



Fiscal Year ending October 31, 2008 Summary of Third Quarter Operating Results

September 5, 2008

Listed Company Name **Kanamoto Company, Ltd.**
 Company Code Number **9678**
 Listing Exchanges **Tokyo Stock Exchange, Sapporo Stock Exchange**
 (URL <http://www.kanamoto.co.jp>)
 Representative **Kanchu Kanamoto** President
 Inquiries **Nobuhito Utatsu**
 Director & Corporate Officer, Division Manager, Accounting Division
 TEL 81-11-209-1600

1. Operating Results for the Third Quarter of the Fiscal Year Ending October 31, 2008 (November 1, 2007 - July 31, 2008)

(1) Consolidated Operating Results

(Numbers less than one million yen have been rounded down)

	Revenues	Operating Income	Ordinary Income
	Millions of yen (%)	Millions of yen (%)	Millions of yen (%)
Fiscal Year Ending October 31, 2008: Third Quarter	53,668 (2.7)	2,291 (-37.9)	2,188 (-44.1)
Fiscal Year Ended October 31, 2007: Third Quarter	52,237 (4.0)	3,687 (20.7)	3,915 (33.4)
Fiscal Year Ended October 31, 2007	68,626	4,236	4,416

	Net Income	Net Income per Share of Common	Net Income per Share on a Fully Diluted
	Millions of yen (%)	Yen	Yen
Fiscal Year Ending October 31, 2008: Third Quarter	974 (-62.4)	29.68	—
Fiscal Year Ended October 31, 2007: Third Quarter	2,592 (138.1)	78.90	—
Fiscal Year Ended October 31, 2007	3,035	92.40	—

(Note) The percentages shown for revenues, operating income, ordinary income and net income are the percent increase or decrease compared to the same period of the prior fiscal year

(2) Change in Consolidated Financial Position

(Numbers less than one million yen have been rounded down)

	Total Assets	Net Assets	Capital Adequacy Ratio	Net Assets per Share
	Millions of yen	Millions of yen	%	Yen
Fiscal Year Ending October 31, 2008: Third Quarter	92,044	39,378	42.5	1,191.09
Fiscal Year Ended October 31, 2007: Third Quarter	87,121	39,941	45.8	1,215.93
Fiscal Year Ended October 31, 2007	85,155	39,973	46.9	1,216.98

(3) Consolidated Cash Flows

(Numbers less than one million yen have been rounded down)

	Cash Flow from Operating Activities	Cash Flow from Investing Activities	Cash Flow from Financing Activities	Balance of Cash and Equivalents at End of Period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal Year Ending October 31, 2008: Third Quarter	3,256	-3,973	2,048	19,226
Fiscal Year Ended October 31, 2007: Third Quarter	4,161	-1,218	-1,724	19,617
Fiscal Year Ended October 31, 2007	4,479	-1,427	-4,237	17,213

2. Dividends

	Dividend per Share
	Yen
Fiscal Year Ending October 31, 2008: Third Quarter	—
Fiscal Year Ended October 31, 2007: Third Quarter	—

3. Projected Consolidated Operating Results for the Fiscal Year Ending October 2008

(November 1, 2007 - October 31, 2008)

(Percentages show the change from the prior year)

	Revenues		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	71,000	3.5	2,800	-33.9	2,600	-41.1	1,000	-67.1	30.45

4. Other

(1) Changes to material subsidiaries during the period (transfer of specified subsidiaries in conjunction with revision to scope of consolidation)? Yes

Newly consolidated Kyushu Kensan Co., Ltd.

Kensan Fukuoka Co., Ltd.

Kensan Techno Co., Ltd.

(2) Has the Company adopted simplified methods for accounting treatment? Yes

(3) Are there any differences with the methods of recognition used in the accounting treatment for the most recent consolidated fiscal year? No

(Note) For details see "4. Other matters" on Page 7 (Qualitative information concerning the financial statements).

5. Summary of Non-consolidated Operating Results (Reference)

(November 1, 2007 - July 31, 2008)

	Revenues	Operating Income	Ordinary Income
	Millions of yen (%)	Millions of yen (%)	Millions of yen (%)
Fiscal Year Ending October 31, 2008: Third Quarter	46,250 (-1.0)	2,297 (-33.2)	2,260 (-41.6)
Fiscal Year Ended October 31, 2007: Third Quarter	46,728 (4.4)	3,441 (26.9)	3,869 (37.8)
Fiscal Year Ended October 31, 2007	61,576	4,012	4,372

	Net Income	Net Income per Share of Common	Net Income per Share on a Fully Diluted
	Millions of yen (%)	Yen	Yen
Fiscal Year Ending October 31, 2008: Third Quarter	1,134 (-57.4)	34.54	—
Fiscal Year Ended October 31, 2007: Third Quarter	2,660 (149.2)	80.99	—
Fiscal Year Ended October 31, 2007	3,431	104.44	—

(2) Non-consolidated Financial Position

	Total Assets	Net Assets	Capital Adequacy Ratio	Net Assets per Share
	Millions of yen	Millions of yen	%	Yen
Fiscal Year Ending October 31, 2008: Third Quarter	86,619	40,232	46.4	1,224.95
Fiscal Year Ended October 31, 2007: Third Quarter	84,095	40,427	48.1	1,230.70
Fiscal Year Ended October 31, 2007	82,902	40,787	49.2	1,241.77

6. Projected Non-consolidated Operating Results for the Fiscal Year Ending October 2008

(November 1, 2007 - October 31, 2008)

(Percentages show the change from prior year)

	Revenues		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	61,300	-0.4	2,800	-30.2	2,700	-38.2	650	-81.1	19.79

Note: Explanation concerning appropriate use of the projected operating results and other items to note
 The projected operating results were prepared based upon information available to the Company at the time the projections were announced as well as various assumptions concerning the future economic and business environment. Actual operating results may differ from the projected figures depending upon various factors in the future.

【Qualitative information and financial statements】

1. Qualitative information concerning consolidated operating results

< Management Environment > (From May 1, 2008 to July 31, 2008)

During the third quarter under review, Japan's economy was affected by several negative factors, and business perceptions clouded considerably. Firms implemented successive price hikes on raw materials and products to reflect the sharp rise in oil prices, and export-related industries such as machinery and automobiles, which had been enjoying particularly strong growth, were forced to reduce output as a result of the U.S. economic slowdown. Personal consumption, on the other hand, was buffeted by the jump in the cost of living, and cutbacks in consumption behavior were evident in the form of lackluster purchasing of consumer goods and less travel abroad.

