

Consolidated Interim Financial Results for  
Fiscal Year Ending on March 31, 2005

February 10, 2005

S K Japan Co., Ltd. Osaka TEL: 06-6765-0670  
Stock Code: 7608 (URL <http://www.sk-japan.co.jp>)  
Stock Exchange listing: TSE/OSE First section  
Contact: Satoshi Kubo, CEO

Masaru Kawakami, Director Administrative Manager

Accounting Principal: Japanese GAAP

1. Financial Results (April 1, 2004 to December 31, 2005)

(1) Results of Operation (Figures are rounded down to million yen)

	Sales	Operating income	Ordinary income	Profit
3 <sup>rd</sup> Quarter 2004	7,671 (-) 1.4%	770 (-) 3.9%	755 (-) 5.2%	432 - %
3 <sup>rd</sup> Quarter 2003	7,777 27.0%	801 68.1%	797 71.1%	- -
(Ref) Ended March 2004	9,877	964	957	376

	Net income per share	Net income after adjustment
3 <sup>rd</sup> Quarter 2004	53.96 Yen	52.43 Yen
3 <sup>rd</sup> Quarter 2003	-	-
(Ref) March 2004	65.88 Yen	64.13 Yen

(2) Financial Position

	Total assets	Shareholders equity	Ratio equity To Total assets	Equity per share
3 <sup>rd</sup> Quarter 2004	4,981 Million yen	2,723 Million yen	54.7%	337.49 Yen
3 <sup>rd</sup> Quarter 2003	--	--	--	--
(Ref) Ended March 2004	4,228 Million yen	2,414 Million yen	57.1 %	429.98 Yen

(Reference) Expectation of Consolidated Interim Financial Results (April 1, 2004 to March 31, 2005)

	Estimated Sales	Estimated ordinary Income	Estimated net income	Net profit per share
Interim Full time	9,120 Million yen	679 Million yen	376 Million yen	46.60 Yen

(3) 3<sup>rd</sup> Quarter Earning report (Balance Sheets)

(Unit: thousand yen)

	Quarterly earning (Oct. Nov. & Dec. 2004)	(Ref.) 3 <sup>rd</sup> Quarter period 2003
<b>(Asset)</b>		
<b>I Current assets</b>		
1. Cash and cash equivalents	1,220,112	1,540,231
2. Trade notes and Accounts receivable	1,985,452	1,328,927
3. Inventories	447,247	167,116
4. Deferred tax assets	67,218	75,401
5. Others	23,040	8,152
<b>Total current assets</b>	<b>3,743,071</b>	<b>3,119,828</b>
<b>II Fixed assets</b>		
1. Tangible fixed assets	539,306	538,487
2. Intangible fixed assets	14,341	6,125
3. Other tangible fixed assets	684,706	564,514
<b>Total tangible assets</b>	<b>1,238,354</b>	<b>1,109,127</b>
<b>Total assets</b>	<b>4,981,425</b>	<b>4,228,956</b>
<b>(Liabilities)</b>		
<b>I Current liabilities</b>		
1. Trade account payable	1,363,177	841,602
2. Short-term borrowings	442,742	191,992
3. Accrued income taxes	61,980	408,674
4. Others	312,391	304,271
<b>Total current liabilities</b>	<b>2,180,291</b>	<b>1,746,540</b>
<b>II Long-term liabilities</b>		
1. Long-term borrowings	--	2,744
2. Liabilities for retirement Benefits	78,052	64,863
<b>Total long-term liabilities</b>	<b>78,052</b>	<b>67,607</b>
<b>Total liabilities</b>	<b>2,258,344</b>	<b>1,814,147</b>
<b>(Equity capital)</b>		
<b>Total equities capital</b>	<b>2,723,081</b>	<b>2,414,808</b>
<b>Total liabilities and shareholders' equity</b>	<b>4,981,425</b>	<b>4,228,956</b>

## (4) Quarterly Income Statement (Summaries) (Unit: thousand yen)

	3 <sup>rd</sup> Quarter 2004	(Ref) Ended March 2004
I Sales	7,671,431	9,877,900
II Cost of Sales	5,456,926	7,053,628
Gross Profit	2,214,505	2,824,271
III Selling & administrative Expenses	1,444,443	1,859,294
Selling Profit	770,061	964,977
IV Non-operating income	14,865	7,589
V Non-operating expenses	28,972	13,315
Ordinary income	755,954	959,251
VI Extraordinary income	9,320	62,025
VII Extraordinary losses	414	255,026
Income before income taxes	764,360	766,250
Current income taxes	332,231	389,553
Quarterly net income	432,628	376,697

## (5) Sales for each business (Unit: thousand yen)

		April 1 to December 31, 2003		April 1 to December 31, 2004	
Amusement Facilities	Operators (Makers)	403,501	5.2%	317,601	4.1%
	Operators (Mass Merchandisers)	472,307	6.1%	498,469	6.5%
	Operators (Shopping Malls)	801,546	10.3%	758,952	9.9%
	Operators (Arcade stores)	4,030,555	51.8%	3,881,002	50.6%
	Operators (Amusement Parks)	52,721	0.7%	48,725	0.6%
	Distributors	409,367	5.3%	386,729	5.1%
	SP Section	129,503	1.7%	263,020	3.4%
Sub-total		6,299,503	81.1%	6,154,501	80.2%
Fancy Stores	Wholesalers	252,882	3.2%	138,388	1.8%
	Retail shops	1,193,989	15.3%	1,378,541	18.0%
Sub-total		1,446,873	18.5%	1,516,930	19.8%
Others		31,206	0.4%	--	--
Total		7,777,583	100.0%	7,671,431	100.0%

## (Sales in relative commodities)

(Unit: thousand yen)

	3 <sup>rd</sup> Quarter in 2003		3 <sup>rd</sup> Quarter in 2004		(Ref) Ended by March 2004	
	Sales		Sales		Sales	
Original goods	1,024,323	13.2%	1,310,263	17.1%	1,235,724	12.5%
Others	6,753,260	86.8%	6,361,167	82.9%	8,642,175	87.5%
Total	7,777,583	100.0%	7,671,431	100.0%	9,877,900	100.0%

Note: The above sums are excluded the Consumption tax.