



Summary Report on the Consolidated Results for the First Quarter Ending March 31, 2007

August 3, 2006

Listed Company Name: **AMADA CO., LTD.**

(Code number: 6113; Stock Exchange Listings: 1st Section both Tokyo and Osaka)

(URL <http://www.amada.co.jp/>)

Representative: Mitsuo Okamoto, President and Representative Director

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1. Performance for the First Quarter of Fiscal Year Ending March 31, 2007 (from April 1, 2006 to June 30, 2006)

(1) Adoption of a simplified accounting method:

Yes

A simplified accounting method is partly adopted for accounts for which the impact on the financial results was not material.

(2) Any change in accounting method from the latest fiscal year:

No

(3) Any changes in scope of consolidation and equity method of accounting:

No

2. Financial and Operating Results for the First Quarter of the Fiscal Year Ending March 31, 2007 (April 1, 2006 to June 30, 2006)

(1) Consolidated operating results

(Millions of yen: Amounts below one million yen are truncated.)

	Net sales		Operating income		Ordinary income		Net income	
	¥ Million	%	¥ Million	%	¥ Million	%	¥ Million	%
Three months ended June 30, 2006	51,862	16.3	6,885	38.6	7,912	40.2	4,259	34.5
Three months ended June 30, 2005	44,607	14.2	4,967	76.0	5,642	40.3	3,166	93.0
Reference: Year ended March 31, 2006	221,780		28,320		33,259		22,297	

	Net income per share	Fully diluted net income per share
	Yen	Yen
Three months ended June 30, 2006	10.88	10.86
Three months ended June 30, 2005	8.08	—
Reference: Year ended March 31, 2006	56.59	56.53

Note: The percentage change for net sales, operating income, etc., is presented in comparison with the previous first quarter.

(2) Consolidated financial position

(Millions of yen: Amounts below one million yen are truncated.)

	Total assets	Net assets	Equity ratio	Net assets per share
	¥ Million	¥ Million	%	Yen
As of June 30, 2006	504,889	394,316	77.4	998.30
As of June 30, 2005	474,849	367,699	77.4	938.52
Reference: As of March 31, 2006	511,248	394,691	77.2	1,007.87

[Consolidated cash flows]

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	¥ Million	¥ Million	¥ Million	¥ Million
Three months ended June 30, 2006	(2,815)	(6,393)	(1,053)	85,475
Three months ended June 30, 2005	5,706	(2,668)	1,345	77,180
Reference: Year ended March 31, 2006	36,045	(8,649)	(5,882)	95,567

(Reference) Non-consolidated operating results for the first quarter of the fiscal year ending March 31, 2007 (from April 1, 2006 to June 30, 2006)

	Net sales		Operating income		Ordinary income		Net income	
	¥ Million	%	¥ Million	%	¥ Million	%	¥ Million	%
Three months ended June 30, 2006	27,388	27.0	2,303	72.0	5,733	51.0	3,934	53.8
Three months ended June 30, 2005	21,562	(4.2)	1,339	59.7	3,797	67.3	2,559	89.6
Reference: Year ended March 31, 2006	111,936		10,013		16,551		10,570	

	Total assets	Net assets
	¥ Million	¥ Million
As of June 30, 2006	412,164	343,760
As of ended June 30, 2005	400,832	335,020
Reference: As of March 31, 2006	416,331	348,299

Note: The percentage change for net sales, operating income, etc., is presented in comparison with the previous first quarter.

3. Forecast Performance for the Year Ending March 31, 2007 (from April 1, 2006 to March 31, 2007)

Consolidated

	Net sales	Operating income	Ordinary income	Net income	Net income per share
	¥ Million	¥ Million	¥ Million	¥ Million	Yen
Interim period ending September 30, 2006	117,000	15,400	17,300	10,400	26.57
Year ending March 31, 2007 (full year)	240,000	32,500	36,500	22,400	57.22

(Reference) Nonconsolidated

	Net sales	Operating income	Ordinary income	Net income	Full-year dividend per share		
					Interim	Year-end	
	¥ Million	¥ Million	¥ Million	¥ Million	Yen	Yen	Yen
Interim period ending September 30, 2006	61,000	5,600	10,200	6,800	8.00	—	—
Year ending March 31, 2007 (full year)	125,000	11,800	18,600	11,700	—	8.00	16.00

Note: These projected performance figures are based on information available to the Company's management at the time of preparing this report. There are many uncertain factors inherent in forecasting, and there might be cases in which actual results differ from forecast values.

