

FOR IMMEDIATE RELEASE

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Bridgestone Corporation Announces Business and Financial Results for First Half of Fiscal 2007

Tokyo (August 9, 2007) - Bridgestone Corporation (the "Company") today announced its consolidated business and financial results for the period January 1 to June 30, 2007, the first half of the current fiscal year (January 1 to December 31, 2007). These results are for the Company and its consolidated subsidiaries, collectively referred to below as the "Companies." The Company had 454 consolidated subsidiaries and 180 equity method affiliates at June 30, 2007.

Here is a summary of the Companies' first half results in 2007 and management's projections for the Companies' sales and earnings performance for the full year of fiscal year 2007. Solely for the convenience of readers, the dollar figures have been calculated at US\$1 = ¥123.26, the exchange rate on June 30.

I. Summary of Business and Financial Performance

A. Sales and earnings

1. Overall Results

	FY07 1H	FY06 1H	Increase (decrease)	
	¥ billion	¥ billion	¥ billion	%
Net sales	1,615.6	1,424.8	190.8	13
Operating income	102.0	84.1	17.8	21
Ordinary income	91.3	70.8	20.4	29
Net income	52.9	32.8	20.1	61

A defining trend of the business environment in the first half was continued global upward movement in the cost of crude oil and other raw materials. The Japanese economy continued to recover gradually as a result of improving corporate earnings and increases in capital spending. In the United States, the economy showed solid expansion in the second quarter after a first quarter that showed little growth. This economic performance was based on continued strength in consumer spending, despite a significant slowdown in housing construction and residential

mortgage activity. Economic recovery continued in Europe, supported by strong exports and increasing capital investment. Strong economic growth continued in China while other Asian economies expanded steadily.

Amid such a business environment, the Companies continued efforts to increase production capacity in strategic product lines and continued to benefit from their strengths in research and development. Those efforts enabled the Companies to provide products worldwide in a timely manner that fulfill the quality and performance requirements of customers. Additionally, the Companies also continued group-wide efforts to enhance their portfolio of highly competitive products and businesses despite an increasingly difficult business environment caused by changes in the structure of demand and competition.

As a result, net sales in the first half increased 13% over the previous first half, to ¥1,615.6 billion [\$13.1 billion] due in part to the exchange gain on the weaker Japanese yen, while operating income increased 21%, to ¥102.0 billion [\$828 million] and ordinary income increased 29%, to ¥91.3 billion [\$741 million] as the Companies worked to mitigate the impact of increasing raw material costs. Net income grew 61%, to ¥52.9 billion [\$429 million].

The Companies accrued pretax ¥15.8 billion [\$128 million] as an extraordinary loss during the first half of the previous fiscal year in connection with the announced closure of two tire plants in the Americas.

2. Segment Information

Note:

The amounts for segment results include inter-segment transactions that are eliminated in calculating the consolidated results.

a. By business segment

		FY07 1H	FY06 1H	Increase (decrease)	
		¥ billion	¥ billion	¥ billion	%
Tires	Sales	1,304.7	1,130.7	173.9	15
	Operating income	75.0	57.9	17.1	30
Diversified Products	Sales	322.1	308.2	13.9	5
	Operating income	26.8	26.1	0.7	3
Consolidated Results	Sales	1,615.6	1,424.8	190.8	13
	Operating income	102.0	84.1	17.8	21

In the tire segment, the Companies' operating income in the first half increased 30% over the previous first half, to ¥75.0 billion [\$608 million], on an increase of 15% in sales, to ¥1,304.7

billion [\$10.6 billion]. The Companies worked to maximize their sales momentum by introducing appealing new products worldwide, while at the same time, improving and expanding strategic production sites around the world in support of those products that have been identified as strategic and important to the Companies' future growth.

