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Summary of Financial Statements for the Third Quarter of Fiscal 2008

January 29, 2008

Listed Company Name: Nisshin Seifun Group Inc. Registered on Tokyo Stock Exchange and Osaka Securities Exchange
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(Figures shown are rounded down to the nearest million yen.)

1. Consolidated Financial Results for the Third Quarter of Fiscal 2008 (April 1, 2007 to December 31, 2007)

(1) Consolidated Business Results

(The percentages indicate the rates of increase or decrease compared with the preceding fiscal year.)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen		Millions of yen	%	Millions of yen	%
3Q Fiscal 2008	322,573	1.9	13,741	(3.1)	16,799	(0.5)	9,918	16.2
3Q Fiscal 2007	316,632	(0.4)	14,181	(11.9)	16,884	(7.4)	8,532	(13.7)
Full-Year Fiscal 2007	418,190	-	19,184	-	22,815	-	12,303	-

	Net income per share	Diluted net income per share
	Yen	Yen
3Q Fiscal 2008	39.26	39.25
3Q Fiscal 2007	33.75	33.73
Full-Year Fiscal 2007	48.66	48.63

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
December 31, 2007	394,661	295,447	67.2	1,067.56
December 31, 2006	405,125	295,565	65.9	1,056.78
March 31, 2007	408,437	300,306	66.3	1,069.71

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
3Q Fiscal 2008	17,735	(14,462)	(14,367)	(37,474)
3Q Fiscal 2007	15,931	(6,640)	(5,914)	46,370
Full-Year Fiscal 2007	17,469	(6,961)	(5,225)	48,452

2. Forecasts of Consolidated Business Results for the Year Ending March 31, 2008 (April 1, 2007 to March 31, 2008) 【reference】

(The percentages indicate the rates of increase or decrease compared with the preceding fiscal year.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full-Year Fiscal 2008	428,000	2.3	18,500	(3.6)	22,100	(3.1)	12,000	(2.5)	47.69

The above forecasts remain unchanged from those released on November 9, 2007.

3. Other Information

(1) Changes in important subsidiaries involving a change in the scope of consolidation during the period: None

(2) Adoption of simplified accounting methods: Yes

(3) Changes in accounting policies since the most recent fiscal year: None

Note: For details, see “4. Other Information” on page 5 under the heading of Qualitative Information/ Financial Statements.

*Statement regarding the proper use of financial forecasts and other special remarks

1. 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 or related business policies will actually be realized. For details of assumptions for financial forecasts and other related matters, see page 5.
2. According to the resolution at a meeting of the Board of Directors held on November 9, 2007, the company acquired 5 million shares of treasury stock. This acquisition is taken into account when calculating the forecast consolidated net income per share.

Qualitative Information/Financial Statements

1. Qualitative Information on the Consolidated Business Performance

[Overview of the Period under Review]

As fierce marketing competition and high raw material prices continued during the first nine months of the fiscal year ending March 2008 (from April 1 to December 31, 2007), each of the Group's businesses worked to expand sales by launching new products, while making continued efforts to cut costs and enhance productivity. However, a rise in the government's prices for imported wheat, combined with surging crude oil and grain prices, significantly raised procurement costs to a level that cannot be absorbed by internal efforts. The company therefore revised its product prices.

As a result, consolidated net sales for the first nine months of the fiscal year ending March 2008 increased 1.9% compared with the same quarter of the previous fiscal year to ¥322,573 million. As the cost rise could not be absorbed completely due to the timing of price revisions and the emergence of additional cost-raising factors, operating income decreased 3.1% to ¥13,741 million and ordinary income declined 0.5% to ¥16,799 million. Due to an increase in extraordinary gains, net income rose 16.2% to ¥9,918 million.

[Business Overview by Segment]

(1) Flour Milling Segment

As the government introduced a variable wheat sales price system for imported wheat in April 2007 that resulted in increases in the government's prices for imported wheat by an average 1.3% in April 2007 and an average 10% in October 2007, the company revised its prices for commercial flour.

As the severe business environment characterized by an ongoing demand shift toward lower-priced products continued, the company increased flour shipments above the previous year's level by moving ahead with relationship-based marketing to strengthen relations with customers and other efforts for sales expansion.