< Third Quarter Consolidated Operating Results > (From May 1, 2008 to July 31, 2008)

[Business related to the Construction Equipment Rental Division]

Because Kanamoto's third quarter is the off season for new orders for public works, in Kanamoto's core business of construction equipment rentals the Company repeated its efforts of the previous year and worked diligently to identify and meet private capital investment demand. Given negative factors such as the steep jump in construction materials costs originating in higher oil prices, however, a significant upsurge in construction demand failed to materialize. The new order environment continued to deteriorate in local regions in particular.

By regional segment, demand in the Hokkaido Region expanded in certain areas, such as private demand and demand related to the Hokkaido Shinkansen in the Doo Block. Nevertheless, overall there was no change in the declining demand trend, and revenues in the third quarter fell 9.9% from the same period of the previous consolidated fiscal year. The management environment was similar in the Tohoku region, where the decrease in demand was coupled with increasingly severe competition with other companies in the industry, and revenues declined 10.4% year-on-year.

On the other hand, revenues in the Kanto and Shinetsu regions increased 4.4% from the same period of the previous consolidated fiscal year. In addition to the size of private demand capacity in the Tokyo metropolitan area, revenues were boosted by full-scale work on major projects such as expansion of the Tokyo International Airport (Haneda). In the Kinki & Chubu Region, revenues grew steadily because of vigorous rental demand in the Nagoya area, while on the other hand a sharp drop in demand in Hyogo Prefecture caused sales to slow, and overall revenues fell 2.8% year-on-year. In the Kyushu Region, the Kyushu Kansen Group, which is based mainly in Fukuoka, became a consolidated subsidiary, which lifted revenues by 117.6% year-on-year. As a result of the above changes, total rental revenues in this business sector edged down 1.7% from the same period of the previous consolidated fiscal year.

Moreover, revenues from equipment sales in this business sector during the third quarter including the effect from our Customer Thanks Fair rose marginally, and used construction equipment sales were in line with Kanamoto's initial business plan. Overall, however, revenues from sales fell 3.7% from the same period one year earlier.

As a result of these factors, in the construction-related businesses of the entire Kanamoto Group, revenues for the third quarter under review decreased 2.4% from the same period of the previous consolidated fiscal year.

[Business related to the Steel Sales Division]

In Kanamoto's businesses related to the Steel Sales Division, revenues for the third quarter rose substantially, climbing 50.0% compared with the same period of the previous consolidated fiscal year. This increase reflected a sharp rise in materials prices, as well as commercial facility construction demand in the Doo Block.

[Business related to the Information Products Division and Other Businesses]

In the Company's information and telecommunications-related division, PC rentals expanded steadily and sales of used PCs also increased. As a result, third quarter revenues for the Information Products Division and the Company's other businesses were 16.0% higher than in the same period of the previous consolidated fiscal year.

<Cumulative Operating Results Since the Beginning of the Fiscal Year> (From November 1, 2007 to July 31, 2008)

Looking at cumulative operating results by business, in Kanamoto's construction-related businesses revenues edged upward 0.5% year-on-year to ¥48,272 million, and operating income fell 37.3% from the same period one year earlier to ¥2,235 million.

In the businesses related to the Steel Sales Division, revenues increased 29.6% year-on-year to ¥4,998 million, and operating income was ¥25 million compared with an operating loss of ¥11 million for the same period of the previous consolidated fiscal year. Revenues for the Company's information and telecommunications-related division grew 22.5% year-on-year to ¥398 million, and operating income climbed 94.0% from the same period of the previous fiscal year to ¥56 million.

As a result, consolidated revenues for the first nine months of the fiscal year ending in October 2008 increased 2.7% year-on-year to ¥53,668 million.

Although the Company worked to improve rental equipment operating efficiency, consolidated operating income for the nine months fell 37.9% year-on-year to ¥2,291 million. Earnings were affected negatively by a decline in both public and private sector construction demand in Japan and the drop in rental revenues below the level for the first nine months of the previous consolidated fiscal year, and despite the growth in highly profitable sales of used construction equipment, which rose in accordance with the Company's initial plan, earnings fell in absolute terms from the same period one year earlier.

Furthermore, both consolidated ordinary income and net income for the third quarter under review were significantly lower than in the same period of the previous consolidated fiscal year because the special factors that boosted the previous year operating results, including a gain on sale of investment securities and a gain on sale or retirement of fixed assets, were not repeated during the quarter under review. Consolidated ordinary income decreased 44.1% from the same period of the previous consolidated fiscal year to ¥2,188 million, and third quarter consolidated net income declined 62.4% year-on-year to ¥974 million.

[Business development issues deserving special mention and status of branch office changes]

- 1) During the third quarter under review, Kanamoto upgraded the Makubetsu Equipment Center in Makubetsu-cho, Nakagawa-gun, Hokkaido to a branch in May. The Company did not close any branches during the quarter. The Company also acquired the stock of Toyo Industry Co., Ltd. (Head office: Taito Ward, Tokyo) and Kyokuto Lease Co., Ltd. (Head office: Oyama City, Tochigi Prefecture), respectively.
- 2) The Company took the lead and introduced new energy-saving, recyclable rental equipment, including hybrid trucks and LED-type night lighting, ahead of other companies, and increased rentals of these products. The Company also began the sale and rental (long term) of LED lamps in particular for general office buildings.
- 3) Shanghai Jinheyuan Equipment Rental Co., Ltd. (Head office: Shanghai, China) and SJ RENTAL INC. (Head office: Territory of Guam (United States)), two non-consolidated subsidiaries that are developing equipment rental businesses in other countries, are both expanding operating results steadily.

2. Qualitative information concerning consolidated financial position

(1) Assets, liabilities and net assets

Compared with the end of the prior consolidated accounting fiscal year, total assets at the end of the third quarter under review had increased by ¥6,889 million to ¥92,044 million. This primarily reflected an increase in cash and deposits and tangible fixed assets in conjunction with the addition of Kyushu Kensan Co., Ltd., Kensan Fukuoka Co., Ltd. and Kensan Techno Co., Ltd. as newly consolidated subsidiaries.

Net assets decreased by ¥594 million compared with the end of the previous consolidated fiscal year to ¥39,378 million. This was mainly a decrease in the valuation difference on other investment securities. As a result, the shareholders' equity ratio at the end of the third quarter was 42.5%.

(2) Consolidated Cash Flows

The balance of cash and cash equivalents at the end of the third quarter under review declined ¥391 million from the same period of the previous consolidated fiscal year, to ¥19,226 million. Cash flows for the third quarter under review are discussed below.

(Cash flow from operating activities)

Cash flow from operating activities was ¥3,256 million, a decrease of ¥904 million from the same period of the previous consolidated fiscal year. This was mainly the result of the decrease in income before taxes and adjustments.

(Cash flow from investing activities)

Cash flow used in investing activities was ¥3,973 million. This was ¥2,754 million more than in the same period of the prior consolidated fiscal year. This mainly reflected an increase in funds used for the purchase of tangible fixed assets.