In the diversified products segment, the Companies' operating income in the first half increased 3% over the previous first half, to ¥26.8 billion [\$217 million], on an increase of 5% in sales, to ¥322.1 billion [\$2.6 billion] due in part to strong sales in the automotive components and the commercial building materials operations in the United States.

b. By geographical segment

		FY07 1H	FY06 1H	Increase (decrease)	
		¥ billion	¥ billion	¥ billion	%
Japan	Sales	658.5	593.7	64.7	11
	Operating income	68.1	53.3	14.7	28
The Americas	Sales	725.2	644.3	80.8	13
	Operating income	18.8	20.1	(1.2)	(6)
Europe	Sales	251.9	199.2	52.7	26
	Operating income	7.9	6.5	1.3	21
Other	Sales	262.0	210.0	52.0	25
	Operating income	17.2	9.5	7.7	81
Consolidated Results	Sales	1,615.6	1,424.8	190.8	13
	Operating income	102.0	84.1	17.8	21

Sales in Japan increased 11%, to ¥658.5 billion [\$5.3 billion] over the previous first half, and operating income increased 28%, to ¥68.1 billion [\$552 million], despite increasing raw material costs. Unit sales of tires in the domestic market remained on a par with those in the previous first half, while unit exports substantially exceeded those in the previous first half. On the whole, sales in the diversified products business also grew steadily.

In the Americas, the Companies' sales in the first half increased 13%, to ¥725.2 billion [\$5.9 billion], due in part to the exchange gain on the weaker Japanese yen, while operating income decreased 6%, to ¥18.8 billion [\$153 million], due in part to high raw material costs and an increase of costs associated with expanding operations. Although unit sales of passenger car and light truck tires remained unchanged from the previous first half and unit sales of truck and bus tires declined over the previous first half due mostly to a decrease of OEMs sales, dollar sales exceeded the previous first half's results. In addition to expanding sales of

high-value-added products, almost all operations including the retail and commercial sales operations in North America, the Latin American tire operations and the diversified products businesses showed solid growth.

Sales in Europe increased 26%, to ¥251.9 billion [\$2.0 billion] due in part to the exchange gain on the weaker Japanese yen. Operating income was up 21%, to ¥7.9 billion [\$64 million], despite increasing raw material costs. Unit sales of passenger car and light truck tires grew steadily, while unit sales of truck and bus tires increased significantly over the previous first half.

In other regions, sales grew 25% to ¥262.0 billion [\$2.1 billion], spurred by vigorous marketing activities, efforts to improve and expand production sites in strategic areas and for strategic products, and the exchange gain on the weaker Japanese yen. Operating income increased 81%, to ¥17.2 billion [\$140 million], despite increasing raw material costs.

B. Projections

In Japan, management expects unit sales of tires for the domestic market in 2007 to remain on par with the prior year. They also project unit exports of tires to exceed those in 2006.

In the Americas, management projects unit sales of passenger car and light truck tires to remain on par with the prior year. They also project a decline in unit sales of OE truck and bus tires versus the prior year due to the extraordinary demand in 2006 for new truck and bus tires spurred by “pre-buy” activities in advance of new environmental regulations which took effect in January of this year.

In Europe, management expects unit sales gains in passenger car, light truck, truck and bus tires over the prior year.

The operating environment is expected to remain challenging despite burgeoning tire demand, particularly overseas. Profitability is still an issue, however, as the cost of raw materials used in the Companies’ products remains high.

The following table presents a summary of management’s business projections for 2007.

		FY07 Projections	FY06 Results	Increase (decrease)	
		¥ billion	¥ billion	¥ billion	%
Net sales		3,370.0	2,991.2	378.7	13
Operating income		215.0	190.8	24.1	13
Ordinary income		181.0	159.5	21.4	13
Net income		109.0	85.1	23.9	28
Yen/dollar exchange rate (actual or assumed)	First-half average	¥120	¥116	/	3
	Full-year average	¥118	¥116		2
Yen/euro exchange rate (actual or assumed)	First-half average	¥160	¥142		13
	Full-year average	¥155	¥146		6

II. Financial Position

1. Cash Flow

		FY07 1H	FY06 1H	Increase (decrease)
		¥ billion	¥ billion	¥ billion
Net cash provided by operating activities		122.5	40.7	81.7
Net cash used in investing activities		(244.9)	(125.2)	(119.7)
Net cash provided by financing activities		123.0	61.7	61.2
Effect of exchange rate changes on cash and cash equivalents		11.5	(0.9)	12.4
Net increase (decrease) in cash and cash equivalents		12.1	(23.6)	35.7
Cash and cash equivalents	At beginning of the first half	198.2	213.5	(15.3)
	At end of the first half	210.3	189.8	20.4

The Companies' cash and cash equivalents increased ¥12.1 billion [\$98 million] during the first half of 2007, to ¥210.3 billion [\$1,706 million], compared with a decrease of ¥23.6 billion [\$191 million] during the prior year first half.

