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# USHIO INC.

**Fiscal Year 2006 1st Half Results**

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**October 30, 2006**

Lighting-Edge Technologies  
**USHIO**

# Consolidated Income Statements, FY2006 1st Half

(Billions of yen)

	Actual FY2005 1H	Actual FY2006 1H		Y/Y Changes	Actual FY2005	FY2006		Change from the prior period
		Projected (as of July.31,2006)				Projected as of July.31,2006	as of Oct. 30,2006	
<b>Net Sales</b>	59.0	68.5	71.8	21.7%	129.3	139.5	145.0	12.2%
<b>Operating Income</b>	8.7	10.0	10.5	20.4%	18.5	20.5	20.5	10.8%
<b>Ordinary Income</b>	11.4	11.8	13.0	14.0%	23.2	23.8	24.0	3.4%
<b>Net Income</b>	7.4	7.5	8.5	14.7%	14.9	15.1	15.2	2.0%
<b>Operating Margin Ratio</b>	14.7%	14.6%	14.6%		14.3%	14.7%	14.1%	
<b>Ordinary Margin Ratio</b>	19.4%	17.2%	18.2%		18.0%	17.1%	16.6%	
<b>Net Margin Ratio</b>	12.5%	10.9%	11.8%		11.5%	10.8%	10.5%	
<b>EPS</b>	¥53.60	¥54.29	¥61.65		¥107.81	¥109.30	¥110.40	
<b>ROE</b>	5.6%	4.9%	5.5%		10.7%	9.7%	9.6%	
<b>Exchange rate (average)</b>								
<b>U.S. Dollars</b>	¥110.36	¥115	¥115.33		¥113.93	¥115	¥115	
<b>EURO</b>	¥135.74	¥137	¥146.74		¥138.13	¥137	¥137	

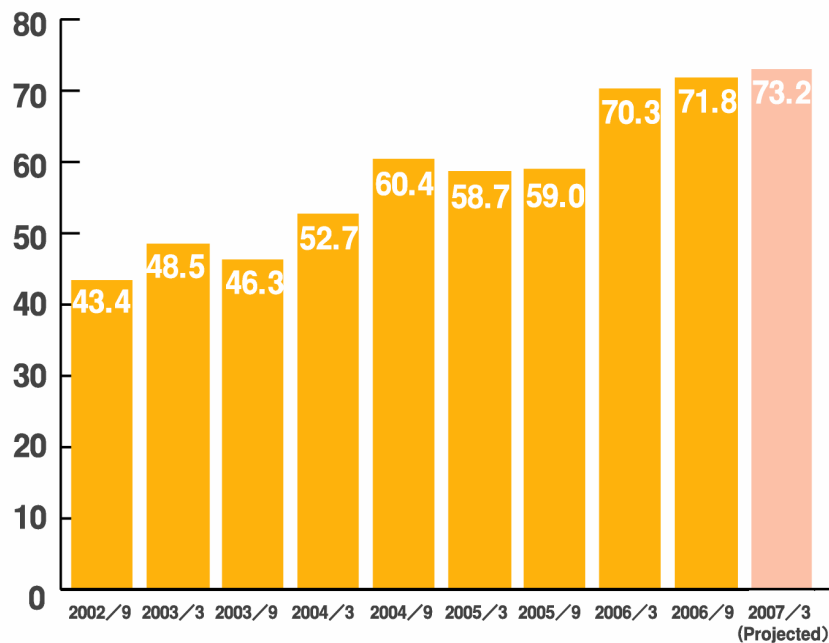
※All figures in these materials have been rounded to the nearest hundred million yen unless otherwise noted.

# Results of Operation

[6-Month Basis]

