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## Summary of Consolidated Financial Statements for the First-Half of the Fiscal Year Ending March 31, 2008

November 8th, 2007

Listed Company	<b>Japan Cash Machine Co., Ltd.</b>	Stock Exchanges:	Tokyo, Osaka
Code Number	6418	URL	<a href="http://www.jcm-hq.co.jp/">http://www.jcm-hq.co.jp/</a>
Representative	Position: President	Name:	Yojiro Kamihigashi
For Inquiries	Position: Operating Officer	Name:	Tsuyoshi Takagaki
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Date of submitting interim financial statement report: December 18, 2007

Date of starting to pay dividends: December 5, 2007

### 1. Financial results for the First-Half Ended September 30, 2007 (April 1, 2007 to September 30, 2007)

#### (1) Sales and Income

(Amounts less than 1 million yen have been rounded off.)

Fiscal Year	Net Sales		Operating Income		Ordinary Income		Net Income	
	Year-on-year change	Year-on-year change	Year-on-year change	Year-on-year change	Year-on-year change	Year-on-year change	Year-on-year change	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
First-Half Ended September 30, 2007	15,718	2.9	1,860	21.2	2,069	19.3	284	(40.1)
First-Half Ended September 30, 2006	15,278	(1.1)	1,535	(38.0)	1,734	(32.0)	475	(64.8)
Year Ended March 31, 2007	31,785	-	3,431	-	3,697	-	1,758	-

Fiscal Year	Net Income Per share:	Net Income Per share:
	Basic	Diluted
	Yen	Yen
First-Half Ended September 30, 2007	9.63	-
First-Half Ended September 30, 2006	16.07	-
Year Ended March 31, 2007	59.46	-

(Reference) Equity in income of equity-method investment:

First-Half Ended September 30, 2007: -

First-Half Ended September 30, 2006: -

Year Ended March 31, 2007: -

#### (2) Financial Condition

(In thousand, rounded down)

Fiscal year	Total Assets	Net Assets	Capital Adequacy Ratio	Net Assets Per Share
	Million yen	Million yen	%	Yen
First-Half Ended September 30, 2007	34,033	28,902	84.9	977.04
First-Half Ended September 30, 2006	33,992	27,054	79.6	914.52
Year Ended March 31, 2007	35,295	28,510	80.8	963.74

(Reference) Shareholders' equity:

First-Half Ended September 30 2007: 28,902 million yen

First-Half Ended September 30 2006: 27,054 million yen

Year Ended March 31, 2007: 28,510 million yen

## (3) Cash Flows

Fiscal Year	Net Cash provided by Operating Activities	Net Cash used in Investing Activities	Net Cash used in Financing Activities	Cash and Cash Equivalents at End of Period
	Million Yen	Million Yen	Million Yen	Million Yen
First-Half Ended September 30, 2007	1,001	(570)	(196)	9,912
First-Half Ended September 30, 2006	1,732	(1,021)	(649)	10,333
Year Ended March 31, 2007	1,779	(1,759)	(947)	9,526

## 2. Situation of Dividend

Fiscal Year (Record date)	Dividend per share		
	Interim	Year-End	Annual
	Yen	Yen	Yen
March 2007	10.00	10.00	20.00
March 2008	11.00	-	22.00
March 2008 (Forecast)	-	11.00	

## 3. Forecast of Consolidated Financial Results for the Year Ending March 31, 2008 (April 1, 2007 to March 31, 2008)

	Net Sales	Year-on-year change	Operating Income	Year-on-year change	Ordinary Income	Year-on-year change
Annual	Million yen 30,000	% (5.6)	Million yen 2,700	% (21.3)	Million yen 2,900	% (21.6)

	Net Income	Year-on-year change	Net Income Per share:
Annual	Million yen 800	% (54.5)	Yen 27.04

## 4. Others

- (1) Changes of important subsidiaries during the financial period: Not Applicable
- (2) Changes on the basis of consolidated financial statements preparation for the financial period:
  - Related to accounting standard revisions Applicable
  - Other changes Not Applicable
- (3) Outstanding shares (common shares)

	First-Half Ended September 30, 2007	First-Half Ended September 30, 2006	Year Ended March 31, 2007
Number of shares outstanding (including treasury stock)	29,662,851 Shares	29,662,851 Shares	29,662,851 Shares
Number of treasury stock	80,808 Shares	79,408 Shares	79,928 Shares

The projected results have been prepared based on the current available information and actual results may differ from the projections due to the impacts of future events.

