

Non-consolidated Interim Financial Statements-Summary

For the Six Months Ended September 30,2006

November 10,2006

(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
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Date of the meeting of the Board of Directors for approval of interim consolidated financial statements : November 10,2006
 Interim Dividend Plan : YES

1 . Non-consolidated Financial Results for Interim FY2006(April 1,2006 through September 30,2006)

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

	Net Sales		Operating Income		Ordinary Income	
Interim FY2006	2,139	(14.2)%	(121)	- %	(117)	- %
Interim FY2005	2,492	(13.6)%	(106)	- %	(95)	- %
FY2005	5,141		(215)		(194)	

	Net Income		Net Income per Share	
Interim FY2006	(245)	- %	(1,780.17) yen	
Interim FY2005	(185)	- %	(1,347.60) yen	
FY2005	(681)		(4,946.30) yen	

- (Notes:)
- Average number of shares outstanding:
 For interim FY2006: 137,680 shares For interim FY2005: 137,680 shares For FY2005: 137,680 shares
 - Change in accounting policy: None
 - Figures in parentheses above show the change from the previous period in percentage.

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

	Total Assets	Net Assets	Equity Ratio	Net Assets per share
Interim FY2006	7,643	2,461	32.2%	17,879.94yen
Interim FY2005	9,364	3,229	34.5%	23,458.81yen
FY2005	8,311	2,706	32.6%	19,660.11yen

(Note:) Number of shares issued and outstanding at end of period:
 Interim FY2006: 137,680 shares Interim FY2005: 137,680 shares FY 2005: 137,680 shares

2 . Non-consolidated Financial Forecasts for the Fiscal Year ending March 31,2007

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

	Net Sales	Ordinary Income	Net Income
FY2006	4,440	(220)	(370)

(cf.) Estimated Net Income per Share: (2,687.39) yen

3 . Non-consolidated Dividend

	Dividend per share (Yen)		
	Interim period	Year-end	Annual
FY2005	200	-	200
FY2006(result)	-	-	-
FY2006(target)	-	-	-

Disclaimer Regarding Forecast Statements

Statements made in this release with respect to Kubotek's forecast for FY2006, 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 FY2006 (As of Sept. 30, 2006)			Interim FY2005 (As of Sept. 30, 2005)			FY2005 (As of Mar. 31, 2006)		
			%			%			%
<Assets>									
. Current assets									
Cash and bank deposits		1,684,241			2,196,022			2,226,830	
Trade notes receivable		20,913			25,682			122,458	
Trade accounts receivable		1,731,449			2,369,407			1,665,909	
Inventories		1,290,649			1,360,820			1,194,207	
Deferred income taxes		18,168			119,696			93,822	
Others		259,618			381,112			268,721	
Allowance for doubtful receivables		(104,795)			(33,682)			(151,949)	
Total current assets		4,900,244	64.1		6,419,058	68.5		5,420,001	65.2
.Fixed assets									
1. Property, plant and equipment									
Buildings	978,721			979,319			978,721		
Less-accumulated depreciation	296,961	681,760		250,960	728,358		275,667	703,053	
Furniture and fixtures	807,908			697,025			782,095		
Less-accumulated depreciation	518,815	289,093		417,470	279,554		469,047	313,048	
Land		1,117,578			1,117,578			1,117,578	
Others	103,071			144,213			102,010		
Less-accumulated depreciation	74,049	29,021		67,215	76,998		71,044	30,965	
Net property, plant and equipment		2,117,453	27.7		2,202,490	23.5		2,164,646	26.1
2. Intangible assets		409,394	5.4		492,878	5.3		452,335	5.4
3. Investments and other assets									
Investment securities		132,573			156,467			132,573	
Other investments and other assets		351,404			93,900			360,510	
Allowance for doubtful receivables		(267,217)			(29)			(218,797)	
Total investments and other assets		216,760	2.8		250,337	2.7		274,286	3.3
Total fixed assets		2,743,608	35.9		2,945,705	31.5		2,891,268	34.8
Total Assets		7,643,852	100.0		9,364,764	100.0		8,311,269	100.0
<Liabilities>									
.Current liabilities									
Trade notes payable		840,474			908,701			558,662	
Trade accounts payable		215,403			287,944			439,701	
Short-term bank loans		2,600,000			3,000,000			2,600,000	
Current portion of long-term debt		846,000			760,000			796,000	
Income taxes payable		10,089			4,969			10,034	
Others		158,010			238,129			258,304	
Total current liabilities		4,669,979	61.1		5,199,743	55.5		4,662,702	56.1
.Long-term liabilities									
Long-term debt		471,000			900,000			906,000	

