

HIGHLIGHTS OF CONSOLIDATED RESULTS

Millions of yen (except for per share amounts)			
	Year ended March 31, 2008	Year ended March 31, 2007	Change (%)
Net sales	Y 566,378	Y 562,272	0.7
Operating income	53,503	51,255	4.4
Current profits	46,535	45,479	2.3
Net income	27,110	28,874	-6.1
Net income per share:			
Basic	Y 98.46	Y 104.82	
Diluted	98.44	104.82	
Dividends per common share	22.00	20.00	
Total assets	Y 392,259	Y 399,109	
Net assets	219,223	213,663	
Owners' equity ratio	55.1 %	52.7 %	
Owners' equity per share	Y 785.13	Y 763.94	
Net cash provided by operating activities	Y 58,215	Y 47,773	
Net cash used in investing activities	(29,317)	(35,864)	
Net cash used in financing activities	(6,972)	(6,693)	
Cash and cash equivalents at end of period	83,218	70,376	
Number of consolidated subsidiaries	52	54	
Number of affiliates using the applied equity method	8	8	

HIGHLIGHTS OF CONSOLIDATED FORECAST

Millions of yen (except for per share amounts)						
	[Projected] Year ending March 31, 2009	Year ended March 31, 2008	Change (%)	[Projected] Six months ending September 30, 2008	Six months ended September 30, 2007	Change (%)
Net sales	Y 570,000	Y 566,378	0.6	Y 265,000	Y 278,339	-4.8
Operating income	45,000	53,503	-15.9	20,000	26,502	-24.5
Current profits	44,000	46,535	-5.4	20,000	21,534	-7.1
Net income	28,500	27,110	5.1	13,000	14,337	-9.3
Net income per share	Y 104.31	Y 98.46		Y 47.58	Y 52.07	
Dividends per common share	26.00	22.00		14.00	11.00	

* Interim dividend for the year ending March 31, 2009 includes a commemorative dividend of 2.00 yen.

Notes:

- 1) The financial statements have been prepared in accordance with accounting principles generally accepted in Japan.
- 2) Amounts less than 1 million yen have been rounded down.
- 3) Yen amounts for the year ended March 31, 2008 have been translated into U.S. dollars for convenience only, at a uniform rate of US\$1=118.00 yen, in the accompanying consolidated financial statements.
- 4) Forecasts for the year ending March 31, 2009 are based on the following currency exchange rates:
Assumed average rates for the fiscal year: US\$=100.00 yen, EURO=155.00 yen

The above-mentioned forecasts are the results of estimations based on outlook for economic environment and predictions at the time of this announcement. The actual results of business performance may sometimes differ from these forecasts due to various factors.

CONSOLIDATED BALANCE SHEETS

	Millions of yen			Thousands of U.S. dollars
	As of March 31, 2008	As of March 31, 2007	Change	As of March 31, 2008
ASSETS				
Current assets				
Cash and cash equivalents	Y 83,545	Y 70,412	Y 13,132	\$ 708,012
Marketable securities	404	398	5	3,426
Trade receivables	72,888	84,415	(11,527)	617,695
Allowance for doubtful accounts	(2,927)	(3,478)	550	(24,811)
Inventories	74,613	80,027	(5,414)	632,315
Other current assets	27,184	31,125	(3,940)	230,381
Total current assets	255,708	262,901	(7,193)	2,167,018
Net property, plant and equipment	71,981	72,591	(609)	610,014
Securities investments	25,590	28,903	(3,312)	216,867
Other assets	47,193	42,897	4,295	399,941
Allowance for doubtful accounts	(8,214)	(8,185)	(29)	(69,611)
Total assets	Y 392,259	Y 399,109	Y (6,849)	\$ 3,324,230
LIABILITIES AND NET ASSETS				
Current liabilities				
Short-term borrowings	Y 12,617	Y 13,187	Y (570)	\$ 106,929
Current portion of long-term debt	437	21,087	(20,650)	3,712
Trade payables	35,541	39,719	(4,177)	301,199
Other current liabilities	81,334	87,572	(6,237)	689,277
Total current liabilities	129,931	161,567	(31,635)	1,101,117
Long-term liabilities				
Long-term borrowings	5,044	132	4,912	42,746
Bond	15,500	850	14,650	131,356
Other long-term liabilities	22,560	22,896	(335)	191,187
Total liabilities	173,035	185,445	(12,409)	1,466,406
Net assets				
Shareholders' equity				
Capital stock	19,209	19,209	-	162,796
Capital surplus	16,134	16,129	4	136,731
Retained earnings	188,294	167,812	20,482	1,595,719
Treasury stock	(1,573)	(1,455)	(117)	(13,337)
Total shareholders' equity	222,065	201,696	20,369	1,881,909
Valuation and translation adjustments				
Unrealized gain on available-for-sale securities	948	5,207	(4,258)	8,041
Deferred gain or loss under hedge accounting	910	(1,840)	2,750	7,717
Land revaluation difference	-	(0)	0	-
Foreign currency translation adjustments	(7,749)	5,327	(13,076)	(65,671)
Total valuation and translation adjustments	(5,889)	8,694	(14,583)	(49,913)
Stock acquisition rights	121	62	59	1,032
Minority interests	2,925	3,211	(285)	24,796
Total net assets	219,223	213,663	5,559	1,857,824
Total liabilities and net assets	Y 392,259	Y 399,109	Y (6,849)	\$ 3,324,230

