

Supplementary Information of 2005

1. Consolidated

(1) Financial Highlights (1st half)

(Yen in billions)

		Unit	2001			2002			2003			2004			2005			
			Actual	%	vs.PY	Actual	%	vs.PY	Actual	%	vs.PY	Actual	%	vs.PY	Actual	%	vs.PY	
Consolidated Results																		
Income Statement	Net sales		1,027.5	100	104	1,093.5	100	106	1,112.1	100	102	1,153.2	100	104	1,256.2	100	109	
	Operating income		52.3	5.1	56	73.1	6.7	140	71.3	6.4	98	91.9	8.0	129	92.0	7.3	100	
	Ordinary income		31.3	3.1	40	55.6	5.1	178	65.8	5.9	118	86.8	7.5	132	88.6	7.1	102	
	Net income		(30.5)	(3.0)	-	24.4	2.2	-	31.9	2.9	131	52.2	4.5	164	101.7	8.1	195	
Segment Information(*1)																		
Business	Sales	Tire	798.5	78	104	864.9	79	108	883.7	79	102	916.3	79	104	996.5	79	109	
		Diversified	228.9	22	103	228.6	21	100	228.3	21	100	236.9	21	104	259.7	21	110	
	Operating income	Tire	36.2		49	56.6		156	54.8		97	73.6		134	68.6		93	
		Diversified	15.7		78	16.2		103	16.3		101	18.0		110	23.2		129	
OP margin	Tire	%	4.5			6.5			6.2			8.0			6.9			
	Diversified	%	6.7			6.9			6.8			7.3			8.5			
Area	Sales	Japan	392.1	38	100	383.0	35	98	381.6	34	100	386.7	34	101	397.1	32	103	
		Americas	443.6	44	105	497.7	45	112	474.7	43	95	483.1	42	102	535.5	43	111	
		Europe	107.3	10	110	115.8	11	108	140.0	13	121	154.5	13	110	176.4	14	114	
		Others	84.3	8	108	96.9	9	115	115.8	10	119	128.8	11	111	147.1	12	114	
	Operating income	Japan	57.9		88	56.4		97	56.9		101	57.6		101	58.2		101	
		Americas	(8.9)		-	4.7		+	2.2		47	15.5		693	19.2		124	
		Europe	1.7		71	2.9		171	6.4		221	8.5		133	8.6		101	
		Others	8.0		110	10.9		136	13.0		119	9.8		76	10.7		109	
	OP margin	Japan	%	12.1			11.6			11.2			11.3			10.6		
		Americas	%	(2.0)			1.0			0.5			3.2			3.6		
		Europe	%	1.6			2.5			4.5			5.5			4.9		
		Others	%	7.1			8.1			7.6			5.1			4.8		
Market	Sales	Domestic	361.9	35	102	339.7	31	94	335.6	30	99	338.1	29	101	344.8	27	102	
		Overseas	665.5	65	105	753.7	69	113	776.5	70	103	815.1	71	105	911.4	73	112	
Capital	Depreciation		61.3	6.0	112	59.3	5.4	97	49.7	4.5	84	50.7	4.4	102	58.8	4.7	116	
	Capital expenditure		45.2		73	43.9		97	58.6		134	79.5		136	83.8		105	
	R&D(*2)		30.7	3.0	-	33.9	3.1	111	34.8	3.1	103	34.6	3.0	99	38.5	3.1	111	
	Interest expenses		11.6	1.1	190	6.2	0.6	53	3.4	0.3	55	2.6	0.2	78	3.5	0.3	134	
	Borrowings		660.7		157	536.6		81	536.3		100	488.8		91	544.4		111	

(*1)Sales: Sales to external customers

Operating income: Including income caused by businesses among segments

(*2)R&D: Disclosed since 2000 full year

BSA Results (1H of the year)

		2003	%	vs.PY	2004	%	vs.PY	2005	%	vs.PY
Net sales	US\$M	3,881	100	105	4,349	100	112	4,894	100	113
Operating income	US\$M	31	0.8	58	159	3.7	507	185	3.8	116
Net income	US\$M	11	0.3	-	102	2.4	887	138	2.8	135

