

Summary of Consolidated Financial Results for the First Three Quarters of FY 2006

(April 1, 2006 through December 31, 2006)

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 Stock Exchange: Tokyo Stock Exchange first section
 Code Number: No. 5855
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1. Matters associated with the preparation of the financial results

(1) Simple accounting procedures have been used.

The simple accounting procedures have been used partially in the reserve accruing accounting. The tax costs on the consolidated financial statement are calculated by using the effective tax rates for the current fiscal year.

(2) There has been no change in the accounting procedures from those applied in the latest consolidated accounting year.

(3) There has been change in the scope of consolidation and equity method affiliates, as one new company has been included in consolidation.

2. Consolidated results for the first three quarters (April 1, 2006 through December 31, 2006)

(1) Consolidated financial results (Rounded off to the nearest millions of yen)

	Sales		Operating income		Ordinary income	
	Millions of yen	(%)	Million of yen	(%)	Millions of yen	(%)
First 3 Quarters of FY2006	70,104	(60.6)	6,880	(80.7)	6,886	(81.6)
First 3 Quarters of FY2005	43,655	(27.7)	3,807	(49.0)	3,792	(51.7)
FY2005 (for reference)	62,372		5,563		5,561	

	Net income for the first 3 quarters		Net income per share for the first 3 quarters	Diluted net income per share
	Millions of yen	(%)		
First 3 Quarters of FY2006	4,102	(78.0)	¥114.71	¥114.54
First 3 Quarters of FY2005	2,304	(56.3)	¥104.52	¥97.66
FY2005 (for reference)	3,272		¥145.72	¥138.20

(Notes) 1. The percentage figures in sales, operating income and ordinary income represent increases or decreases compared with those of the corresponding period of the previous fiscal year.

2. The Company split its stock 1.5 for one on October 1, 2006. Per share data of FY2006 is calculated under the assumption that the Company split its stock at the beginning of the fiscal year. Per share data of FY2005 is calculated without such assumption.

[Background information on the consolidated operating results]

With respect to the precious metal recycling segment of our operations during the first three quarters of the current fiscal year, i.e., April 1 through December 31, 2006, there was an increase in the amount of precious metals collected from electronic, dental and jewelry business compared with the corresponding period of the previous year. The average unit selling prices of gold, silver, palladium and platinum exceeded those of the previous year, while the price of indium declined from that of the previous year.

In the field of photo-sensitized materials which falls under the environmental protection business, both the treated amount of photo-sensitive waste solutions and the recovered amount of silver from them decreased in comparison with the corresponding period of the previous year due to the effects of the diffusion of digital cameras, but the Company handled larger quantities of waste of reagents and other waste solutions emitted from plants and research laboratories.

As a result, the net sales during the first three quarters of the fiscal year reached ¥70,104 million, the operating income ¥6,880 million, the ordinary income ¥6,886 million and the net income ¥4,102 million.

[Reference]

Non-consolidated operating results for the third quarter (From April 1, 2006 to December 31, 2006)

	Sales		Operating income		Ordinary income	
	Millions of yen	(%)	Millions of yen	(%)	Millions of yen	(%)
First 3 Quarters of FY2006	65,078	(62.7)	6,323	(86.5)	6,328	(88.4)
First 3 Quarters of FY2005	40,001	(27.1)	3,390	(53.6)	3,359	(54.5)
FY2005 (for reference)	57,064		5,048		5,012	

	Net income for the first three quarters	
	Millions of yen	(%)
First 3 Quarters of FY2006	3,652	(87.1)
First 3 Quarters of FY2005	1,952	(60.9)
FY2005 (for reference)	2,843	

Note: The percentage figures in sales, operating income and ordinary income represent increases or decreases compared with those of the corresponding period of the previous fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Millions of yen	Millions of yen	%	
First 3 Quarters of FY2006	41,076	30,371	73.9	¥848.05
First 3 Quarters of FY2005	34,205	26,309	76.9	¥1,113.58
FY2005 (for reference)	36,465	27,422	75.2	¥1,150.69

Note: The Company split its stock 1.5 for one on October 1, 2006. Per share data of FY2006 is calculated under the assumption that the Company split its stock at the beginning of the fiscal year. Per share data of FY2005 is calculated without such assumption.

3. Forecast for the consolidated operating results of the fiscal year ending March 31, 2007

	Sales	Ordinary income	Net income
Entire year	Millions of Yen 93,000	Millions of Yen 9,100	Millions of Yen 5,400

(Reference) Forecasted net income per share (Entire year): ¥150.96

(Notice in the use of forecasted operating results)

The financial results projection stated above is based on currently available information and may change depending on the fluctuation of the price of the precious metal and other factors.