	Interim FY2006 (As of Sept. 30, 2006)			Interim FY2005 (As of Sept. 30,2005)			FY2005 (As of Mar. 31,2006)		
			%			%			
Retirement benefits		35,679			31,971			30,279	
Others		5,483			3,239			5,483	
Total Long-term liabilities		512,163	6.7		935,211	10.0		941,763	11.3
Total liabilities		5,182,142	67.8		6,134,955	65.5		5,604,466	67.4
<Shareholders' equity>									
.Common stock		-	-		1,951,750	20.8		1,951,750	23.5
.Capital surplus									
Additional paid-in capital	-			743,750			743,750		
Total capital surplus		-	-		743,750	7.9		743,750	9.0
.Retained earnings									
Legal reserve	-			20,496			20,496		
Unappropriated profits	-			595,471			72,465		
Total retained earnings		-	-		615,967	6.6		92,961	1.1
. Treasury Stock		-	-		(81,658)	(0.8)		(81,658)	(1.0)
Total shareholders' equity		-	-		3,229,809	34.5		2,706,803	32.6
Total liabilities, and shareholders' equity		-	-		9,364,764	100.0		8,311,269	100.0
<Net assets>									
. Shareholders' equity									
1.Common stock		1,951,750	25.5		-	-		-	-
2.Capital surplus									
(1)Additional paid-in capital	743,750			-			-		
Total capital surplus		743,750	9.7		-	-		-	-
3.Retained earnings									
(1)Legal reserve	20,496			-			-		
(2)Other retained earnings									
Carryforward retained earnings	(172,627)			-			-		
Total retained earnings		(152,131)	(2.0)		-	-		-	-
4.Treasury Stock		(81,658)	(1.0)		-	-		-	-
Total shareholders' equity		2,461,710	32.2		-	-		-	-
Total net assets		2,461,710	32.2		-	-		-	-
Total liabilities, and net assets		7,643,852	100.0		-	-		-	-

Non-consolidated Statements of Income

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

	Interim FY2006 (Apr.2006 - Sept.2006)			Interim FY2005 (Apr.2005 - Sept.2005)			FY2005 (Apr.2005 - Mar.2006)		
			%			%			%
.Net Sales		2,139,424	100.0		2,492,288	100.0		5,141,479	100.0
.Cost of sales		1,688,460	78.9		2,033,942	81.6		4,180,007	81.3
Gross profit		450,964	21.1		458,346	18.4		961,472	18.7
.Selling, general and administrative expenses		572,735	26.8		564,638	22.7		1,176,596	22.9
Operating loss		121,770	(5.7)		106,292	(4.3)		215,124	(4.2)
.Non-operating income		20,502	1.0		36,227	1.5		64,436	1.3
.Non-operating expenses		16,076	0.8		25,677	1.0		44,210	0.9
Ordinary loss		117,345	(5.5)		95,741	(3.8)		194,899	(3.8)
.Extraordinary Profits		-	-		-	-		13,810	0.3
.Extraordinary Losses		35	0.0		94,799	3.8		470,884	9.2
Net loss before income taxes		117,381	(5.5)		190,541	(7.6)		651,974	(12.7)
Income taxes (current)	2,686			3,356			11,415		
Income taxes (deferred)	125,025	127,711	6.0	(8,359)	(5,003)	(0.2)	17,617	29,032	0.5
Net loss		245,093	(11.5)		185,537	(7.4)		681,007	(13.2)
Retained earnings at beginning of period					781,008			781,008	
Interim dividend					-			27,536	
Unappropriated profits					595,471			72,465	

Non-consolidated Statements of Changes in Shareholders' Equity

Interim FY 2006 (Apr. 2006 Sep. 2006)

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

	Shareholders' equity						
	Common stock	Capital surplus		Retained earnings		Treasury stock	Total shareholders' equity
		Additional paid- in capital	Legal reserve	Other retained earning			
				Carryforward retained earning			
Balance as of Mar.31,2006	1,951,750	743,750	20,496	72,465	(81,658)	2,706,803	
Changes during Interim FY 2006							
Interim net Loss				(245,093)		(245,093)	
Changes in items other than shareholders' equity during interim year(net)							
Total changes during Interim FY 2006				(245,093)		(245,093)	
Balance as of Sep.30,2006	1,951,750	743,750	20,496	(172,627)	(81,658)	2,461,710	