(Cash flow from financing activities)

Cash flow provided by investing activities was ¥2,048 million, compared with cash flow used in investing activities of ¥1,724 million in the same period of the prior consolidated fiscal year. This mainly reflected an increase in funds provided by long-term bank loans.

3. Qualitative information concerning projected consolidated operating results

Kanamoto released its revised consolidated operating forecast for the fiscal year ending October 2008 on August 29, 2008. Although Kanamoto plans to reserve an appropriate amount for guarantees of the loans and debts of certain consolidated subsidiaries and record an extraordinary loss, the Company will take this measure from a standpoint of conservative accounting practices, and will continue without any revisions its policy of supporting the subsidiaries in question.

These projected consolidated operating results were prepared using projections based on information available to the Company as of the date this material was released and forecasts of the future economic, environment, and include various risks and uncertainty factors.

Accordingly, there is a possibility the Company's actual consolidated operating results will differ from the projected amounts shown above as a result of various future factors, including but not limited to economic conditions surrounding the Company, market trends, and competitive conditions.

4. Other matters

(1) Changes in material subsidiaries during the period under review

(changes in specific subsidiaries in conjunction with a change in the scope of consolidation)

Kyushu Kensan Co., Ltd., Kensan Fukuoka Co., Ltd. and Kensan Techno Co., Ltd., which were treated as non-consolidated subsidiaries in the past, were included in the scope of consolidation when preparing the consolidated financial statements because the importance of these companies to Kanamoto's operations has increased.

(2) Adoption of the simplified methods for accounting treatment

The Company uses book value for inventory.

The Company charges an amount to its allowance for doubtful accounts based on actual loss experience in the prior consolidated accounting fiscal year for normal accounts.

(3) Differences with the methods of recognition used in the accounting treatment for the most recent consolidated fiscal year

The Company had no material items to report.

1. (Summary) Third Quarter Consolidated Balance Sheets

(Unit: Thousands of yen)

Item	Period	Prior FY Quarter (Third Quarter of the Consolidated Accounting Fiscal Year Ended October 31, 2007)	Current Quarter (Third Quarter of the Consolidated Accounting Fiscal Year Ending October 31, 2008)	Change from prior year		(Reference) Consolidated Accounting Fiscal Year Ended October 31, 2007
		Amount	Amount	Amount	Percent	Amount
(Assets)						
I Current Assets						
1. Cash and deposits		19,617,260	15,078,971	-4,538,288	-23.1%	11,913,890
2. Notes receivable, trade		12,669,492	13,879,651	1,210,159	9.6%	14,239,136
3. Negotiable securities		—	4,300,000	4,300,000	—	5,300,000
4. Inventory		831,806	936,218	104,411	12.6%	533,600
5. Construction equipment		1,069,201	906,905	-162,296	-15.2%	1,010,645
6. Deferred tax assets		249,432	189,960	-59,472	-23.8%	360,573
7. Other		423,194	1,098,534	675,339	159.6%	457,321
Allowance for doubtful accounts		-458,859	-469,699	-10,840	2.4%	-488,905
Total current assets		34,401,529	35,920,542	1,519,012	4.4%	33,326,262
II Fixed assets						
1. Tangible fixed assets						
(1) Rental equipment assets		9,423,181	11,688,612	2,265,431	24.0%	9,523,031
(2) Buildings and structures		6,735,764	6,382,089	-353,675	-5.3%	6,671,521
Machinery, equipment, (3) vehicles and delivery equipment		777,519	703,159	-74,359	-9.6%	750,333
(4) Land		26,268,316	28,545,131	2,276,815	8.7%	26,268,316
(5) Construction in progress		16,816	1,126,452	1,109,636	—	46,172
(6) Other		243,114	232,574	-10,540	-4.3%	238,963
Total tangible fixed assets		43,464,712	48,678,020	5,213,308	12.0%	43,498,339
2. Intangible fixed assets						
(1) Goodwill		580,407	864,844	284,436	49.0%	275,797
(2) Other		142,553	168,968	26,415	18.5%	137,516
Total intangible fixed assets		722,960	1,033,812	310,851	43.0%	413,314

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Summary of Third Quarter Operating Results
Fiscal Year Ending October 31, 2008

3. Investments and other assets					
(1) Investment securities	7,287,175	4,563,222	-2,723,953	-37.4%	6,610,180
(2) Other	2,062,751	2,843,360	780,608	37.8%	2,070,164
Allowance for doubtful accounts	-817,845	-994,040	-176,194	21.5%	-762,464
Total investments and other assets	8,532,081	6,412,542	-2,119,539	-24.8%	7,917,880
Total fixed assets	52,719,754	56,124,375	3,404,620	6.5%	51,829,534
Total Assets	87,121,284	92,044,917	4,923,633	5.7%	85,155,797

(Unit: Thousands of yen)

Item	Period	Prior FY Quarter (Third Quarter of the Consolidated Accounting Fiscal Year Ended October 31, 2007)	Current Quarter (Third Quarter of the Consolidated Accounting Fiscal Year Ending October 31, 2008)	Change from prior year		(Reference) Consolidated Accounting Fiscal Year Ended October 31, 2007
		Amount	Amount	Amount	Percent	Amount
(Liabilities)						
I Current liabilities						
1. Notes and accounts payable, trade		10,846,120	12,893,633	2,047,512	18.9%	11,292,635
2. Short-term bank loans		425,000	478,123	53,123	12.5%	330,000
3. Long-term bank loans due within one year		9,562,356	9,719,738	157,382	1.6%	8,972,356
4. Current portion of bonds		—	40,000	40,000	—	—
5. Corporate taxes payable		1,208,615	121,803	-1,086,811	-89.9%	1,449,478
6. Accrued bonuses to employees		210,590	227,709	17,118	8.1%	552,926
7. Accounts payable, other		2,448,648	3,137,232	688,584	28.1%	2,346,872
8. Other		779,547	714,456	-65,090	-8.3%	642,568
Total current liabilities		25,480,878	27,332,696	1,851,818	7.3%	25,586,836
II Long-term liabilities						
1. Long-term bank loans		17,079,294	19,746,577	2,667,283	15.6%	15,718,705
2. Bonds		—	20,000	20,000	—	—
3. Accrued employees retirement benefits		1,797,335	993,390	-803,944	-44.7%	935,980
4. Retirement allowances to directors and auditors		128,714	167,565	38,851	30.2%	132,633
5. Long-term accrued expenses		2,453,960	3,922,590	1,468,629	59.8%	2,486,318
6. Other		239,244	483,516	244,272	102.1%	321,805
Total long-term liabilities		21,698,548	25,333,640	3,635,091	16.8%	19,595,442
Total Liabilities		47,179,426	52,666,336	5,486,909	11.6%	45,182,279

