

Summary of Consolidated Financial and Operating Results for the First Nine Months (3Q) of the Fiscal Year Ending March 2008

Name of Company: SHIROKI CORPORATION
 Stock Code: 7243
 Stock Exchange Listing: Tokyo Stock Exchange, First Section, Nagoya Stock Exchange, First Section
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1. Summary of financial and operating results for 3Q of the fiscal year ending March 2008 (April 1, 2007 – December 31, 2007)

(1) Results of operations (Consolidated)

	Net sales		Operating income		Ordinary income		Net income (for the period)	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY08 3Q	107,311	10.1	3,619	120.2	3,259	90.4	2,358	177.8
FY07 3Q	97,446	10.0	1,643	339.9	1,711	51.0	849	181.0
FY07 (For reference)	133,509	—	3,182	—	3,189	—	1,612	—

Note: The percentages for net sales, operating income, ordinary income and net income represent changes from the same period of the previous fiscal year.

	Net income per share (basic)	Net income per share (diluted)
	Yen	Yen
FY08 3Q	26.59	—
FY07 3Q	9.57	—
FY07 (For reference)	18.17	—

(2) Financial position (Consolidated)

	Total assets	Net assets	Shareholders' equity Ratio	Net assets per share
	Million yen	Million yen	%	Yen
FY08 3Q	84,664	28,308	33.3	317.92
FY07 3Q	85,251	25,289	29.6	284.35
FY07 (For reference)	85,773	26,416	30.7	296.96

2. Dividends

Ref. date	Dividends per common per share		
	End of 1 st half	End of FY	Annual
	Yen	Yen	Yen

FY07	—	4.00	4.00
FY08 (actual)	2.00	—	
FY08 (est.)	—	2.00	4.00

(For reference)

3. Forecast (consolidated) for the fiscal year ending March 2008 (April 1, 2007 — March 31, 2008)

	Net sales		Operating income		Ordinary income		Net income		EPS(est.)
	Million yen	(%)	Million yen	(%)	Million yen	(%)	Million yen	(%)	Yen
Fiscal year	144,000	7.9	4,700	47.7	3,500	9.8	2,300	42.7	25.93

Note: The percentages for net sales, operating income, ordinary income and net income represent changes from the same period of the previous fiscal year.

4. Others

- (1) Changes in significant subsidiaries during the period (Changes in specific subsidiaries accompanied by changes in the scope of consolidation): None
- (2) Use of simplified accounting methods: Yes
- (3) Change in accounting method from prior fiscal year: Yes

Note: For details, see the Section 4 under Results of Operations, Financial Statements. (Page 3)

Cautionary statement regarding forecasts of operating results and special notes

Forecasts regarding future performance in these materials are based on judgments made in accordance with information available at the time this report was prepared. Forecasts therefore embody risks and uncertainties. Actual results may differ significantly from these forecasts for a number of factors.

Qualitative Information and Financial Statements

1. Qualitative Information Regarding Consolidated Business Performance

In the period under review, consolidated basis net sales rose 10.1% year-on-year to 107,311 million yen, an increase of 9,864 million yen. Sales remained brisk in each of the geographic regions, with sales in Japan rising 5.7% or 4,330 million yen from a year earlier, sales in the US rising 9.8% or 1,979 million yen, and sales in Asia rising 95.2% or 3,435 million yen. In Japan, production volume increased thanks to brisk exports by the automakers that are Shiroki's customers. In the US, sales were helped by expanded production capacity at the Georgia plant as well as the benefits of higher production of doorframes for locally manufactured Nissa Altima cars. In Asia, increased output of doorframes, moldings, and window regulators for Toyota Camrys produced in China made a substantial contribution to sales.

On the profit front, operating income rose 120.2% or 1,976 million yen thanks to increased profits at overseas subsidiaries resulting from the effect of higher sales and growth in high value added products. Ordinary income grew a slower 90.4% or 1,547 million yen from a year earlier after a 195 million yen charge for foreign exchange losses arising from fluctuating currency rates.

2. Qualitative Information Regarding Consolidated Financial Position

Total assets amounted to 84,666 million yen as of December 31, 2007, down 586 million yen from a year earlier. This is mainly attributable to a 1,683 million yen reduction associated with sales of tangible fixed assets, a 478 million yen decline in cash and deposits, and a 2,324 million yen increase in notes receivable and accounts receivable.

