

Flash Report for Fiscal 2007 1Q

Kikkoman Corporation



Consolidated Financial Results

August 11, 2006

Three-month period ended June 30, 2006

Listed company name: **Kikkoman Corporation**
Code No.: 2801
Shares listed: Tokyo (1st Section), Osaka (1st Section)
Head office: 250 Noda, Noda City, Chiba
Contact: Takaharu Nakamura, Corporate Officer
Public Relations and Investor Relations Department
[E-mail: ir@mail.kikkoman.co.jp](mailto:ir@mail.kikkoman.co.jp)

U.S. dollar amounts in this release are translated from yen, for convenience only, at the rate of ¥115.00 = U.S.\$1.00, the approximate rate of exchange on June 30, 2006.



<Index>

1. Notes Relating to the Preparation of Quarterly Financial Statements	2
1) Application of Simplified Method	
2) Changes in Accounting Treatment From Most Recent Fiscal Year	
3) Changes in Scope of Consolidation	
4) Changes in Fiscal Years	
2. Business Performance for the Three-month Period Ended June 30, 2006 (April 1, 2006 to June 30, 2006)	2
1) Business Performance	
2) Financial Position	
3) Cash Flows	
3. Forecasts of Business Performance for the Fiscal Year Ending March 31, 2007 (April 1, 2006 to March 31, 2007)	6
4. Summary of Consolidated Balance Sheets	7
5. Summary of Consolidated Statements of Income	10
6. Summary of Consolidated Statements of Cash Flows	11
7. Segment Information	13
1) Business Segments	
2) Geographical Segments	
8. Supplementary Schedules	15
1) Consolidated Results for FY2007 1Q and Effect of Exchange Rate Differences on Translation of Overseas Subsidiaries' Financial Statements	



1. Notes Relating to the Preparation of Quarterly Financial Statements

1) Application of Simplified Method: Yes

Tax expenses, including corporate tax, are recorded using the simplified method.

2) Changes in Accounting Treatment From Most Recent Fiscal Year: No

3) Changes in Scope of Consolidation

Newly consolidated companies: 4

Newly unconsolidated companies: 0

Companies newly accounted for by the equity method: 0

Companies no longer accounted for by the equity method: 3

4) Changes in Fiscal Years

The following five Asian and Oceanian consolidated subsidiaries changed their fiscal year-ends from December 31 to March 31.

Kikkoman (S) Pte. Ltd., Kikkoman Trading Asia Pte Ltd., Del Monte Asia Pte Ltd., Siam Del Monte Company Limited, and Kikkoman Australia Pty. Limited

**2. Business Performance for the Three-month Period Ended June 30, 2006
(April 1, 2006 to June 30, 2006)**

1) Business Performance

(Millions of yen)

	Net sales		Operating income		Recurring income	
	Amount	Y o Y (%)	Amount	Y o Y (%)	Amount	Y o Y (%)
Apr. 1,2006 -Jun.30, 2006	¥92,369	10.9	¥4,636	23.3	¥4,875	25.3
Apr. 1,2005 -Jun.30, 2005	¥83,255	1.7	¥3,760	(7.8)	¥3,890	(2.8)
Apr. 1,2005 -Mar.31, 2006	¥359,906	4.4	¥18,557	4.0	¥17,350	4.2

	Net income		Net income per share (yen)	Net income per share (Assuming full dilution) (yen)
	Amount	Y o Y (%)		
Apr. 1,2006 -Jun.30, 2006	¥3,044	30.0	¥15.73	¥15.72
Apr. 1,2005 -Jun.30, 2005	¥2,342	(8.9)	¥12.10	-
Apr. 1,2005 -Mar.31, 2006	¥10,125	6.7	¥51.80	¥51.79

Note) Amounts less than ¥1 million, except for per share amounts, have been omitted in the following tables.



**2. Business Performance for the Three-month Period Ended June 30, 2006
(April 1, 2006 to June 30, 2006) (continued)**

1) Business Performance (continued)

< Qualitative Information Concerning Consolidated Operating Results >

Consolidated net sales for the first quarter of fiscal 2007, the period from April 1, 2006 to June 30, 2006, rose 10.9% year on year to ¥92,369 million. In terms of earnings, operating income was ¥4,636 million, up 23.3% year on year; recurring income was ¥4,875 million, up 25.3% year on year; and net income was ¥3,044 million, up 30.0% year on year.