CONSOLIDATED BALANCE SHEETS (SUMMARY)

For the nine months ended December 31, 2006 and 2005

	2006		2005		2006
	Millions of yen	%	Millions of yen	%	Thousands of U.S.dollars
ASSETS					
Current assets					
Cash and cash equivalents	1,340		1,811		11,254
Notes and accounts receivable	3,448		2,752		28,948
Inventories	14,350		8,916		120,482
Other current assets	734		678		6,169
Less: allowance for doubtful accounts	(5)		(2)		(47)
Total current assets	19,868	48.4	14,156	41.4	166,809
Fixed assets					
Tangible assets	20,363		19,299		170,965
Intangible assets	335		345		2,819
Investment and other assets	508		404		4,269
Total fixed assets	21,208	51.6	20,049	58.6	178,054
Total assets	41,076	100.0	34,205	100.0	344,863
LIABILITIES					
Current liabilities					
Notes and accounts payable	2,577		3,289		21,641
Short-term loans	4,450		1,350		37,360
Current portion of long-term debt	79		536		667
Accrued income taxes	1,511		808		12,688
Accrued bonus	361		301		3,034
Accrued directors' bonus	18		-		157
Other current liabilities	1,426		1,032		11,976
Total current liabilities	10,425	25.4	7,318	21.4	87,526
Long-term liabilities					
Long-term debt	33		112		281
Accrued retirement benefit	50		44		421
Accrued directors' retirement benefit	-		161		-
Other long-term liabilities	196		233		1,649
Total long-term liabilities	280	0.7	552	1.6	2,352
Total liabilities	10,705	26.1	7,871	23.0	89,879
MINORITY INTERESTS					
	-	-	24	0.1	-
SHAREHOLDERS' EQUITY					
Common stock	-	-	4,480	13.1	-
Capital surplus	-	-	6,054	17.7	-
Retained earnings	-	-	16,435	48.1	-
Unrealized gain on securities	-	-	6	0.0	-
Foreign currency translation adjustments	-	-	(22)	(0.1)	-
Less: Treasury stock	-	-	(644)	(1.9)	-
Total shareholders' equity	-	-	26,309	76.9	-
Total liabilities, minority interests and shareholders' equity	-	-	34,205	100.0	-

	<u>2006</u>		<u>2005</u>		<u>2006</u>
	Millions of yen	%	Millions of yen	%	Thousands of U.S.dollars
<u>NET ASSETS</u>					
Common stock	4,480	10.9	-	-	37,619
Capital surplus	6,054	14.7	.-	.-	50,827
Retained earnings	20,229	49.2	-	-	169,834
Less: Treasury stock	(419)	(1.0)	-	-	-3,522
Shareholders' equity	<u>30,344</u>	<u>73.8</u>	<u>-</u>	<u>-</u>	<u>254,758</u>
Unrealized gain on securities	3	0.0	-	-	31
Foreign currency translation adjustments	(6)	(0.0)	-	-	(51)
Valuation and translation adjustments	(2)	(0.0)	-	-	(19)
<u>MINORITY INTERESTS</u>	<u>29</u>	<u>0.1</u>	<u>-</u>	<u>-</u>	<u>244</u>
<u>TOTAL NET ASSETS</u>	<u>30,371</u>	<u>73.9</u>	<u>-</u>	<u>-</u>	<u>254,984</u>
<u>TOTAL LIABILITIES AND NET ASSETS</u>	<u>41,076</u>	<u>100.0</u>	<u>-</u>	<u>-</u>	<u>344,863</u>

CONSOLIDATED STATEMENTS OF INCOME (SUMMARY)

For the nine months ended December 31, 2006 and 2005

	2006		2005		2006
	Millions of yen	%	Millions of yen	%	Thousands of U.S.dollars
Sales	70,104	100.0	43,655	100.0	588,573
Cost of sales	60,742	86.7	37,692	86.3	509,973
Gross profit	9,361	13.3	5,963	13.7	78,599
Selling, general and administrative expenses	2,481	3.5	2,155	5.0	20,831
Operating Income	6,880	9.8	3,807	8.7	57,767
Non-operating profits	36	0.0	45	0.1	308
Non-operating expenses	30	0.0	61	0.1	257
Ordinary income	6,886	9.8	3,792	8.7	57,818
Special gains	11	0.0	5	0.0	95
Special losses	186	0.2	90	0.2	1,569
Net income before tax and other adjustments	6,711	9.6	3,707	8.5	56,344
Income taxes	2,604	3.7	1,399	3.2	21,866
Minority interests in earnings of consolidated subsidiaries	3	0.0	2	0.0	30
Net income	4,102	5.9	2,304	5.3	34,446

U.S. dollar amounts represent translations using the approximate exchange rate on December 29, 2006 of 119.11yen=US\$1, and are included solely for the convenience of readers.