## Outline of Business Results

The global financial turmoil triggered by the U.S. subprime loan problems increased the uncertainties in the global economy during this financial period, while the market in Europe and Asia went favorably. Focusing on the business environment surrounding JCM group, the domestic amusement market continues to shrink the size of the market due to decrease in the number of *pachinko* players. On the other hand, the gaming market, the core market of JCM, continues to expand its size slowly although growth potential and demand differs in each region due to the amendment of gaming laws. Further, in the distribution market within and outside Japan, the needs for money-related machines have been expanding at a global level according with expansion of global economy and development of social infrastructure.

Under such circumstances, JCM made efforts in maintaining market shares and landing new customers by improving product supply system to respond to demand expansion in the European gaming market as well as by communicating closely with customers, and providing service support energetically in the domestic and international markets. In the amusement industry where the market remains severe, JCM developed sales method to put appeal on superiority of JCM products to secure orders for the second half by focusing on selling of *pachinko* machines that correspond to replacement demand for the new standard machines, engaging in enforcement on management side amid the situation of significant decrease in the demand of facility equipments.

As to the financial results for this period, net sales increased by 2.9% to ¥15,718 million, operating income increased by 21.2% to ¥1,860 million, and ordinary income increased by 19.3% to ¥2,069 million compared to the same period of the previous year due to sales increase in the gaming industry, which offset sales decrease in the amusement industry. However, net income fell by 40.1 % to ¥284 million due to posting extraordinary loss caused by irrecoverability of claims in the amusement industry.

In foreign exchange rates, the average yen to US dollar exchange rate was ¥120.50/\$1 compared to 115.57/\$1 in the same period of the previous year, and the average against the euro was ¥160.66/€ compared to ¥142.77/€ in the same period of the previous year.

JCM group works on reforming management system and scheme aiming to response to globalization of markets and customers, improving the quality of products and services, and developing customer satisfaction to realize the future sustainable growth.

More specifically, JCM continuously strives to reinforce the business structure by focusing on reexamination of product supply system, engaging in quality improvement, and forming the organization structure to facilitate those actions continuously, as well as integration, aggregation, and enhancement of power of business group.

## Information by business segment

The sales of each segment are as follows.

(In millions of yen)

	First-Half Ended September 30, 2006 Net Sales	First-Half Ended September 30, 2007 Net Sales	Increased/Decreased	
			Amount	(%)
Money-handling machines	10,638	11,780	1,142	10.7
Cash registers	269	211	(58)	(21.6)
Equipment for the amusement industry	3,815	3,246	(568)	(14.9)
Others	555	480	(75)	(13.5)
Total	15,278	15,718	439	2.9

### Money-handling machines

In the domestic distribution market, sales decreased mainly in the areas of cash recycling units for OEM makers. However, overall sales in this industry increased due to amendment of regulations for the simplified game machines in European gaming market and depreciation of yen in foreign exchange rates despite the fact the gaming industry in North America remained flat.

### Electronic cash registers

The market fell to below the results for the same period of the previous year despite the efforts made through focusing on the sales of low-price PC-POS system as well as the complete transfer of operations to affiliated companies for electric cash register (ECR).

### Equipment for the amusement industry

In the market of equipment for the amusement industry, the number of *pachinko* players and *pachinko* halls continues to decrease. Demand for opening of new *pachinko* halls and renovating of existing *pachinko* stores significantly dropped since *pachinko* halls concentrated on investing in replacement for the new standard machines in the amusement industry. Under such market circumstances, JCM implemented the sales strategy corresponding to the market needs and focused on sales of new product in the series of token supply system that is far superior in the features and the quality to the existing product.

However, overall sales in this market fell down due to significant sales decrease in facility equipments.

### Other products

The amusement market remained slow, while sales decreased in the area of environment and hygiene-related equipment.

Geographical segment information is as follows.

