

Non-consolidated Financial Statements-Summary

For the Fiscal Year ended March 31,2005

May 13,2005

(All financial information has been prepared in accordance with generally accepted accounting principles in Japan)

KUBOTEK CORPORATION

Code No., : 7709
 Stock Exchange Listed : Tokyo Stock Exchange-1st Section
 Location of the Head Office : 3-36, Nakanoshima 4-chome,Kita-ku,Osaka Japan
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Date of the meeting of the Board of Directors for approval of non-consolidated financial statements : May 13,2005

Date of the ordinary general meeting of shareholders : June 27,2005

Interim Dividends Plan : YES

1 . Financial Results of FY2004(April 1,2004 through March 31,2005)

(1) Non-consolidated Financial Results (Million yen: amounts less than one million yen are omitted)

	Net Sales		Operating Income		Ordinary Income	
FY2004	4,979	(22.3)%	78	(86.2)%	76	(86.2)%
FY2003	6,406	17.1%	565	(25.8)%	552	(25.6)%

	Net Income	Net Income per Share	Diluted Net Income per Share	ROE [Ratio of Net Income to Shareholder's Equity]	ROA [Ratio of ordinary Income/ Total Assets]	Ordinary Income/Net Sales
FY2004	(345)	-	(2,499.00)yen	-	(9.4)%	1.5%
FY2003	349	(23.4)%	2,492.67yen	-	9.2%	8.6%

- (Notes):
- Average number of shares outstanding: For FY2004 : 138,179 shares
For FY2003 : 138,300 shares
 - Change in accounting policy: None
 - Figures in parentheses above show the change from the previous period in percentage.

(2) Non-consolidated Dividends (Million yen: amounts less than one million yen are omitted)

	Annual Dividends per Share			Total Dividends for the Year	Ratio of Earnings to Dividends	Ratio of Dividends to Shareholder's Equity
	Interim Dividends	Year-End Dividends				
FY2004	400yen	200yen	200yen	55	-	1.6%
FY2003	400yen	200yen	200yen	55	16.0%	1.4%

(3) Non-consolidated Financial Positions (Million yen: amounts less than one million yen are omitted)

	Total Assets	Shareholder's Equity	Equity Ratio	Equity per Share
FY2004	9,016	3,441	38.2%	24,997.17yen
FY2003	8,147	3,928	48.2%	28,372.36yen

- (Note:) Number of shares issued and outstanding at the end of the fiscal year :FY2004 137,680 shares
:FY2003 138,300 shares

2 . Non-consolidated Financial Forecasts for the Fiscal Year ending March 31,2005

(Million yen: amounts less than one million yen are omitted)

	Net Sales	Ordinary Income	Net Income	Annual dividends per share amount		
				Interim	Year-End	
FY 2005	2,400	10	0	200yen	-	-
FY 2005	5,500	300	150	-	200yen	400yen

(cf.) Estimated Net Income per Share: 1,056.80yen

Disclaimer Regarding Forecast Statements

Statements made in this release with respect to Kubotek's forecast for FY2005, are based on assumptions and beliefs in light of the information currently available to us, and therefore investors should not place undue reliance on them as they make a judgement about their investment. Kubotek cautions investors that a number of important factors could cause actual results to differ materially from those discussed in the forecast statements. Our major product of display inspection systems, such as for liquid crystal display are for highly competitive markets characterized by keen demand for production efficiency, quick adaptation of emerging new materials and rapid development of production technology. And this industry is strongly affected by factors such as demand fluctuation, the general trend of capital market, pricing pressures, and general economic conditions in east Asia market. Moreover, exchange rates between yen and other currencies in which Kubotek possibly makes significant sales or in which Kubotek's assets and liabilities are denominated, may change to influence the business performances, though Kubotek's business is yen-based so far.

Non-consolidated Financial Statements

Non-consolidated Balance Sheets

(Thousand yen: amounts less than one thousand yen are omitted)

