

Non-consolidated Financial Results for Interim FY2006/3 (April 1, 2005 to September 30, 2005)

November 24, 2005

Company: Densei-Lambda K.K. Exchanges on which listed: Tokyo and Osaka
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Date of Board of Directors' Meeting for approval of interim closing of accounts : November 24, 2005

Interim dividend system (yes/no): Yes

Interim dividend payment date: December 5, 2005

Adoption of Unit System (yes/no): Yes (1 unit: 100)

1. Financial results for interim FY2006/3 (April 1, 2005 to September 30, 2005)

(1) Financial results

	Net sales	Operating income	Ordinary income
	JPY million	JPY million	JPY million
September 2005 (H1)	13,804 (-8.8 %)	388 (87.7 %)	969 (200.8 %)
September 2004 (H1)	15,141 (8.7 %)	206 (-- %)	322 (- 33.5 %)
March 2005	29,974 --	415 --	1,657 --

	Net income	Net income per share
	JPY million	JPY
September 2005 (H1)	303 (111.3 %)	14.12
September 2004 (H1)	143 (-35.2 %)	6.68
March 2005	779 --	35.36

Notes:

1) Average number of shares in issue during period to:

September 2005 (H1): 21,522,010 shares September 2004 (H1) : 21,527,249 shares March 2005: 21,525,968 shares

2) Change in accounting policies (yes/no): Yes

3) Figures in bracket under net sales, operating income, ordinary income and net income refer to year-on-year percentage change.

(2) Dividends

	Interim dividend per share	Annual dividend per share
	JPY million	JPY
September 2005 (H1)	5.00	--
September 2004 (H1)	5.00	--
March 2005	--	10.00

Notes: Dividend breakdown for September 2005: Anniversary dividend: 0.00 yen Special dividend: 0.00 yen

(3) Financial position

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	JPY million	JPY million	%	JPY
September 2005 (H1)	29,077	15,222	52.4	707.36
September 2004 (H1)	28,022	14,232	50.8	661.16
March 2005	27,225	14,879	54.7	691.31

Notes: Number of shares outstanding at end of term:

September 2005 (H1): 21,520,755 shares September 2004 (H1): 21,526,248 shares March 2005: 21,523,381 shares

Number of treasury stocks at end of term:

September 2005 (H1): 283,555 shares September 2004 (H1): 278,062 shares March 2005: 280,929 shares

2. Financial forecast for FY2006/3 (April 1, 2005 to March 31, 2006)

	Net sales	Ordinary income	Net income	Annual dividend per share	
				Year-end dividend per share	
Full year	JPY million 31,500	JPY million 2,500	JPY million 1,000	JPY 5.00	JPY 10.00

Note: The estimated net income per share for the fiscal year is 46.46 yen.

*The above forecast is based on the information available as of the date when this information is disclosed, so our actual performance could be different from it due to possible factors from now on.

Interim Non-Consolidated Balance Sheets

(Thousands of yen)

	FY2005/3 First Half As of September 30, 2004		FY2006/3 First Half As of September 30, 2005		FY2005/3 As of March 31, 2005	
		%		%		%
ASSETS						
Current assets	13,822,585	49.3	16,299,865	56.1	13,971,135	51.3
Cash and deposits	920,046		1,266,187		1,796,294	
Notes receivable	2,053,666		3,001,885		1,484,151	
Accounts receivable	5,977,112		6,879,050		6,818,661	
Inventories	3,161,353		2,937,796		1,874,050	
Accounts receivable for materials provided	617,484		927,919		543,260	
Deferred tax assets	807,996		972,844		1,222,260	
Others	309,314		340,272		260,083	
Allowance for doubtful accounts	-24,388		-26,090		-27,628	
Fixed assets	14,199,969	50.7	12,777,807	43.9	13,254,176	48.7
Tangible fixed assets	6,086,980		5,436,017		5,964,648	
Buildings	1,092,927		881,054		1,120,193	
Land	3,990,456		3,617,564		3,780,456	
Others	1,003,596		937,398		1,063,997	
Intangible fixed assets	944,676		806,925		910,356	
Investments and others	7,168,312		6,534,864		6,379,172	
Investment securities	1,411,199		1,889,575		1,615,273	
Capital stock of affiliated companies	2,279,448		2,279,448		2,279,448	
Deferred tax assets	2,436,732		1,375,682		1,500,920	
Others	1,073,624		1,034,687		1,023,275	
Allowance for doubtful accounts	-32,693		-44,530		-39,745	
Total assets	28,022,554	100.0	29,077,672	100.0	27,225,312	100.0