In production and distribution, the company continued to carry out measures to boost productivity, including the construction of additional lines that are scheduled to start operation in 2008 at the Higashinada Plant. The company also promoted the reliability and safety of its products.

The price of bran, a by-product of the milling process, enjoyed a steady increase due to soaring grain prices and other factors.

In overseas operations, the continued implementation of dynamic marketing strategies resulted in higher sales than the previous year's level.

(2) Processed Food Segment

During the period under review, the processed food business revised its prices for *De Cecco Pasta* and *Ma •Ma Pasta* sauce products in September 2007 in response to surging raw material prices. The company also revised its prices for household-use flour and flour-processed food products and pasta, following its price revision for commercial flour in November 2007. However, procurement costs have increased further to the extent that additional price revisions are required. The processed food business's domestic sales exceeded the previous year's level through efforts to expand sales, including the aggressive implementation of the *Ma •Ma Ban Pasta* promotional activities. Overseas, sales of prepared mix products surpassed the previous year's level, as a result of sales expansion efforts by tapping into new demand for prepared mix products in China and Thailand.

In the yeast and biotechnology business, high material prices forced the company to revise the

prices of some of its products. In the yeast business, sales of yeast-related and flour paste products exceeded the previous year's level, whereas sales of mayonnaise and prepared dishes fell below the previous year's levels. In the biotechnology business, sales of biochemical and immunochemical products, bionutritional products and feed for fish farming were higher than a year earlier, but sales of feed for laboratory animals and research support services were below the previous year's level. As a result, overall sales for this business remained almost unchanged from a year earlier.

In the healthcare foods business, the fading craze for coenzyme Q₁₀ and increased production by other companies resulted in a change in the supply-demand balance, forcing the company to suffer a continued harsh marketing environment. As a result, overall sales for the healthcare foods business fell below the previous year's level.

(3) Others Segment

In the pet food business, sales of pet food for dogs and cats surpassed the previous year's level, as a result of consistent profit-earning efforts to counter rising procurement costs primarily due to a rise in ingredient prices, as well as sales expansion strategies including the aggressive launch of new products.

Sales of the engineering business were lower than the previous year's level, because the completion of plant engineering projects concentrates more in the fourth quarter from January to March, compared with the previous year.

The mesh cloths business saw favorable growth in sales of chemical products, including industrial-use mesh cloths and automotive filters, whereas sales of mainstay mesh cloths for screen-printing applications stayed almost the same as the previous year's level. Overall sales for this business were higher year on year.

2. Qualitative Information on the Consolidated Financial Position

On a consolidated basis at the end of the third quarter of the fiscal year ending March 2008, current assets declined ¥10.3 billion from the previous year-end to ¥168.2 billion, mainly due to a decrease in cash and cash equivalents. Fixed assets decreased ¥3.3 billion to ¥226.4 billion, reflecting a decrease in investments and other assets, despite an increase in property, plant and equipment. As a result, total assets fell ¥13.7 billion from the previous year-end to ¥394.6 billion. Meanwhile, current liabilities declined ¥3.5 billion to ¥63.7 billion mostly due to a reduction in short-term debt, and long-term liabilities decreased ¥5.3 billion to ¥35.4 billion chiefly due to a decrease in deferred tax liabilities. As a result, total liabilities decreased ¥8.9 billion from the previous year-end to ¥99.2 billion. Net assets declined ¥4.8 billion to ¥295.4 billion, reflecting decreases due to acquisition of treasury shares and in valuation and translation adjustments, although retained earnings increased because net income surpassed the payment of dividends.

In consolidated cash flows, net cash provided by operating activities during the first nine months of the fiscal year ending March 2008 was ¥17.7 billion. Of this amount, ¥14 billion was used for strategic capital expenditures, whereas ¥3.8 billion was appropriated to the repayment of borrowings. Meanwhile, for further distribution of earnings to our shareholders, a payment of dividends totaling ¥4.5 billion was made and ¥5.6 billion was spent for acquiring treasury shares, including less-than-unit ones, during the period under review.

As a result, consolidated cash and cash equivalents at the end of the third quarter of the fiscal year ending March 2008 decreased ¥10.9 billion from the previous year end to ¥37.4 billion.

