-operating expenses:  | 175   | 164   | (11)         | 833   |
| Interest expenses  | 35  | 38  | 3            | 160   |
| Other expenses   | 140   | 125   | (15)         | 672   |
| <b>Ordinary income</b>   | <b>5,668</b>  | <b>5,677</b>  | <b>8</b>     | <b>24,774</b>                                     |
| Extraordinary income:  | 33  | 10  | (22)         | 1,224   |
| Extraordinary losses:  | 13  | 279   | 265          | 898   |
| <b>Income before income taxes and<br/>minority interests</b>   | <b>5,687</b>  | <b>5,408</b>  | <b>(278)</b> | <b>25,101</b>                                     |
| Income taxes – current   | 2,236   | 2,067   | (169)        | 8,869   |
| Income taxes – deferred  | –   | –   | –            | 676   |
| Minority interests   | 520   | 504   | (15)         | 2,014   |
| <b>Net income</b>  | <b>2,930</b>  | <b>2,836</b>  | <b>(94)</b>  | <b>13,541</b>                                     |

Figures shown are rounded down to the nearest million yen

### (3) Summary of Consolidated Statements of Cash Flows

(Millions of yen)

|   | Fiscal 2006<br>First Quarter<br>April 1 to June 30,<br>2005 | Fiscal 2007<br>First Quarter<br>April 1 to June 30,<br>2006 | Fiscal 2006<br>April 1, 2005 to<br>March 31, 2006 |
|---|---|---|---|
| <b>I. Cash flows from operating activities:</b>                             |   |   |   |
| Income before income taxes and minority interests                           | 5,687   | 5,408   | 25,101  |
| Depreciation and amortization   | 2,912   | 2,988   | 11,993  |
| Interest balance and dividends income                                       | (419)   | (610)   | (792)   |
| Equity in earnings of subsidiaries and affiliated companies                 | (295)   | (432)   | (1,505)   |
| Increase in accounts receivable   | 4,046   | 1,671   | 2,469   |
| Decrease (increase) in inventories  | 54  | 1,526   | (668)   |
| Decrease in accounts payable  | (443)   | (1,219)   | (3,323)   |
| Increase (decrease) in payments received for construction<br>in process     | (394)   | 1,008   | (2,228)   |
| Other   | (2,461)   | (1,810)   | (3,142)   |
|   | -----   | -----   | -----   |
| Subtotal  | 8,686   | 8,530   | 27,902  |
| Interest and dividends received   | 519   | 1,257   | 1,257   |
| Interest paid   | (40)  | (29)  | (164)   |
| Income taxes paid   | (3,516)   | (4,706)   | (7,939)   |
|   | -----   | -----   | -----   |
| <b>Net cash provided by operating activities</b>                            | <b>5,648</b>  | <b>5,051</b>  | <b>21,054</b>                                     |
| <b>II. Cash flows from investing activities:</b>                            |   |   |   |
| (Payment of) proceeds from refund of time deposits                          | -   | 1,294   | (8,271)   |
| Payments for purchases of marketable securities                             | (2,742)   | (1,624)   | (6,308)   |
| Payments for purchases of fixed assets                                      | (2,059)   | (4,674)   | (12,362)  |
| (Purchases) sales of investment in marketable securities                    | 7   | (10)  | 823   |
| Other   | 119   | 249   | 822   |
|   | -----   | -----   | -----   |
| <b>Net cash used in investing activities</b>                                | <b>(4,674)</b>  | <b>(4,765)</b>  | <b>(25,297)</b>                                   |
| <b>III. Cash flows from financing activities:</b>                           |   |   |   |
| Decrease in debt  | (451)   | (311)   | (585)   |
| Purchase of treasury common stock   | (387)   | (15)  | (2,430)   |
| Cash dividends paid   | (1,968)   | (2,785)   | (3,580)   |
| Other   | (415)   | (439)   | (678)   |
|   | -----   | -----   | -----   |
| <b>Net cash used in financing activities</b>                                | <b>(3,223)</b>  | <b>(3,551)</b>  | <b>(7,274)</b>                                    |
| <b>IV. Effect of exchange rate changes on cash and cash<br/>equivalents</b> | <b>71</b>   | <b>90</b>   | <b>272</b>  |
| <b>V. Decrease in cash and cash equivalents</b>                             | <b>(2,177)</b>  | <b>(3,175)</b>  | <b>(11,244)</b>                                   |
| <b>VI. Cash and cash equivalents at beginning of fiscal<br/>period</b>      | <b>54,047</b>   | <b>42,803</b>   | <b>54,047</b>                                     |
| <b>VII. Cash and cash equivalents at end of fiscal period</b>               | <b>51,869</b>   | <b>39,627</b>   | <b>42,803</b>                                     |

