



**Metal One Corporation and Subsidiaries
Financial Results for the Year Ended March 2008**

Fifth Term
(January 1, 2007 to March 31, 2008)

May 8, 2008

3-23-1 Shiba, Minato-ku, Tokyo

Metal One Corporation

Consolidated Balance Sheet

(In ¥ million)

Assets				Liabilities and Net Assets			
Item	Previous fiscal year (December 31, 2006)	Current fiscal year (March 31, 2008)	Change (amount)	Item	Previous fiscal year (December 31, 2006)	Current fiscal year (March 31, 2008)	Change (amount)
Current assets	939,630	952,841	13,211	Current liabilities	796,646	816,063	19,417
Cash and deposits	37,267	35,376	-1,891	Notes and accounts payable	447,157	466,498	19,341
Notes and accounts receivable	731,543	731,694	151	Short-term loans	303,707	311,510	7,803
Inventories	152,860	164,212	11,352	Other accounts payable	10,549	12,361	1,812
Advance payments	2,750	5,812	3,062	Accrued expenses	3,854	3,085	-769
Short-term loans	1,039	737	-302	Income taxes payable	14,531	7,377	-7,154
Other accounts receivable	9,951	10,765	814	Advances receipts	2,473	3,248	775
Short-term deferred tax assets	5,087	5,611	524	Reserve for bonuses	977	2,702	1,725
Other current assets	6,079	4,152	-1,927	Other	13,398	9,282	-4,116
Allowance for doubtful receivables	-6,946	-5,518	1,428				
Fixed assets	288,792	290,080	1,288	Long-term liabilities	113,581	106,178	-7,403
Tangible assets	94,722	106,306	11,584	Long-term loans	67,328	72,732	5,404
Intangible assets	9,621	12,032	2,411	Long-term deferred tax liabilities	41,369	28,577	-12,792
Goodwill	235	2,785	2,550	Reserve for retirement allowance	2,160	2,223	63
Other intangible fixed assets	9,386	9,247	-139	Other	2,724	2,646	-78
Investments and other assets	184,449	171,742	-12,707				
Investments	176,700	163,169	-13,531	Total liabilities	910,227	922,241	12,014
Long-term loans	689	1,449	760	Shareholders' equity	233,594	250,280	16,686
Long-term receivables	1,029	411	-618	Common stock	100,000	100,000	0
Long-term deferred income taxes	1,375	1,567	192	Capital surplus	50,000	50,000	0
Other	6,140	6,848	708	Retained earnings	83,594	100,280	16,686
Allowance for doubtful receivables	-1,484	-1,702	-218	Valuation and translation adjustments	56,578	37,906	-18,672
				Net unrealized gains on securities	51,832	32,733	-19,099
				Foreign currency translation adjustments	4,746	5,173	427
				Minority interests	28,023	32,494	4,471
Total assets	1,228,422	1,242,921	14,499	Total net assets	318,195	320,680	2,485
				Total liabilities and net assets	1,228,422	1,242,921	14,499

Statement of Consolidated Income

(In ¥ million)

Item	Previous fiscal year January 1, 2006 to December 31, 2006	Current fiscal year January 1, 2007 to March 31, 2008	Year-on-year	
			Change (amount)	Change (percentage)
Sales	2,746,667	3,552,704	806,037	29.3%
Cost of sales	2,600,473	3,382,180	781,707	30.1%
Gross profit	146,194	170,524	24,330	16.6%
(Gross profit ratio)	(5.3%)	(4.8%)		
Selling, general and administrative expenses	84,194	105,602	21,408	25.4%
Operating income	62,000	64,922	2,922	4.7%
Non-operating income	11,262	13,597	2,335	20.7%
(Interest income)	(835)	(1,252)	417	49.9%
(Dividends income)	(2,067)	(3,501)	1,434	69.4%
(Equity in earnings of affiliates)	(4,933)	(5,774)	841	17.0%
(Other non-operating income)	(3,427)	(3,070)	-357	-10.4%
Non-operating expenses	9,588	12,411	2,823	29.4%
(Interest expense)	(5,569)	(7,528)	1,959	35.2%
(Other non-operating expenses)	(4,019)	(4,883)	864	21.5%
Ordinary income	63,674	66,108	2,434	3.8%
Extraordinary gain	7,242	5,301	-1,941	-26.8%
Extraordinary loss	2,398	1,503	-895	-37.3%
Income before income taxes	68,518	69,906	1,388	2.0%
Income taxes:				
Current	24,261	27,663	3,402	14.0%
Deferred	357	-1,070	-1,427	-399.7%
Minority interests	4,032	4,216	184	4.6%
Net income	39,868	39,097	-771	-1.9%

