# Brief Interim Report on Consolidated Settlement of Accounts For the Term Ending on February 28, 2009

July 11, 2008

S K Japan Co., Ltd. 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

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## 1. Financial Results for the quarter ended in May 31, 2008 (March 1 to May 31, 2008)

	Sales		Operating income		Ordinary income		Net profit 1 <sup>st</sup> quarter	
	¥mn	%	¥mn	%	¥mn	%	¥mn	%
1 <sup>st</sup> quarter of 2009	2, 502	△35. 1	△27	-	△30	-	△40	_
1 <sup>st</sup> quarter of 2008	3, 858	$\triangle 4.6$	156	5.5	153	0.5	30	△61.7
(Ref) Term 2008	14, 730	•	155	•	148		△489	

(Figures are rounded down to million yen)

	Net profit per share(1 <sup>st</sup> quarter	After adjustment Net profit per share (1 <sup>st</sup> Q)
1 <sup>st</sup> Q 2009	△ 4.95 Yen	- Yen
1 <sup>st</sup> Q 2008	3.66 Yen	3.66 Yen
(Ref) Term 2008	△ 58.94 Yen	— Yen

#### 2 Financial Statues

### (Figures are rounded down to the nearest million yen)

	Total Assets	Shareholders'	Shareholders'	Shareholders'
	Total Assets	Equity	Equity Ratio	Equity per Share
	¥mn	¥mn	%	
1 <sup>st</sup> Quarter 2009	4, 823	2, 457	50. 7	297. 42 Yen
1 <sup>st</sup> Quarter 2008	6, 079	3, 154	51.8	377.67
(Ref) Term 2008	4, 590	2, 545	55. 2	308. 28 Yen

#### 3 Cash flows Position

	Cash flows from	Cash flows from	Cash flows from	Cash and cash
	operating	investing	financing	equivalents at
	activities	activities	activities	the period end
	¥mn	¥mn	¥mn	¥mn
1st quarter 2009	141	△ 19	161	1, 236
1st quarter 2008	385	△ 39	174	1, 073
(Ref) Term 2008	626	△ 15	△ 200	958

## (1) Summarized Balance Sheets

(1) Summarized Balance Sh			(Unit: thousand yen)
	1 <sup>st</sup> Quarter 2008	1 <sup>st</sup> Quarter 2009	(Ref) February 2008
(Assets)			
I Current assets			
Cash and deposit	1,073,828	1, 236, 925	958, 462
Accounts receivable	1,622,810	1, 262, 794	1, 193, 613
Inventory	1, 243, 355	727, 930	626, 987
Deferred tax assets	118, 260	66, 167	52, 828
Others	201, 256	72, 782	392, 827
Current assets total	4, 259, 512	3, 366, 599	3, 224, 719
II Fixed assets			
Tangible fixed assets	614, 676	487, 896	490, 875
Invisible fixed assets	8, 002	5, 052	5, 160
Securities trust	193, 360	182, 115	188, 452
Guarantee money	474, 265	281, 158	188, 749
Asset insurance	349, 625	331, 211	316, 799
Deferred tax asset	175, 478	163, 972	170, 820
Others	4, 406	5, 019	4, 763
Fixed assets total	1, 819, 816	1, 456, 427	1, 365, 621
Total assets	6, 079, 328	4, 823, 027	4, 590, 341
(Liabilities)			
I Current liabilities			
Account payable	1,771,060	1, 348, 020	1, 026, 677
Short-term bond	530,000	472,000	302, 000
Unsettled sums	148, 562	155, 644	221, 882
Unsettled expenses	61, 410	54, 779	132, 095
Accrued corporate tax	83, 816	19, 284	91, 181
Bonus reserves	121, 604	99, 549	54, 624
Others	112, 881	91, 844	88, 485
Total current			
liabilities	2, 829, 336	2, 214, 122	1, 916, 948
II Fixed liabilities			
Retirement allowance	70, 289	86, 037	89, 631
Deposit guarantee	25, 220	220	220
Lease property spoil	_	38, 414	38, 414
calsulation			
Total fixed debt	95, 509	124, 672	128, 265
Liabilities total	2, 924, 846	2, 365, 794	2, 045, 213
(Net assets)		·	·
Net asset total	3, 154, 482	2, 457, 232	2, 545, 127
Total net assets	6,079,328	4, 823, 027	4, 590, 341

## (2) Comparative Profit & Loss Statement

(Unit: thousand yen)