Results by business segment were as follows.

(Foods—Manufacturing and Sales)

In Japan, the Soy Sauce Derivative Products and Del Monte divisions delivered steady growth, while earnings declined in the Sake and Wine Division due to the transfer of our *shochu* business, and the Soy Sauce Division struggled. Also, Kibun Food Chemifa Co., Ltd. was newly included in the scope of consolidation from this fiscal year. As a result, both net sales and operating income significantly increased year on year.

In overseas business, strong growth was recorded in the U.S., principally in the home- and foodservice-use sectors, and strong growth continued in the Europe, Asia and Oceania markets.

As a result, segment net sales rose 15.4% to ¥50,859 million, while operating income was also up 25.0% to ¥3,896 million.

(Foods—Wholesale)

Sales continued to grow in this segment on the back of expansion in oriental food markets overseas.

The segment thus posted a year-on-year increase in net sales of 12.1% to ¥15,706 million. Operating income was also up, climbing 18.9% to ¥726 million.



**2. Business Performance for the Three-month Period Ended June 30, 2006
(April 1, 2006 to June 30, 2006) (continued)**

1) Business Performance (continued)

**< Qualitative Information Concerning Consolidated Operating Results >
(continued)**

(Coca-Cola)

This segment continued to face a difficult operating environment as competition for sales increasingly intensifies. Although sales of *Georgia* (canned coffee) struggled, *Aquarius* (a sports drink) performed strongly.

The segment posted net sales of ¥24,405 million, up 0.1% year on year. Furthermore, the segment recorded an operating loss of ¥168 million, smaller than previous year.

(Others)

As a result of Kibun Food Chemifa Co., Ltd. being newly included in the scope of consolidation from this fiscal year, net sales increased significantly 46.6% year on year to ¥1,624 million, while operating income fell 28.9% to ¥188 million.

2) Financial Position

(Millions of yen)

	Total assets	Net Assets	Shareholders' equity ratio	Net Assets per share (yen)
Jun.30, 2006	¥347,170	¥198,667	48.1%	¥1,026.41
Jun.30, 2005	¥301,049	¥150,409	50.0%	¥776.58
Mar.31, 2006	¥331,781	¥168,676	50.8%	¥870.82

Note) Effective from the first quarter of fiscal 2007, Kikkoman has applied the "Accounting standard for presentation of net assets on the balance sheet" (ASB Accounting Standard No.5).

If calculated by the method used hitherto, net assets for the first quarter of the year ending March 31, 2007 would be ¥166,876 million, and net assets per share would be ¥862.17.



**2. Business Performance for the Three-month Period Ended June 30, 2006
(April 1, 2006 to June 30, 2006) (continued)**

3) Cash Flows

(Millions of yen)

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Apr. 1, 2006 – Jun. 30, 2006	¥2,070	(¥7,372)	(¥1,823)	¥28,066
Apr. 1, 2005 – Jun. 30, 2005	¥2,745	(¥2,765)	¥4,675	¥25,156
Apr. 1, 2005 -Mar. 31, 2006	¥20,646	(¥17,270)	¥11,240	¥35,642

<Qualitative Information Concerning Changes in Consolidated Financial Position >

Current assets at June 30, 2006 were ¥464 million lower than March 31, 2006 to factors such as a decrease in cash and time deposits despite an increase in other current assets. Fixed assets increased ¥15,853 million from March 31, 2006 due mainly to an increase in property, plant and equipment accompanying the new consolidation of Kibun Food Chemifa Co., Ltd. As a result, total assets at June 30, 2006 stood at ¥347,170 million, ¥15,389 million higher than at March 31, 2006.

Total liabilities increased ¥8,729 million from March 31, 2006 to ¥148,503 million at June 30, 2006, mainly due to increases in short-term bank loans and long-term debt accompanying the new consolidation of Kibun Food Chemifa Co., Ltd.

Shareholders' equity, which includes minority interests due to a change in presentation, at June 30, 2006 amounted to ¥198,667 million.