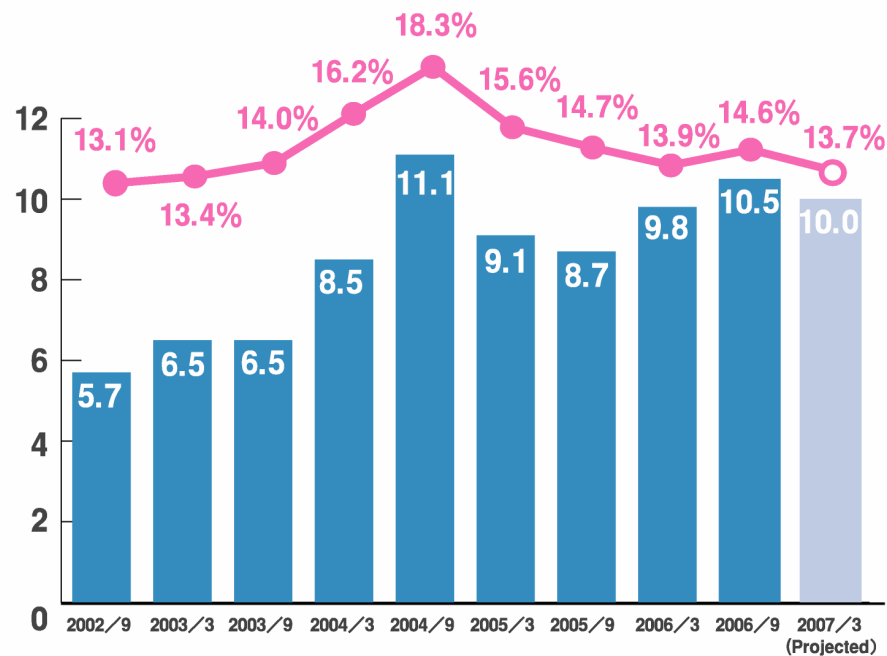
## Net Sales

(Billions of yen)