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(Unit: Thousands of yen)

Item	Period	Prior FY Quarter (Third Quarter of the Consolidated Accounting Fiscal Year Ended October 31, 2007)	Current Quarter (Third Quarter of the Consolidated Accounting Fiscal Year Ending October 31, 2008)	Change from prior year		(Reference) Consolidated Accounting Fiscal Year Ended October 31, 2007
		Amount	Amount	Amount	Percent	Amount
(Net Assets)						
I Owners' equity						
1. Paid-in capital		9,696,717	9,696,717	—	—	9,696,717
2. Capital surplus		10,960,869	10,960,869	—	—	10,960,869
3. Earned surplus		16,890,353	17,480,586	590,232	3.5%	17,333,642
4. Treasury stock		-17,053	-21,370	-4,317	25.3%	-19,784
Total Owners' Equity		37,530,887	38,116,803	585,915	1.6%	37,971,444
II Valuation and translation adjustments						
Valuation difference on other investment securities		2,410,970	1,003,587	-1,407,382	-58.4%	2,002,072
Total Valuation and Translation Adjustments		2,410,970	1,003,587	-1,407,382	-58.4%	2,002,072
III Minority interests		—	258,190	258,190	—	—
Total Net Assets		39,941,857	39,378,580	-563,276	-1.4%	39,973,517
Total Liabilities and Net Assets		87,121,284	92,044,917	4,923,633	5.7%	85,155,797

2. (Summary) Third Quarter Consolidated Statements of Income

(Unit: Thousands of yen)

Item	Period	Prior FY Quarter (Third Quarter of the Consolidated Accounting Fiscal Year Ended October 31, 2007)	Current Quarter (Third Quarter of the Consolidated Accounting Fiscal Year Ending October 31, 2008)	Change from prior year		(Reference) Consolidated Accounting Fiscal Year Ended October 31, 2007
		Amount	Amount	Amount	Percent	Amount
I	Revenues	52,237,886	53,668,788	1,430,902	2.7%	68,626,913
II	Cost of revenues from operations	37,424,123	39,296,596	1,872,472	5.0%	49,490,405
	Gross profit	14,813,762	14,372,192	-441,569	-3.0%	19,136,507
III	Selling, general and administrative expenses	11,126,047	12,080,613	954,566	8.6%	14,899,972
	Operating income	3,687,714	2,291,578	-1,396,135	-37.9%	4,236,534
IV	Non-operating revenues					
1.	Interest revenue	18,656	44,805	26,149	140.2%	44,782
2.	Dividend income	50,126	67,904	17,777	35.5%	51,715
3.	Gain on sale of investment securities	284,512	—	-284,512	-100.0%	287,528
4.	Insurance benefits	24,145	50,900	26,754	110.8%	38,877
5.	Rents received	61,094	59,483	-1,611	-2.6%	81,409
6.	Cash bonus received	103,095	5,890	-97,204	-94.3%	105,737
7.	Other	72,756	94,397	21,640	29.7%	102,577
	Total non-operating revenues	614,387	323,381	-291,005	-47.4%	712,627
V	Non-operating expenses					
1.	Interest expense	304,675	267,411	-37,264	-12.2%	338,051
2.	Loss on sale of notes receivable	—	60,666	60,666	—	75,155
3.	Loss on sale of investment securities	—	477	477	—	—
4.	Other	81,467	98,028	16,561	20.3%	119,684
	Total non-operating expenses	386,142	426,583	40,440	10.5%	532,891
	Ordinary income	3,915,959	2,188,376	-1,727,582	-44.1%	4,416,270
VI	Extraordinary profits					
1.	Gain on sale of fixed assets	921,056	21,805	-899,250	-97.6%	921,056
2.	Gain on reversal of allowance for doubtful accounts	20,965	26,333	5,368	25.6%	21,109
3.	Other	7,239	5,341	-1,898	-26.2%	858,670
	Total extraordinary profits	949,261	53,480	-895,780	-94.4%	1,800,836
VII	Extraordinary losses					

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Loss on sale or retirement of fixed assets	54,967	50,493	-4,473	-8.1%	68,231
2. Impairment loss	890	490	-400	-44.9%	890
3. Valuation loss on investment securities	11,016	42,231	31,214	283.3%	11,016
4. Other	25,718	74,517	48,799	189.7%	369,022
Total extraordinary losses	92,592	167,733	75,140	81.2%	449,161
Income before taxes and adjustments	4,772,627	2,074,123	-2,698,503	-56.5%	5,767,945
Corporate, local and business taxes	2,022,304	874,391	-1,147,913	-56.8%	2,286,833
Adjustment for corporate and other taxes	158,194	140,322	-17,871	-11.3%	410,200
Minority interest in income	—	84,730	84,730	—	35,493
Net income	2,592,128	974,679	-1,617,449	-62.4%	3,035,418

3. (Summary) Third Quarter Consolidated Statement of Changes in Net Assets

Third quarter of the prior consolidated accounting fiscal year (November 1, 2006 - July 31, 2007)

(Thousands of yen)

	Owners' equity				
	Paid-in capital	Capital surplus	Earned surplus	Treasury stock	Total owners' equity
Balance at the end of the prior consolidated fiscal year (October 31, 2006)	9,696,717	10,960,869	14,889,638	-6,303	35,540,922
Change of items during the Third quarter under review					
Dividends from surplus			-295,732		-295,732
Dividends from surplus (interim dividend)			-295,682		-295,682
Third quarter net income			2,592,128		2,592,128
Purchase of treasury stock				-10,749	-10,749
Net change of items other than owners' equity during the Third quarter under review					
Total change of items during the Third quarter under review	—	—	2,000,714	-10,749	1,989,965
Balance at the end of the Third quarter under review (July 31, 2007)	9,696,717	10,960,869	16,890,353	-17,053	37,530,887

	Valuation and translation adjustments		Minority interests	Total net assets
	Valuation difference on other investment securities	Total valuation and translation adjustments		
Balance at the end of the prior consolidated fiscal year (October 31, 2006)	2,418,684	2,418,684	92,159	38,051,766
Change of items during the Third quarter under review				
Dividends from surplus				-295,732
Dividends from surplus (interim dividend)				-295,682
Third quarter net income				2,592,128
Purchase of treasury stock				-10,749
Net change of items other than owners' equity during the Third quarter under review	-7,714	-7,714	-92,159	-99,874
Total change of items during the Third quarter under review	-7,714	-7,714	-92,159	1,890,091
Balance at the end of the Third quarter under review (July 31, 2007)	2,410,970	2,410,970	—	39,941,857