(Cash flow by operating activities)

Net cash provided by operating activities increased ¥81.7 billion [\$663 million] compared with the prior year first half, to ¥122.5 billion [\$994 million]. The principal contributors to that increase included income before income taxes and minority interests of ¥91.3 billion [\$741 million], compared with ¥60.1 billion [\$488 million] in the prior year first half; and depreciation and amortization of ¥79.8 billion [\$647 million], compared with ¥70.1 billion [\$569 million] in the prior year first half. Those contributors offset a decrease in accrued pension and liability for retirement benefits of ¥11.1 billion [\$90 million], compared with a decrease of ¥5.0 billion [\$41 million] in the prior year first half; and ¥31.9 billion [\$259 million] in income taxes paid, compared with ¥32.6 billion [\$264 million] in the prior year first half.

(Cash flow by investing activities)

Net cash used in investing activities increased ¥119.7 billion [\$971 million] compared with the prior year first half, to ¥244.9 billion [\$1,987 million]. Expenditures included payments of ¥131.7 billion [\$1,068 million] for purchase of property, plant and equipment, compared with payments of ¥120.3 billion [\$976 million] in the prior year first half; and ¥109.6 billion [\$889 million] for the acquisition of stock of newly consolidated subsidiaries.

(Cash flow by financing activities)

Net cash provided by financing activities increased ¥61.2 billion [\$497 million] compared with

the prior year first half, to ¥123.0 billion [\$998 million]. The major contributors included a net increase of ¥157.5 billion [\$1,278 million] in proceeds from long-term borrowings, compared with ¥38.8 billion [\$315 million] in the prior year first half and proceeds from issuance of bonds of ¥14.0 billion [\$114 million], compared with ¥16.0 billion [\$130 million] in the prior year first half. These increases offset a payment for redemption of bonds of ¥35.8 billion [\$290 million], compared with ¥10.8 billion [\$88 million] in the prior year first half.

2. Cash Flow Indicators

	FY2005 Jan-June	FY2005 Jan-Dec	FY2006 Jan-June	FY2006 Jan-Dec	FY2007 Jan-June
Shareholders' equity/total assets (%)	42.0	41.6	41.9	38.6	38.9
Market capitalization*/total assets (%)	69.5	70.8	62.8	67.8	60.8
Interest-bearing debt/net cash provided by operating activities (years)	6.2	3.9	8.0	4.7	3.6
Net cash provided by operating activities/interest payments (times) **	6.7	10.1	4.4	7.1	8.6

* Share price on last trading day of June multiplied by number of shares outstanding (after deducting treasury stock)

** Interest payments as listed on Statements of Cash Flows

III. Dividends

At its meeting on August 9, 2007, the Board of Directors declared interim dividends of ¥13 per share, with dividend payments to begin on September 3, 2007.

Management expects dividends for the full year of 2007 to total ¥26 per share, and they expect to propose identical amounts for the year-end dividends.

Forward-Looking Statements

The preceding descriptions of projections and plans are "forward-looking statements," which involve known and unknown risks and uncertainties. Those variables could cause the Companies' actual performance and results to differ substantially from management's projections and plans.

Bridgestone Corporation, headquartered in Tokyo, is the world's largest manufacturer of tires and other rubber products. Tires account for 80 percent of Bridgestone Group sales worldwide. The company also manufactures industrial rubber and chemical products, sporting goods, and other diversified products. It sells its tires and other products in more than 150 nations.