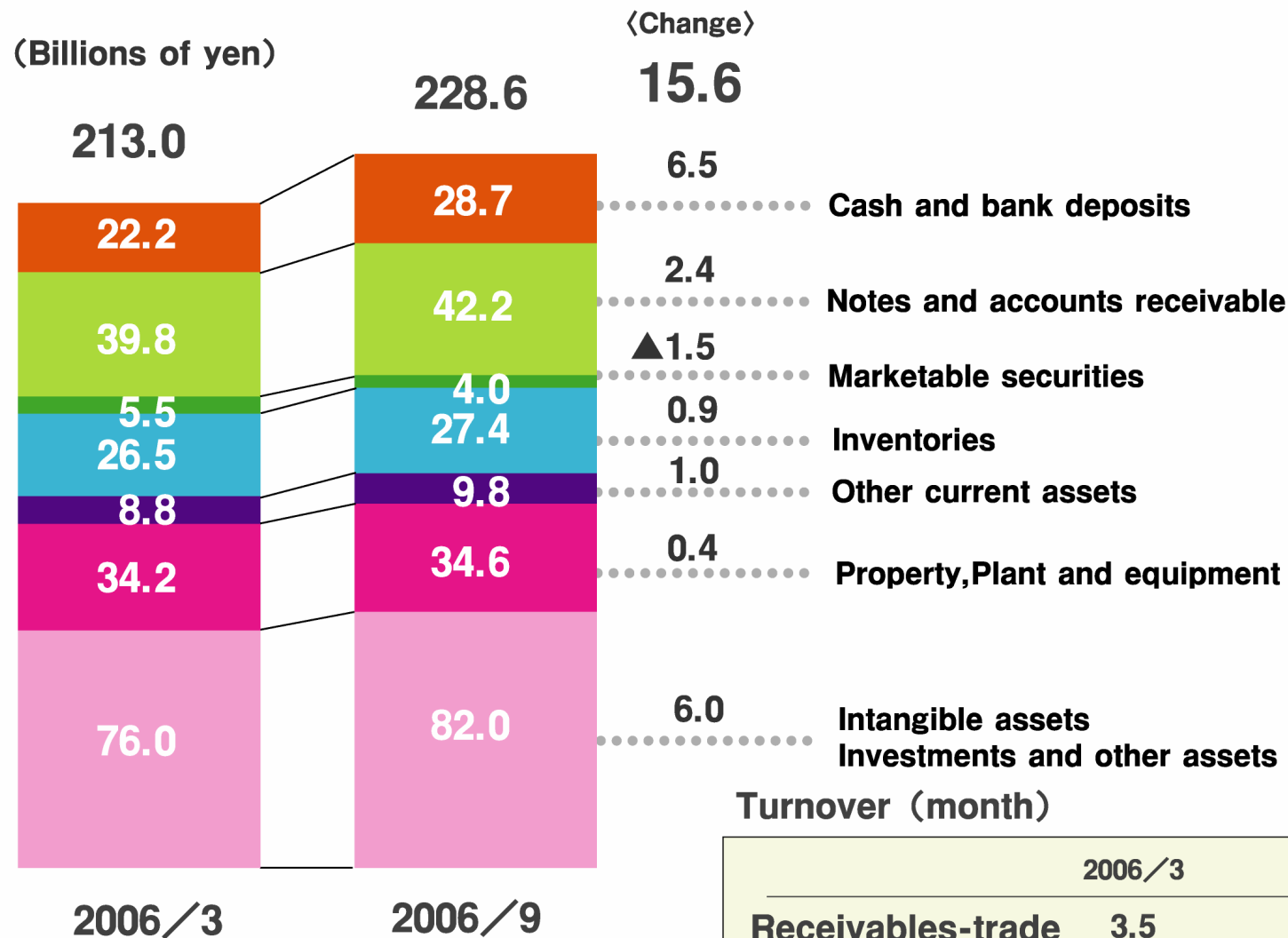
## Operating Income

(Billions of yen)

