

# Non-consolidated Interim Financial Statements-Summary

For the Six Months Ended September 30,2005

Nov. 11,2005

(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  
 Representative : Tetsuo Kubo, President  
 Contact Person : Naotake Kakishita, Director, Department of General Affairs Division  
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 (URL <http://www.kubotek.com/>)

Date of the meeting of the Board of Directors for approval of interim consolidated financial statements : Nov. 11,2005  
 Date of the payment of interim Dividend : Dec. 9,2005  
 Interim Dividend Plan : YES

### 1 . Non-consolidated Financial Results for Interim FY2005(April 1,2005 through September 30,2005)

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

	Net Sales		Operating Income		Ordinary Income	
Interim FY2005	2,492	(13.6)%	(106)	- %	(95)	- %
Interim FY2004	2,884	57.6%	144	331.6%	137	355.5%
FY2004	4,979		78		76	

	Net Income		Net Income per Share	
Interim FY2005	(185)	- %	(1,347.60) yen	
Interim FY2004	89	552.3%	647.58 yen	
FY2004	(345)		(2,499.00) yen	

- (Notes):
- Average number of shares outstanding:  
 For interim FY2005: 137,680 shares      For interim FY2004: 138,300 shares      For FY2004: 138,179 shares
  - Change in accounting policy: None
  - Figures in parentheses above show the change from the previous period in percentage.

### (2) Non-consolidated Dividend

	Interim Dividend per Share	Annual Dividend per Share
Interim FY2005	200yen	-
Interim FY2004	200yen	-
FY2004	-	400yen

### (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
Interim FY2005	9,364	3,229	34.5%	23,458.81yen
Interim FY2004	9,078	3,985	43.9%	28,819.94yen
FY2004	9,016	3,441	38.2%	24,997.17yen

(Note:) Number of shares issued and outstanding at end of period:  
 Interim FY2005: 137,680 shares      Interim FY2004: 138,300 shares      FY 2004: 137,680 shares

### 2 . Non-consolidated Financial Forecasts for the Fiscal Year ending March 31,2006

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

	Net Sales	Ordinary Income	Net Income	Annual dividend per share amount	
				Interim dividend	
FY2005	5,700	100	0	200yen	400yen

(cf.) Estimated Net Income per Share: - yen

## 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)

	Interim FY2005 (As of Sept. 30, 2005)			Interim FY2004 (As of Sept. 30,2004)			FY2004 (As of Mar. 31,2005)		
			%			%			%
<b>&lt;Assets&gt;</b>									
<b>. Current assets</b>									
Cash and bank deposits		2,196,022			959,203			1,944,248	
Trade notes receivable		25,682			183,867			266,810	
Trade accounts receivable		2,369,407			3,038,421			2,059,332	
Inventories		1,360,820			1,906,420			1,348,914	
Deferred income taxes		119,696			88,656			128,397	
Others		381,112			166,889			273,125	
Allowance for doubtful receivables		(33,682)			(36,234)			(33,361)	
<b>Total current assets</b>		<b>6,419,058</b>	<b>68.5</b>		<b>6,307,223</b>	<b>69.5</b>		<b>5,987,466</b>	<b>66.4</b>
<b>.Fixed assets</b>									
<b>1.Property, plant and equipment</b>									
Buildings	979,319			841,513			860,882		
Less-accumulated depreciation	250,960	728,358		195,456	646,056		220,508	640,373	
Furniture and fixtures	697,025			520,727			685,121		
Less-accumulated depreciation	417,470	279,554		332,018	188,709		368,056	317,065	
Land		1,117,578			946,588			946,588	
Others	144,213			101,513			144,321		
Less-accumulated depreciation	67,215	76,998		59,816	41,697		63,327	80,994	
<b>Net property, plant and equipment</b>		<b>2,202,490</b>	<b>23.5</b>		<b>1,823,051</b>	<b>20.1</b>		<b>1,985,022</b>	<b>22.0</b>
<b>2.Intangible fixed assets</b>		<b>492,878</b>	<b>5.3</b>		<b>438,428</b>	<b>4.8</b>		<b>498,944</b>	<b>5.5</b>
<b>3.Investments and other assets</b>									
Investment securities		156,467			199,090			199,090	
Investment property	-			261,973			281,566		
Less-accumulated depreciation	-	-		1,282	260,690		5,421	276,144	
Other investments and other assets		93,900			50,129			69,731	
Allowance for doubtful receivables		(29)			(27)			(29)	
<b>Total investments and other assets</b>		<b>250,337</b>	<b>2.7</b>		<b>509,883</b>	<b>5.6</b>		<b>544,937</b>	<b>6.1</b>
<b>Total fixed assets</b>		<b>2,945,705</b>	<b>31.5</b>		<b>2,771,364</b>	<b>30.5</b>		<b>3,028,904</b>	<b>33.6</b>
<b>Total Assets</b>		<b>9,364,764</b>	<b>100.0</b>		<b>9,078,587</b>	<b>100.0</b>		<b>9,016,371</b>	<b>100.0</b>
<b>&lt;Liabilities&gt;</b>									
<b>.Current liabilities</b>									
Trade notes payable		908,701			1,243,679			551,750	
Trade accounts payable		287,944			470,030			412,506	
Short-term bank loans		3,000,000			1,250,000			2,240,000	
Current portion of long-term debt		760,000			1,025,500			1,144,500	
Income taxes payable		4,969			46,680			20,529	
Others		238,129			145,501			167,026	
<b>Total current liabilities</b>		<b>5,199,743</b>	<b>55.5</b>		<b>4,181,392</b>	<b>46.1</b>		<b>4,536,313</b>	<b>50.3</b>
<b>.Long-term liabilities</b>									
Long-term debt		900,000			860,000			985,000	