Figures shown are rounded down to the nearest million yen

#### (4) Segment information

##### Business Segment Information

First Quarter of Fiscal 2007 (April 1, 2006 to June 30, 2006)

(Millions of yen)

|                                     | Flour Milling | Processed Food | Others | Total   | Eliminations / Corporate | Consolidated |
|-------------------------------------|---------------|----------------|--------|---------|--------------------------|--------------|
| Net sales                           |               |                |        |         |                          |              |
| (1) Net sales to external customers | 38,410        | 56,465         | 9,769  | 104,645 | –                        | 104,645      |
| (2) Internal sales and transfers    | 4,202         | 196            | 1,924  | 6,323   | (6,323)                  | –            |
| Total                               | 42,612        | 56,662         | 11,694 | 110,969 | (6,323)                  | 104,645      |
| Cost and Expenses                   | 40,215        | 55,353         | 10,653 | 106,223 | (6,127)                  | 100,095      |
| Operating Income                    | 2,397         | 1,308          | 1,040  | 4,746   | (195)                    | 4,550        |

First Quarter of Fiscal 2006 (April 1, 2005 to June 30, 2005)

(Millions of yen)

|                                     | Flour Milling | Processed Food | Others | Total   | Eliminations / Corporate | Consolidated |
|-------------------------------------|---------------|----------------|--------|---------|--------------------------|--------------|
| Net sales                           |               |                |        |         |                          |              |
| (1) Net sales to external customers | 37,947        | 56,132         | 11,043 | 105,124 | –                        | 105,124      |
| (2) Internal sales and transfers    | 4,476         | 221            | 318    | 5,015   | (5,015)                  | –            |
| Total                               | 42,423        | 56,353         | 11,362 | 110,140 | (5,015)                  | 105,124      |
| Cost and Expenses                   | 40,098        | 54,459         | 10,349 | 104,907 | (4,658)                  | 100,249      |
| Operating Income                    | 2,325         | 1,894          | 1,012  | 5,232   | (357)                    | 4,874        |

Year Ended March 31, 2006 (April 1, 2005 to March 31, 2006)

(Millions of yen)

|                                     | Flour Milling | Processed Food | Others | Total   | Eliminations / Corporate | Consolidated |
|-------------------------------------|---------------|----------------|--------|---------|--------------------------|--------------|
| Net sales                           |               |                |        |         |                          |              |
| (1) Net sales to external customers | 153,850       | 221,571        | 45,938 | 421,359 | –                        | 421,359      |
| (2) Internal sales and transfers    | 17,984        | 908            | 2,514  | 21,407  | (21,407)                 | –            |
| Total                               | 171,834       | 222,479        | 48,452 | 442,767 | (21,407)                 | 421,359      |
| Cost and Expenses                   | 161,073       | 215,127        | 43,545 | 419,746 | (20,556)                 | 399,189      |
| Operating Income                    | 10,760        | 7,352          | 4,907  | 23,020  | (850)                    | 22,169       |

Notes:

1. Business segments were determined by considering similarities between product types.

2. Primary products for each business segment:

Flour milling: Flour, bran

Processed food: Prepared mix, flour for consumer use, pasta, pasta sauce, frozen food, chilled food, cake and bread ingredients, biochemical products, life science business, healthcare foods

Others: Pet food, engineering, mesh cloths, transport and storage