	Millions of yen		Thousands of U.S. dollars
	As of March 31, 2008	As of March 31, 2007	As of March 31, 2008
Accumulated depreciation	Y 118,292	Y 109,817	\$ 1,002,477

CONSOLIDATED STATEMENTS OF INCOME

	Millions of yen			Thousands of U.S. dollars
	Year ended March 31, 2008	Year ended March 31, 2007	Change (%)	Year ended March 31, 2008
Net sales	Y 566,378	Y 562,272	0.7	\$ 4,799,819
Cost of sales	326,373	334,925		2,765,879
Gross profit	240,005	227,346	5.6	2,033,941
Selling, general and administrative expenses	186,501	176,091		1,580,523
Operating income	53,503	51,255	4.4	453,418
Non-operating income (expenses):				
Interest and dividend income	3,148	2,337		26,680
Interest expenses	(726)	(1,228)		(6,157)
Other, net	(9,390)	(6,885)		(79,576)
Current profits	46,535	45,479	2.3	394,365
Extraordinary income (expenses):				
Gain (Loss) on sales of property, plant and equipment, net	(199)	385		(1,691)
Other, net	(53)	(77)		(455)
Income before income taxes and minority interests	46,281	45,788	1.1	392,219
Income taxes	19,196	16,883		162,679
Minority interests	24	(29)		208
Net income	Y 27,110	Y 28,874	-6.1	\$ 229,748
Net income per share:	Yen			U.S. dollars
Basic	Y 98.46	Y 104.82		\$ 0.83
Diluted	98.44	104.82		0.83

CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS

Year ended March 31, 2008

	Shareholders' equity					Valuation and translation adjustments							Total net assets
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity	Unrealized gain on available-for-sale securities	Deferred gain or loss under hedge accounting	Land revaluation difference	Foreign currency translation adjustments	Total valuation and translation adjustments	Stock acquisition rights	Minority interests	
Balance at March 31, 2007	19,209	16,129	167,812	(1,455)	201,696	5,207	(1,840)	(0)	5,327	8,694	62	3,211	213,663
Increase (Decrease) during the term:													
Cash dividends	-	-	(6,630)	-	(6,630)	-	-	-	-	-	-	-	(6,630)
Net income	-	-	27,110	-	27,110	-	-	-	-	-	-	-	27,110
Acquisition of treasury stock	-	-	-	(125)	(125)	-	-	-	-	-	-	-	(125)
Gain on sales of treasury stock	-	4	-	7	12	-	-	-	-	-	-	-	12
Increase due to decrease in consolidated subsidiaries	-	-	3	-	3	-	-	-	-	-	-	-	3
Reversal of land revaluation difference	-	-	(0)	-	(0)	-	-	-	-	-	-	-	(0)
Net increase (decrease) during the term, except for items under shareholders' equity	-	-	-	-	-	(4,258)	2,750	0	(13,076)	(14,583)	59	(285)	(14,809)
Total	-	4	20,482	(117)	20,369	(4,258)	2,750	0	(13,076)	(14,583)	59	(285)	5,559
Balance at March 31, 2008	19,209	16,134	188,294	(1,573)	222,065	948	910	-	(7,749)	(5,889)	121	2,925	219,223