	FY2004		FY2003		Increase (Decrease)
	(As of Mar. 31,2005)		(As of Mar. 31,2004)		
<Assets>		%		%	
.Current assets					
Cash and bank deposits	1,944,248		1,587,203		357,044
Trade notes receivable	266,810		60,420		206,389
Trade accounts receivable	2,059,332		2,512,825		(453,492)
Finished products	18,538		54,299		(35,760)
Raw materials	444,181		370,166		74,015
Work in process	886,194		1,114,585		(228,391)
Prepaid expenses	17,903		21,003		(3,099)
Deferred income taxes	128,397		100,790		27,607
Short-term loan receivable	153,059		-		153,059
Consumption taxes receivable	99,309		121,150		(21,840)
Others	2,852		34,653		(31,801)
Allowance for doubtful receivables	(33,361)		(39,515)		6,154
Total current assets	5,987,466	66.4	5,937,582	72.9	49,884
.Fixed assets					
1.Property, plant and equipment, at cost					
Buildings	860,882		749,928		
Less-accumulated depreciation	220,508	640,373	173,219	576,708	63,665
Structures	43,230		42,812		
Less-accumulated depreciation	24,838	18,392	19,904	22,907	(4,515)
Machinery and equipment	33,021		31,406		
Less-accumulated depreciation	16,925	16,095	13,380	18,026	(1,930)
Vehicles and automotive equipment	24,646		26,119		
Less-accumulated depreciation	21,562	3,083	21,714	4,405	(1,321)
Furniture and fixtures	685,121		459,963		
Less-accumulated depreciation	368,056	317,065	308,490	151,473	165,592
Land		946,588		775,599	170,989
Construction in progress		43,422		-	43,422
Total tangible assets	1,985,022	22.0	1,549,119	19.0	435,902
2.Intangible assets					
Goodwill	213,902		285,203		(71,300)
Software	198,756		30,446		168,309
Software in process	84,000		93,720		(9,720)
Telephone subscription rights	2,285		2,285		-
Total intangible assets	498,944	5.5	411,656	5.0	87,287

	FY2004 (As of Mar. 31,2005)			FY2003 (As of Mar. 31,2004)			Increase (Decrease)
3. Investments and other assets							
Investment securities		1,500		1,500			0
Stocks of affiliated companies		197,590		197,590			-
Investments in affiliated companies		6,868		-			6,868
Long-term prepaid expenses		580		-			580
Deferred income tax assets		37,360		25,302			12,058
Guarantee deposit		20,407		20,344			63
Investment property	281,566						
Less-accumulated depreciation	5,421	276,144		-			276,144
Other investments and other assets		4,514		4,500			14
Allowance for doubtful receivables		(29)		-			(29)
Total investments and other assets		544,937	6.1	249,237	3.1		295,700
Total fixed assets		3,028,904	33.6	2,210,013	27.1		818,890
Total Assets		9,016,371	100.0	8,147,595	100.0		868,775

(amounts less than one thousand yen are omitted)

	FY2004		FY2003		Increase (Decrease)	
	(As of Mar. 31,2005)		(As of Mar. 31,2004)			
<Liabilities>						
.Current liabilities						
Trade notes payable		551,750		1,118,022	(566,272)	
Trade accounts payable		412,506		260,048	152,458	
Short-term bank loans		2,240,000		950,000	1,290,000	
Current portion of long-term debt		1,144,500		542,000	602,500	
Accrued liability		78,084		85,814	(7,730)	
Accrued expenses		71,632		66,081	5,551	
Income taxes payable		20,529		224,395	(203,866)	
Advance received		9,764		13,374	(3,609)	
Deposits received		5,372		5,580	(208)	
Others		2,172		-	2,172	
Total current liabilities		4,536,313	50.3	3,265,317	40.1	1,270,995
.Long-term liabilities						
Long-term debt		985,000		914,500	70,500	
Retirement benefits		32,114		39,380	(7,265)	
Others		21,332		-	21,332	
Total Long-term liabilities		1,038,447	11.5	953,880	11.7	84,566
Total liabilities		5,574,760	61.8	4,219,198	51.8	1,355,562
<Shareholders' equity>						
.Common stock		1,951,750	21.6	1,951,750	24.0	-
.Capital surplus						
Additional paid-in capital	743,750			743,750		
Total capital surplus		743,750	8.3	743,750	9.1	-
.Retained earnings						
Legal reserve	20,496			20,496		-
Unappropriated profits	808,544			1,213,673		(405,128)
Total retained earnings		829,040	9.2	1,234,169	15.1	(405,128)
.Net unrealized gains on securities		(1,271)	(0.0)	(1,271)	(0.0)	-
. Treasury stock		(81,658)	(0.9)	-		(81,658)
Total shareholders' equity		3,441,610	38.2	3,928,397	48.2	(486,786)
Total liabilities and shareholders' equity		9,016,371	100.0	8,147,595	100.0	868,775

Non-consolidated Statements of Income

(Thousand yen: amounts less than one thousand yen are omitted)

