

Summary of Financial Results for the First Quarter of FY 2005 (Consolidated Basis)

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1. Notes associated with the preparation of the financial results

(1) Simple accounting procedures are used.

A simple procedure is used partially in the reserve accruing accounting.

Tax costs on the consolidated financial statement are calculated by using effective tax rates for the current fiscal year.

(2) There has been no change in accounting procedures from those applied in the latest consolidated accounting year; None

(3) There has been a change in the scope of consolidation and equity method affiliates.

One new consolidated company was included, while one company was excluded from consolidation.

2. Consolidated results for the first quarter of year ended March 31, 2006 (From April 1, 2005 till June 30, 2005)

(1) Consolidated operating results [Rounded off to millions of Yen]

	Net sales		Operating income		Ordinary income	
	Millions of Yen (%)		Millions of Yen (%)		Millions of Yen (%)	
First Quarter of FY2005	13,012	(22.8)	1,096	(35.8)	1,093	(35.8)
First Quarter of FY2004	10,593	(30.0)	807	(69.5)	804	(69.4)
FY 2004 (for reference)	46,937		3,513		3,463	

	Net income for the 1st Quarter		Net income per share for the 1st Quarter		Diluted net income per share	
	Millions of Yen (%)		Yen	sen	Yen	sen
First Quarter of FY2005	635	(33.5)	30	65	29	35
First Quarter of FY2004	475	(85.3)	23	56	23	24
FY 2004 (for reference)	1,956		95	37	86	45

Note: Figures in percentage in net sales and operating and ordinary incomes represent increase/decrease as compared with those of the corresponding quarter of the previous year.

[Background information on the consolidated operating results]

With respect to our precious metals recycling business area in the current first quarter, the amounts of precious metals collected from dental and electronic materials slightly exceeded the level of the previous year. In the area of jewelry processing and production, the collected amount slightly decreased from that of the previous year. Unit selling prices of gold, silver, platinum and indium exceeded the levels of the previous year, while the price of palladium was lower than that of the previous year.

With respect to the environmental protection business area, the photosensitized liquid wastes and silver contained in them both decreased from the levels of the first quarter of the previous year due to a wider diffusion of digital cameras, while the Company handled more wastes including waste oil from factories and research institutions.

The resulted total consolidated sales for this first quarter reached ¥13,012 million, with the operating income of ¥1,096 million, the ordinary income of ¥1,093 million and the net income of ¥635 million on a consolidate basis.

(Reference) Non-consolidated operating results for the first quarter (From April 1, 2005 till June 30, 2005)

	Net sales		Operating income		Ordinary income	
	Millions of Yen (%)		Millions of Yen (%)		Millions of Yen (%)	
First Quarter of FY2005	11,865	(22.3)	1,027	(46.9)	1,024	(45.4)
First Quarter of FY2004	9,697	(25.8)	699	(54.8)	704	(54.4)
FY 2004 (for reference)	43,292		3,047		3,014	

	Net income for the 1st Quarter	
	Millions of Yen (%)	
First Quarter of FY2005	591	(41.4)
First Quarter of FY2004	418	(64.7)
FY 2004 (for reference)	1,629	

Note: Figures in percentage in net sales and operating and ordinary incomes represent increase/decrease as compared with those of the comparative quarter of the previous year.

(2) Changes in consolidated financial position

	Total assets	Shareholder's equity	Equity ratio	Equity per share	
	Millions of Yen	Millions of Yen	%	Yen	Sen
First Quarter of FY2005	30,769	21,774	70.8	1,051	33
First Quarter of FY2004	28,449	19,601	68.9	970	58
FY 2004 (for reference)	31,157	20,816	66.8	1,029	24

3. Forecast for the consolidated operating results of the next fiscal year ending March 31, 2006

	Net sales	Ordinary income	Net income
	Millions of Yen	Millions of Yen	Millions of Yen
Interim	25,000	1,850	1,050
Full year	51,000	3,900	2,400

(Reference) Forecasted net income per share (full year): ¥111.53

(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.