Cash and cash equivalents at June 30, 2006 were ¥28,066 million, a decrease of ¥7,129 million compared with the end of the previous fiscal year. This reflected increases and decreases arising from the change of fiscal year-ends of certain consolidated subsidiaries and an increase accompanying the new consolidation.

Cash flows for each activity and reasons are as follows:



**2. Business Performance for the Three-month Period Ended June 30, 2006
(April 1, 2006 to June 30, 2006) (continued)**

3) Cash Flows (continued)

<Qualitative Information Concerning Changes in Consolidated Financial Position > (continued)

(Cash Flows From Operating Activities)

Operating activities provided net cash of ¥2,070 million. The main components of this were income before income taxes and minority interests and depreciation and amortization.

(Cash Flows From Investing Activities)

Investing activities used net cash of ¥7,372 million, mainly for the acquisition of property, plant and equipment, the acquisition of investments in securities and the acquisition of subsidiaries' shares, offset by proceeds from sales of property, plant and equipment.

(Cash Flows From Financing Activities)

Financing activities used net cash of ¥1,823 million, mainly due to outflows from cash dividends paid outweighing inflows from short-term bank loans.

**3. Forecasts of Business Performance for the Fiscal Year Ending March 31, 2007
(April 1, 2006 to March 31, 2007)**

There has been no change to forecasts, as operating results largely tracked the revised forecasts issued on June 23, 2006.

Forecasts are based on information available to management at the time of announcement. Due to a number of inherent uncertainties in forecasts, actual results may differ materially from forecasts.



4. Summary of Consolidated Balance Sheets

	June 30, 2006	March 31, 2006	June 30, 2006
	<i>(Millions of yen)</i>		<i>(Thousands of U.S. dollars)</i>
Assets			
Current assets:			
Cash and time deposits	¥ 25,944	¥ 36,487	\$ 225,600
Trade notes and accounts receivable	47,063	44,652	409,243
Allowance for doubtful receivables	(806)	(786)	(7,009)
	<u>46,256</u>	<u>43,865</u>	<u>402,226</u>
Inventories	28,915	27,142	251,435
Deferred tax assets	4,231	4,314	36,791
Other current assets	13,331	7,333	115,922
Total current assets	<u>118,679</u>	<u>119,143</u>	<u>1,031,991</u>
Property, plant and equipment, at cost:			
Land	31,823	29,273	276,722
Buildings and structures	102,623	96,092	892,374
Machinery, equipment and vehicles	156,072	144,552	1,357,148
Other	55,973	54,395	486,722
Construction in progress	2,688	2,669	23,374
	<u>349,181</u>	<u>326,983</u>	<u>3,038,965</u>
Accumulated depreciation	(218,531)	(212,921)	(1,900,270)
Property, plant and equipment, net	<u>130,649</u>	<u>114,062</u>	<u>1,136,078</u>
Investments and other assets:			
Investments in securities	46,042	45,168	400,365
Investments in and advances to unconsolidated subsidiaries and affiliates	12,451	41,816	108,270
Goodwill	27,072	39	235,409
Other intangible assets	6,579	6,801	57,209
Deferred tax assets	3,596	3,238	31,270
Other assets	2,100	1,510	18,261
Total investments and other assets	<u>97,842</u>	<u>98,575</u>	<u>850,800</u>
Total assets	<u>¥ 347,170</u>	<u>¥ 331,781</u>	<u>\$ 3,018,870</u>