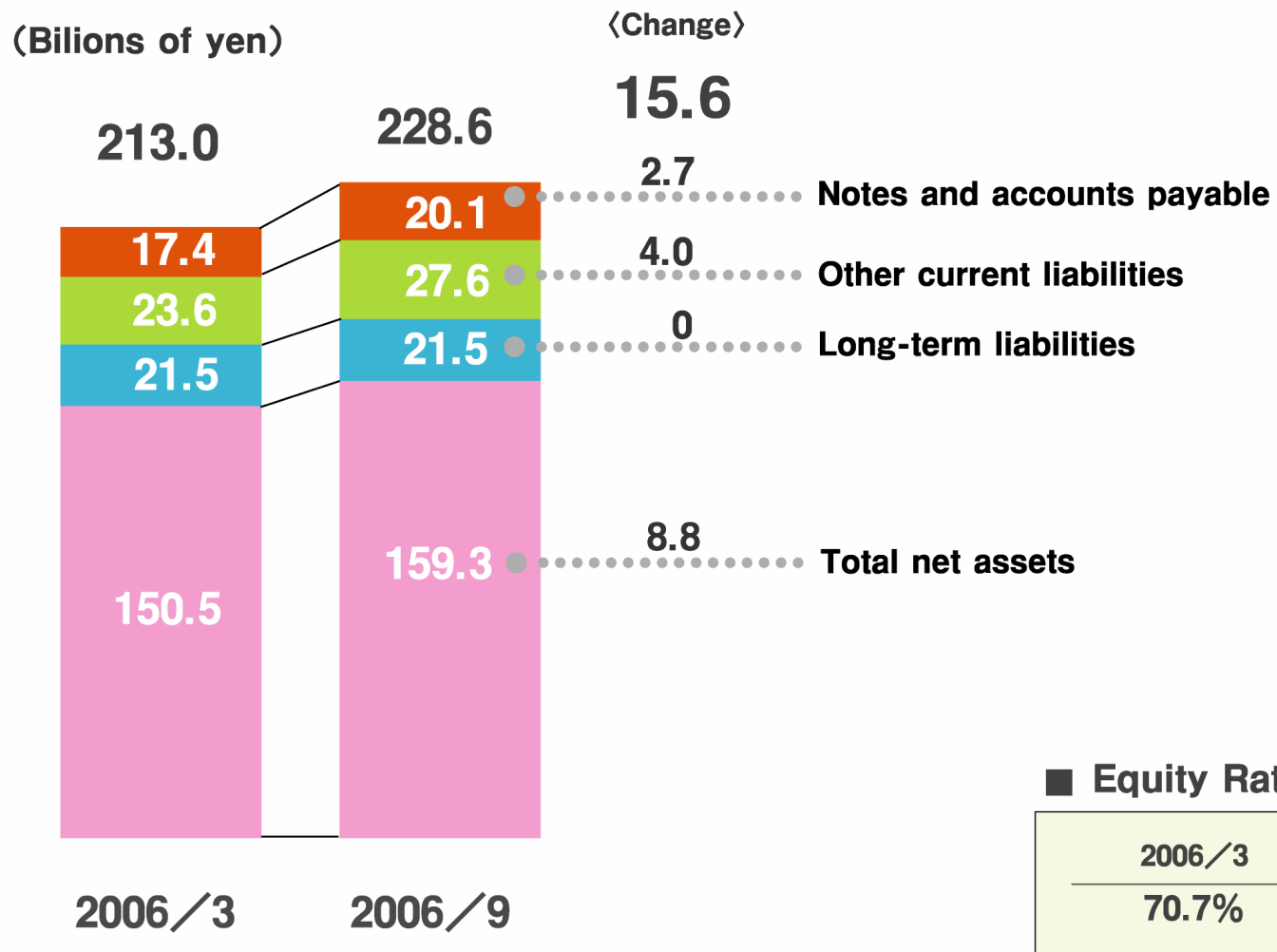


●—○ Operating Income Ratio

# Assets



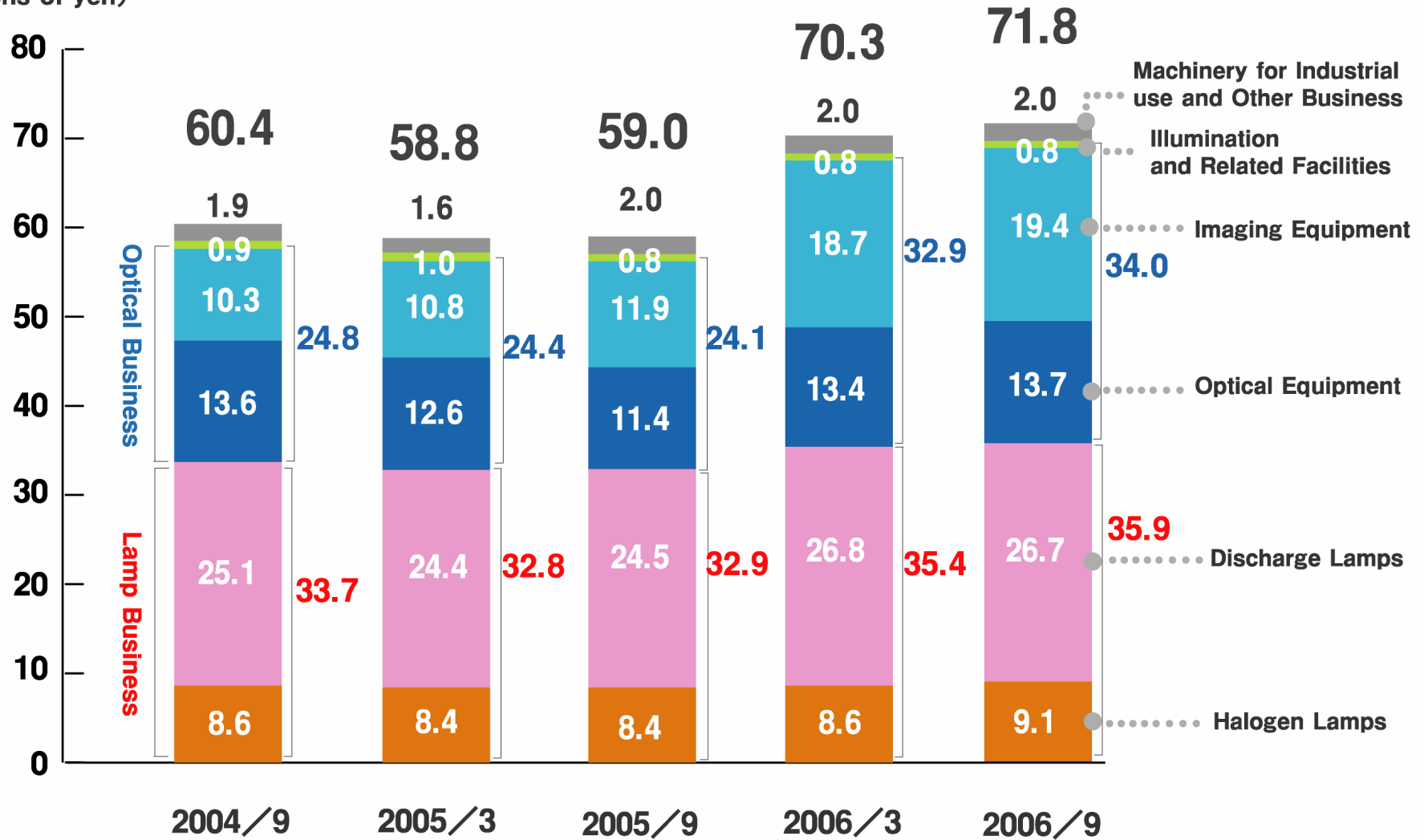
# Liabilities · Shareholders' equity



# Sales by Product Groups

[6-Month Basis]

(Billions of yen)