BSEU Results (1H of the year)

		2003	%	vs.PY	2004	%	vs.PY	2005	%	vs.PY
Net sales	€M	1,037	100	107	1,133	100	109	1,248	100	110
Operating income	€M	49	4.7	207	88	7.8	180	68	5.5	77
Net income	€M	27	2.6	386	53	4.7	195	38	3.1	72

(2) Financial Highlights (full year)

(Yen in billions)

		Unit	2001			2002			2003			2004			2005		
			Actual	%	vs.PY	Actual	%	vs.PY	Actual	%	vs.PY	Actual	%	vs.PY	Plan	%	vs.PY
Consolidated Results																	
Income Statement	Net sales		2,133.8	100	106	2,247.7	100	105	2,303.9	100	102	2,416.6	100	105	2,600.0	100	108
	Operating income		118.0	5.5	73	183.8	8.2	156	183.2	8.0	100	197.6	8.2	108	198.0	7.6	100
	Ordinary income		74.4	3.5	60	147.8	6.6	199	167.2	7.3	113	181.5	7.5	109	183.0	7.0	101
	Net income		17.3	0.8	98	45.3	2.0	261	88.7	3.9	196	114.4	4.7	129	163.0	6.3	142
Segment Information(*1)																	
Business	Sales	Tire	1,687.2	79	108	1,797.5	80	107	1,836.3	80	102	1,927.9	80	105			
		Diversified	446.5	21	100	450.1	20	101	467.5	20	104	488.6	20	105			
	Operating income	Tire	91.8		75	155.0		169	148.3		96	160.2		108			
		Diversified	25.4		67	28.3		111	34.6		122	36.4		105			
	OP margin	Tire	5.4			8.6			8.1			8.3					
		Diversified	5.5			6.1			7.1			7.1					
Area	Sales	Japan	826.9	39	100	827.6	37	100	803.0	35	97	814.6	34	101			
		Americas	918.3	43	111	980.9	44	107	972.2	42	99	1,013.5	42	104			
		Europe	216.0	10	112	239.2	11	111	287.4	12	120	321.6	13	112			
		Others	172.5	8	110	199.9	8	116	241.1	10	121	266.8	11	111			
	Operating income	Japan	136.3		102	136.6		100	129.1		95	131.1		102			
		Americas	(33.5)		-	18.5		+	19.5		105	26.6		137			
		Europe	4.5		79	8.2		182	15.4		187	22.0		143			
		Others	15.0		117	21.7		145	21.5		99	17.6		82			
	OP margin	Japan	13.6			13.2			12.2			12.3					
		Americas	(3.6)			1.9			2.0			2.6					
		Europe	2.0			3.4			5.3			6.8					
		Others	6.6			7.4			6.1			4.4					
Market	Sales	Domestic	756.3	35	100	739.6	33	98	710.0	31	96	716.0	30	101			
		Overseas	1,377.4	65	110	1,508.1	67	109	1,593.8	69	106	1,700.5	70	107			
Balance Sheet																	
	Total asset		2,443.7			2,143.9			2,220.6			2,333.7					
	ROA	%	0.8			2.0			4.1			5.0					
	Shareholder's equity		835.1			796.0			887.9			934.9					
	ROE	%	2.2			5.6			10.5			12.6					
Capital																	
	Depreciation		125.3	5.9	106	112.6	5.0	90	98.8	4.3	88	106.0	4.4	107	120.0	4.6	113
	Capital expenditure		104.3		76	116.7		112	155.7		133	190.9		123	210.0		110
	R&D		62.7	2.9	103	68.1	3.0	109	70.9	3.1	104	72.8	3.0	103	77.0	3.0	106
	Interest payment		22.2	1.0	141	11.3	0.5	51	6.6	0.3	58	6.3	0.3	97			
	Borrowings		765.8		148	470.1		61	487.2		104	479.5		98	540.0		113
No. of Employee																	
	Domestic	10,000t	104,700		102	106,846		102	108,741		102	113,699		105			
Production	Overseas	Americas	56			60			61			62			64		
		Europe	52			58			60			63			65		
		Others	16			16			17			18			20		
	Overseas total	10,000t	22			27			30			34			39		
	Total production	10,000t	90			101			107			114			124		
	Overseas prod. ratio	%	146			161			169			176			188		
			62			63			64			65			66		