4. Summary of Consolidated Balance Sheets (continued)

	June 30, 2006	March 31, 2006	June 30, 2006
	<i>(Millions of yen)</i>		<i>(Thousands of U.S. dollars)</i>
Liabilities and shareholders' equity			
Current liabilities:			
Short-term bank loans	¥ 11,397	¥ 5,905	\$ 99,104
Current portion of long-term debt	3,332	2,920	28,974
Trade notes and accounts payable	15,493	13,391	134,722
Other accounts payable	13,661	15,478	118,791
Accrued expenses	1,370	2,016	11,913
Accrued income taxes	1,983	2,040	17,243
Other current liabilities	6,578	4,995	57,200
Total current liabilities	<u>53,817</u>	<u>46,748</u>	<u>467,974</u>
Long-term liabilities:			
Long-term debt	57,275	55,005	498,043
Accrued employees' pension and severance costs	18,794	18,616	163,426
Accrued officers' severance benefits	1,665	1,784	14,478
Deferred tax liabilities	8,399	9,319	73,035
Other long-term liabilities	8,550	8,299	74,348
Total long-term liabilities	<u>94,685</u>	<u>93,025</u>	<u>823,348</u>
Net Assets:			
Shareholders' equity			
Common stock:			
Authorized: 300,000,000 shares			
Issued: 197,202,300 shares	11,599	–	100,861
Additional paid-in capital	5,775	–	50,217
Retained earnings	137,206	–	1,193,096
Treasury stock, at cost:			
June 30, 2006 – 3,647,378 shares	(2,717)	–	(23,626)
Total Shareholders' equity	<u>151,864</u>	<u>–</u>	<u>1,320,557</u>
Difference of appreciation and conversion			
Unrealized holding gain on securities	17,773	–	154,548
Deferred hedge gain / loss	140	–	1,217
Translation adjustments	(2,760)	–	(24,000)
Total difference of appreciation and conversion	<u>15,153</u>	<u>–</u>	<u>131,765</u>
Minority Interests	31,650	–	275,217
Total net assets	<u>198,667</u>	<u>–</u>	<u>1,727,539</u>
Liabilities and net assets total	<u>¥ 347,170</u>	<u>–</u>	<u>\$ 3,018,870</u>



Kikkoman Corporation Flash Report FY2007 1Q

4. Summary of Consolidated Balance Sheets (continued)

	June 30, 2006	March 31, 2006	June 30, 2006
	<i>(Millions of yen)</i>		<i>(Thousands of U.S. dollars)</i>
Minority Interests	–	23,331	–
Shareholders' equity:			
Common stock:			
Authorized: 300,000,000 shares			
Issued: 197,202,300 shares	–	11,599	–
Additional paid-in capital	–	5,775	–
Retained earnings	–	136,546	–
Unrealized holding gain on securities	–	19,497	–
Translation adjustments	–	(2,073)	–
	–	171,344	–
Treasury stock, at cost:			
March 31, 2006 – 3,612,457 shares	–	(2,668)	–
Shareholders' equity, net	–	168,676	–
Total liabilities and shareholders' equity	–	¥ 331,781	–



5. Summary of Consolidated Statements of Income

	Three-month period ended June 30		
	2006	2005	2005
	<i>(Millions of yen)</i>		<i>(Thousands of U.S. dollars)</i>
Net sales	¥ 92,369	¥ 83,255	\$ 803,209
Cost of sales	55,191	49,265	479,922
Gross profit	37,178	33,989	323,287
Selling, general and administrative expenses	32,541	30,229	282,965
Operating income	4,636	3,760	40,313
Other income (expenses):			
Interest and dividend income	439	406	3,817
Equity in earnings of unconsolidated subsidiaries and affiliates	104	115	904
Interest expense	(283)	(154)	(2,461)
Gain on sales of securities	–	344	–
Gain on sales of property, plant and equipment	703	79	6,113
Loss on sales of property, plant and equipment	(61)	–	–
Loss on impairment of fixed assets	–	(403)	–
Costs related to vending machines to accept the tender of new yen bills	–	(118)	–
Other, net	(21)	(237)	(183)
	880	30	7,652
Income before income taxes and minority interests	5,517	3,791	47,974
Income taxes	2,255	1,607	19,609
Income before minority interests	3,261	2,183	28,357
Minority interests	217	(159)	1,887
Net income	¥ 3,044	¥ 2,342	\$ 26,470