Liabilities increased 24 million yen from a year earlier to 59,380 million yen. This was mainly due to a 547 million yen increase in notes and accounts payable and a 988 million yen decline in long-term and short-term borrowing.

Net assets increased 274 million yen from a year earlier to 26,691 million yen. The main factor behind the increase in net assets was the 548 million increase in retained earnings after the 903 million yen in net income recorded for the period under review and the 355 million yen in dividends paid. As a result, the shareholders' equity ratio was 30.9%

3. Qualitative Information Regarding Forecasts for Consolidated Business Performance

The forecast for consolidated business performance is as indicated in the notice dated February 5, 2008 concerning the revision of the forecast for our business performance for the year ending March 2008.

4. Other matters

(1) Changes at important subsidiaries during the period (changes at specified subsidiaries accompanying changes in the scope of consolidation)

NA

(2) Usage of simplified accounting treatments

The company uses simplified methods with respect to inventory and the standards for recording corporate income taxes.

(3) Changes in accounting treatment from the most recent fiscal year

a. Description of changes in accounting policies

Based on the revision of the corporate tax code ((Act to Partially Amend the Income Tax Act, Act No. 6 of March 30, 2007) and (Order to Partially Amend the Enforcement Order for the Income Tax Act, Order No. 83 of March 30, 2007), the depreciation method has been changed to the method specified in the revised corporate tax code for those items acquired after April 1, 2007.

As a result, gross profit on sales is 129 million yen lower, operating income is 131 million yen lower, ordinary income is 131 million yen, and net income before taxes and other adjustments is 131 million yen lower than the figures would have been under the same accounting method as used in the prior quarter.

b. Additional information

Items acquired before March 31, 2007 will be depreciated over five years using the straight-line method from the year following the year in which the allowable depreciation limit was reached.

As a result, gross profit on sales is 475 million yen lower, operating income is 488 million yen lower, ordinary income is 488 million yen, and net income before taxes and other adjustments is 488 million yen lower than the figures would have been under the same accounting method as used in the prior quarter.

5. Quarterly consolidated financial Statements (selected data)

(1) Quarterly consolidated balance sheets (selected data)

Yen in millions, rounded down, %

Account	FY07 3Q (As of Dec. 31, 2006)	FY08 3Q (As of Dec. 31, 2007)	Change		For reference FY2007 (As of March 31, 2007)
	Amount	Amount	Amount	Pct. YoY change	Amount
Assets					
I. Current assets					
1 Cash and deposits	7,007	6,529	(478)		6,428
2 Notes and accounts receivable-trade	23,976	26,300	2,324		24,670
3 Inventories	3,691	3,918	227		3,560
4 Pre-paid expenses	156	153	(2)		159
5 Deferred tax assets	708	665	(43)		678
6 Accounts receivable-other	1,475	1,644	169		1,717
7 Others	1,417	856	(560)		961
8 Allowance for doubtful accounts	(1)	(2)	(0)		(7)
Total current assets	38,431	40,067	1,635	4.3	38,168
II. Non-current assets					
1 Property, plant and equipment					
(1) Buildings and structures	6,975	7,839	863		6,959
(2) Machinery and trans. equipment	19,053	19,260	207		19,710
(3) Tools, furniture and fixtures	5,136	4,869	(266)		4,996
(4) Land	3,160	3,167	7		3,111
(5) Construction in progress	3,844	1,349	(2,494)		4,144
Total non-current assets	38,170	36,486	(1,683)	(4.4)	38,921
2 Intangible assets					
Others	945	722	(223)		888
Total intangible assets	945	722	(223)	(23.6)	888
3 Investments and other assets					
(1) Deferred tax assets-non-current	5,388	5,187	(201)		5,313
(2) Others	2,551	2,534	(17)		2,843
(3) Allowance for doubtful accounts	(237)	(333)	(95)		(362)
Total investments and other assets	7,702	7,388	(314)	(4.1)	7,795
Total non-current assets	46,819	44,597	(2,221)	(4.7)	47,604
Total Assets	85,251	84,664	(586)	(0.7)	85,773