(*1)Sales: Sales to external customers Operating income: Including income caused by businesses among segments

Consolidated Results in US\$

		Unit	2001			2002			2003			2004			2005		
			Actual	%	vs.PY	Actual	%	vs.PY	Actual	%	vs.PY	Actual	%	vs.PY	Plan	%	vs.PY
	Net sales	US\$M	16,171	100		18,747	100		21,506	100		23,191	100		23,503	100	
	Ordinary income	US\$M	564	3.5		1,233	6.6		1,562	7.3		1,743	7.5		1,654	7.0	
	Net income	US\$M	132	0.8		378	2.0		828	3.9		1,098	4.7		1,474	6.3	
	Exchange rate	Yen/\$	131.95			119.90			107.13			104.21			110.62		

(*Exchange rate: as of the end of the year (as of the end of first half period for 2005 Plan)

BSA Results (full year)

		2003			2004			2005(F)		
		%	vs.PY	%	vs.PY	%	vs.PY			
Net sales	US\$M	8,173	100	107	9,150	100	112	10,150	100	111
Operating income	US\$M	190	2.3	97	264	2.9	139	390	3.8	147
Net income	US\$M	78	1.0	94	183	2.0	235	280	2.8	152

BSEU Results (full year)

		2003			2004			2005(F)		
		%	vs.PY	%	vs.PY	%	vs.PY			
Net sales	€M	2,127	100	108	2,325	100	109	2,570	100	110
Operating income	€M	116	5.5	187	162	7.0	139	140	5.4	86
Net income	€M	62	2.9	-	94	4.1	151	80	3.1	85

2. Non-Consolidated

(1) Financial Highlights (1st half)

(Yen in billions)

		Unit	2001			2002			2003			2004			2005			
			Actual	%	vs.PY	Actual	%	vs.PY	Actual	%	vs.PY	Actual	%	vs.PY	Actual	%	vs.PY	
Income Statement	Net sales		332.3	100	95	343.3	100	103	373.4	100	109	375.4	100	101	400.2	100	107	
	Operating income		49.7	15.0	88	52.0	15.2	105	52.0	13.9	100	51.1	13.6	98	49.3	12.3	96	
	Ordinary income		48.5	14.6	97	51.2	14.9	106	56.3	15.1	110	63.2	16.8	112	60.5	15.1	96	
	Extra loss / (gain)		333.0	100.2		-			-			-			(70.1)	(17.5)		
	Net income		(164.3)	(49.5)	-	29.4	8.6	+	32.0	8.6	109	44.3	11.8	138	84.1	21.0	190	
Segment Sales	Market	Domestic	212.0	64	99	205.8	60	97	204.9	55	100	212.2	57	104	209.8	52	99	
		Export	120.3	36	88	137.4	40	114	168.4	45	123	163.1	43	97	190.4	48	117	
	Business	Tire	243.7	73	94	256.6	75	105	280.1	75	109	278.9	74	100	300.2	75	108	
		Diversified	88.5	27	98	86.7	25	98	93.3	25	108	96.5	26	104	100.0	25	104	
			(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)
	Export	Tire	113.2	(46)	87	129.2	(50)	114	159.0	(57)	123	153.7	(55)	97	180.3	(60)	117	
	Diversified	7.0	(8)	119	8.2	(10)	117	9.4	(10)	114	9.4	(10)	101	10.0	(10)	107		
Exchange rate	US\$	Yen/\$	121		113	130		107	119		92	109		92	106		97	
	Euro	Yen/€	108		105	116		107	132		114	133		101	136		102	
Investment	Capital expenditure		15.5		81	16.6		107	18.8		113	27.0		144	30.0		111	
	(Tire production)		5.7		62	5.8		102	8.8		153	16.4		186	18.6		113	
	(Diversified production)		3.6		96	3.4		94	1.8		53	2.9		161	2.6		90	
	(R&D)		4.5		106	5.2		115	7.0		135	6.0		86	7.4		123	
	(Others)		1.7		86	2.2		132	1.1		52	1.8		164	1.5		83	
	Loan and investment		2.9		14	142.8		+	17.2		12	8.9		52	(2.7)		-	
	Total investment		18.4		46	159.5		+	36.0		23	36.0		100	27.3		76	
Costs & Expenses	Labor cost		55.5	16.7	94	61.1	17.8	110	63.5	17.0	104	56.6	15.1	89	56.1	14.0	99	
	R&D		21.7	6.5	109	25.2	7.4	116	28.9	7.7	114	28.3	7.6	98	32.1	8.0	113	
	Depreciation		20.7	6.2	105	19.1	5.6	92	19.1	5.1	100	19.7	5.3	103	23.1	5.8	117	
	Interest		(2.0)	(0.6)	160	(3.5)	(1.0)	173	(7.9)	(2.1)	224	(12.7)	(3.4)	160	(11.1)	(2.8)	87	
No. of Employee		12,438		93	12,603		101	12,599		100	12,535		99	12,893		103		