Year ended March 31, 2007

	Shareholders' equity					Valuation and translation adjustments							Total net assets
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity	Unrealized gain on available-for-sale securities	Deferred gain or loss under hedge accounting	Land revaluation difference	Foreign currency translation adjustments	Total valuation and translation adjustments	Stock acquisition rights	Minority interests	
Balance at March 31, 2006	19,209	16,125	142,722	(1,020)	177,037	5,841	-	(39)	(1,726)	4,076	-	3,252	184,366
Increase (Decrease) during the term:													
Cash dividends	-	-	(3,869)	-	(3,869)	-	-	-	-	-	-	-	(3,869)
Bonuses to directors and corporate auditors	-	-	(80)	-	(80)	-	-	-	-	-	-	-	(80)
Net income	-	-	28,874	-	28,874	-	-	-	-	-	-	-	28,874
Acquisition of treasury stock	-	-	-	(441)	(441)	-	-	-	-	-	-	-	(441)
Gain on sales of treasury stock	-	3	-	6	10	-	-	-	-	-	-	-	10
Increase due to merger of consolidated subsidiaries	-	-	230	-	230	-	-	-	-	-	-	-	230
Decrease due to newly consolidated subsidiaries	-	-	(27)	-	(27)	-	-	-	-	-	-	-	(27)
Reversal of land revaluation difference	-	-	(38)	-	(38)	-	-	-	-	-	-	-	(38)
Net increase (decrease) during the term, except for items under shareholders' equity	-	-	-	-	-	(634)	(1,840)	38	7,053	4,617	62	(40)	4,639
Total	-	3	25,089	(435)	24,658	(634)	(1,840)	38	7,053	4,617	62	(40)	29,297
Balance at March 31, 2007	19,209	16,129	167,812	(1,455)	201,696	5,207	(1,840)	(0)	5,327	8,694	62	3,211	213,663

Year ended March 31, 2008

	Shareholders' equity					Valuation and translation adjustments							Total net assets
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity	Unrealized gain on available-for-sale securities	Deferred gain or loss under hedge accounting	Land revaluation difference	Foreign currency translation adjustments	Total valuation and translation adjustments	Stock acquisition rights	Minority interests	
Balance at March 31, 2007	162,796	136,690	1,422,140	(12,337)	1,709,288	44,131	(15,594)	(6)	45,149	73,679	527	27,217	1,810,712
Increase (Decrease) during the term:													
Cash dividends	-	-	(56,193)	-	(56,193)	-	-	-	-	-	-	-	(56,193)
Net income	-	-	229,748	-	229,748	-	-	-	-	-	-	-	229,748
Acquisition of treasury stock	-	-	-	(1,065)	(1,065)	-	-	-	-	-	-	-	(1,065)
Gain on sales of treasury stock	-	41	-	65	106	-	-	-	-	-	-	-	106
Increase due to decrease in consolidated subsidiaries	-	-	32	-	32	-	-	-	-	-	-	-	32
Reversal of land revaluation difference	-	-	(6)	-	(6)	-	-	-	-	-	-	-	(6)
Net increase (decrease) during the term, except for items under shareholders' equity	-	-	-	-	-	(36,090)	23,311	6	(110,820)	(123,592)	505	(2,421)	(125,508)
Total	-	41	173,580	(999)	172,621	(36,090)	23,311	6	(110,820)	(123,592)	505	(2,421)	47,113
Balance at March 31, 2008	162,796	136,731	1,595,719	(13,337)	1,881,909	8,041	7,717	-	(65,671)	(49,913)	1,032	24,796	1,857,824