Yen in millions, rounded down, %

Account	FY07 3Q (As of Dec. 31 2006)	FY08 3Q (As of Dec. 31, 2007)	Change		For reference FY2007 (As of March 31, 2007)
	Amount	Amount	Amount	Pct. YoY change	Pct.
Liabilities					
I. Current liabilities					
1 Notes and accounts payable-trade	21,709	22,081	371		22,289
2 Short-term borrowings	2,299	2,244	(54)		3,308
3 Current portion of long-term debt	5,078	78	(5,000)		78
4 Allowance for employees' bonuses	491	514	22		1,229
5 Allowance for directors' bonuses	45	49	3		61
6 Other current liabilities	7,827	6,396	(1,431)		6,897
Total current liabilities	37,450	31,362	(6,088)	(16.3)	33,863
II. Long-term liabilities					
1 Long-term debt	14,932	17,851	2,918		17,920
2 Allowance for employees' retirement benefits	6,252	5,993	(259)		6,278
3 Others	1,325	1,149	(175)		1,294
Total long-term liabilities	22,510	24,993	2,482	11.0	25,493
Total liabilities	59,961	56,356	(3,605)	(6.0)	59,356
Net assets					
I. Shareholders' equity					
1 Common stock	7,460	7,460	—		7,460
2 Capital surplus	9,699	9,699	—		9,699
3 Retained earnings	7,846	10,434	2,588		8,609
4 Treasury stock	(61)	(73)	(12)		(63)
Total shareholders' equity	24,944	27,520	2,576	10.3	25,704
II. Valuation and translation adjustments					
1 Net unrealized gain/loss on other securities	371	413	42		452
2 Foreign currency translation adjustments	(84)	263	347		189
Total Valuation and translation adjustments	287	676	389	135.5	642
III. Minority interests					
	57	111	53	92.4	69
Total net assets	25,289	28,308	3,018	11.9	26,416
Total liabilities and net assets	85,251	84,664	(586)	(0.7)	85,773

(2) Quarterly consolidated statements of income (selected data)

Yen in millions, rounded down, %

Account	FY07 3Q (April 1, 2006 – Dec. 31, 2006)	FY08 3Q (April 1, 2007 – Dec. 31, 2007)	Change		For reference FY2007 (April 1, 2006 – March 31, 2007)
	Amount	Amount	Amount	Pct. YoY change	Amount
I. Net sales	97,446	107,311	9,864	10.1	133,509
II. Cost of sales	87,432	95,287	7,854	9.0	119,090
Gross profit on sales	10,013	12,024	2,010	20.1	14,418
III. SG&A expenses	8,370	8,404	34	0.4	11,236
Operating income	1,643	3,619	1,976	120.2	3,182
IV. Non-operating income	563	326	(236)	(42.0)	739
1. Interest and dividend income	78	83	5		104
2. Royalties	60	58	(1)		73
3. Gain on sale of equipment	138	77	(61)		254
4. Foreign exchange gains	188	—	(188)		183
5. Others	98	107	9		123
V. Non-operating expenses	495	687	192	38.9	732
1. Interest expense	337	293	(43)		435
2. Foreign exchange loss	-	195	195		—
3. Equity in loss of n-cons subsidiaries	42	94	51		146
4. Others.	114	103	(11)		150
Ordinary income	1,711	3,259	1,547	90.4	3,189
VI. Extraordinary income	101	140	39	39.1	123
1. Gain on reversal of allowance for doubtful accounts	51	5	(45)		39
2. Others, net	50	135	85		84
VII. Extraordinary loss	290	307	16	5.7	732
1. Loss on sale of property and equipment	83	11	(72)		141
2. Loss on disposal of property and equipment	149	267	117		380
3. Impairment loss	—	—	—		183
4. Others	57	28	(28)		27
Income before income taxes	1,522	3,092	1,570	103.2	2,580
Income taxes (Income Tax, Inhabitant Taxes, Enterprise Tax)	698	559	(139)	(19.9)	924
Deferred income taxes and other adjustments	(24)	135	160	—	34
Minority interest in income/loss of consolidated subsidiaries	(0)	39	39	—	8
Net income for the period	849	2,358	1,509	177.8	1,612

(3) Segment information

Geographical segment information

Previous 3Q (FY07 3Q)

Yen in millions

	Japan	U. S. A.	Asia	Total	Eliminations or Corporate	Consolidated
Net sales	76,050	20,112	3,608	99,771	(2,324)	97,446
Operating expenses	74,541	20,412	3,473	98,427	(2,624)	95,802
Operating income (loss)	1,509	(300)	134	1,343	299	1,643

Note: Countries and regions are classified by geographical proximity

Principal areas and regions included in the Asia segment:

Thailand, China

Current 3Q (FY08 3Q)