6. Summary of Consolidated Statements of Cash Flows

	Three-month period ended June 30		
	2006	2005	2006
	<i>(Millions of yen)</i>		<i>(Thousands of U.S. dollars)</i>
Cash flows from operating activities			
Income before income taxes and minority interests	¥ 5,517	¥ 3,791	\$ 47,974
Depreciation and amortization	3,777	3,290	32,843
Accrued employees' pension and severance costs	(341)	(4)	(2,965)
Accrued officers' severance benefits	(118)	(153)	(1,026)
Interest and dividend income	(439)	(406)	(3,817)
Interest expense	283	154	2,461
Equity in earnings of unconsolidated subsidiaries and affiliates	(104)	(115)	(904)
Gain on sales of property, plant and equipment	(703)	(79)	(6,113)
Gain on sales of securities	-	(344)	-
Loss on impairment of fixed assets	-	403	-
Loss on disposal of property, plant and equipment	157	89	1,365
Notes and accounts receivable	1,107	329	9,626
Inventories	65	884	565
Notes and accounts payable	(147)	(561)	(1,278)
Other	(4,277)	(2,084)	(37,191)
Subtotal	4,776	5,194	41,530
Interest and dividends received	656	511	5,704
Interest paid	(270)	(214)	(2,348)
Income taxes paid	(3,091)	(2,746)	(26,878)
Net cash provided by operating activities	2,070	2,745	18,000
Cash flows from investing activities			
Acquisition of property, plant and equipment	(4,048)	(4,277)	(35,200)
Proceeds from sales of property, plant and equipment	5,701	112	49,574
Acquisition of intangible assets	(94)	(216)	(817)
Acquisition of investments in securities	(3,381)	(123)	(29,400)
Proceeds from sales of investments in securities	51	355	443
Purchase of subsidiary's stock	(6,043)	-	(52,548)
Addition to loans receivable	(122)	(94)	(1,061)
Collection of loans receivable	267	329	2,322
Other	296	1,148	2,574
Net cash used in investing activities	(7,372)	(2,765)	(64,104)



6. Summary of Consolidated Statements of Cash Flows (continued)

	Three-month period ended June 30		
	2006	2005	2006
	<i>(Millions of yen)</i>		<i>(Thousands of U.S. dollars)</i>
Cash flows from financing activities			
Increase (decrease) in short-term bank loans	1,928	(13,290)	16,765
Proceeds from long-term debt	–	20,080	–
Repayment of long-term debt	(933)	(120)	(8,113)
Cash dividends paid	(2,761)	(1,954)	(24,009)
Purchases of treasury stock	(50)	(14)	(435)
Other	(6)	(25)	(52)
Net cash used in financing activities	(1,823)	4,675	(15,852)
Effect of exchange rate changes on cash and cash equivalents	(4)	159	(35)
Increase (decrease) in cash and cash equivalents	(7,129)	4,813	(61,991)
Cash and cash equivalents at beginning of year	35,642	18,815	309,930
Net increase in cash and cash equivalents due to change in subsidiaries' year-ends	(1,072)	1,526	(9,322)
Increase arising from inclusion of subsidiaries in consolidation	625	–	5,435
Cash and cash equivalents at end of year	¥ 28,066	¥ 25,156	\$ 244,052



7. Segment Information

The Company and its consolidated subsidiaries are primarily engaged in the processing and sales of products in Japan and overseas in four major segments: manufacturing and sales of foods, including soy sauce and other seasonings, sauces, Del Monte processed fruit and vegetables, and sake and wine; wholesale sales of oriental food products, including eastern foods; Coca-Cola, which includes Coca-Cola and other beverages; and other businesses which include pharmaceuticals, real estate rental and restaurants.

1) Business Segments

Three-month period ended June 30, 2006

	Foods – manufacturing and sales	Foods – wholesale	Coca-Cola	Others	Total	Eliminations and corporate	Consoli- dated
	<i>(Millions of yen)</i>						
I. Sales and operating income:							
Sales to third parties	¥ 50,697	¥ 15,641	¥ 24,405	¥ 1,624	¥92,369	¥ -	¥92,369
Intragroup sales and transfers	161	65	-	0	226	(226)	-
Total sales	50,859	15,706	24,405	1,624	92,596	(226)	92,369
Operating expenses	46,962	14,979	24,574	1,436	87,953	(220)	87,733
Operating income	¥ 3,896	¥ 726	(¥ 168)	¥ 188	¥ 4,642	(¥ 6)	¥ 4,636