1st Quarter   2008   2009   Plus or Minus   (Ref)   Feb. 2008     I Sales   3,858,387   2,502,417   \(\triangle \)1,355,970   \(\triangle \)3.51   14,730,833     II Cost of   Sales   2,895,146   1,864,129   \(\triangle \)1,031,016   \(\triangle \)3.5 6   11,116,044     Total profit   963,241   638,287   \(\triangle \)324,953   \(\triangle \)3.7   3,614,788     III Selling   806,701   665,513   \(\triangle \)141,188   \(\triangle \)17.5   3,458,922     expenses   90			thousand yen)			
Z008		1 <sup>st</sup> Quarter	1 <sup>st</sup> Quarter			` ′
II Cost of Sales		2008	2009			Feb. 2008
Sales         2,895,146         1,864,129         △1,031,016         △35.6         11,116,044           Total profit         963,241         638,287         △324,953         △33.7         3,614,788           III Selling and general expenses         806,701         665,513         △141,188         △17.5         3,458,922           expenses         Operating profit         156,539         △27,225         △183,764         −         155,866           IV Non-operating profit         5,672         14,140         8,468         149.3         42,151           Income V         Non-operating Expenses         8,787         17,500         8,713         99.2         49,199           Expenses         Pretax profit         153,423         △30,585         △184,009         −         148,819           VI Extraordinary Gain         −         −         −         −         42,724           Gain         VII         Extraordinary Gain         91,142         24         △91,118         △99.9         432,686           loss         Net profit before         62,281         △30,610         △92,891         −         △241,142           Tax deductions         31,756         10,079         △21,677         △68.3         248,712<	I Sales	3, 858, 387	2, 502, 417	$\triangle 1, 355, 970$	△35. 1	14, 730, 833
Total profit         963, 241         638, 287         △324, 953         △33.7         3, 614, 788           III Selling and general general general expenses         806, 701         665, 513         △141, 188         △17.5         3, 458, 922           expenses         Operating profit         156, 539         △27, 225         △183, 764         −         155, 866           IV         Non-operating Income         5, 672         14, 140         8, 468         149.3         42, 151           Non-operating Expenses         8, 787         17, 500         8, 713         99.2         49, 199           Expenses         Pretax profit         153, 423         △30, 585         △184, 009         −         148, 819           VI         Extraordinary Gain         −         −         −         −         42, 724           Gain         VII         Extraordinary Gain         91, 142         24         △91, 118         △99.9         432, 686           loss         Net profit before         62, 281         △30, 610         △92, 891         −         △241, 142           adjustment         1st Quarter         10, 079         △21, 677         △68.3         248, 712	II Cost of					
III Selling and general and general and general expenses       806, 701       665, 513       △141, 188       △17. 5       3, 458, 922         expenses       Operating profit       156, 539       △27, 225       △183, 764       —       155, 866         IV       Non-operating Income       5, 672       14, 140       8, 468       149. 3       42, 151         V       Non-operating Expenses       8, 787       17, 500       8, 713       99. 2       49, 199         Expenses       Pretax profit       153, 423       △30, 585       △184, 009       —       148, 819         VI       Extraordinary Gain       —       —       —       42, 724         Gain       —       —       —       42, 724         VII       Extraordinary 91, 142       24       △91, 118       △99. 9       432, 686         loss       Net profit before       62, 281       △30, 610       △92, 891       —       △241, 142         adjustment       Tax deductions       31, 756       10, 079       △21, 677       △68. 3       248, 712	Sales	2, 895, 146	1, 864, 129	$\triangle 1,031,016$	△35. 6	11, 116, 044
and general 806, 701 665, 513 △141, 188 △17. 5 3, 458, 922 expenses  Operating profit 156, 539 △27, 225 △183, 764 - 155, 866  IV	Total profit	963, 241	638, 287	$\triangle 324,953$	△33. 7	3, 614, 788
expenses         Operating profit         Lose of the profit	III Selling					
$ \begin{array}{c ccccccccccccccccccccccccccccccccccc$	and general	806, 701	665, 513	△141, 188	△17. 5	3, 458, 922
$ \begin{array}{c ccccccccccccccccccccccccccccccccccc$	expenses					
IV       Non-operating Income       5,672       14,140       8,468       149.3       42,151         V       V       Non-operating Expenses       8,787       17,500       8,713       99.2       49,199         Expenses       Pretax profit       153,423       △30,585       △184,009       −       148,819         VI       Extraordinary Gain       −       −       −       −       42,724         VII       Extraordinary loss       91,142       24       △91,118       △99.9       432,686         loss       Net profit       62,281       △30,610       △92,891       −       △241,142         adjustment       Tax deductions       31,756       10,079       △21,677       △68.3       248,712         1st Quarter       1st Quarter       42,1677       △68.3       248,712	Operating					