3. Qualitative Information on Consolidated Performance Forecasts

Severe competition and rising costs are expected to continue in the fourth quarter of the fiscal year ending March 2008. Each business of the Group will make continued efforts to increase market share and reduce costs, while seeking further price revisions. The consolidated performance forecasts for the fiscal year ending in March 2008 remain unchanged from those released in November 2007: ¥428 billion for net sales, or an increase of 2.3% from a year earlier; ¥18.5 billion for operating income, or a decline of 3.6%; ¥22.1 billion for ordinary income, or a fall of 3.1%; and ¥12 billion for net income, or a decrease of 2.5%.

Although the business performance during the period under review was sluggish, the company will make continued cost-cutting efforts by promoting cost-conscious operations driven by the start of operating the new milling line at the Higashinada Plant and the construction of the new line for prepared mix products at the Tatebayashi Plant, while aggressively pursuing increased market share and an accelerated launch of next-generation products.

4. Other Information

- (1) Changes in important subsidiaries involving a change in the scope of consolidation during the period
None.
- (2) Adoption of simplified accounting methods
A simplified method is adopted for accounting the depreciation of fixed assets, because its effects are immaterial.
- (3) Changes in accounting policies since the most recent fiscal year
None.

5. Consolidated Financial Statements

(1) Summary of Consolidated Balance Sheets

(Millions of yen)

	Fiscal 2007 Third Quarter (As of December 31, 2006)	Fiscal 2007 (As of March 31, 2007)	Fiscal 2008 Third Quarter (As of December 31, 2007)	Change	
				Compared with the end of previous third quarter	Compared with the end of previous fiscal year
Assets:					
Current assets:					
Cash and cash equivalents	39,398	45,649	34,608	(4,790)	(11,041)
Trade notes and accounts receivable	63,781	60,093	66,880	3,099	6,787
Marketable securities	24,614	15,913	16,321	(8,292)	408
Inventories	38,721	44,647	40,392	1,671	(4,255)
Other	12,783	12,560	10,274	(2,508)	(2,286)
Allowance for doubtful accounts	(241)	(214)	(218)	22	(4)
Total current assets	179,056	178,649	168,258	(10,798)	(10,390)
Fixed assets:					
Property, plant and equipment, net					
Buildings and structures	43,897	44,224	44,375	478	150
Machinery, equipment and vehicles	33,447	33,596	33,301	(145)	(294)
Land	30,786	30,851	33,350	2,564	2,498
Other	5,643	6,028	8,525	2,882	2,497
Property, plant and equipment, net	113,773	114,701	119,553	5,779	4,851
Intangible assets	6,850	6,527	5,039	(1,811)	(1,488)
Investments and other assets:					
Investment securities	99,804	103,612	95,923	(3,880)	(7,688)
Other	5,917	5,234	6,135	217	901
Allowance for doubtful accounts	(277)	(287)	(249)	27	37
Total investments and other assets	105,444	108,559	101,810	(3,634)	(6,749)
Total fixed assets	226,068	229,788	226,402	334	(3,385)
Total assets	405,125	408,437	394,661	(10,463)	(13,776)

(Millions of yen)

	Fiscal 2007 Third Quarter (As of December 31, 2006)	Fiscal 2007 (As of March 31, 2007)	Fiscal 2008 Third Quarter (As of December 31, 2007)	Change	
				Compared with the end of previous third quarter	Compared with the end of previous fiscal year
Liabilities:					
Current liabilities:					
Notes and accounts payable	30,258	28,439	28,274	(1,984)	(164)
Short-term debt	7,607	7,491	3,878	(3,729)	(3,612)
Accrued expenses	11,913	12,910	11,191	(721)	(1,718)
Other	19,246	18,463	20,440	1,193	1,976
Total current liabilities	69,026	67,304	63,784	(5,242)	(3,520)
Long-term liabilities:					
Long-term debt	1,440	1,330	1,259	(181)	(71)
Deferred tax liabilities	21,103	22,270	18,500	(2,603)	(3,770)
Allowance for employees' retirement benefits	10,562	9,863	8,243	(2,319)	(1,620)
Other	7,425	7,362	7,426	0	63
Total long-term liabilities	40,532	40,827	35,429	(5,102)	(5,397)
Total liabilities	109,559	108,131	99,213	(10,345)	(8,917)
Net assets:					
Shareholders' equity:					
Common stock	17,117	17,117	17,117	-	-
Additional paid-in capital	9,475	9,779	9,779	304	0
Retained earnings	203,778	207,550	212,906	9,128	5,356
Treasury stock	(3,098)	(3,010)	(8,529)	(5,430)	(5,518)
Total shareholders' equity	227,273	231,436	231,275	4,001	(161)
Valuation, translation adjustments and other:					
Unrealized holding gain on securities	39,672	39,102	33,049	(6,622)	(6,052)
Deferred gains on hedging transactions	131	41	2	(129)	(38)
Foreign currency translation adjustments	79	394	796	717	402
Total valuation, translation adjustments and other	39,883	39,537	33,849	(6,034)	(5,688)
New share subscription rights	-	-	5	5	5
Minority interests	28,408	29,331	30,317	1,908	985
Total net assets	295,565	300,306	295,447	(118)	(4,858)
Total liabilities and net assets	405,125	408,437	394,661	(10,463)	(13,776)