CONSOLIDATED STATEMENTS OF CASH FLOWS

	Millions of yen		Thousands of U.S. dollars	
	Year ended March 31, 2008	Year ended March 31, 2007	Year ended March 31, 2008	
	Y	Y	\$	
OPERATING ACTIVITIES:				
Income before income taxes and minority interests	Y 46,281	Y 45,788	\$ 392,219	
Adjustments for:				
Depreciation and amortization	22,227	18,442	188,368	
Impairment loss	28	45	241	
Amortization of goodwill	519	385	4,404	
Provision for (Reversal of) allowance for doubtful accounts	668	(459)	5,665	
Provision for (Reversal of) retirement benefits	(189)	(109)	(1,603)	
Provision for (Reversal of) product warranty	325	620	2,755	
Provision for (Reversal of) copyright fees	4,344	3,909	36,816	
Interest and dividend income	(3,148)	(2,337)	(26,680)	
Interest expenses	726	1,228	6,157	
Foreign exchange loss (gain)	2,152	(1,530)	18,244	
Equity in loss (earnings) of affiliates, net	(326)	(524)	(2,769)	
Loss (Gain) on sales of property, plant and equipment, net	199	(366)	1,691	
Loss (Gain) on sales of investment securities, net	(340)	-	(2,884)	
Loss (Gain) on sales of affiliates' shares, net	297	-	2,519	
Valuation loss on investment securities	149	-	1,266	
Decrease (Increase) in trade notes and accounts receivable	5,359	(8,199)	45,421	
Decrease (Increase) in inventories	(4,294)	(2,014)	(36,395)	
Increase (Decrease) in trade notes and accounts payable	2,085	(2,586)	17,670	
Increase (Decrease) in accrued expenses payable	(1,864)	5,551	(15,801)	
Other, net	(1,482)	(925)	(12,560)	
Cash generated from operations	73,719	56,917	624,743	
Interest and dividends received	3,297	2,485	27,945	
Interest paid	(764)	(1,227)	(6,481)	
Income taxes paid	(18,037)	(10,401)	(152,859)	
Net cash provided by operating activities	Y 58,215	Y 47,773	\$ 493,348	
INVESTING ACTIVITIES:				
Proceeds from sales of marketable securities	100	-	847	
Disbursement for purchase of property, plant and equipment	(22,304)	(23,826)	(189,019)	
Proceeds from sales of property, plant and equipment	2,905	2,972	24,627	
Disbursement for purchase of intangible assets	(5,906)	(5,136)	(50,056)	
Disbursement for purchase of investment securities	(3,533)	(3,609)	(29,946)	
Proceeds from sales of investment securities	470	945	3,988	
Disbursement for purchase of affiliates' shares resulting in change in consolidation scope	-	(4,645)	-	
Proceeds from sales of affiliates' shares resulting in change in consolidation scope	123	-	1,047	
Disbursement for transfer of business	-	(385)	-	
Disbursement for purchase of affiliates' shares	(248)	(966)	(2,103)	
Proceeds from sales of affiliates' shares	15	-	132	
Disbursement for payment of investments	(113)	(466)	(960)	
Disbursement for originating long-term loans	(5)	(6)	(49)	
Proceeds from collection of long-term loans	79	97	674	
Other, net	(900)	(838)	(7,635)	
Net cash used in investing activities	Y (29,317)	Y (35,864)	\$ (248,453)	
FINANCING ACTIVITIES:				
Increase (Decrease) in short-term borrowings	1,009	(281)	8,555	
Proceeds from borrowing of long-term debt	5,000	-	42,373	
Disbursement for repayment of long-term borrowings	(5,088)	(1,918)	(43,119)	
Proceeds from issuance of bonds	15,000	-	127,119	
Repayment of bonds	(16,000)	(200)	(135,593)	
Decrease (Increase) in treasury stock	(104)	(292)	(888)	
Cash dividends paid including minority interests portion	(6,789)	(4,000)	(57,539)	
Net cash used in financing activities	Y (6,972)	Y (6,693)	\$ (59,093)	
Effect of foreign currency exchange rate changes on cash and cash equivalents	(9,082)	4,197	(76,972)	
Net increase (decrease) in cash and cash equivalents	12,842	9,413	108,831	
Cash and cash equivalents at beginning of period	70,376	59,990	596,414	
Cash and cash equivalents of newly consolidated subsidiaries	-	408	-	
Cash and cash equivalents increased due to merger	-	564	-	
Cash and cash equivalents at end of period	Y 83,218	Y 70,376	\$ 705,244	