(In millions of yen)

		Japan	North America	Asia	Europe	Eliminations/ Corporate	Consolidated
Net Sales	First-Half Ended September 30, 2006	13,647	6,067	6,009	3,297	(13,742)	15,278
	First-Half Ended September 30, 2007	11,270	6,188	4,118	4,398	(10,258)	15,718
	Increased/ Decreased	(2,376)	121	(1,890)	1,101	3,483	439
	( % )	(17.4)	2.0	(31.5)	33.4	(25.4)	2.9
Net Sales to Outside Customers	First-Half Ended September 30, 2006	5,906	5,957	140	3,274	-	15,278
	First-Half Ended September 30, 2007	5,040	6,104	210	4,363	-	15,718
	Increased/ Decreased	(866)	147	70	1,088	-	439
	(%)	(14.7)	2.5	50.4	33.2	-	2.9
Operating Income	First-Half Ended September 30, 2006	895	363	277	423	(424)	1,535
	First-Half Ended September 30, 2007	599	296	231	536	195	1,860
	Increased/ Decreased	(295)	(66)	(45)	113	619	324
	(%)	(33.0)	(18.4)	(16.5)	26.8	-	21.2

#### <Japan>

Net sales to outside customers decreased due to decline of revenue in the equipment for the amusement industry reflected by shrinking of the market size as well as sales decrease of money handling machines in the distribution industry. In addition, in the overseas market, sales in intercompany transaction decreased due to adjustment of the internal inventories and production for the efforts toward SCM system. As a result, both revenue and profit dropped.

#### <North America>

The gaming market remained almost flat since the casino operators waited to see the trend of new technology of the game machines. Despite the situation, the overall sales in this segment increased due to profit affected by depreciation of yen in currency exchange rates. However, income dropped due to the decline of selling price.

<Asia>

In Asia, as a coordinating base for overseas production, JCM manufactures the equipments for the amusement industry and money-handling machines. Both revenue and profit declined as a result of adjustment of inventory and production for the introduction of SCM system aiming to reduce lead-time and inventories.

<Europe>

Both revenue and profit increased due to expansion of replacement demand according with the amendment of regulations in the simplified game machines in European regions as well as economic expansion in eastern European areas.

<Outlook for the fiscal year ending March 31, 2008>

The business environment in the domestic amusement industry will continue to be severe for the second half. JCM will seek for securing orders by adopting sales method that meets the customers' needs and engaging in sales promotion for facility equipments. Moreover, in the overseas, although the European market continues to be strong, the demand is expected to slightly decrease with the slack season at the end of the year approaching. In North American market, JCM anticipates that the casino operators continuously wait to see the trend of new technology of game machines in the gaming industry and that it needs more time in succeeding in the commercial industry. Considering all the various factors together, JCM estimates the decline of both revenues and income for full year compared to the previous year. The foreign exchange rates used for the forecast of the second-half are 115 yen per U.S. dollar and 158 yen per Euro. There is no revision in the forecast of the financial results for full year announced on November 6, 2007.

Sales forecast for the fiscal year ending March 31, 2008

(In millions of yen)

	Net Sales	Operating Income	Ordinary Income	Net Income
(Forecast) Year Ending March 31, 2008	30,000	2,700	2,900	800
(Previous Year) Year Ended March 31, 2007	31,785	3,431	3,697	1,758
Increased/Decreased	(1,785)	(731)	(797)	(958)
(%)	(5.6)	(21.3)	(21.6)	(54.5)

### Basic policy on Profit Sharing

Considering the change of recognition in profit sharing in recent years, JCM decided to set dividend payout ratio of 30% on consolidated net income in order to define results-based payment linked to business performance more clearly rather than seeking to ensure the stability and viability on profit sharing.

JCM applies these funds to research and development, capital investment, business partnerships, and merger and acquisition activity, with the objective of fortifying existing business and nurturing new business ventures. In this way, JCM commits to utilizing retained earnings effectively for fundamental business reorganization, aiming to achieve further improvement of shareholder value.

Additionally, JCM grants stock options to directors on the board and to management-level employees in the JCM group as an incentive to improve shareholder' returns.

Based on the basic policy described above, JCM schedules to pay dividends per share of ¥11 for interim and ¥11 for year-end, giving a total annual dividend of ¥22 for this year.