Third quarter of the current consolidated accounting fiscal year
(November 1, 2007 - July 31, 2008)

(Thousands of yen)

	Owners' equity				
	Paid-in capital	Capital surplus	Earned surplus	Treasury stock	Total owners' equity
Balance at the end of the prior consolidated fiscal year (October 31, 2007)	9,696,717	10,960,869	17,333,642	-19,784	37,971,444
Change of items during the Third quarter under review					
Dividends from surplus			-689,760		-689,760
Third quarter net income			974,679		974,679
Change of scope of consolidation			-137,975		-137,975
Purchase of treasury stock				-1,585	-1,585
Net change of items other than owners' equity during the Third quarter under review					
Total change of items during the Third quarter under review	—	—	146,943	-1,585	145,358
Balance at the end of the Third quarter under review (July 31, 2008)	9,696,717	10,960,869	17,480,586	-21,370	38,116,803

	Valuation and translation adjustments		Minority interests	Total net assets
	Valuation difference on other investment securities	Total valuation and translation adjustments		
Balance at the end of the prior consolidated fiscal year (October 31, 2007)	2,002,072	2,002,072	—	39,973,517
Change of items during the Third quarter under review				
Dividends from surplus		—		-689,760
Third quarter net income		—		974,679
Change of scope of consolidation		—		-137,975
Purchase of treasury stock		—		-1,585
Net change of items other than owners' equity during the Third quarter under review	-998,484	-998,484	258,190	-740,294
Total change of items during the Third quarter under review	-998,484	-998,484	258,190	-594,936
Balance at the end of the Third quarter under review (July 31, 2008)	1,003,587	1,003,587	258,190	39,378,580

(Reference) Prior Consolidated Accounting Fiscal Year (From November 1, 2006 to October 31, 2007)
(Thousands of yen)

	Owners' equity				
	Paid-in capital	Capital surplus	Earned surplus	Treasury stock	Total owners' equity
Balance at the end of the previous consolidated accounting fiscal year (October 31, 2006)	9,696,717	10,960,869	14,889,638	-6,303	35,540,922
Change of items during the consolidated accounting fiscal year under review					
Dividends from surplus			-591,414		-591,414
Net income			3,035,418		3,035,418
Purchase of treasury stock				-13,481	-13,481
Net change of items other than owners' equity during the consolidated accounting fiscal year					
Total changes of items during the consolidated accounting fiscal year under review	—	—	2,444,003	-13,481	2,430,522
Balance at the end of the consolidated accounting fiscal year under review (October 31, 2007)	9,696,717	10,960,869	17,333,642	-19,784	37,971,444

	Valuation and translation adjustments		Minority interests	Total net assets
	Valuation difference on other investment securities	Total valuation and translation adjustments		
Balance at the end of the previous consolidated accounting fiscal year (October 31, 2006)	2,418,684	2,418,684	92,159	38,051,766
Change of items during the consolidated accounting fiscal year under review				
Dividends from surplus		—		-591,414
Net income		—		3,035,418
Purchase of treasury stock		—		-13,481
Net change of items other than owners' equity during the consolidated accounting fiscal year	-416,611	-416,611	-92,159	-508,771
Total changes of items during the consolidated accounting fiscal year under review	-416,611	-416,611	-92,159	1,921,750
Balance at the end of the consolidated accounting fiscal year under review (October 31, 2007)	2,002,072	2,002,072	—	39,973,517

4. (Summary) Third Quarter Consolidated Statements of Cash Flows

(Unit: Thousands of yen)

Item	Period	Prior FY Quarter (Third Quarter of the Consolidated Accounting Fiscal Year Ended October 31, 2007)	Current Quarter (Third Quarter of the Consolidated Accounting Fiscal Year Ending October 31, 2008)	(Reference) Consolidated Accounting Fiscal Year Ended October 31, 2007
		Amount	Amount	Amount
I Cash flow from operating activities				
Income before taxes and adjustments		4,772,627	2,074,123	5,767,945
Depreciation and amortization expense		3,375,363	3,977,407	4,648,677
Impairment loss		890	490	890
Amortization of goodwill		125,741	190,923	395,108
Gain on sale of fixed assets		-921,056	-21,805	-921,056
Loss on sale or retirement of fixed assets		54,967	50,493	68,231
Gain on reversal of accrued employees retirement benefits		—	—	-845,319
Installment purchases of assets for small-value rentals		87,585	44,678	97,069
Reclassification of cost of sales associated with disposal of construction equipment		23,290	3,882	25,597
Reclassification of cost of sales associated with disposal of rental assets		347,858	444,210	397,062
Expenditures for acquisition of rental assets		-1,385,829	-2,054,619	-2,095,742
Valuation loss on investment securities		11,016	42,231	11,016
Gain on sale of investment securities		-284,512	—	-287,528
Loss on sale of investment securities		—	477	—
Increase in allowance for doubtful accounts		78,177	146,504	52,842
Increase (decrease) in accrued bonuses to employees		-301,146	-332,460	41,189
Decrease in accrued bonuses to directors and auditors		-5,500	—	-5,500
Increase in accrued employees retirement benefits		115,615	56,917	99,580
Increase (decrease) in retirement allowances to directors and auditors		-499	33,761	3,419
Interest revenue and dividend income		-68,782	-112,709	-96,497
Interest expense on installment purchases of rental assets		32,279	73,536	43,182
Interest expense		304,675	267,411	338,051
Decrease in accounts receivable, trade		2,289,833	1,504,836	720,189
Increase in inventory assets		-271,238	-291,330	-27,730
Increase (decrease) in accounts payable, trade		-1,573,216	538,529	-1,126,702
Decrease in accounts payable, other		-45,067	-15,162	-76,564
Other		-142,571	-895,630	-257,663
Subtotal		6,620,502	5,726,694	6,969,749
Interest and dividends received		62,291	112,982	90,470
Interest expense		-341,914	-357,350	-377,448
Payment of corporate and other taxes		-2,179,169	-2,225,334	-2,202,835
Cash flow from operating activities		4,161,709	3,256,991	4,479,936

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Summary of Third Quarter Operating Results
Fiscal Year Ending October 31, 2008

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(Unit: Thousands of yen)