[Attachments]

1. Condensed Consolidated Balance Sheets

(Millions of yen: Amounts below one million yen are truncated.)

Account item	As of June 30, 2005		As of June 30, 2006		Increase/decrease		As of March 31, 2006	
	Amount	Composi- tion ratio	Amount	Composi- tion ratio	Amount	Composi- tion ratio	Amount	Composi- tion ratio
(ASSETS)		%		%		%		%
Current assets	265,158	55.8	287,629	57.0	22,470	8.5	297,929	58.3
Cash and cash equivalents	59,197		65,561		6,364		74,118	
Notes and accounts receivable—trade	124,935		128,963		4,027		132,484	
Marketable securities	26,248		30,342		4,094		33,719	
Inventories	49,664		54,489		4,825		50,099	
Other	5,112		8,271		3,159		7,506	
Fixed assets	209,691	44.2	217,259	43.0	7,568	3.6	213,319	41.7
Property, plant and equipment	99,292		102,041		2,748		100,309	
Intangible fixed assets	4,073		5,753		1,680		5,927	
Investments and other assets	106,324		109,464		3,139		107,082	
Total Assets	474,849	100.0	504,889	100.0	30,039	6.3	511,248	100.0
(LIABILITIES)								
Current liabilities	72,702	15.3	77,737	15.4	5,035	6.9	79,895	15.6
Notes and accounts payable—trade	21,164		23,505		2,341		25,728	
Short-term bank loans	13,628		12,114		(1,514)		7,288	
Unrealized profit on installment sales	19,037		19,064		27		19,650	
Other	18,872		23,052		4,180		27,227	
Long-term liabilities	31,802	6.7	32,835	6.5	1,032	3.2	33,308	6.5
Long-term debt	421		738		317		310	
Liability for employees' retirement benefits	16,890		16,167		(723)		16,414	
Other	14,490		15,929		1,438		16,584	
Total Liabilities	104,504	22.0	110,573	21.9	6,068	5.8	113,204	22.1
(MINORITY INTERESTS)								
Minority interests	2,645	0.6	—	—	—	—	3,353	0.7
(SHAREHOLDERS' EQUITY)								
Common stock	54,768	11.5	—	—	—	—	54,768	10.7
Capital surplus	163,373	34.4	—	—	—	—	163,376	31.9
Retained earnings	160,579	33.8	—	—	—	—	179,716	35.2
Land revaluation difference	(8,104)	(1.7)	—	—	—	—	(8,090)	(1.6)
Net unrealized gains on available-for-sale securities	3,603	0.8	—	—	—	—	9,151	1.8
Foreign currency translation adjustments	(2,192)	(0.5)	—	—	—	—	384	0.1
Treasury stock, at cost	(4,327)	(0.9)	—	—	—	—	(4,615)	(0.9)
Total Shareholders' Equity	367,699	77.4	—	—	—	—	394,691	77.2
Total Liabilities, Minority Interests, and Shareholders' Equity	474,849	100.0	—	—	—	—	511,248	100.0
(NET ASSETS)								
Shareholders' equity	—	—	390,996	77.4	—	—	—	—
Common stock	—	—	54,768	10.8	—	—	—	—
Capital surplus	—	—	163,377	32.3	—	—	—	—
Retained earnings	—	—	177,538	35.2	—	—	—	—
Treasury common stock, at cost	—	—	(4,687)	(0.9)	—	—	—	—
Valuation gains and losses and translation adjustments	—	—	(241)	(0.0)	—	—	—	—
Net unrealized gains on available-for-sale securities	—	—	7,113	1.4	—	—	—	—
Land revaluation difference	—	—	(8,090)	(1.6)	—	—	—	—
Foreign currency translation adjustments	—	—	735	0.2	—	—	—	—
Minority interests	—	—	3,560	0.7	—	—	—	—
Total net assets	—	—	394,316	78.1	—	—	—	—
Total Liabilities and Net Assets	—	—	504,889	100.0	—	—	—	—

2. Condensed Consolidated Statements of Income

(Millions of yen: Amounts below one million yen are truncated.)