(2) Financial Highlights (full year)

(Yen in billions)

		Unit	2001			2002			2003			2004			2005			
			Actual	%	vs.PY	Actual	%	vs.PY	Actual	%	vs.PY	Actual	%	vs.PY	Plan	%	vs.PY	
Income Statement	Net sales		704.2	100	98	741.0	100	105	765.6	100	103	789.0	100	103	835.0	100	106	
	Operating income		117.7	16.7	103	124.8	16.9	106	105.5	13.8	85	109.9	13.9	104	100.0	12.0	91	
	Ordinary income		108.9	15.5	105	118.7	16.0	109	107.5	14.0	91	124.7	15.8	116	110.0	13.2	88	
	Extra loss / (gain)		382.4	54.3		35.5	4.8		(0.5)	(0.1)		-			(70.1)	(8.4)		
	Net income		(158.0)	(22.4)	-	34.0	4.6	+	63.0	8.2	185	84.3	10.7	134	117.0	14.0	139	
Segment Sales	Market	Domestic	463.0	66	98	462.1	62	100	437.0	57	95	457.4	58	105	460.0	55	101	
		Export	241.1	34	97	278.9	38	116	328.5	43	118	331.5	42	101	375.0	45	113	
	Business	Tire	526.8	75	98	556.1	75	106	573.2	75	103	591.4	75	103	632.0	76	107	
		Diversified	177.3	25	96	184.9	25	104	192.3	25	104	197.5	25	103	203.0	24	103	
			(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)	(Export/total sales)
	Export	Tire	226.4	(43)	96	261.9	(47)	116	310.1	(54)	118	312.8	(53)	101	355.0	(56)	113	
	Diversified	14.6	(8)	112	16.9	(9)	116	18.4	(10)	109	18.7	(9)	102	20.0	(10)	107		
Exchange rate	US\$	Yen/\$	122		113	125		102	116		93	108		93	106		98	
	Euro	Yen/€	109		109	118		108	131		111	134		102	133		99	
Investment	Capital expenditure		35.8		87	38.8		108	45.0		116	63.4		141	70.0		110	
	(Tire production)		12.7		65	17.8		139	22.3		126	35.4		159	40.0		113	
	(Diversified production)		9.1		125	6.9		76	4.7		68	6.3		134	7.0		111	
	(R&D)		11.1		105	10.5		95	15.4		147	16.6		108	18.0		108	
	(Others)		2.9		73	3.7		127	2.6		70	5.2		200	5.0		96	
	Loan and investment		14.5	(*1)	58	164.1		+	14.2		9	22.1		156	17.0		77	
	Total investment		50.4		76	203.0		+	59.3		29	85.5		144	87.0		102	
Costs & Expenses	Labor cost		116.4	16.5	99	121.7	16.4	105	127.5	16.7	105	116.9	14.8	92	113.0	13.5	97	
	R&D		45.4	6.4	100	50.9	6.9	112	58.2	7.6	114	59.7	7.6	103	64.0	7.7	107	
	Depreciation		41.3	5.9	91	38.7	5.2	94	38.7	5.1	100	41.1	5.2	106	49.0	5.9	119	
	Interest		(2.2)	(0.3)	159	(3.8)	(0.5)	171	(8.9)	(1.2)	235	(18.2)	(2.3)	204	(13.0)	(1.6)	71	
Fund	Borrowing		197.1			194.6			230.0			230.0			230.0			
No. of Employee			12,441		100	12,564		101	12,480		99	12,529		100				