Item	Period	Prior FY Quarter (Third Quarter of the Consolidated Accounting Fiscal Year Ended October 31, 2007)	Current Quarter (Third Quarter of the Consolidated Accounting Fiscal Year Ending October 31, 2008)	(Reference) Consolidated Accounting Fiscal Year Ended October 31, 2007
		Amount	Amount	Amount
II	Cash flow from investing activities			
	Funds used for investment in term deposits	—	-52,098	—
	Funds provided from redemption of term deposits	—	148,357	—
	Funds used for the purchase of tangible fixed assets	-1,841,359	-3,246,784	-2,059,416
	Funds provided from the sale of tangible fixed assets	1,849,138	159,810	1,875,374
	Funds used for the purchase of intangible fixed assets	-58,703	-54,768	-64,781
	Funds used for the purchase of investment securities	-74,572	-91,809	-123,716
	Funds provided from sale of investment securities	492,794	44,771	527,674
	Funds used for the purchase of consolidated subsidiary stock	-367,200	-62,664	-367,450
	Funds used for the purchase of non-consolidated subsidiary stock	-1,199,992	-726,221	-1,199,992
	Funds used for establishment of affiliated company	-34,778	-100,000	-34,778
	Other	15,965	8,028	20,077
	Cash flow from investing activities	-1,218,708	-3,973,378	-1,427,009
III	Cash flow from financing activities			
	Increase (decrease) in short-term bank loans	-72,704	38,123	-167,704
	Funds provided by long-term bank loans	8,750,000	12,160,000	9,550,000
	Funds used to repay long-term bank loans	-8,216,957	-7,555,523	-10,967,546
	Funds used for redemption of bonds	—	-40,000	—
	Funds used for repayment of installment obligations	-1,582,227	-1,863,035	-2,047,202
	Funds used for the purchase of treasury stock	-10,749	-1,585	-13,481
	Payment of dividends to parent company	-591,414	-689,760	-591,414
	Cash flow from financing activities	-1,724,052	2,048,219	-4,237,348
IV	Increase (decrease) in cash and equivalents	1,218,948	1,331,832	-1,184,421
V	Balance of cash and equivalents at beginning of period	18,398,312	17,213,890	18,398,312
VI	Increase in cash and equivalents resulting from newly consolidated subsidiaries	—	680,339	—
VII	Balance of cash and equivalents at end of the period	19,617,260	19,226,063	17,213,890

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Fiscal Year Ending October 31, 2008

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5. Business Segment Information

[Segment information by type of business]

Same quarter of the prior consolidated accounting fiscal year

(From November 1, 2006 to July 31, 2007)

(Unit: Thousands of yen)

	Construction equipment rental business	Steel sales business	Information products business and other businesses	Total	Eliminations or entire company	Consolidated
Revenues	48,055,148	3,857,874	324,862	52,237,886	—	52,237,886
Operating expenses	44,490,188	3,869,794	295,954	48,655,937	-105,765	48,550,171
Operating income	3,564,959	-11,919	28,908	3,581,948	105,765	3,687,714

Current quarter (From November 1, 2007 to July 31, 2008)

(Unit: Thousands of yen)

	Construction equipment rental business	Steel sales business	Information products business and other businesses	Total	Eliminations or entire company	Consolidated
Revenues	48,272,484	4,998,299	398,004	53,668,788	—	53,668,788
Operating expenses	46,036,822	4,972,650	341,927	51,351,400	25,809	51,377,210
Operating income	2,235,661	25,649	56,076	2,317,388	-25,809	2,291,578

(Reference) Prior consolidated accounting fiscal year Ended October 31, 2007

(Unit: Thousands of yen)

	Construction equipment rental business	Steel sales business	Information products business and other businesses	Total	Eliminations or entire company	Consolidated
Revenues	63,072,214	5,120,674	434,024	68,626,913	—	68,626,913
Operating expenses	59,017,423	5,130,682	402,403	64,550,509	-160,130	64,390,378
Operating income	4,054,791	-10,008	31,621	4,076,403	160,130	4,236,534

[Segment information by location]

Current quarter and Third quarter of the prior consolidated fiscal year

The Company had no material items to report because the Company did not have any consolidated subsidiaries or important offices located in countries or regions outside of Japan.

[Foreign sales]

Same quarter of the prior consolidated accounting fiscal year(Third Quarter of the Consolidated Accounting Fiscal Year Ended October 31, 2007)

There are no pertinent items to report because the Company did not have any foreign sales.

Current quarter (Third Quarter of the Consolidated Accounting Fiscal Year Ending October 31, 2008)

The Company has omitted a description of foreign sales because foreign sales are less than 10% of consolidated revenues.

6. (Summary) Third Quarter Non-Consolidated Balance Sheets

(Unit: Thousands of yen)

Item	Period	Prior FY Quarter (Third Quarter of the Fiscal Year Ended October 31, 2007)	Current Quarter (Third Quarter of the Fiscal Year Ending October 31, 2008)	Change from prior year		(Reference) Fiscal Year Ended October 31, 2007
		Amount	Amount	Amount	Percent	Amount
(Assets)						
I	Current Assets					
	1. Cash and deposits	18,871,893	13,440,081	-5,431,811	-28.8%	11,115,248
	2. Notes receivable, trade	1,809,561	2,091,441	281,879	15.6%	2,255,833
	3. Accounts receivable, trade	9,263,499	9,379,422	115,923	1.3%	10,825,811
	4. Negotiable securities	—	4,300,000	4,300,000	—	5,300,000
	5. Inventory	462,526	514,389	51,862	11.2%	295,013
	6. Construction equipment	820,314	654,375	-165,938	-20.2%	770,099
	7. Deferred tax assets	242,886	167,737	-75,148	-30.9%	355,902
	8. Other	319,876	981,746	661,870	206.9%	408,597
	Allowance for doubtful accounts	-390,137	-370,481	19,656	-5.0%	-435,092
	Total current assets	31,400,420	31,158,714	-241,706	-0.8%	30,891,414
II	Fixed assets					
	1. Tangible fixed assets					
	(1) Rental equipment assets	9,191,222	10,284,070	1,092,848	11.9%	9,297,639
	(2) Buildings	5,546,665	5,228,233	-318,431	-5.7%	5,502,751
	(3) Structures	967,063	869,135	-97,927	-10.1%	952,093
	(4) Land	25,996,422	27,995,930	1,999,508	7.7%	25,996,422
	(5) Other	1,006,025	1,872,354	866,329	86.1%	1,005,580
	Total tangible fixed assets	42,707,398	46,249,725	3,542,327	8.3%	42,754,487
	2. Intangible fixed assets					
	Total intangible fixed assets	161,406	152,920	-8,486	-5.3%	148,235
	3. Investments and other assets					
	(1) Investment securities	5,923,246	3,578,192	-2,345,053	-39.6%	5,249,609
	(2) Stock of affiliated companies	2,649,304	3,510,688	861,384	32.5%	2,649,554
	(3) Deferred tax assets	40,389	518,888	478,499	—	—
	(4) Other	2,277,436	2,600,480	323,044	14.2%	2,205,373
	Allowance for doubtful accounts	-498,562	-585,268	-86,706	17.4%	-430,758
	Reserve for investment losses	-565,171	-565,171	—	—	-565,171