Consolidated Financial Statements

Consolidated Balance Sheet

	FY2006 1H (As of 30 June 2006)		FY2007 1H (As of 30 June 2007)		FY2006 (As of 31 December 2006)		Increase (decrease)
	Yen in million	%	Yen in million	%	Yen in million	%	Yen in million
Assets							
Current Assets:							
Cash and deposits	175,387		175,971		183,319		(7,348)
Notes and accounts receivable	483,950		582,480		565,581		16,899
Short-term investments	4,999		29,951		10,454		19,497
Inventories	522,685		598,094		549,525		48,569
Deferred tax assets	70,458		88,662		74,834		13,828
Other	99,107		101,668		83,799		17,869
Allowance for doubtful accounts	(15,815)		(17,395)		(16,874)		(521)
Total Current Assets	1,340,773	49.0	1,559,434	46.0	1,450,639	47.5	108,795
Fixed Assets:							
Tangible assets							
Building and structures	255,973		338,693		279,088		
Machinery and equipment	346,053		455,294		393,063		
Land	133,787		148,534		137,485		
Construction in progress	107,167		125,281		128,934		
Other	58,856	901,838	71,543	1,139,348	64,841	1,003,413	135,935
Intangible assets	17,844		74,684		18,821		55,863
Investments and other assets							
Investments in securities	295,826		378,271		339,931		
Long-term loans receivable	15,125		14,566		13,024		
Deferred tax assets	113,462		150,971		163,262		
Other	54,850		73,173		65,158		
Allowance for doubtful accounts	(728)	478,536	(891)	616,091	(811)	580,565	35,526
Total Fixed Assets	1,398,218	51.0	1,830,124	54.0	1,602,799	52.5	227,325
Total	2,738,992	100.0	3,389,558	100.0	3,053,439	100.0	336,119

(Financial information is prepared in accordance with accounting principles generally accepted in Japan)

	FY2006 1H (As of 30 June 2006)		FY2007 1H (As of 30 June 2007)		FY2006 (As of 31 December 2006)		Increase (decrease)
	Yen in million	%	Yen in million	%	Yen in million	%	Yen in million
Liabilities							
Current Liabilities:							
Notes and accounts payable	189,257		222,976		212,493		10,483
Short-term borrowings	254,073		388,978		285,102		103,876
Commercial paper	17,815		13,416		8,998		4,418
Current portion of bonds	31,008		17,501		33,012		(15,511)
Income taxes payable	22,972		30,760		30,757		3
Deferred tax liabilities	2,279		2,421		1,408		1,013
Provision for voluntary tire recall	6,634		6,227		6,482		(255)
Accounts payable - other	126,756		152,133		173,390		(21,257)
Accrued expenses	180,895		199,952		180,665		19,287
Other	45,802		55,804		46,134		9,670
Total Current Liabilities	877,495	32.0	1,090,173	32.2	978,444	32.1	111,729
Long-term Liabilities:							
Bonds	127,015		123,001		128,518		(5,517)
Long-term borrowings	225,336		328,063		249,224		78,839
Deferred tax liabilities	73,111		85,195		77,239		7,956
Accrued pension and liability for retirement benefits	185,765		327,988		329,675		(1,687)
Warranty reserve	18,494		22,788		21,270		1,518
Provision for environmental remediation	4,643		3,436		4,418		(982)
Other	41,432		51,648		42,801		8,847
Total Long-term Liabilities	675,799	24.7	942,122	27.8	853,149	27.9	88,973
Total Liabilities	1,553,295	56.7	2,032,296	60.0	1,831,593	60.0	200,703
Net Assets							
Shareholders' equity:							
Common stock	126,354		126,354		126,354		—
Capital surplus	122,078		122,078		122,078		—
Retained earnings	929,076		940,527		887,216		53,310
Treasury stock-at cost	(62,867)		(62,455)		(62,746)		291
Total Shareholders' equity	1,114,641	40.7	1,126,505	33.2	1,072,903	35.1	53,602
Net unrealized gain(loss) and translation adjustments:							
Net unrealized gain on available-for-sale securities	139,515		206,947		170,249		36,697
Deferred gain(loss) on derivative instruments	(53)		47		22		25
Foreign currency translation adjustments	(106,711)		(15,164)		(64,020)		48,856
Total Net unrealized gain(loss) and translation adjustments	32,749	1.2	191,830	5.7	106,251	3.5	85,579
Stock acquisition rights:	—	—	10	—	—	—	10
Minority Interests:	38,305	1.4	38,916	1.1	42,691	1.4	(3,775)
Total Net Assets	1,185,696	43.3	1,357,262	40.0	1,221,846	40.0	135,416
Total	2,738,992	100.0	3,389,558	100.0	3,053,439	100.0	336,119