Yen in millions

	Japan	U. S. A.	Asia	Total	Eliminations or Corporate	Consolidated
Net sales	80,380	22,091	7,043	109,515	(2,204)	107,311
Operating expenses	78,582	21,644	5,967	106,194	(2,502)	103,691
Operating income (loss)	1,798	446	1,075	3,321	298	3,619

Note: Countries and regions are classified by geographical proximity

Principal areas and regions included in the Asia segment:

Thailand, China

Previous fiscal year (FY2007)

Yen in millions

	Japan	U. S. A.	Asia	Total	Eliminations or Corporate	Consolidated
Net sales	103,894	27,067	5,604	136,566	(3,057)	133,509

	Japan	U. S. A.	Asia	Total	Eliminations or Corporate	Consolidated
Operating expenses	101,518	27,063	5,196	133,778	(3,451)	130,326
Operating income (loss)	2,376	3	408	2,788	394	3,182

Note: Countries and regions are classified by geographical proximity
Principal areas and regions included in the Asia segment:
Thailand, China

(4) Comparative statements of consolidated sales breakdown

Yen in millions

Account/Fiscal year	FY08 3Q (April 1, 2007 – Dec. 31, 2007)		FY07 3Q (April 1, 2006 – Dec. 31, 2006)		YoY Change (million yen)
	Amount	Ratio (%)	Amount	Ratio (%)	
Breakdown by product					
Seat recliners, seat adjusters	38,677	36.0	37,452	38.4	1,225
Wind regulators	31,933	29.8	28,681	29.4	3,252
Door sashes	18,363	17.1	16,360	16.8	2,002
Locks and hinges	5,862	5.5	5,975	6.1	(112)
Moldings	5,541	5.2	4,584	4.7	957
Others	6,931	6.4	4,391	4.6	2,539
Total	107,311	100.0	97,446	100.0	9,864
Breakdown by customer					
TOYOTA MOTOR CORP.	40,176	37.4	37,879	38.9	2,297
TOYOTA BOSHOKU CORP	20,930	19.5	18,827	19.3	2,102
DAIHATSU MOTOR CO., LTD.	3,984	3.7	4,573	4.7	(589)
Toyota Auto Body Co., Ltd.	2,670	2.5	3,098	3.2	(428)
Fuji Seat Co., Ltd.	1,253	1.2	1,395	1.4	(142)
Others	1,620	1.5	2,067	2.1	(447)
Toyota group total	70,635	65.8	67,842	69.6	2,793
SUZUKI MOTOR CORP.	7,804	7.3	7,716	7.9	87
NISSAN MOTOR CO., LTD.	6,956	6.5	5,134	5.3	1,822
NHK Spring Co., Ltd.	5,739	5.3	5,585	5.7	153
MITSUBISHI MOTORS CORP.	3,236	3.0	3,014	3.1	222
Nanba Press Works Co., Ltd.	1,429	1.3	1,009	1.0	419
TACHI-S CO., LTD	1,382	1.3	203	0.2	1,179
Others	10,127	9.5	6,940	7.2	3,186
Total	107,311	100.0	97,446	100.0	9,864

1. Foreign currency-denominated sales are converted into yen by using average exchange rates for each period.

2. Includes the following overseas subsidiaries of Toyota Motor Corp.: New United Motor Manufacturing, Inc.; Toyota Motor Manufacturing, Indiana, Inc.; Toyota Motor Manufacturing, Kentucky, Inc.; Toyota Motor Manufacturing Canada Inc.; Toyota Motor Thailand Co., Ltd.; Guangzhou Toyota Motor Co., Ltd. and Tianjin FAW Toyota Motor Co., Ltd.

3. Includes the following overseas subsidiaries of Toyota Boshoku Corporation: Total Interior Systems-America, LLC; TRIM MASTERS, INC.; ARST (Thailand) Co., Ltd.; Araco America Inc., Feng'ai (Guangzhou) Automotive Seat Parts Co., Ltd. and Tianjin Feng'ai Automotive Seat Parts Co., Ltd.

4. Includes NHK Spring Co., Ltd. overseas subsidiary General Seating of America

5. Includes the following overseas subsidiaries of Mitsubishi Motors Corp.: Mitsubishi Motors North America, Inc.; MMC Sittipol Co., Ltd.; and Mitsubishi Motors Thailand Company Limited.

6. Includes the following overseas subsidiaries of Nissan Motor Co., Ltd.: Dongfeng Nissan Motor Co., Ltd.; Siam Nissan Automobile Co., Ltd.; and Nissan North America, Inc.