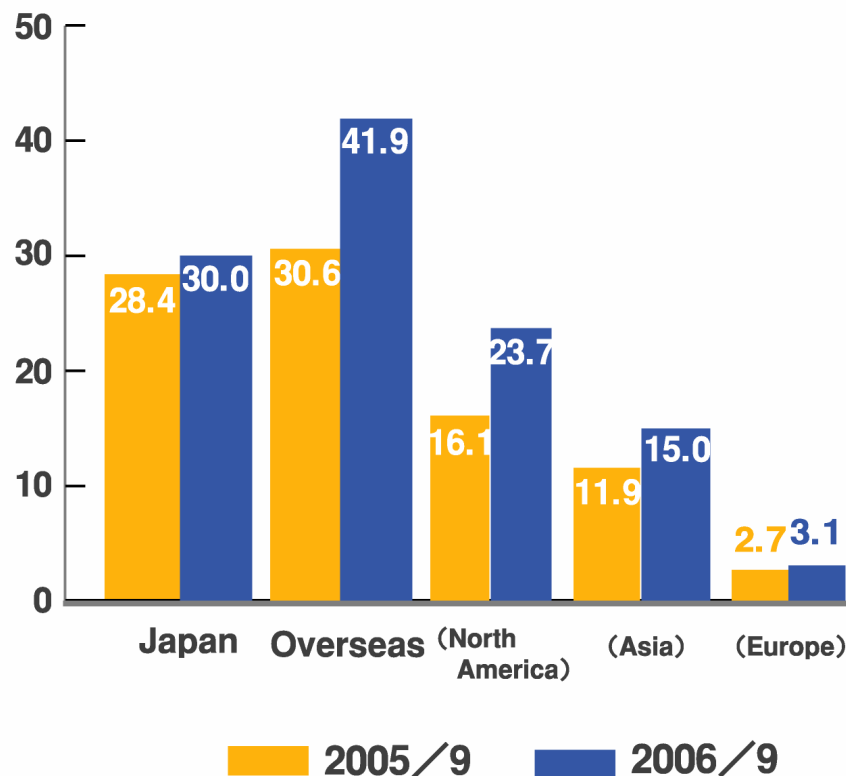


# Segment Information

[6-Month Basis]

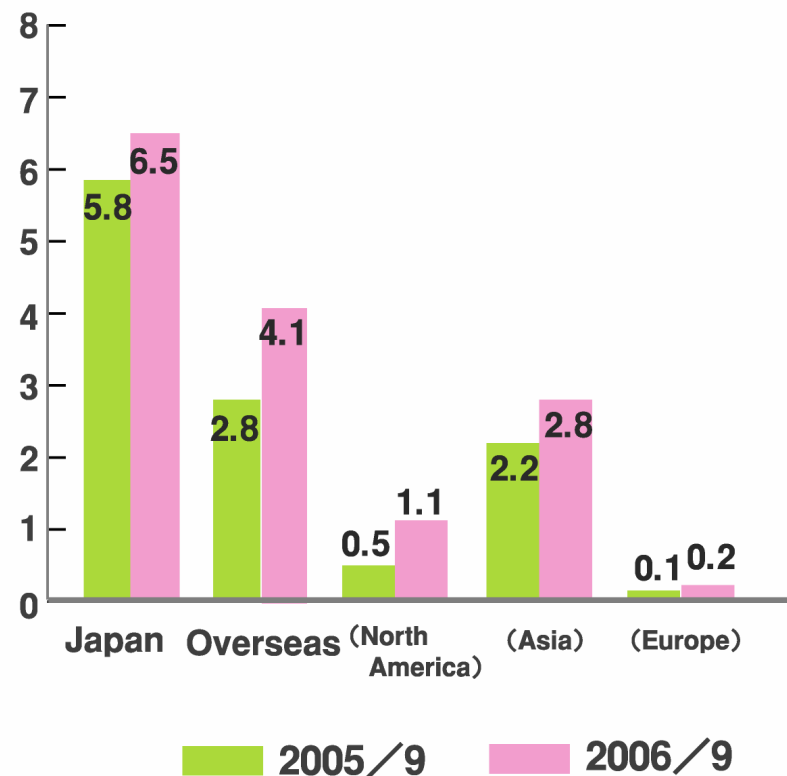
## Net Sales by Region

(Billions of yen)