(Financial information is prepared in accordance with accounting principles generally accepted in Japan)

Consolidated Statements of Income

	FY2006 1H (Six months ended 30 June 2006)		FY2007 1H (Six months ended 30 June 2007)		Increase (decrease)		FY2006 (Year ended 31 December 2006)				
	Yen in million	%	Yen in million	%	Yen in million	%	Yen in million	%			
Net Sales		1,424,800	100.0		1,615,672	100.0	190,872	—		2,991,275	100.0
Cost of Sales		949,577	66.6		1,084,402	67.1	134,825	0.5		2,005,536	67.0
Gross profit		475,222	33.4		531,270	32.9	56,048	(0.5)		985,739	33.0
Selling, General and Administrative Expenses		391,110	27.5		429,259	26.6	38,149	(0.9)		794,862	26.6
Operating income		84,112	5.9		102,010	6.3	17,898	0.4		190,876	6.4
Non-operating Income											
Interest income	2,017			2,929					4,568		
Dividend income	1,911			2,575					3,019		
Other	7,114	11,043	0.8	11,130	16,635	1.0	5,592	0.2	15,621	23,209	0.8
Non-operating Expenses											
Interest expense	10,558			14,887					22,919		
Foreign currency exchange loss	3,728			662					5,511		
Other	10,028	24,315	1.7	11,777	27,328	1.6	3,013	(0.1)	26,074	54,506	1.9
Ordinary income		70,840	5.0		91,317	5.7	20,477	0.7		159,579	5.3
Extraordinary Income											
Gain on sales of tangible assets	3,485			—					6,356		
Gain on sales of investments in securities	1,708	5,194	0.3	—	—	—	(5,194)	(0.3)	1,733	8,089	0.3
Extraordinary Loss											
Impairment losses on assets	—			—					5,774		
Plant restructuring costs in the Americas	15,886	15,886	1.1	—	—	—	(15,886)	(1.1)	21,743	27,517	0.9
Income before income taxes and minority interests		60,148	4.2		91,317	5.7	31,169	1.5		140,152	4.7
Income taxes - current	20,714			39,231					56,669		
Income taxes - deferred	4,765	25,479	1.8	(3,966)	35,264	2.2	9,785	0.4	(5,404)	51,265	1.8
Minority Interests		1,853	0.1		3,111	0.2	1,258	0.1		3,766	0.1
Net Income		32,815	2.3		52,941	3.3	20,126	1.0		85,120	2.8

(Financial information is prepared in accordance with accounting principles generally accepted in Japan)