	Interim FY2005 (As of Sept. 30, 2005)			Interim FY2004 (As of Sept. 30,2004)			FY2004 (As of Mar. 31,2005)		
			%			%			%
Retirement benefits		31,971			31,489			32,114	
Others		3,239			19,907			21,332	
<b>Total Long-term liabilities</b>		935,211	10.0		911,397	10.0		1,038,447	11.5
<b>Total liabilities</b>		6,134,955	65.5		5,092,789	56.1		5,574,760	61.8
<b>&lt;Shareholders' equity&gt;</b>									
<b>.Common stock</b>		1,951,750	20.8		1,951,750	21.5		1,951,750	21.6
<b>.Capital surplus</b>									
Additional paid-in capital	743,750			743,750			743,750		
<b>Total capital surplus</b>		743,750	7.9		743,750	8.2		743,750	8.3
<b>.Retained earnings</b>									
Legal reserve	20,496			20,496			20,496		
Unappropriated profits	595,471			1,271,074			808,544		
<b>Total retained earnings</b>		615,967	6.6		1,291,570	14.2		829,040	9.2
<b>.Net unrealized loss on securities</b>		-	-		(1,271)	(0.0)		(1,271)	(0.0)
<b>. Treasury Stock</b>		(81,658)	(0.8)		-	-		(81,658)	(0.9)
<b>Total shareholders' equity</b>		3,229,809	34.5		3,985,798	43.9		3,441,610	38.2
<b>Total liabilities, and shareholders' equity</b>		9,364,764	100.0		9,078,587	100.0		9,016,371	100.0

## Non-consolidated Statements of Income

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

	Interim FY2005 (Apr.2005 - Sept.2005)			Interim FY2004 (Apr.2004 - Sept.2004)			FY2004 (Apr.2004 - Mar.2005)		
			%			%			%
<b>.Net Sales</b>		2,492,288	100.0		2,884,396	100.0		4,979,872	100.0
<b>.Cost of sales</b>		2,033,942	81.6		2,208,422	76.6		3,776,172	75.8
Gross profit		458,346	18.4		675,974	23.4		1,203,699	24.2
<b>.Selling, general and administrative expenses</b>		564,638	22.7		531,007	18.4		1,125,559	22.6
Operating income		(106,292)	(4.3)		144,966	5.0		78,140	1.6
<b>.Non-operating</b>		36,227	1.5		16,625	0.6		56,075	1.1
<b>ting</b>									
<b>.Non-operating expenses</b>		25,677	1.0		23,834	0.8		57,976	1.2
Ordinary income		(95,741)	(3.8)		137,757	4.8		76,239	1.5
<b>. Extraordinary Profits</b>		-	-		8,765	0.3		8,765	0.2
<b>. Extraordinary Losses</b>		94,799	3.8		261	0.0		410,478	8.2
Net Income before income taxes		(190,541)	(7.6)		146,260	5.1		(325,473)	(6.5)
Income taxes(current)	3,356			44,000			59,500		
Income taxes(deferred)	(8,359)	(5,003)	(0.2)	12,700	56,700	2.0	(39,665)	19,834	0.4
Net income		(185,537)	(7.4)		89,560	3.1		(345,308)	(6.9)
Retained earnings at beginning of period		781,008			1,181,513			1,181,513	
Interim dividend		-			-			27,660	
Unappropriated profits		595,471			1,271,074			808,544	