### Status of Corporate Group

This information is omitted since nothing significant has changed from the one set forth in the Annual Securities Report filed on June 27, 2007.

### Company Management Policy

This information is omitted since nothing significant has changed from the ones set forth in the financial statements announced on May 10, 2007.

**Consolidated Balance Sheet (Summary)**

(In thousand yen, rounded down)

Period Items	First-Half Ended September 30, 2006		First-Half Ended September 30, 2007		Amount Increased/ (Decreased)	Year Ended March 31, 2007	
	Amount	Composition	Amount	Composition		Amount	Composition
<b>Assets</b>		%		%			%
<b>I. Current Assets:</b>							
Cash and bank equivalents	10,399,600		9,964,523		(435,077)	9,581,682	
Notes and account receivable-trade	5,656,443		5,435,185		(221,258)	5,709,038	
Securities	1,271,148		1,416,984		145,836	1,340,865	
Inventories	6,897,396		6,736,275		(161,121)	7,474,576	
Deferred income taxes	1,640,297		1,631,333		(8,964)	1,729,652	
Other current assets	739,302		776,908		37,606	755,074	
Less allowance for doubtful accounts	(166,574)		(105,685)		60,889	(193,924)	
<b>Total Current Assets</b>	<b>26,437,614</b>	<b>77.8</b>	<b>25,855,526</b>	<b>76.0</b>	<b>(582,088)</b>	<b>26,396,965</b>	<b>74.8</b>
<b>II. Fixed Assets:</b>							
<b>Tangible fixed assets:</b>							
Buildings and structures	1,710,547		1,653,998		(56,549)	1,676,991	
Machinery and equipment	110,857		110,549		(308)	125,973	
Land	622,021		764,595		142,574	751,125	
Construction in progress	2,660		-		(2,660)	12,586	
Other	759,049		715,598		(43,451)	692,834	
<b>Total Tangible fixed assets</b>	<b>3,205,136</b>		<b>3,244,742</b>		<b>39,606</b>	<b>3,259,510</b>	
<b>Intangible fixed assets:</b>							
Software	367,439		476,519		109,080	490,588	
Other	205,592		549,926		344,334	374,877	
<b>Total Intangible fixed assets</b>	<b>573,031</b>		<b>1,026,445</b>		<b>453,414</b>	<b>865,466</b>	
<b>Investments and other assets:</b>							
Investments in securities	1,451,636		1,110,116		(341,520)	1,534,792	
Long-term loans receivable	1,942		1,712		(230)	2,315	
Deferred income taxes	121,953		190,619		68,666	71,449	
Other	2,259,673		3,792,915		1,533,242	3,277,019	
Less allowance for doubtful accounts	(58,976)		(1,188,453)		(1,129,477)	(112,388)	
<b>Total Investments and other assets</b>	<b>3,776,228</b>		<b>3,906,910</b>		<b>130,682</b>	<b>4,773,188</b>	
<b>Total Fixed Assets</b>	<b>7,554,397</b>	<b>22.2</b>	<b>8,178,099</b>	<b>24.0</b>	<b>623,702</b>	<b>8,898,166</b>	<b>25.2</b>
<b>Total Assets</b>	<b>33,992,011</b>	<b>100.0</b>	<b>34,033,625</b>	<b>100.0</b>	<b>41,614</b>	<b>35,295,131</b>	<b>100.0</b>

(In thousand yen, rounded down)