## Operating Income by Region

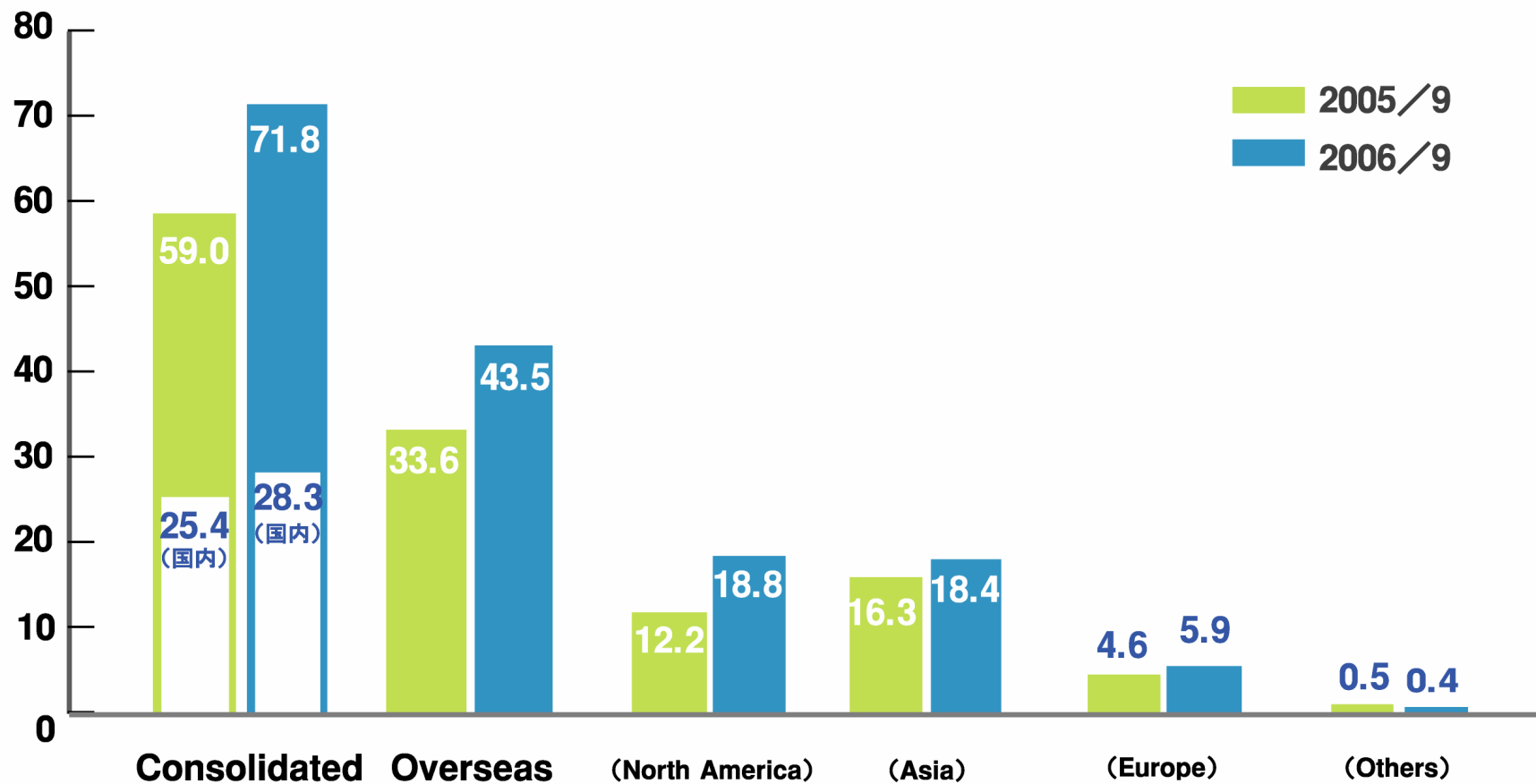
(Billions of yen)



# Overseas Net Sales

(Billions of yen)

[6-Month Basis]