Non-operating   14,140   8,468   149.3   42,151	profit	156, 539	$\triangle 27,225$	$\triangle 183,764$	-	155, 866
Income       V         Non-operating Expenses       8,787       17,500       8,713       99.2       49,199         Expenses       Pretax profit       153,423       △30,585       △184,009       −       148,819         VI       Extraordinary Gain       −       −       −       −       42,724         Gain       VII       Extraordinary 91,142       24       △91,118       △99.9       432,686         loss       Net profit before adjustment       62,281       △30,610       △92,891       −       △241,142         Tax deductions       31,756       10,079       △21,677       △68.3       248,712         1st Quarter       1st Quarter       —       49,199       49,199       49,199       42,724       42,724       42,724       42,724       42,724       63,09       99.9       432,686       68.6       69.9       99.9       432,686       68.6       68.6       68.6       68.6       68.6       68.6       68.6       68.6       68.6       68.6       68.6       68.7       68.7       68.7       68.8       68.8       68.8       68.8       68.8       68.8       68.8       68.8       68.8       68.8       68.8       68.8       68.8<	IV					
V       Non-operating       8,787       17,500       8,713       99.2       49,199         Expenses       Pretax profit       153,423       △30,585       △184,009       —       148,819         VI       Extraordinary       —       —       —       —       42,724         Gain       VII       Extraordinary       91,142       24       △91,118       △99.9       432,686         loss       Net profit       before       62,281       △30,610       △92,891       —       △241,142         adjustment       Tax deductions       31,756       10,079       △21,677       △68.3       248,712         1st Quarter       —       —       49,199       —       —       42,724	Non-operating	5, 672	14, 140	8, 468	149. 3	42, 151
Non-operating Expenses       8,787       17,500       8,713       99.2       49,199         Pretax profit       153,423       △30,585       △184,009       −       148,819         VI       Extraordinary Gain       −       −       −       −       −       42,724         VII       Extraordinary 91,142       24       △91,118       △99.9       432,686         loss       Net profit       62,281       △30,610       △92,891       −       △241,142         adjustment       Tax deductions       31,756       10,079       △21,677       △68.3       248,712         1st Quarter       1st Quarter       49,199       49,199       49,199       42,724	Income					
Expenses  Pretax profit 153, 423	V					
$ \begin{array}{c ccccccccccccccccccccccccccccccccccc$	Non-operating	8, 787	17, 500	8, 713	99. 2	49, 199
VI         Extraordinary       -       -       -       -       42,724         Gain       VII       Extraordinary       91,142       24       △91,118       △99.9       432,686         loss       Net profit       5       5       5       62,281       △30,610       △92,891       -       △241,142         adjustment       -       -       △241,142       -       △241,712       -         1st Quarter       10,079       △21,677       △68.3       248,712	Expenses					
Extraordinary Gain  VII  Extraordinary 91,142 24 △91,118 △99.9 432,686 loss  Net profit before 62,281 △30,610 △92,891 - △241,142 adjustment  Tax deductions 31,756 10,079 △21,677 △68.3 248,712 1st Quarter	Pretax profit	153, 423	△30, 585	△184, 009	-	148, 819
Gain       VII         Extraordinary       91,142       24 $\triangle 91,118$ $\triangle 99.9$ 432,686         loss       Net profit $\bigcirc$	VI					
VII       Extraordinary       91,142       24 $\triangle 91,118$ $\triangle 99.9$ 432,686         loss       Net profit $\bigcirc$	Extraordinary	-	-	_	-	42, 724
$ \begin{array}{c ccccccccccccccccccccccccccccccccccc$	Gain					
$\begin{array}{c ccccccccccccccccccccccccccccccccccc$	VII					
Net profit before adjustment         62,281         △30,610         △92,891         −         △241,142           Tax deductions 1st Quarter         31,756         10,079         △21,677         △68.3         248,712	Extraordinary	91, 142	24	△91, 118	△99. 9	432, 686
before adjustment       62, 281       △30, 610       △92, 891       −       △241, 142         Tax deductions       31,756       10,079       △21,677       △68.3       248,712         1st Quarter       □	loss					
adjustment         10,079 $\triangle 21,677$ $\triangle 68.3$ $\triangle 48,712$ 1st Quarter         Quarter $\triangle 68.3$	Net profit					
Tax deductions         31,756         10,079 $\triangle 21,677$ $\triangle 68.3$ 248,712           1st Quarter $\triangle 68.3$ $\triangle 68.3$ $\triangle 68.3$ $\triangle 68.3$ $\triangle 68.3$	before	62, 281	△30, 610	△92, 891	-	$\triangle 241, 142$
1 <sup>st</sup> Quarter	adjustment					
	Tax deductions	31, 756	10, 079	<u>△21,</u> 677	△68.3	248, 712
Net profit $30,524$ $\triangle 40,689$ $\triangle 71,213$ - $\triangle 489,855$	1 <sup>st</sup> Quarter					
	Net profit	30, 524	△40, 689	△71, 213		△489, 855