Three-month period ended June 30, 2006

	Foods – manufacturing and sales	Foods – wholesale	Coca-Cola	Others	Total	Eliminations and corporate	Consoli- dated
	<i>(Thousands of U.S. dollars)</i>						
I. Sales and operating income:							
Sales to third parties	\$ 440,843	\$ 136,009	\$ 212,217	\$ 14,122	\$ 803,209	\$ -	\$ 803,209
Intragroup sales and transfers	1,400	565	-	0	1,965	(1,965)	-
Total sales	442,252	136,574	212,217	14,122	805,183	(1,965)	803,209
Operating expenses	408,365	130,252	213,687	12,487	764,809	(1,913)	762,896
Operating income	\$ 33,878	\$ 6,313	(\$ 1,461)	\$ 1,635	\$ 40,365	(\$ 52)	\$ 40,313

Three-month period ended June 30, 2005

	Foods – manufacturing and sales	Foods – wholesale	Coca-Cola	Others	Total	Eliminations and corporate	Consoli- dated
	<i>(Millions of yen)</i>						
I. Sales and operating income:							
Sales to third parties	¥ 43,925	¥ 13,848	¥ 24,373	¥ 1,107	¥83,255	¥ -	¥83,255
Intragroup sales and transfers	136	157	-	0	293	(293)	-
Total sales	44,061	14,005	24,373	1,107	83,549	(293)	83,255
Operating expenses	40,944	13,394	24,606	843	79,789	(294)	79,495
Operating income	¥ 3,116	¥ 611	(¥ 232)	¥ 264	¥ 3,759	¥ 0	¥ 3,760



7. Segment Information (continued)

2) Geographical Segments

Geographical segment information for the Company and its consolidated subsidiaries for the three-month period ended June 30, 2006 and year ended June 30, 2005 is summarized as follows:

	Three-month period ended June 30, 2006				Eliminations and corporate	Consolidated
	Japan	North America	Other	Total		
	<i>(Millions of yen)</i>					
Sales to third parties	¥66,274	¥21,718	¥4,376	¥92,369	¥ -	¥92,369
Interarea sales and transfers	2,880	328	106	3,315	(3,315)	-
Total sales	69,154	22,047	4,483	95,685	(3,315)	92,369
Operating expenses	67,095	19,854	4,029	90,980	(3,247)	87,733
Operating income	¥ 2,058	¥ 2,192	¥ 453	¥4,705	¥ (68)	¥ 4,636

	Three-month period ended June 30, 2006				Eliminations and corporate	Consolidated
	Japan	North America	Other	Total		
	<i>(Thousands of U.S. dollars)</i>					
Sales to third parties	\$576,296	\$188,852	\$38,052	\$803,209	\$ -	\$803,209
Interarea sales and transfers	25,043	2,852	922	28,826	(28,826)	-
Total sales	601,339	191,713	38,983	832,043	(28,826)	803,209
Operating expenses	583,435	172,643	35,035	791,130	(28,235)	762,896
Operating income	\$ 17,896	\$ 19,061	\$ 3,939	\$ 40,913	\$ (591)	\$ 40,313

	Three-month period ended June 30, 2005				Eliminations and corporate	Consolidated
	Japan	North America	Other	Total		
	<i>(Millions of yen)</i>					
Sales to third parties	¥62,584	¥16,961	¥3,709	¥83,255	¥ -	¥83,255
Interarea sales and transfers	2,168	728	104	3,001	(3,001)	-
Total sales	64,752	17,690	3,814	86,257	(3,001)	83,255
Operating expenses	63,179	15,857	3,438	82,476	(2,981)	79,495
Operating income	¥ 1,573	¥ 1,832	¥ 375	¥3,781	¥ (20)	¥ 3,760



8. Supplementary Schedules

1) Consolidated Results for Fiscal 2007 1Q and Effect of Exchange Rate Differences on Translation of Overseas Subsidiaries' Financial Statements