Period Items	First-Half Ended September 30, 2006		First-Half Ended September 30, 2007		Amount Increased/ (Decreased)	Year Ended March 31, 2007	
	Amount	Composition	Amount	Composition	Amount	Amount	Compositio
<b>Liabilities</b>		%		%			%
<b>I. Current liabilities:</b>							
Notes and account payable-trade	3,901,431		2,237,024		(1,664,407)	3,594,603	
Short-term bank borrowings	141,128		226,566		85,438	130,580	
Accrued income taxes	527,813		421,369		(106,444)	445,436	
Accrued bonuses	445,522		331,458		(114,064)	369,910	
Accrued bonuses for directors and corporate auditors	29,500		-		(29,500)	38,600	
Other	1,536,872		1,551,396		14,524	1,637,174	
<b>Total Current Liabilities</b>	<b>6,582,267</b>	<b>19.4</b>	<b>4,767,815</b>	<b>14.0</b>	<b>(1,814,452)</b>	<b>6,216,305</b>	<b>17.6</b>
<b>II. Long-term liabilities:</b>							
Deferred income taxes	36,106		42,140		6,034	39,912	
Accrued retirement benefits for employees	15,949		20,362		4,413	19,509	
Retirement allowances for directors and corporate auditors	281,427		-		(281,427)	295,364	
Other	21,550		300,401		278,851	213,955	
<b>Total long-term liabilities</b>	<b>355,033</b>	<b>1.0</b>	<b>362,905</b>	<b>1.1</b>	<b>7,872</b>	<b>568,742</b>	<b>1.6</b>
<b>Total liabilities</b>	<b>6,937,300</b>	<b>20.4</b>	<b>5,130,720</b>	<b>15.1</b>	<b>(1,806,580)</b>	<b>6,785,047</b>	<b>19.2</b>
<b>Net Assets</b>							
<b>I. Shareholder's Equity</b>							
1. Common stock	2,216,945	6.5	2,216,945	6.5	-	2,216,945	6.3
2. Capital surplus	2,069,519	6.1	2,069,442	6.1	(77)	2,069,523	5.9
3. Retained earnings	22,321,908	65.7	23,298,669	68.4	976,761	23,309,655	66.0
4. Less treasury stock	(110,258)	(0.3)	(111,930)	(0.3)	(1,672)	(110,948)	(0.3)
<b>Total shareholders' equity</b>	<b>26,498,115</b>	<b>78.0</b>	<b>27,473,126</b>	<b>80.7</b>	<b>975,011</b>	<b>27,485,175</b>	<b>77.9</b>
<b>II. Valuation and Translation Adjustments</b>							
1. Net unrealized holding gain on securities	320,918	0.9	270,801	0.8	(50,117)	348,792	1.0
2. Loss on deferred hedge	-	-	36,732	0.1	36,732	-	-
3. Translation adjustments	235,676	0.7	1,122,243	3.3	886,567	676,115	1.9
<b>Total valuation and Translation Adjustments</b>	<b>556,595</b>	<b>1.6</b>	<b>1,429,777</b>	<b>4.2</b>	<b>873,182</b>	<b>1,024,908</b>	<b>2.9</b>
<b>Total Net Assets</b>	<b>27,054,711</b>	<b>79.6</b>	<b>28,902,904</b>	<b>84.9</b>	<b>1,848,193</b>	<b>28,510,084</b>	<b>80.8</b>
<b>Total Liabilities and Net Assets</b>	<b>33,992,011</b>	<b>100.0</b>	<b>34,033,625</b>	<b>100.0</b>	<b>41,614</b>	<b>35,295,131</b>	<b>100.0</b>

## Consolidated Income Statement (Summary)

(In thousand yen, rounded down)

Period Items	First-Half Ended September 30, 2006		First-Half Ended September 30, 2007		Amount Increased/ (Decreased)	Year Ended March 31, 2007	
	Amount	%	Amount	%	Amount	Amount	%
I. Net Sales	15,278,914	100.0	15,718,907	100.0	439,993	31,785,164	100.0
II. Cost of Sales	7,931,746	51.9	8,266,094	52.6	334,348	16,989,474	53.5
Gross profit	7,347,167	48.1	7,452,812	47.4	105,645	14,795,689	46.5
Realization of deferred gross profit on installment sales	-	-	11,672	0.1	11,672	-	-
Less deferred gross profit on installment sales	-	-	-	-	-	193,676	0.6
Gross profit	7,347,167	48.1	7,464,485	47.5	117,318	14,602,013	45.9
III. Selling, general and administrative expenses	5,811,512	38.0	5,603,902	35.7	(207,610)	11,170,356	35.1
Operating income	1,535,655	10.1	1,860,583	11.8	324,928	3,431,656	10.8
IV. Non-operating income	205,095	1.3	218,493	1.4	13,398	284,704	0.9
Interest income	67,792		75,393			136,389	
Dividend income	17,341		11,812			29,153	
Foreign exchange gain	44,300		46,602			39,091	
Gain on litigation settlement	34,671		-			34,917	
Other	40,989		84,684			45,153	
V. Non-operating expenses	6,258	0.0	9,411	0.1		19,327	0.1
Interest expense	472		2,082			1,111	
Other	5,786		7,328		3,153	18,215	
Ordinary income	1,734,492	11.4	2,069,665	13.2	335,173	3,697,033	11.6
VI. Extraordinary income	1,452	0.0	23,817	0.1	22,365	2,599	0.0
Gain on the prior-term adjustment	252		-			-	
Gain on sales of fixed assets	-		1,380			410	
Gain on sales of investment in securities	-		13,254			524	
Reversal of allowance for doubtful accounts	1,200		1,630			908	
Reversal of allowance for directors' bonuses	-		4,150			-	
Other	-		3,402			756	
VII. Extraordinary loss	678,535	4.5	1,254,628	8.0	576,093	723,663	2.2
Loss on sales of fixed assets	687		-			1,055	
Loss on disposal of fixed assets	3,496		60,456			16,226	
Loss on devaluation of Investment in securities	674,351		268,052			637,953	
Transfer to allowance for doubtful accounts	-		916,012			-	
Impairment loss	-		10,106			3,248	
Other	-		-			65,178	