(Thousands of yen)

	FY2005/3 First Half As of September 30, 2004		FY2006/3 First Half As of September 30, 2005		FY2005/3 As of March 31, 2005	
		%		%		%
LIABILITIES						
Current liabilities	9,006,817	32.1	9,346,653	32.1	7,681,670	28.2
Notes payable-trade	3,145,341		3,688,977		2,692,716	
Accounts payable-trade	3,497,960		3,168,683		2,771,661	
Short-term borrowings	500,000		781,149		246,836	
Current portion of long-term debt	60,000		90,000		75,000	
Income taxes payable	36,720		36,910		77,834	
Reserve for bonuses	490,000		527,000		476,000	
Others	1,276,795		1,053,933		1,341,622	
Long-term liabilities	4,783,439	17.1	4,508,099	15.5	4,664,395	17.1
Long-term debt	2,090,000		2,000,000		2,045,000	
Revaluation of deferred tax liabilities	329,263		329,263		329,263	
Reserve for employees' retirement benefits	2,110,772		1,908,974		2,005,812	
Reserve for directors' retirement allowances	119,300		117,900		136,580	
Others	134,103		151,962		147,740	
Total liabilities	13,790,256	49.2	13,854,752	47.6	12,346,066	45.3
SHAREHOLDERS' EQUITY						
Common stock	2,941,025	10.5	2,941,025	10.1	2,941,025	10.8
Additional paid-in capital	2,803,150	10.0	2,803,150	9.7	2,803,150	10.3
Capital reserve	2,803,150		2,803,150		2,803,150	
Retained earnings	8,222,811	29.3	8,928,775	30.7	8,750,712	32.2
Earned surplus	298,513		298,513		298,513	
Voluntary reserves	7,105,200		7,703,089		7,105,200	
Unappropriated retained earnings at end of period	819,098		927,172		1,346,998	
Revaluation account for land	479,737	1.7	479,737	1.7	479,737	1.8
Unrealized gains or losses on other securities	268,874	1.0	559,358	1.9	390,152	1.4
Treasury stock	-483,301	-1.7	-489,127	-1.7	-485,531	-1.8
Total shareholders' equity	14,232,298	50.8	15,222,919	52.4	14,879,245	54.7
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	28,022,554	100.0	29,077,672	100.0	27,225,312	100.0

Interim Non-Consolidated Statements of Income

(Thousands of yen)

	FY2005/3 First Half (From April 1, 2004 to September 30, 2004)		FY2006/3 First Half (From April 1, 2005 to September 30, 2005)		FY2005/3 (From April 1, 2004 to March 31, 2005)	
		%		%		%
Net sales	15,141,416	100.0	13,804,830	100.0	29,974,526	100.0
Cost of sales	11,854,071	78.3	10,290,810	74.5	23,421,353	78.1
Gross profit	3,287,344	21.7	3,514,019	25.5	6,553,172	21.9
Selling, general and administrative expenses	3,080,498	20.3	3,125,848	22.7	6,138,028	20.5
Operating income	206,845	1.4	388,171	2.8	415,144	1.4
Non-operating income	173,821	1.1	621,994	4.5	1,339,088	4.5
Non-operating expenses	58,352	0.4	40,516	0.3	96,275	0.4
Ordinary income	322,314	2.1	969,648	7.0	1,657,956	5.5
Extraordinary income	16,466	0.1	10,343	0.1	148,693	0.5
Extraordinary losses	11,478	0.0	391,124	2.8	382,013	1.2
Net income before taxes	327,302	2.2	588,867	4.3	1,424,636	4.8
Corporate, inhabitant and enterprise taxes	43,086		26,516		66,578	
Adjustment of corporate taxes	140,414		258,520		578,724	
Net income	143,802	1.0	303,830	2.2	779,334	2.6
Retained earnings brought forward from the previous period	675,295		623,342		675,295	
Interim dividends	-		-		107,631	
Unappropriated retained earnings at end of period	819,098		927,172		1,346,998	