Consolidated Statement of Income *(Millions of yen, %)*

	FY2007 1Q		FY2006 1Q		Increase /Decrease			Translation difference	Increase /Decrease except translation difference	
	4.1.06 – 6.30.06		4.1.05 – 6.30.05		Amount	YoY	%		Amount	YoY
	Amount	%	Amount	%				Amount		
Net Sales	92,369	100.0	83,255	100.0	9,114	110.9	-	1,439	7,674	109.2
Operating Income	4,636	5.0	3,760	4.5	876	123.3	0.5	173	702	118.7
Recurring Income	4,875	5.3	3,890	4.7	984	125.3	0.6	171	813	120.9
Net Income	3,044	3.3	2,342	2.8	701	130.0	0.5	111	590	125.2
Exchange Rate (¥/US\$)	114.84		108.12		6.72					

Geographical Segment Information *(Millions of yen, %)*

		FY2007 1Q		FY2006 1Q		Increase /Decrease			Translation difference	Increase /Decrease except translation difference	
		4.1.06 – 6.30.06		4.1.05 – 6.30.05		Amount	YoY	%		Amount	YoY
		Amount	%	Amount	%				Amount		
Japan	Net Sales	69,154	100.0	64,752	100.0	4,402	106.8	-	-	4,402	106.8
	Operating Income	2,058	3.0	1,573	2.4	485	130.8	0.6	-	485	130.8
Overseas	Net Sales	26,300	100.0	21,318	100.0	4,981	123.4	-	1,456	3,525	116.5
	Operating Income	2,646	10.1	2,207	10.4	438	119.9	(0.3)	173	264	112.0
Eliminations	Net Sales	(3,085)	100.0	(2,815)	100.0	(269)	109.6	-	(17)	(252)	109.0
	Operating Income	(68)	-	(20)	-	(47)	329.0	-	0	(47)	329.0
Consolidated total	Net Sales	92,369	100.0	83,255	100.0	9,114	110.9	-	1,439	7,674	109.2
	Operating Income	4,636	5.0	3,760	4.5	876	123.3	0.5	173	702	118.7
Exchange Rate (¥/US\$)		114.84		108.12		6.72					



8. Supplementary Schedules (Continued)

1) Consolidated Results for 2007 1Q and Effect of Exchange Rate Differences on Translation of Overseas Subsidiaries' Financial Statements (Continued)

Business Segment Information

(Millions of yen, %)

		FY2007 1Q		FY2006 1Q		Increase /Decrease			Translation difference	Increase /Decrease except translation difference	
		4.1.06 – 6.30.06		4.1.05– 6.30.05		Amount	YoY	%		Amount	YoY
		Amount	%	Amount	%				Amount		
Foods-manufacturing and sales	Net Sales	50,859	100.0	44,061	100.0	6,797	115.4	-	615	6,181	114.0
	Operating Income	3,896	7.7	3,116	7.1	779	125.0	0.6	135	644	120.7
Foods-wholesale	Net Sales	15,706	100.0	14,005	100.0	1,700	112.1	-	823	877	106.3
	Operating Income	726	4.6	611	4.4	115	118.9	0.2	38	77	112.6
Coca-Cola	Net Sales	24,405	100.0	24,373	100.0	32	100.1	-	-	32	100.1
	Operating Income	(168)	-	(232)	-	64	72.3	-	-	64	72.3
Others	Net Sales	1,624	100.0	1,107	100.0	516	146.6	-	1	515	146.5
	Operating Income	188	11.6	264	23.9	(76)	71.1	(12.3)	0	(76)	71.0
Eliminations	Net Sales	(226)	100.0	(293)	100.0	67	77.2	-	(0)	67	76.9
	Operating Income	(6)	-	0	-	(7)	-	-	(0)	(6)	-
Consolidated total	Net Sales	92,369	100.0	83,255	100.0	9,114	110.9	-	1,439	7,674	109.2
	Operating Income	4,636	5.0	3,760	4.5	876	123.3	0.5	173	702	118.7
Exchange Rate (¥/US\$)		114.84		108.12		6.72					

Note: The income statements for the first quarter of fiscal 2007 for five Asian and Oceanian consolidated subsidiaries that changed their fiscal year-ends are for the period from April 1 to June 30, 2006. The first quarter of the previous fiscal year is the period from January 1 to March 31, 2005.

Kikkoman (S) Pte. Ltd., Kikkoman Trading Asia Pte Ltd., Del Monte Asia Pte Ltd., Siam Del Monte Company Limited, and Kikkoman Australia Pty. Limited