Period  Items	First-Half Ended September 30, 2006		First-Half Ended September 30, 2007		Amount Increased/ (Decreased)	Year Ended March 31,2007	
	Amount	%	Amount	%	Amount	Amount	%
Income before income taxes	1,057,408	6.9	838,855	5.3	(218,553)	2,975,970	9.4
Income taxes current	754,764		534,549			1,435,613	
Income taxes-deferred	(172,678)	3.8	19,462	3.5		(218,547)	3.9
Net Income	475,323	3.1	284,843	1.8	(190,480)	1,758,904	5.5

## Consolidated Statements of Changes in Net Assets

For First-Half Ended September 30, 2006 (April 1, 2006 to September 30, 2006)

(In thousand yen, rounded down)

	Shareholders' Equity				
	Common Stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at March 31, 2006	2,216,945	2,069,338	22,556,433	(109,051)	26,733,666
Increase (decrease) during the term					
Issuance of common stock	-	-			-
Cash dividends *			(650,847)		(650,847)
Bonuses to directors and corporate auditors *			(59,000)		(59,000)
Net income			475,323		475,323
Purchase of treasury stock				(1,654)	(1,654)
Sales of treasury stock		180		447	628
Net increase (decrease) during the term, except for items under shareholders' equity					-
Total	-	180	(234,524)	(1,207)	(235,551)
Balance at September 30, 2006	2,216,945	2,069,519	22,321,908	(110,258)	26,498,115

	Valuation and Translation Adjustments			Total net assets
	Net unrealized holding gain on securities	Translation adjustments	Total valuation and translation adjustments	
Balance at March 31, 2006	463,835	289,064	752,900	27,486,566
Increase (decrease) during the term				
Issuance of common stock				-
Cash dividends *				(650,847)
Bonuses to directors and corporate auditors *				(59,000)
Net income				475,323
Purchase of treasury stock				(1,654)
Sales of treasury stock				628
Net increase (decrease) during the term, except for items under shareholders' equity	(142,916)	(53,387)	(196,304)	(196,304)
Total	(142,916)	(53,387)	(196,304)	(431,855)
Balance at September 30, 2006	320,918	235,676	556,595	27,054,711

(Note) \*Allocated at the annual general meeting of shareholders' held in June 2006

	Shareholders' Equity				
	Common Stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at March 31, 2007	2,216,945	2,069,523	23,309,655	(110,948)	27,485,175
Increase (decrease) during the term					
Cash dividends *			(295,829)		(295,829)
Net income			284,843		284,843
Purchase of treasury stock				(1,411)	(1,411)
Sales of treasury stock		(81)		429	348
Net increase (decrease) during the term, except for items under shareholders' equity					-
Total	-	(81)	(10,986)	(981)	(12,048)
Balance at September 30, 2007	2,216,945	2,069,442	23,298,669	(111,930)	27,473,126