Note: Figures shown are rounded down to the nearest million yen.

(2) Summary of Consolidated Statements of Income

(Millions of yen)

	Fiscal 2007 Third Quarter (April 1, 2006 to December 31, 2006)	Fiscal 2008 Third Quarter (April 1, 2007 to December 31, 2007)	Change	Fiscal 2007 (April 1, 2006 to March 31, 2007)
Net sales	316,632	322,573	5,940	418,190
Cost of sales	215,661	222,185	6,523	285,598
Gross profit	100,970	100,387	(583)	132,591
Selling, general and administrative expenses	86,788	86,645	(143)	113,407
Operating income	14,181	13,741	(440)	19,184
Non-operating income:	3,187	3,403	215	4,234
Interest income	168	334	165	259
Dividend income	974	1,095	120	1,150
Equity in earnings of affiliated companies	1,096	1,205	108	1,574
Other income	947	768	(178)	1,251
Non-operating expenses:	485	345	(140)	603
Interest expense	129	125	(4)	181
Other expenses	355	219	(136)	422
Ordinary income	16,884	16,799	(84)	22,815
Extraordinary income:	203	1,999	1,795	3,776
Gain on sale of property, plant and equipment	137	653	515	290
Gain on sale of investment securities	43	255	211	2,047
Gain on liquidation of affiliated companies	–	1,035	1,035	1,415
Other	22	55	32	22
Extraordinary losses:	644	964	319	2,547
Loss on disposal of property, plant and equipment	644	364	(280)	910
Coenzyme Q ₁₀ related loss	–	565	565	1,533
Other	–	34	34	103
Income before income taxes and minority interests	16,442	17,835	1,392	24,044
Income taxes—current	6,362	6,464	101	7,875
Income taxes—deferred	–	–	–	1,494
Minority interests	1,548	1,453	(95)	2,371
Net income	8,532	9,918	1,385	12,303

Note: Figures shown are rounded down to the nearest million yen.

(3) Summary of Consolidated Statement of Changes in Shareholders' Equity

Third Quarter of Fiscal 2007 (April 1, 2006 to December 31, 2006)

(Millions of yen)

	Shareholders' Equity				
	Common stock	Additional paid-in capital	Retained earnings	Treasury stock, at cost	Total shareholders' equity
Balances as of March 31, 2006	17,117	9,483	200,487	(3,176)	223,912
Changes during the first three quarters					
Dividends from retained earnings*			(2,785)		(2,785)
Interim dividends from retained earnings			(2,279)		(2,279)
Directors' bonuses*			(175)		(175)
Net income			8,532		8,532
Purchases of treasury stock				(69)	(69)
Disposition of treasury stock		(8)		147	139
Net change in items other than shareholders' equity for the first three quarters					
Total change for the first three quarters	-	(8)	3,291	77	3,361
Balances as of December 31, 2006	17,117	9,475	203,778	(3,098)	227,273

	Valuation, translation adjustments and other				Minority interests	Total net assets
	Unrealized holding gain on securities	Deferred gains on hedging transactions	Foreign currency translation adjustments	Total valuation, translation adjustments and other		
Balances as of March 31, 2006	40,835	-	(212)	40,622	27,498	292,033
Changes during the first three quarters						
Dividends from retained earnings*						(2,785)
Interim dividends from retained earnings						(2,279)
Directors' bonuses*						(175)
Net income						8,532
Purchases of treasury stock						(69)
Disposition of treasury stock						139
Net change in items other than shareholders' equity for the first three quarters	(1,163)	131	292	(739)	910	170
Total change for the first three quarters	(1,163)	131	292	(739)	910	3,532
Balances as of December 31, 2006	39,672	131	79	39,883	28,408	295,565

Note: Items marked with an asterisk were approved for allocation of retained earnings at the Ordinary General Meeting of Shareholders held in June 2006.