	FY2004			FY2003			Increase (Decrease)
	(Apr. 2004- Mar. 2005)			(Apr. 2003- Mar. 2004)			
.Net Sales		4,979,872	100.0		6,406,739	100.0	(1,426,867)
.Cost of sales							
Cost of beginning inventory	54,299			56,398			
Transfer to other accounts	68,376			24,433			
Cost of products manufactured for the period	3,672,045			4,777,680			
TOTAL	3,794,720			4,858,512			
Transfer to other accounts	10			3,579			
Cost of ending inventory	18,538	3,776,172	75.8	54,299	4,800,634	74.9	(1,024,461)
Gross profit		1,203,699	24.2		1,606,104	25.1	(402,405)
.Selling, general and administrative expenses							
Advertising expenses	69,622			112,811			
Packing and shipping expenses	64,262			59,600			
Directors' and auditors' compensation	99,592			98,532			
Payroll	198,035			188,680			
Social insurance expenses	35,667			35,851			
Welfare expenses	825			1,234			
Bonus	30,561			32,123			
Retirement expenses	2,169			5,191			
Entertainment expenses	9,177			5,496			
Convention expenses	4,777			3,910			
Transportation expenses	53,107			52,821			
Communication expenses	14,616			11,233			
Consumables	13,532			10,311			
Repair expenditure	6,812			3,282			
Water lighting and heating expenses	6,307			3,550			
Commissions paid	256,488			232,330			
Insurance expenses	8,668			8,314			
Depreciation expenses	114,077			121,860			
R & D expenses	80,790			9,630			
Rent	18,305			21,850			
Rental expenses	1,411			1,753			
Tax and public imposition	29,109			6,799			
Membership expenses	924			787			
Provision for allowance for doubtful receivables	1,442			5,525			
Miscellaneous expenses	5,273	1,125,559	22.6	7,200	1,040,684	16.3	84,875
Operating income		78,140	1.6		565,420	8.8	(487,280)
.Non-operating income							
Interests income	2,147			160			
Dividend income	60			-			
Foreign exchange gain	-			5,392			
Rental Income	50,367			-			
Others	3,500	56,075	1.1	882	6,436	0.1	49,639

(:amounts less than one thousand yen are omitted)

	FY2004 (Apr. 2004- Mar. 2005)			FY2003 (Apr. 2003- Mar. 2004)			Increase (Decrease)
			%			%	
.Non-operating expenses							
Interests expense	25,650			18,238			
Bond interests	-			430			
Cash discount on sales	215			-			
Foreign exchange loss	3,814			-			
Rental expense	27,488			-			
Others	807	57,976	1.2	548	19,216	0.3	38,760
Ordinary income		76,239	1.5		552,640	8.6	(476,401)
.Extraordinary gains							
Provision for accrued retirement allowances	8,765	8,765	0.2	-	-	-	8,765
.Extraordinary losses							
Loss on disposal of property and equipment	612			-			
Loss on inventory valuation	409,865	410,478	8.2	-	-	-	410,478
Net Income before income taxes(Loss)		(325,473)	(6.5)		552,640	8.6	(878,114)
Income taxes(current)	59,500			237,000			
Income taxes(deferred)	(39,665)	19,834	0.4	(33,595)	203,404	3.2	(183,569)
Net income(Loss)		(345,308)	(6.9)		349,236	5.4	(694,544)
Retained earnings brought forward		1,181,513			892,097		289,416
Interim dividends		27,660			27,660		-
Unappropriated profits		808,544			1,213,673		(405,128)

Non-consolidated Statements of Cash Flows

(Note.) The Non-consolidated Cash Flows of FY2004 is not available. Please refer to Consolidated Cash Flow of FY2004
(:amounts less than one thousand yen are omitted)

	FY2004 (Apr. 2004- Mar. 2005)
Cash flows from operating activities	
1. Income before income taxes	552,640
2. Depreciation and amortization	214,267
3. Increase in allowance for doubtful receivables	5,525
4. Increase in retirement benefits	9,706
5. Interests and dividend income	(160)
6. Interest expense	18,668
7. Foreign exchange (gain) or loss	(5,670)
8. Increase in notes and accounts receivables	(215,837)
9. Decrease in inventories	19,424
10. Increase in consumption taxes receivables	(72,064)
11. Increase in notes and accounts payable	289,355
12. Bonuses paid to directors	(4,500)
13. (Increase) in other assets	(4,371)
14. Increase in other liabilities	21,550
S u b - t o t a l	828,534
15. Interest and dividends received	160
16. Interest paid	(18,673)
17. Income taxes paid	(184,207)
Net cash provided by operating activities	625,813
Cash flows from investing activities	
1. Payments for time deposits	(9)
2. Purchases of property, plant equipment	(361,392)
3. Purchases of intangible fixed assets	(474,006)
4. Payments for acquisition of shares of subsidiaries	(53,699)
5. (Expenditure) for other investing activities	(45,391)
Net cash used in investing activities	(934,500)
Cash flows from financing activities	
1. Decrease in short-term bank loans	(10,000)
2. Proceeds from long-term debt	800,000
3. Repayments of long-term debt	(312,000)
4. Redemption of bonds	(100,000)
5. Cash dividends paid	(68,694)
Net cash provided by financing activities	309,305
Effect of exchange rate changes on cash and cash equivalents	189
Increase in cash and cash equivalents	808
Cash and cash equivalents at beginning of period	1,519,102
Cash and cash equivalents at end of period	1,519,911