	Valuation and Translation Adjustments				Total net assets
	Net unrealized holding gain on securities	Loss on deferred hedge	Translation adjustments	Total valuation and translation adjustments	
Balance at March 31, 2007	348,792	-	676,115	1,024,908	28,510,084
Increase (decrease) during the term					
Cash dividends *					(295,829)
Net income					284,843
Purchase of treasury stock					(1,411)
Sales of treasury stock					348
Net increase (decrease) during the term, except for items under shareholders' equity	(77,990)	36,732	446,127	404,869	404,869
Total	(77,990)	36,732	446,127	404,869	392,821
Balance at September 30, 2007	270,801	36,732	1,122,243	1,429,777	28,902,904

	Shareholders' Equity				
	Common Stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at March 31, 2006	2,216,945	2,069,338	22,556,433	(109,051)	26,733,666
Increase (decrease) during the term					
Cash dividends *			(946,682)		(946,682)
Bonuses to directors and corporate auditors			(59,000)		(59,000)
Net income			1,758,904		1,758,904
Purchase of treasury stock				(2,662)	(2,662)
Sales of treasury stock		184		764	948
Net increase (decrease) during the term, except for items under shareholders' equity					-
Total	-	184	753,222	(1,897)	751,509
Balance at March 31, 2007	2,216,945	2,069,523	23,309,655	(110,948)	27,485,175

	Valuation and Translation Adjustments			Total net assets
	Net unrealized holding gain on securities	Translation adjustments	Total valuation and translation adjustments	
Balance at March 31, 2006	463,835	289,064	752,900	27,486,566
Increase (decrease) during the term				
Cash dividends *				(946,682)
Bonuses to directors and corporate auditors				(59,000)
Net income				1,758,904
Purchase of treasury stock				(2,662)
Sales of treasury stock				948
Net increase (decrease) during the term, except for items under shareholders' equity	(115,043)	387,051	272,008	272,008
Total	(115,043)	387,051	272,008	1,023,517
Balance at March 31, 2007	348,792	676,115	1,024,908	28,510,084

## Consolidated Cash Flow (Summary)

(In thousand yen, rounded down)

Period Items	First-Half Ended September 30, 2006	First-Half Ended September 30, 2007	Amount Increased/ (Decreased)	Year Ended March 31, 2007
	Amount	Amount	Amount	Amount
Cash flow from operating activities				
Income before income taxes	1,057,408	838,855	(218,553)	2,975,970
Depreciation and amortization	352,157	375,244	23,087	749,343
Impairment loss	-	10,106	10,106	3,248
Reversal of allowances and accruals	89,143	611,881	522,738	115,036
Interest and dividend income	(85,134)	(87,206)	(2,072)	(165,542)
Interest expense	472	2,082	1,610	1,111
Exchange loss (gain), net	(15,251)	7,360	22,611	(23,776)
Loss (gain) on sales of investment in securities	-	(13,254)	(13,254)	(524)
Loss on sales of tangible fixed assets	4,183	59,076	54,893	16,872
Loss on devaluation of Investment in securities	674,351	268,052	(406,299)	637,953
Decrease (increase) in trade receivables	1,323,736	8,536	(1,315,200)	544,547
Decrease (increase) in inventories	(311,750)	1,012,048	1,323,798	(594,460)
Increase (decrease) in trade payables	(824,112)	(1,541,249)	(717,137)	(1,346,361)
Decrease (increase) in consumption taxes receivable	46,953	118,612	71,659	(11,541)
Increase (decrease) in other assets and liabilities	(84,804)	(142,897)	(58,093)	123,017
Bonuses to directors and corporate auditors	(59,000)	-	59,000	(59,000)
Sub Total	2,168,354	1,527,250	(641,104)	2,965,894
Interest and dividends received	70,646	86,440	15,794	165,998
Interest paid	(472)	(2,082)	(1,610)	(1,111)
Income taxes paid	(505,659)	(609,670)	(104,011)	(1,350,885)
Net cash provided by operating activities	1,732,869	1,001,937	(730,932)	1,779,895

(In thousand yen, rounded down)

