

## FINANCIAL STATEMENTS

### MIYACHI CORPORATION

#### FINANCIAL HIGHLIGHTS

##### 1. Consolidated results for the fiscal year ended June30, 2007

##### (1) Consolidated operating results (Amounts below one million are rounded down)

	Net sales		Operating income		Ordinary income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
Year Ended June 30,2007	21,255	29.2	2,955	41.0	2,998	38.7	1,885	55.4
Year Ended June 30,2006	16,454	18.0	2,096	18.3	2,161	25.2	1,212	34.6

	Net income per share	Net income per share, fully diluted	ROE (NetIncome/ Shareholders' equity)	ROA (Ordinary income / Total assets)	Operating income Net sales
	yen	yen	%	%	%
Year Ended June 30,2007	157.88	157.12	13.7	15.1	13.9
Year Ended June 30,2006	158.48	155.74	10.4	13.0	12.7

##### (2) Consolidated financial position

	Total assets	Total net assets	Net worth / Total assets	Total net assets per share
	million yen	million yen	%	%
AS of June 30,2007	21,160	14,754	69.2	1,243.02
AS of June 30,2006	18,616	12,853	68.9	1,606.76

##### (3) Consolidated cash flows

	Net cash provided by operating activities	Net cash used in investing activities	Net cash used in financing activities	Cash and cash equivalents end of term
	million yen	million yen	million yen	million yen
Year Ended June 30,2007	678	△867	△915	2,663
Year Ended June 30,2006	1,300	△174	△114	3,609

## 2. Cash dividends

	Cash dividend per share			Total dividend payment amount	Payment ratio (consolidated basis)	Cash dividend / Total net assets (consolidated basis)
	Interim	Year-end	Annual			
	yen	yen	yen	million yen	%	%
Year ended June. 2006	10.00	20.00	30.00	235	19.4	2.0
Year ended June. 2007	12.50	17.50	30.00	356	18.9	2.1
Year ending June. 2008 (forecast)	17.50	17.50	35.00		19.6	

### 3. Consolidated Forecast for the fiscal year ending June 30, 2008 (July 1, 2007 - June 30, 2008)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Six months ending Dec.2007	11,000	12.3	1,400	25.0	1,350	19.3	850	28.4	72.17
2007 Year ending June. 2008	23,500	10.6	3,400	15.0	3,250	8.4	2,100	11.4	178.30

## 4. Others

### (1) Changes for important subsidiaries during the fiscal year ended June 30, 2007

Addition: 1 addition ( Company name: Nishihara Denshi)

Removal : 1 removal ( Company name: Seiwa Coporation)

### (2) Changes on the basis of consolidated financial statements preparation

① Related to accounting standard revisions etc. Applicable

② Other changes Applicable

### (3) Outstanding shares (common shares)

#### ① Number of shares outstanding (including treasury stock)

As of June. 30, 2007 : 12,030,685shares

As of June.30, 2006 : 7,992,257shares

#### ② Number of treasury stock

As of June. 30, 2007 : 252,612shares

As of June.30, 2006 : 8,069shares

#### ③ Average number of shares

Year ended June.30, 2007 : 11,940,560 shares

Year ended June.30, 2006 :7,652,878 shares

(Reference) Non-consolidated results

1. Non-consolidated results for the fiscal year ended June 30, 2006 and June 30 2007

(1) Non-consolidated operating results

	Net sales		Operating income		Ordinary Income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
Year Ended June 30,2007	10,283	27.9	1308	29.2	1885	32.2	1252	41.3
Year Ended June 30,2006	8038	28.1	1012	5.5	1426	21.4	886	17.6

	Net income per share	Net income per share, fully diluted
	yen	yen
Year Ended June 30,2007	104.90	104.39
Year Ended June 30,2006	115.85	113.84

(2) Non-consolidated financial position

	Total assets	Total net assets	Net worth / Total assets	Total net assets per share
	million yen	million yen	%	yen
AS of June 30,2007	16,242	11,891	72.7	1,003.46
AS of June 30,2006	14,431	11,197	77.6	1,402.43

2. Non-Consolidated Forecast for the fiscal year ending June 30, 2008 (July 1, 2007 - June 30, 2008)

	Net sales		Operating income		Ordinary Income		Net income		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Six months ending Dec.2007	6,000	32.7	700	16.7	900	△7.3	600	△1.7	50.94
2007 Year ending June. 2008	12,500	21.6	1700	30.0	200	6.1	1300	3.8	110.37