

# Consolidated Financial Results

## for the First Half of Fiscal Year Ending March 31, 2007

November 16, 2006

Company Name: GLORY LTD. Stock Exchange: Tokyo, Osaka  
 Code Number: 6 4 5 7 Head Office: Hyogo  
 (U R L http://www.glory.co.jp/ )  
 Representative: Hideto Nishino President  
 Contact: Osamu Tanaka Director and Executive Officer /General Manager, Accounting Division  
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 Date of the Meeting of the Board of Directors for the Financial Results: November 16, 2006  
 Adoption of U.S. Accounting Standards: No

### 1 . Business results for the first half year ended September 30, 2006 (April 1, 2006 through September 30, 2006)

#### ( 1 ) Consolidated Operating Results (Amounts less than one million yen have been omitted.)

	Net sales		Operating profit		Ordinary profit	
	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)
First Half of FY2006	77,327	( 12.0)	5,317	( 73.9)	5,828	( 63.0)
First Half of FY2005	69,021	( - 30.4)	3,058	( - 85.8)	3,574	( - 83.3)
FY2005	141,231		5,453		6,132	

  

	Net income		Net income per share		Fully diluted net income per share	
	(millions of yen)	(%)	(yen)		(yen)	
First Half of FY2006	3,752	( 139.5)	50. 61		-	
First Half of FY2005	1,566	( - 88.2)	21. 13		-	
FY2005	740		9. 14		-	

(Note) Profit or loss from investments accounted for by the equity method  
 First Half of FY2006: million yen First Half of FY2005: 27million yen FY2005: 67million yen  
 Average number of shares outstanding in the period (consolidated)  
 First Half of FY2006: 74,143,647 shares First Half of FY2005: 74,144,286 shares FY2005: 74,144,091 shares  
 Changes in accounting method: None  
 The percentages for net sales, operating profit, ordinary profit and net income show an increase or decrease from the corresponding period of the previous year.

#### ( 2 ) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	(millions of yen)	(millions of yen)	(%)	(yen)
First Half of FY2006	202,962	149,250	73.2	2,013. 00
First Half of FY2005	205,817	146,772	71.3	1,979. 56
FY2005	206,361	146,134	70.8	1,970. 11

(Note) Number of shares outstanding at the end of the period (consolidated)  
 First Half of FY2006: 74,143,468 shares First Half of FY2005: 74,144,078 shares FY2005: 74,143,724 shares

#### ( 3 ) Consolidated Cash Flows

	From operating activities	From investing activities	From financing activities	Cash and cash equivalents at the end of the period
	First Half of FY2006	11,442	- 3,418	- 13,266
First Half of FY2005	- 2,274	- 3,507	- 3,842	56,107
FY2005	- 2,617	- 4,732	- 5,209	53,300

#### ( 4 ) Number of consolidated subsidiaries and companies accounted for by the equity method

Consolidated subsidiaries: 20 companies  
 Non-consolidated subsidiaries accounted for by the equity method: None  
 Affiliated companies accounted for by the equity method: None

#### ( 5 ) Changes in the number of consolidated subsidiaries and companies accounted for by the equity method

Consolidated subsidiaries Anew: 3 companies Exclusion: None  
 Companies under the equity method Anew: None Exclusion: 1 company

### 2 . Consolidated business forecast for the year ending March 31, 2007 (April 1, 2006 through March 31, 2007)

(millions of yen)

	Net sales	Ordinary profit	Net income
Full Year	160,000	11,200	7,000

(Reference) Projected net income per share for the year ending March 31, 2007: 94.41 yen

(Note) The above business forecast has been prepared based on information available as of the date when this information was disclosed. In other words, our actual performances may differ greatly from these estimates due to various factors from now on.