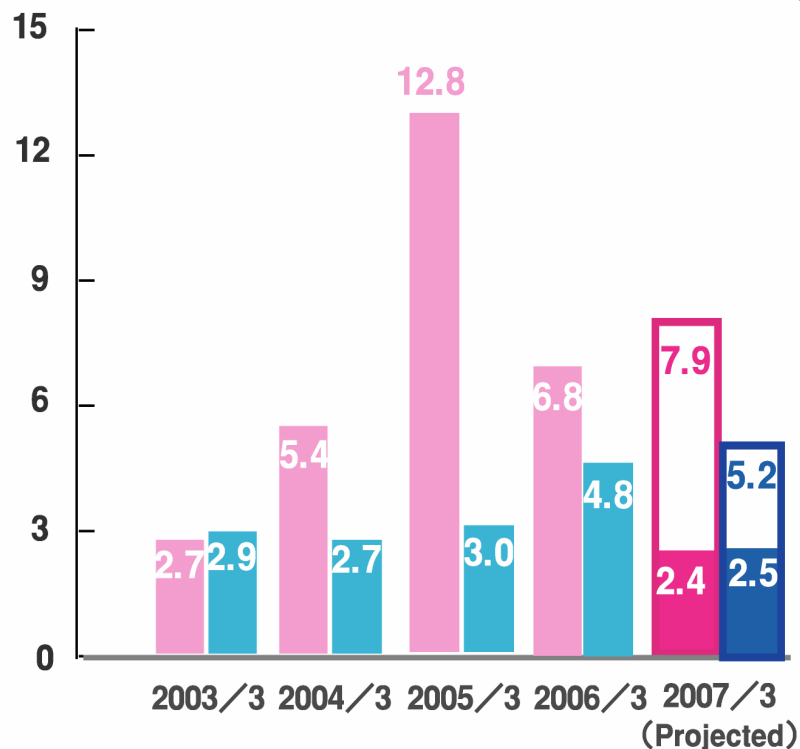




# Capital Expenditures, Depreciation and Amortization, R&D Expenses

## Capital Expenditures Depreciation and Amortization

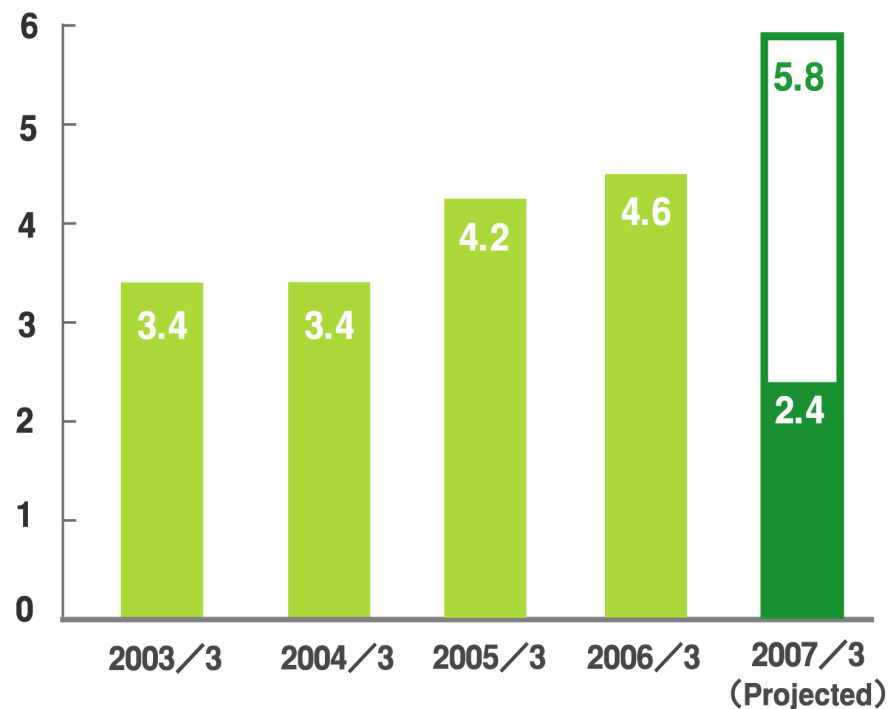
(Billions of yen)