Consolidated Statements of Cash Flows

	FY2006 1H (Six months ended 30 June 2006)	FY2007 1H (Six months ended 30 June 2007)	Increase (decrease)	FY2006 (Year ended 31 December 2006)
	Yen in million	Yen in million	Yen in million	Yen in million
Cash Flows from Operating Activities				
Income before income taxes and minority interests	60,148	91,317	31,169	140,152
Depreciation and amortization	70,121	79,856	9,735	145,348
Increase (decrease) in accrued pension and liability for retirement benefits	(5,009)	(11,134)	(6,125)	20,846
Interest and dividend income	(3,928)	(5,504)	(1,576)	(7,588)
Interest expense	10,558	14,887	4,329	22,919
Gain on sales of tangible assets	(3,485)	—	3,485	(6,356)
Gain on sales of investments in securities	(1,708)	—	1,708	(1,733)
Impairment losses on assets	—	—	—	5,774
Plant restructuring costs in the Americas	15,886	—	(15,886)	21,743
(Increase) decrease in notes and accounts receivable	46,518	22,945	(23,573)	(16,781)
Increase in inventories	(59,947)	(5,083)	54,864	(64,621)
Increase (decrease) in notes and accounts payable	(34,347)	(9,651)	24,696	6,088
Other	(16,025)	(14,441)	1,584	(42,084)
Subtotal	78,780	163,192	84,412	223,705
Interest and dividends received	3,900	5,563	1,663	7,440
Interest paid	(9,352)	(14,314)	(4,962)	(21,060)
Income taxes paid	(32,600)	(31,940)	660	(60,944)
Net Cash Provided by Operating Activities	40,726	122,501	81,775	149,141
Cash Flows from Investing Activities				
Payments for purchase of tangible assets	(120,300)	(131,773)	(11,473)	(250,223)
Proceeds from sales of tangible assets	3,737	2,424	(1,313)	10,834
Payments for purchase of intangible assets	—	—	—	(1,484)
Payments for investments in securities	(7,253)	(9,568)	(2,315)	(13,091)
Proceeds from sales of investments in securities	2,537	—	(2,537)	2,535
Payments for acquisition of stocks of newly consolidated subsidiaries	—	(109,646)	(109,646)	—
Other	(3,976)	3,600	7,576	(4,279)
Net Cash Used in Investing Activities	(125,255)	(244,963)	(119,708)	(255,708)
Cash Flows from Financing Activities				
Net increase in short-term borrowings	46,491	7,227	(39,264)	64,055
Proceeds from long-term borrowings	38,801	157,597	118,796	64,840
Repayments of long-term borrowings	(12,892)	(8,840)	4,052	(29,168)
Proceeds from issuance of bonds	16,048	14,095	(1,953)	35,756
Payments for redemption of bonds	(10,848)	(35,876)	(25,028)	(27,188)
Payments for purchase of treasury stock	(3,359)	—	3,359	(3,377)
Cash dividends paid	(10,938)	(9,366)	1,572	(20,308)
Other	(1,538)	(1,835)	(297)	(3,212)
Net Cash Provided by Financing Activities	61,763	123,002	61,239	81,397
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(917)	11,565	12,482	9,857
Net Increase(Decrease) in Cash and Cash Equivalents	(23,682)	12,106	35,788	(15,311)
Cash and Cash Equivalents at Beginning of Period	213,581	198,269	(15,311)	213,581
Cash and Cash Equivalents at End of Period	189,898	210,375	20,477	198,269

(Financial information is prepared in accordance with accounting principles generally accepted in Japan)

Segment Information

1. Business Segment Information

FY2006 1st Half (Six months ended 30 June 2006)

(Yen in million)

	Tires	Diversified Products	Total	Elimination or Corporate	Consolidated
Sales					
(1)Sales to external customers	1,129,338	295,462	1,424,800	—	1,424,800
(2)Intersegment sales and transfers	1,432	12,778	14,210	(14,210)	—
Total	1,130,770	308,240	1,439,011	(14,210)	1,424,800
Operating expenses	1,072,826	282,139	1,354,965	(14,277)	1,340,688
Operating income	57,944	26,101	84,045	66	84,112

FY2007 1st Half (Six months ended 30 June 2007)

(Yen in million)

	Tires	Diversified Products	Total	Elimination or Corporate	Consolidated
Sales					
(1)Sales to external customers	1,303,187	312,485	1,615,672	—	1,615,672
(2)Intersegment sales and transfers	1,520	9,678	11,199	(11,199)	—
Total	1,304,707	322,164	1,626,872	(11,199)	1,615,672
Operating expenses	1,229,648	295,289	1,524,938	(11,275)	1,513,662
Operating income	75,059	26,875	101,934	75	102,010

FY2006 (Year ended 31 December 2006)

(Yen in million)

	Tires	Diversified Products	Total	Elimination or Corporate	Consolidated
Sales					
(1)Sales to external customers	2,393,165	598,109	2,991,275	—	2,991,275
(2)Intersegment sales and transfers	3,780	28,760	32,541	(32,541)	—
Total	2,396,946	626,870	3,023,816	(32,541)	2,991,275
Operating expenses	2,257,876	575,118	2,832,994	(32,595)	2,800,398
Operating income	139,069	51,752	190,822	54	190,876