(*1) Loan and investment in 2001

Decrease of loan and investment relating to US restructuring is excluded

3. Change Factors vs. PY

(1) Consolidated

		2005 1H Actual	2005 FY Forecast
Sales (Yen in 100millions)	Forex impact	(40)	(300)
	Volume, etc.	+1,069	+2,133
	Total	+1,029	+1,833
Operating income (Yen in 100millions)	Forex impact	-	(40)
	Natural rubber	(10)	(10)
	Other raw materials	(350)	(790)
	Depreciation	(80)	(140)
	Volume, etc.	+441	+983
Total	+1	+3	

(2) Parent company

		2005 1H Actual	2005 FY Forecast
Sales (Yen in 100millions)	Forex impact	-	(50)
	Sales Price	+80	+140
	Volume, etc.	+167	+370
	Total	+247	+460
Operating income (Yen in 100millions)	Forex impact	+5	(25)
	Sales Price	+80	+140
	Volume	+90	+200
	Natural rubber	(10)	(10)
	Other raw materials	(130)	(260)
	Depreciation	(30)	(80)
	Other SGA expenses	(60)	(110)
	Others	+37	+46
	Total	(18)	(99)

4. Japanese tire business overview

(1) Demand Forecast in Japan (published by JATMA on 27 July 2005)

	2005 Forecast	
	(unit:1000 ton)	vs. PY
OE	237	103
REP	393	100
EXP	706	106
Total Demand	1,336	104

(2) Sales Channels in Japan (no. of shops)

	End of 2003	End of 2004	June 2005	End of 2005(F)
Tire Kan	444	453	456	459
Cockpit	162	143	135	134
Mr. Tireman	630	638	635	640

(3) Tire Production and Capacity Utilization in Japan

	Tire Production (10,000 ton)		Capacity Utilization (%)	
	2004	2005(F)	2004	2005(F)
1H	30	31	93	97
2H	32	33	97	99
Full Year	62	64	95	98

(4) Sales Composition (rubber weight base)

	2004 1H	2005 1H
REP	25	20
OE	20	20
EXP	55	60
Total	100	100

(5) Export Sales Composition by Region (value base)

	2004 1H	2005 1H	(Growth rate vs. PY)
Americas	27	27	118 %
Europe	27	30	129
Asia	17	15	103
Middle East	10	10	109
Others	19	18	116
Total	100	100	117

(6) Stud-less Tire Sales Forecast

	2005 Forecast	
	(10,000 units)	vs. PY
For Passenger car	586	108 %
For Light truck	145	104
For Truck/Bus	90	103
Total	821	107

5. Additional Information

(1) Year-on-Year Sales Growth of Replacement Tire (unit base)

	2003	2004	2005(F)
	%	%	%
N.America : PSR/LTR	102	101	105
: TBR	103	107	97
Europe : PSR/CVR	103 (*1)	101	105
: TBR	106	99	103

(*1)4x4, CVR were not included in 2002.

(2) Market Share of Replacement Tire (estimation)

	2003	2004	2005(F)
	%	%	%
N.America : PSR/LTR	14	14	14
: TBR	24	25	23
Europe(*1) : PSR/CVR	11	11	12
: TBR	18	18	19

(*1) Western and Eastern Europe