Capital Expenditures  
 Depreciation and Amortization

## R&D Expenses

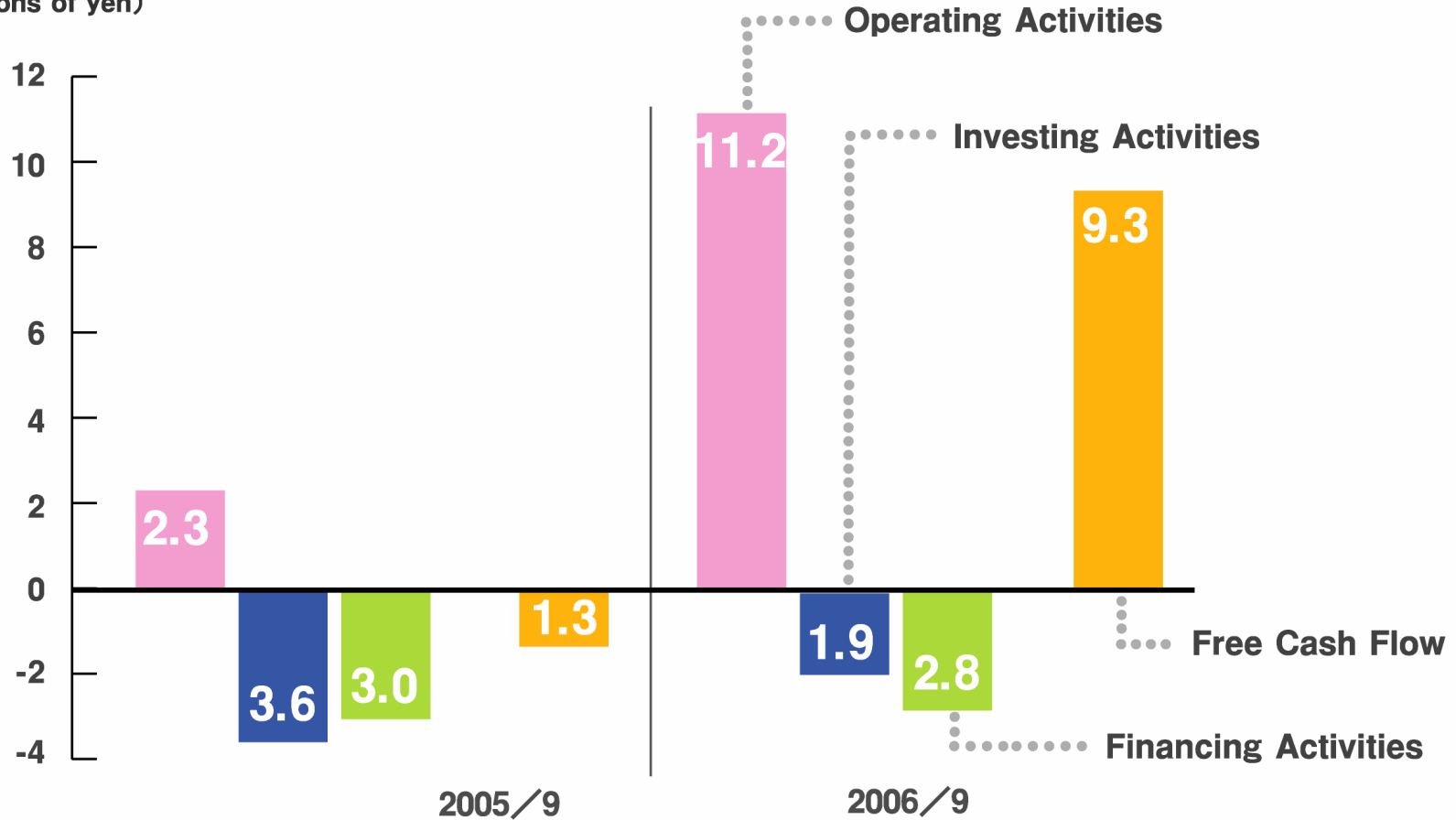
(Billions of yen)



# Cash Flows

[6-Month Basis]

(Billions of yen)



Cash and cash equivalents at beginning of the year	25.4	22.7
Cash and cash equivalents at end of the year	21.5	29.4

# Other Income and Expenses

[6-Month Basis]

(millions of yen)

	2005/9	2006/9	Change
<b>Other Income</b>	<b>3,116</b>	<b>3,027</b>	<b>▲88</b>
Interest Income	272	392	119
Dividend	239	344	104
Others	2,603	2,290	▲312
<b>Other Expenses</b>	<b>369</b>	<b>458</b>	<b>88</b>
Interest Expenses	201	245	43
Others	167	212	44
<b>Other Income and Expenses</b>	<b>2,747</b>	<b>2,569</b>	<b>▲178</b>



This report contains forward-looking statements which reflect management's views at the time of the announcement with respect to certain future events and financial performance. Actual results may differ materially from those projected or implied in any forward-looking statements. Further, certain forward-looking statements are based upon assumptions of future events which may not