Third Quarter of Fiscal 2008 (April 1, 2007 to December 31, 2007)

(Millions of yen)

	Shareholders' Equity				
	Common stock	Additional paid-in capital	Retained earnings	Treasury stock, at cost	Total shareholders' equity
Balances as of March 31, 2007	17,117	9,779	207,550	(3,010)	231,436
Changes during the first three quarters					
Dividends from retained earnings*			(2,280)		(2,280)
Interim dividends from retained earnings			(2,280)		(2,280)
Net income			9,918		9,918
Purchases of treasury stock				(5,616)	(5,616)
Disposition of treasury stock		0		98	98
Net change in items other than shareholders' equity for the first three quarters					
Total change for the first three quarters	-	0	5,356	(5,518)	(161)
Balances as of December 31, 2007	17,117	9,779	212,906	(8,529)	231,275

	Valuation, translation adjustments and other				New share subscription rights	Minority interests	Total net assets
	Unrealized holding gain on securities	Deferred gains on hedging transactions	Foreign currency translation adjustments	Total valuation, translation adjustments and other			
Balances as of March 31, 2007	39,102	41	394	39,537	-	29,331	300,306
Changes during the first three quarters							
Dividends from retained earnings*							(2,280)
Interim dividends from retained earnings							(2,280)
Net income							9,918
Purchases of treasury stock							(5,616)
Disposition of treasury stock							98
Net change in items other than shareholders' equity for the first three quarters	(6,052)	(38)	402	(5,688)	5	985	(4,697)
Total change for the first three quarters	(6,052)	(38)	402	(5,688)	5	985	(4,858)
Balances as of December 31, 2007	33,049	2	796	33,849	5	30,317	295,447

Year ended March 31, 2007 (April 1, 2006 to March 31, 2007)

(Millions of yen)

	Shareholders' Equity				
	Common stock	Additional paid-in capital	Retained earnings	Treasury stock, at cost	Total shareholders' equity
Balances as of March 31, 2006	17,117	9,483	200,487	(3,176)	223,912
Changes during the fiscal year					
Dividends from retained earnings*			(2,785)		(2,785)
Interim dividends from retained earnings			(2,279)		(2,279)
Directors' bonuses*			(175)		(175)
Net income			12,303		12,303
Purchases of treasury stock				(86)	(86)
Disposition of treasury stock		296		251	547
Net change in items other than shareholders' equity for the fiscal year					
Total changes for the fiscal year	-	296	7,062	165	7,524
Balances as of March 31, 2007	17,117	9,779	207,550	(3,010)	231,436

	Valuation, translation adjustments and other				Minority interests	Total net assets
	Unrealized holding gain on securities	Deferred gains on hedging transactions	Foreign currency translation adjustments	Total valuation, translation adjustments and other		
Balances as of March 31, 2006	40,835	-	(212)	40,622	27,498	292,033
Changes during the fiscal year						
Dividends from retained earnings*						(2,785)
Interim dividends from retained earnings						(2,279)
Directors' bonuses*						(175)
Net income						12,303
Purchases of treasury stock						(86)
Disposition of treasury stock						547
Net change in items other than shareholders' equity for the fiscal year	(1,732)	41	606	(1,084)	1,833	748
Total changes for the fiscal year	(1,732)	41	606	(1,084)	1,833	8,272
Balances as of March 31, 2007	39,102	41	394	39,537	29,331	300,306

Note: Items marked with an asterisk were approved for allocation of retained earnings at the Ordinary General Meeting of Shareholders held in June 2006.