Balance Sheet

(In ¥ million)

Assets				Liabilities and Shareholders' Equity			
Item	Previous fiscal year (December 31, 2006)	Current fiscal year (March 31, 2008)	Change (amount)	Item	Previous fiscal year (December 31, 2006)	Current fiscal year (March 31, 2008)	Change (amount)
Current assets	478,236	524,024	45,788	Current liabilities	392,450	449,376	56,926
Cash and deposits	5,739	4,472	-1,267	Notes payable	30,090	20,020	-10,070
Notes receivable	60,702	32,124	-28,578	Accounts payable	218,373	213,210	-5,163
Accounts receivable	382,390	348,784	-33,606	Short-term loans	124,368	194,698	70,330
Inventories	20,039	26,413	6,374	Other accounts payable	7,167	6,192	-975
Other accounts receivable	2,738	6,702	3,964	Income taxes payable	5,944	1,475	-4,469
Short-term loans	4,651	99,318	94,667	Advance receipts	172	748	576
Deferred tax assets	887	1,228	341	Reserve for bonuses		983	983
Other	7,819	10,795	2,976	Other current liabilities	6,334	12,046	5,712
Allowance for doubtful receivables	-6,733	-5,814	919				
Fixed assets	222,624	211,934	-10,690	Fixed liabilities	87,268	80,316	-6,952
Tangible assets	3,047	3,661	614	Long-term loans payable	55,139	61,507	6,368
Intangible assets	5,595	5,703	108	Deferred tax liabilities	32,129	18,809	-13,320
Investments and other assets	213,981	202,569	-11,412	Total liabilities	479,719	529,692	49,973
Investment securities	130,314	111,463	-18,851	Shareholders' equity	172,008	175,497	3,489
Equity in affiliated companies	69,033	74,874	5,841	Common stock	100,000	100,000	0
Investments in affiliated companies	10,377	12,740	2,363	Capital surplus	50,000	50,000	0
Long-term loans	1,687	1,002	-685	Retained earnings	22,008	25,497	3,489
Long-term receivables	6,320	5,271	-1,049				
Other	2,235	2,824	589	Valuation and translation adjustments			
Allowance for doubtful receivables	-5,987	-5,608	379	Net unrealized gains on securities	49,132	30,768	-18,364
Total assets	700,860	735,958	35,098	Total net assets	221,141	206,266	-14,875
				Total liabilities and net assets	700,860	735,958	35,098

Statement of Income

(In ¥ million)

Item	Previous fiscal year January 1, 2006 to December 31, 2006	Current fiscal year January 1, 2007 to March 31, 2008	Year-on-year	
			Change (amount)	Change (percentage)
Sales	1,577,902	2,106,263	528,361	33.5%
Cost of sales	1,531,736	2,053,525	521,789	34.1%
Gross profit	46,166	52,738	6,572	14.2%
(Gross profit ratio)	(2.9%)	(2.5%)		
Selling, general and administrative expenses	24,865	33,848	8,983	36.1%
Operating income	21,301	18,889	-2,412	-11.3%
Non-operating income	10,504	18,955	8,451	80.5%
(Interest income)	(462)	(1,139)	677	146.5%
(Dividends income)	(9,764)	(17,526)	7,762	79.5%
(Other non-operating income)	(278)	(289)	11	4.0%
Non-operating expenses	3,439	5,972	2,533	73.7%
(Interest expense)	(825)	(2,246)	1,421	172.2%
(Other non-operating expenses)	(2,614)	(3,726)	1,112	42.5%
Ordinary income	28,366	31,872	3,506	12.4%
Extraordinary gain	3,980	3,654	-326	-8.2%
Extraordinary loss	848	1,355	507	59.8%
Income before income taxes	31,497	34,171	2,674	8.5%
Income taxes:				
Current	8,150	9,661	1,511	18.5%
Deferred	2,125	-978	-3,103	-146.0%
Net income	21,221	25,489	4,268	20.1%