Period Items	First-Half Ended September 30, 2006	First-Half Ended September 30, 2007	Amount Increased/ (Decreased)	Year Ended March 31, 2007
	Amount	Amount	Amount	Amount
Cash flow from investing activities				
Payments for purchase of tangible fixes assets	(164,103)	(317,089)	(152,986)	(486,379)
Proceeds from sales of tangible fixed assets	939	1,939	1,000	1,945
Payments for purchase of intangible fixed assets	(181,193)	(247,255)	(66,062)	(551,999)
Payments for purchase of marketable securities	(189,072)	(28,582)	160,490	(231,681)
Payments for purchase of investment in securities	(500,147)	-	500,147	(500,147)
Proceeds from sale of investment in securities	-	22,150	22,150	713
Payments for other investing activities	12,466	(1,938)	(14,404)	7,703
Net Cash used in investing activities	(1,021,111)	(570,775)	450,336	(1,759,847)
Cash flow from financing activities				
Increase (decrease) in short-term bank loans	-	100,000	100,000	-
Payments for purchase of treasury stock	(1,654)	(1,411)	243	(2,662)
Proceeds from sales of treasury stock	628	348	(280)	948
Cash dividends paid	(648,246)	(294,998)	353,248	(945,727)
Net Cash used in financing activities	(649,272)	(196,061)	453,211	(947,440)
Effect of exchange rate changes on cash and cash equivalents	28,558	151,754	123,196	211,065
Net Increase (decrease) in cash and cash equivalents	91,043	386,854	295,811	(716,327)
Cash and cash equivalents at beginning of year	10,242,428	9,526,101	(716,327)	10,242,428
Cash and cash equivalents at end of period	10,333,472	9,912,956	(420,516)	9,526,101

## Segment Information

### a. [ Segment Information by business category ]

The business of the Company and the consolidated subsidiaries are classified into two segments: cash machines and related equipment, and leisure and related businesses. As net sales and operating income and total assets of cash machines and related equipments constituted more than 90% of the consolidated sales, operating income and total assets, the disclosure of business segment information has been omitted.

### b. [ Geographical segment information ]

First-Half Ended September 30, 2007 (April 1, 2007-September 30, 2007)

(In thousand yen, rounded down)

	Japan	North America	Asia	Europe	Total	Elimination/ Corporate	Consolidated
Net Sales							
(1) Outside Customers	5,040,241	6,104,979	210,591	4,363,095	15,718,907	-	15,718,907
(2) Intersegment Sales	6,230,366	83,633	3,908,321	35,839	10,258,161	(10,258,161)	-
Total Sales	11,270,608	6,188,613	4,118,912	4,398,934	25,977,068	(10,258,161)	15,718,907
Operating expenses	10,670,684	5,891,842	3,887,095	3,862,205	24,311,826	(10,453,502)	13,858,324
Operating income	599,923	296,770	231,817	536,729	1,665,241	195,341	1,860,583

( Note ) 1. The geographical areas are classified according to the geographical closeness.

2. Each global geographical division other than Japan consists of the following countries.

(1) North America ..... U.S.A.

(2) Asia ..... Hong Kong and Thailand

(3) Europe ..... Germany, U.K., and Bulgaria

3. The amount of the total assets included in the elimination or corporate is ¥3,727,035 thousands.

The main items are the fund management and the long-term investment of the Company and consolidated subsidiaries.

4. The amount of operating expenses in Japan includes cost of sales, selling, general and administrative expenses, and deferred gross profit on installment sales.

5. Effective as of the consolidated accounting period ended September 30, 2007, the Company and its domestic subsidiaries have changed their depreciation procedure based on an amendment in corporation tax law for the tangible assets acquired on and after April 1, 2007.

### c. [ Overseas Net Sales ]

First-Half Ended September 30, 2007 (April 1, 2007-September 30, 2007)

(In thousand yen, rounded down)

	North America	Europe	Other Areas	Total
Overseas net sales	5,541,970	4,253,909	901,501	10,697,380
Consolidated net sales				15,718,907
Overseas net sales as a percentage of consolidated net sales	35.3%	27.1%	5.7%	68.1%

( Note ) 1. The geographical areas are classified according to the geographical closeness.

2. Each global geographical division other than Japan consists of the following countries.

(1) North America ..... U.S.A. and Canada

(2) Europe ..... Italy, Germany, Spain, Czech Republic, U.K., Austria, Slovenia, and other countries

(3) Other Areas ..... Australia, China, and other countries

3. The overseas sales are the sales in countries or areas in where consolidated subsidiaries are located other than Japan.