(4) Summary of Consolidated Statements of Cash Flows

(Millions of yen)

	Fiscal 2007 Third Quarter (April 1, 2006 to December 31, 2006)	Fiscal 2008 Third Quarter (April 1, 2007 to December 31, 2007)	Fiscal 2007 (April 1, 2006 to March 31, 2007)
I. Cash flows from operating activities:			
Income before income taxes and minority interests	16,442	17,835	24,044
Depreciation and amortization	9,289	10,030	12,565
Interest and dividend income	(1,013)	(1,303)	(1,227)
Equity in earnings of affiliated companies	(1,096)	(1,205)	(1,574)
Increase in trade notes and accounts receivable	(6,009)	(6,710)	(2,256)
Decrease (increase) in inventories	1,010	4,300	(4,782)
(Decrease) increase in accounts payable	4,262	(293)	2,490
Decrease in payments received for construction in progress	1,132	700	172
Other	(619)	(818)	(4,821)
	-----	-----	-----
Subtotal	23,398	22,535	24,612
Interest and dividends received	1,753	1,949	2,753
Interest paid	(115)	(119)	(173)
Income taxes paid	(9,104)	(6,629)	(9,723)
	-----	-----	-----
Net cash provided by operating activities	15,931	17,735	17,469
II. Cash flows from investing activities:			
Proceeds from repayment of time deposits	7,301	77	7,152
(Payments for purchases) proceeds from sales of marketable securities	(3,333)	(455)	1,358
Payments for purchases of fixed assets	(11,238)	(14,020)	(14,096)
(Payments for purchases) proceeds from sales of investment securities	331	(1,748)	(3,822)
Other	299	1,684	2,446
	-----	-----	-----
Net cash used in investing activities	(6,640)	(14,462)	(6,961)
III. Cash flows from financing activities:			
Decrease in debt	(330)	(3,807)	(545)
Payments for purchase of treasury stock	(66)	(5,616)	(86)
Cash dividends paid	(5,065)	(4,561)	(5,065)
Other	(451)	(382)	472
	-----	-----	-----
Net cash used in financing activities	(5,914)	(14,367)	(5,225)
IV. Effect of exchange rate changes on cash and cash equivalents	190	116	366
V. Net (decrease) increase in cash and cash equivalents	3,567	(10,977)	5,648
VI. Cash and cash equivalents at beginning of year	42,803	48,452	42,803
VII. Cash and cash equivalents at end of fiscal period	46,370	37,474	48,452

Note: Figures shown are rounded down to the nearest million yen.

(5) Segment Information

Business Segment Information

Third Quarter of Fiscal 2007 (April 1, 2006 to December 31, 2006)

(Millions of yen)

	Flour Milling	Processed Food	Others	Total	Eliminations / Corporate	Consolidated
Net sales						
(1) Net sales to external customers	116,335	168,746	31,549	316,632	–	316,632
(2) Internal sales and transfers	13,002	629	3,059	16,691	(16,691)	–
Total	129,338	169,376	34,609	333,323	(16,691)	316,632
Cost and Expenses	121,923	165,295	31,413	318,632	(16,182)	302,450
Operating Income	7,414	4,080	3,196	14,691	(509)	14,181

Third Quarter of Fiscal 2008 (April 1, 2007 to December 31, 2007)

(Millions of yen)

	Flour Milling	Processed Food	Others	Total	Eliminations / Corporate	Consolidated
Net sales						
(1) Net sales to external customers	121,873	170,805	29,894	322,573	–	322,573
(2) Internal sales and transfers	13,862	605	2,687	17,155	(17,155)	–
Total	135,736	171,411	32,581	339,728	(17,155)	322,573
Cost and Expenses	128,262	167,496	29,710	325,469	(16,638)	308,831
Operating Income	7,474	3,914	2,870	14,259	(517)	13,741

Year Ended March 31, 2007 (April 1, 2006 to March 31, 2007)

(Millions of yen)

	Flour Milling	Processed Food	Others	Total	Eliminations / Corporate	Consolidated
Net sales						
(1) Net sales to external customers	154,722	220,545	42,922	418,190	–	418,190
(2) Internal sales and transfers	17,253	795	4,278	22,327	(22,327)	–
Total	171,976	221,340	47,200	440,517	(22,327)	418,190
Cost and Expenses	162,236	216,062	42,485	420,784	(21,778)	399,006
Operating Income	9,740	5,278	4,714	19,732	(548)	19,184

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