SEGMENT INFORMATION BY BUSINESS

	Millions of yen			Thousands of U.S. dollars
	Year ended March 31, 2008	Year ended March 31, 2007	Change (%)	Year ended March 31, 2008
Printing and Solutions				
Net sales				
Unaffiliated customers	Y 412,614	Y 397,629	3.8	\$ 3,496,732
Intersegment	-	-	-	-
Total	412,614	397,629	3.8	3,496,732
Operating cost and expenses	373,807	360,202	3.8	3,167,856
Operating income	38,807	37,427	3.7	328,876
Personal and Home				
Net sales				
Unaffiliated customers	Y 33,789	Y 34,224	(1.3)	\$ 286,354
Intersegment	-	-	-	-
Total	33,789	34,224	(1.3)	286,354
Operating cost and expenses	30,391	31,759	(4.3)	257,559
Operating income	3,397	2,465	37.8	28,795
Machinery and Solution				
Net sales				
Unaffiliated customers	Y 67,824	Y 63,023	7.6	\$ 574,784
Intersegment	-	-	-	-
Total	67,824	63,023	7.6	574,784
Operating cost and expenses	57,895	54,550	6.1	490,636
Operating income	9,929	8,473	17.2	84,148
Others				
Net sales				
Unaffiliated customers	Y 52,149	Y 67,394	(22.6)	\$ 441,949
Intersegment	12,311	8,232	49.5	104,336
Total	64,461	75,627	(14.8)	546,285
Operating cost and expenses	63,092	72,738	(13.3)	534,686
Operating income	1,368	2,889	(52.6)	11,599
Corporate and Eliminations				
Net sales				
Unaffiliated customers	Y -	Y -	-	\$ -
Intersegment	(12,311)	(8,232)	-	(104,336)
Total	(12,311)	(8,232)	-	(104,336)
Operating cost and expenses	(12,311)	(8,232)	-	(104,336)
Operating income	-	-	-	-
Consolidated				
Net sales				
Unaffiliated customers	Y 566,378	Y 562,272	0.7	\$ 4,799,819
Intersegment	-	-	-	-
Total	566,378	562,272	0.7	4,799,819
Operating cost and expenses	512,875	511,017	0.4	4,346,401
Operating income	53,503	51,255	4.4	453,418

Notes:

Main products in each business segment are as follows:

Printing and Solutions	Fax machines, Printers, Multi-function centers, Electronic stationeries, Typewriters
Personal and Home	Domestic sewing machines
Machinery and Solution	Industrial sewing machines, Machine tools
Others	Network karaoke, Information distribution services for cellular phones, Real estate, Leasing parts, Other areas of business

SEGMENT INFORMATION BY GEOGRAPHIC AREA

	Millions of yen			Thousands of U.S. dollars
	Year ended March 31, 2008	Year ended March 31, 2007	Change (%)	Year ended March 31, 2008
Japan				
Net sales				
Unaffiliated customers	Y 130,667	Y 143,321	(8.8)	\$ 1,107,350
Intersegment	297,354	285,305	4.2	2,519,951
Total	428,021	428,627	(0.1)	3,627,302
Operating cost and expenses	398,313	403,332	(1.2)	3,375,542
Operating income	29,707	25,294	17.4	251,759
Americas				
Net sales				
Unaffiliated customers	Y 175,842	Y 186,706	(5.8)	\$ 1,490,193
Intersegment	2,089	1,471	42.0	17,708
Total	177,932	188,177	(5.4)	1,507,902
Operating cost and expenses	170,977	179,971	(5.0)	1,448,963
Operating income	6,954	8,206	(15.3)	58,939
Europe				
Net sales				
Unaffiliated customers	Y 193,743	Y 173,301	11.8	\$ 1,641,893
Intersegment	3,903	1,425	173.8	33,081
Total	197,646	174,726	13.1	1,674,974
Operating cost and expenses	185,183	163,113	13.5	1,569,348
Operating income	12,463	11,612	7.3	105,626
Asia and Others				
Net sales				
Unaffiliated customers	Y 66,125	Y 58,943	12.2	\$ 560,383
Intersegment	200,582	197,368	1.6	1,699,855
Total	266,708	256,311	4.1	2,260,238
Operating cost and expenses	261,473	251,850	3.8	2,215,875
Operating income	5,234	4,461	17.3	44,363
Corporate and Eliminations				
Net sales				
Unaffiliated customers	Y -	Y -	-	\$ -
Intersegment	(503,930)	(485,571)	-	(4,270,595)
Total	(503,930)	(485,571)	-	(4,270,595)
Operating cost and expenses	(503,072)	(487,251)	-	(4,263,327)
Operating income	(857)	1,680	-	(7,269)
Consolidated				
Net sales				
Unaffiliated customers	Y 566,378	Y 562,272	0.7	\$ 4,799,819
Intersegment	-	-	-	-
Total	566,378	562,272	0.7	4,799,819
Operating cost and expenses	512,875	511,017	0.4	4,346,401
Operating income	53,503	51,255	4.4	453,418