2. Geographical Segment Information

FY2006 1st Half (Six months ended 30 June 2006)

(Yen in million)

	Japan	The Americas	Europe	Other	Total	Elimination or Corporate	Consolidated
Sales							
(1)Sales to external customers	416,905	639,627	196,818	171,449	1,424,800	—	1,424,800
(2)Intersegment sales and transfers	176,819	4,740	2,387	38,552	222,499	(222,499)	—
Total	593,724	644,368	199,205	210,001	1,647,300	(222,499)	1,424,800
Operating expenses	540,353	624,260	192,674	200,440	1,557,728	(217,040)	1,340,688
Operating income	53,370	20,107	6,531	9,561	89,571	(5,459)	84,112

FY2007 1st Half (Six months ended 30 June 2007)

(Yen in million)

	Japan	The Americas	Europe	Other	Total	Elimination or Corporate	Consolidated
Sales							
(1)Sales to external customers	440,386	717,556	249,624	208,105	1,615,672	—	1,615,672
(2)Intersegment sales and transfers	218,134	7,676	2,322	53,931	282,063	(282,063)	—
Total	658,520	725,232	251,947	262,037	1,897,736	(282,063)	1,615,672
Operating expenses	590,384	706,401	244,027	244,740	1,785,553	(271,890)	1,513,662
Operating income	68,135	18,830	7,919	17,296	112,182	(10,172)	102,010

FY2006 (Year ended 31 December 2006)

(Yen in million)

	Japan	The Americas	Europe	Other	Total	Elimination or Corporate	Consolidated
Sales							
(1)Sales to external customers	896,742	1,324,038	413,952	356,541	2,991,275	—	2,991,275
(2)Intersegment sales and transfers	358,863	9,533	4,536	84,668	457,602	(457,602)	—
Total	1,255,605	1,333,572	418,489	441,210	3,448,877	(457,602)	2,991,275
Operating expenses	1,138,027	1,291,520	403,612	420,954	3,254,115	(453,716)	2,800,398
Operating income	117,578	42,052	14,876	20,255	194,762	(3,886)	190,876

Per Share Data

	FY2006 1H	FY2007 1H	Increase		FY2006
	(Six months ended 30 June 2006)	(Six months ended 30 June 2007)	(decrease)		(Year ended 31 December 2006)
Per Share Data	Yen	Yen	Yen	%	Yen
Net income					
Basic	42.06	67.85	25.79	61.3	109.10
Diluted	42.04	67.83	25.79	61.3	109.07
Cash dividends	12.00	13.00	1.00	8.3	24.00

	FY2006 1H	FY2007 1H	FY2006	Increase	
	(As of 30 June 2006)	(As of 30 June 2007)	(As of 31 December 2006)	(decrease)	
	Shares in thousand	Shares in thousand	Shares in thousand	Shares in thousand	%
Common stock issued and outstanding	780,091	780,311	780,157	154	—

Nonconsolidated Financial Highlights (Parent Company)

	FY2006 1H		FY2007 1H		Increase		FY2006	
	(Six months ended 30 June 2006)		(Six months ended 30 June 2007)		(decrease)		(Year ended 31 December 2006)	
Statements of income	Yen in million	%	Yen in million	%	Yen in million	%	Yen in million	%
Net sales	445,448	100.0	504,253	100.0	58,805	—	945,892	100.0
Operating income	46,463	10.4	63,226	12.5	16,763	2.1	95,211	10.1
Ordinary income	53,356	12.0	74,286	14.7	20,930	2.7	99,523	10.5
Net income	39,237	8.8	48,759	9.7	9,522	0.9	61,552	6.5

	FY2006 1H	FY2007 1H	FY2006	Increase	
	(As of 30 June 2006)	(As of 30 June 2007)	(As of 31 December 2006)	(decrease)	
	Yen in million	Yen in million	Yen in million	Yen in million	%
Total assets	1,617,993	1,722,203	1,711,188	11,015	0.6
Net assets	1,062,109	1,127,353	1,088,264	39,089	3.6

(Financial information is prepared in accordance with accounting principles generally accepted in Japan)