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Summary of Third Quarter Operating Results
Fiscal Year Ending October 31, 2008

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Total investments and other assets	9,826,642	9,057,810	-768,832	-7.8%	9,108,607
Total fixed assets	52,695,447	55,460,455	2,765,008	5.2%	52,011,330
Total Assets	84,095,868	86,619,169	2,523,301	3.0%	82,902,745

(Unit: Thousands of yen)

Item	Period	Prior FY Quarter (Third Quarter of the Fiscal Year Ended October 31, 2007)	Current Quarter (Third Quarter of the Fiscal Year Ending October 31, 2008)	Change from prior year		(Reference) Fiscal Year Ended October 31, 2007
		Amount	Amount	Amount	Percent	Amount
(Liabilities)						
I	Current liabilities					
1.	Notes and accounts payable, trade	7,458,550	8,070,006	611,456	8.2%	7,660,014
2.	Accounts payable, trade	1,960,230	2,226,208	265,978	13.6%	2,456,499
3.	Long-term bank loans due within one year	9,408,000	9,496,000	88,000	0.9%	8,818,000
4.	Accounts payable, other	2,325,034	2,469,827	144,792	6.2%	2,211,522
5.	Corporate taxes payable	1,100,475	—	-1,100,475	-100.0%	1,406,425
6.	Accrued bonuses to employees	152,618	150,565	-2,053	-1.3%	499,457
7.	Other	827,333	1,216,225	388,891	47.0%	706,663
	Total current liabilities	23,232,242	23,628,832	396,589	1.7%	23,758,582
II	Long-term liabilities					
1.	Long-term bank loans	16,248,000	18,893,000	2,645,000	16.3%	14,926,000
2.	Long-term accrued expenses	2,320,538	2,782,073	461,535	19.9%	2,353,188
3.	Deferred tax liability	—	—	—	—	58,726
4.	Accrued employees retirement benefits	1,781,221	984,227	-796,993	-44.7%	928,956
5.	Retirement allowances to directors and auditors	86,732	98,378	11,646	13.4%	89,386
	Total long-term liabilities	20,436,491	22,757,679	2,321,187	11.4%	18,356,256
	Total Liabilities	43,668,734	46,386,511	2,717,777	6.2%	42,114,839

(Unit: Thousands of yen)

Item	Period	Prior FY Quarter (Third Quarter of the Fiscal Year Ended October 31, 2007)	Current Quarter (Third Quarter of the Fiscal Year Ending October 31, 2008)	Change from prior year		(Reference) Accounting Fiscal Year Ended October 31, 2007
		Amount	Amount	Amount	Percent	Amount
(Net Assets)						
I Owners' equity						
1. Paid-in capital		9,696,717	9,696,717	—	—	9,696,717
2. Capital surplus						
Capital legal reserve		10,817,389	10,817,389	—	—	10,817,389
Other capital surplus		143,480	143,480	—	—	143,480
Total Capital Surplus		10,960,869	10,960,869	—	—	10,960,869
3. Earned surplus						
Earned legal reserve		1,375,287	1,375,287	—	—	1,375,287
Other earned surplus		16,005,039	17,219,781	1,214,742	7.6%	16,775,081
Reserve for advanced depreciation of fixed assets		19,601	19,601	—	—	19,601
General reserve		12,931,684	15,631,684	2,700,000	20.9%	12,931,684
Earned surplus brought forward		3,053,752	1,568,494	-1,485,257	-48.6%	3,823,794
Total earned surplus		17,380,326	18,595,068	1,214,742	7.0%	18,150,368
4. Treasury stock		-17,053	-21,370	-4,317	25.3%	-19,784
Total owners' equity		38,020,860	39,231,285	1,210,425	3.2%	38,788,170
II Valuation and translation adjustments						
Valuation difference on other investment securities		2,406,273	1,001,373	-1,404,900	-58.4%	1,999,735
Total Valuation and Translation Adjustments		2,406,273	1,001,373	-1,404,900	-58.4%	1,999,735
Total Net Assets		40,427,134	40,232,658	-194,475	-0.5%	40,787,905
Total Liabilities and Net Assets		84,095,868	86,619,169	2,523,301	3.0%	82,902,745

2. (Summary) Third Quarter Non-Consolidated Statements of Income

(Unit: Thousands of yen)

Item	Period	Prior FY Quarter (Third Quarter of the Fiscal Year Ended October 31, 2007)	Current Quarter (Third Quarter of the Fiscal Year Ending October 31, 2008)	Change from prior year		(Reference) Fiscal Year Ended October 31, 2007
		Amount	Amount	Amount	Percent	Amount
I	Revenues	46,728,194	46,250,105	-478,089	-1.0%	61,576,788
II	Cost of revenues from operations	33,791,092	34,281,138	490,046	1.5%	44,713,746
	Gross profit	12,937,102	11,968,966	-968,135	-7.5%	16,863,041
III	Selling, general and administrative expenses	9,495,943	9,671,412	175,469	1.8%	12,850,084
	Operating income	3,441,159	2,297,554	-1,143,605	-33.2%	4,012,957
IV	Non-operating revenues					
1.	Interest and dividends	73,332	112,616	39,284	53.6%	102,533
2.	Gain on sale of investment securities	284,512	840	-283,671	-99.7%	287,528
3.	Rents received	193,808	143,075	-50,732	-26.2%	195,809
4.	Other	233,261	96,613	-136,648	-58.6%	267,057
	Total non-operating revenues	784,915	353,146	-431,768	-55.0%	852,930
V	Non-operating expenses					
1.	Interest expense	280,437	245,423	-35,014	-12.5%	312,601
2.	Other	76,034	144,745	68,710	90.4%	180,384
	Total non-operating expenses	356,472	390,168	33,695	9.5%	492,985
	Ordinary income	3,869,602	2,260,532	-1,609,069	-41.6%	4,372,901
VI	Extraordinary profits					
1.	Gain on sale of fixed assets	920,700	5,354	-915,345	-99.4%	920,700
2.	Other	26,574	22,672	-3,901	-14.7%	875,828
	Total extraordinary profits	947,274	28,026	-919,247	-97.0%	1,796,528
VII	Extraordinary losses					
1.	Loss on sale or retirement of fixed assets	52,542	35,286	-17,256	-32.8%	63,908
2.	Impairment loss	890	490	-400	-44.9%	890
3.	Valuation loss on investment securities	11,016	42,231	31,214	283.3%	11,016
4.	Transfer to allowance for doubtful loans to affiliates	—	—	—	—	8,311

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5. Other	19,997	58,625	38,627	193.2%	31,500
Total extraordinary losses	84,447	136,633	52,185	61.8%	115,626
Income before taxes and adjustments	4,732,429	2,151,926	-2,580,502	-54.5%	6,053,803
Corporate, local and business taxes	1,914,075	730,174	-1,183,901	-61.9%	2,203,734
Adjustment for corporate and other taxes	157,379	287,291	129,912	82.5%	419,052
Net income	2,660,974	1,134,459	-1,526,514	-57.4%	3,431,016

3. (Summary) Third Quarter Non-Consolidated Statement of Changes in Net Assets

Third quarter of the prior fiscal year(November 1, 2006 - July 31, 2007)

(Thousands of yen)

	Owners' Equity								
	Paid-in capital	Capital surplus			Earned surplus				
		Capital legal reserve	Other capital surplus	Total capital surplus	Earned legal reserve	Other earned surplus			Total earned surplus
					Reserve for advanced depreciation of fixed assets	General reserve	Net earned surplus brought forward		
Balance at the end of the prior fiscal year (October 31, 2006)	9,696,717	10,817,389	143,480	10,960,869	1,375,287	19,601	11,831,684	2,084,192	15,310,766
Change of items during the Third quarter under review									
Transfer to general reserve				—			1,100,000	-1,100,000	—
Dividends from surplus				—				-295,732	-295,732
Dividends from surplus (Interim dividend)				—				-295,682	-295,682
Third quarter net income				—				2,660,974	2,660,974
Purchase of treasury stock				—					
Net change of items other than owners' equity during the Third quarter under review									
Total change of items during the Third quarter under review	—	—	—	—	—	—	1,100,000	969,559	2,069,559
Balance at the end of the Third quarter under review (July 31, 2007)	9,696,717	10,817,389	143,480	10,960,869	1,375,287	19,601	12,931,684	3,053,752	17,380,326

	Owners' Equity		Valuation and translation adjustments		Total Net Assets
	Treasury stock	Total Owners' Equity	Valuation difference on other investment securities	Total valuation and translation adjustments	
Balance at the end of the prior fiscal year (October 31, 2006)	-6,303	35,962,049	2,414,062	2,414,062	38,376,112
Change of items during the Third quarter under review					
Transfer to general reserve		—			—
Dividends from surplus		-295,732			-295,732
Dividends from surplus (Interim dividend)		-295,682			-295,682
Third quarter net income		2,660,974			2,660,974
Purchase of treasury stock	-10,749	-10,749			-10,749
Net change of items other than owners' equity during the Third quarter under review			-7,788	-7,788	-7,788
Total change of items during the Third quarter under review	-10,749	2,058,810	-7,788	-7,788	2,051,021
Balance at the end of the Third quarter under review (July 31, 2007)	-17,053	38,020,860	2,406,273	2,406,273	40,427,134

Third quarter of the current fiscal year(November 1, 2007 - July 31, 2008)

(Thousands of yen)

	Owners' Equity								
	Paid-in capital	Capital surplus			Earned surplus				
		Capital legal reserve	Other capital surplus	Total capital surplus	Earned legal reserve	Other earned surplus			Total earned surplus
					Reserve for advanced depreciation of fixed assets	General reserve	Net earned surplus brought forward		
Balance at the end of the prior fiscal year (October 31, 2007)	9,696,717	10,817,389	143,480	10,960,869	1,375,287	19,601	12,931,684	3,823,794	18,150,368
Change of items during the Third quarter under review									
Transfer to general reserve				—			2,700,000	-2,700,000	—
Dividends from surplus				—				-689,760	-689,760
Third quarter net income				—				1,134,459	1,134,459
Purchase of treasury stock				—					—
Net change of items other than owners' equity during the Third quarter under review									
Total change of items during the Third quarter under review	—	—	—	—	—	—	2,700,000	-2,255,300	444,699
Balance at the end of the Third quarter under review (July 31, 2008)	9,696,717	10,817,389	143,480	10,960,869	1,375,287	19,601	15,631,684	1,568,494	18,595,068

	Owners' Equity		Valuation and translation adjustments		Total Net Assets
	Treasury stock	Total Owners' Equity	Valuation difference on other investment securities	Total valuation and translation adjustments	
Balance at the end of the prior fiscal year (October 31, 2007)	-19,784	38,788,170	1,999,735	1,999,735	40,787,905
Change of items during the Third quarter under review					
Transfer to general reserve		—			—
Dividends from surplus		-689,760			-689,760
Third quarter net income		1,134,459			1,134,459
Purchase of treasury stock	-1,585	-1,585			-1,585
Net change of items other than owners' equity during the Third quarter under review			-998,361	-998,361	-998,361
Total change of items during the Third quarter under review	-1,585	443,114	-998,361	-998,361	-555,247
Balance at the end of the Third quarter under review (July 31, 2008)	-21,370	39,231,285	1,001,373	1,001,373	40,232,658

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(Reference) Prior Fiscal Year (From November 1, 2006 to October 31, 2007)

(Thousands of yen)

	Owners' equity										
	Paid-in capital	Capital surplus			Earned surplus					Treasury stock	Total Owners' Equity
		Capital legal reserve	Other capital surplus	Total capital surplus	Legal earned surplus	Other earned surplus			Total earned surplus		
						Reserve for advanced depreciation of fixed assets	General reserve	Net earned surplus brought forward			
Balance at the end of the prior fiscal year (October 31, 2006)	9,696,717	10,817,389	143,480	10,960,869	1,375,287	19,601	11,831,684	2,084,192	15,310,766	- 6,303	35,962,049
Changes of items during the fiscal year											
Transfer to general reserve				—			1,100,000	-1,100,000	—		—
Dividends from surplus				—				-591,414	-591,414		-591,414
Net income				—				3,431,016	3,431,016		3,431,016
Purchase of treasury stock				—					—	-13,481	-13,481
Net changes of items other than owners' equity during the fiscal year											
Total changes of items during the fiscal year	—	—	—	—	—	—	1,100,000	1,739,602	2,839,602	-13,481	2,826,120
Balance at the end of fiscal year under review (October 31, 2007)	9,696,717	10,817,389	143,480	10,960,869	1,375,287	19,601	12,931,684	3,823,794	18,150,368	-19,784	38,788,170

	Valuation and translation adjustments		Total net assets
	Valuation difference on other investment securities	Total valuation and translation adjustments	
Balance at the end of the prior fiscal year (October 31, 2006)	2,414,062	2,414,062	38,376,112
Changes of items during the fiscal year			
Transfer to general reserve		—	—
Dividends from surplus		—	-591,414
Net income		—	3,431,016
Purchase of treasury stock		—	-13,481
Net changes of items other than owners' equity during the fiscal year	-414,327	-414,327	-414,327
Total changes of items during the fiscal year	-414,327	-414,327	2,411,793
Balance at the end of fiscal year under review (October 31, 2007)	1,999,735	1,999,735	40,787,905

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