Account item	From April 1, 2005 to June 30, 2005		From April 1, 2006 to June 30, 2006		Increase/decrease		April 1, 2005 to March 31, 2006	
	Amount	Percentage	Amount	Percentage	Amount	Rate of change	Amount	Percentage
Net sales	44,607	100.0	51,862	100.0	7,255	16.3	221,780	100.0
Cost of goods sold	24,965	56.0	28,339	54.6	3,374	13.5	125,133	56.4
Gross profit	19,641	44.0	23,522	45.4	3,881	19.8	96,646	43.6
Selling, general and administrative expenses	15,386	34.5	17,222	33.2	1,835	11.9	68,426	30.9
Carryback of deferred profit on installment sales	1,747		1,683		(63)		6,036	
Deferred unrealized profit on installment sales	1,034		1,098		63		5,936	
Operating income	4,967	11.1	6,885	13.3	1,917	38.6	28,320	12.8
Non-operating income	1,160	2.6	1,348	2.6	188	16.2	6,192	2.8
Non-operating expenses	485	1.1	321	0.6	(164)	(33.8)	1,253	0.6
Ordinary income	5,642	12.6	7,912	15.3	2,270	40.2	33,259	15.0
Extraordinary gains	0		56		55		297	
Extraordinary losses	28		19		(9)		227	
Income before income taxes and minority interests	5,614	12.6	7,949	15.3	2,335	41.6	33,328	15.0
Income taxes	2,278		3,512		1,233		10,227	
Minority interests in earnings of consolidated subsidiaries	169		178		9		803	
Net income	3,166	7.1	4,259	8.2	1,092	34.5	22,297	10.1

Note: Income taxes refunded and income taxes—deferred are included in income taxes.

3. Condensed Consolidated Statement of Cash Flows

(Millions of yen: Amounts below one million yen are truncated.)

Account item	Period	From April 1, 2005 to June 30, 2005	From April 1, 2006 to June 30, 2006	Increase/decrease	From April 1, 2005 to March 31, 2006
Cash flows from operating activities:					
Income before income taxes and minority interests		5,614	7,949	2,335	33,328
Depreciation and amortization		2,135	2,089	(46)	8,808
Interest and dividend income		(633)	(761)	(128)	(3,480)
Interest expense		146	142	(3)	693
Decrease (Increase) in receivables		7,771	3,877	(3,893)	2,559
Increase (Decrease) in inventories		(2,109)	(4,104)	(1,994)	(1,708)
(Increase) decrease in payables		(2,432)	(2,548)	(116)	712
Other		(1,924)	(2,588)	(664)	(60)
Subtotal		8,566	4,055	(4,510)	40,853
Interest and dividends received		665	774	109	3,557
Interest paid		(153)	(160)	(6)	(740)
Income taxes refunded		30	4	(25)	172
Income taxes paid		(3,402)	(7,490)	(4,088)	(7,797)
Net cash provided by (used in) operating activities		5,706	(2,815)	(8,522)	36,045
Cash flows from investing activities:					
Payments for purchases of marketable securities		(1,000)	—	1,000	(2,500)
Proceeds from sales and redemption of marketable securities		4,700	2,000	(2,700)	11,977
Payments for purchases of investment securities		(7,973)	(10,016)	(2,043)	(35,538)
Proceeds from sales and redemption of investment securities		2,999	4,700	1,700	25,043
Payments for purchases of property, plant and equipment		(1,336)	(3,073)	(1,737)	(5,801)
Proceeds from sales of property, plant and equipment		83	43	(39)	384
Payments for acquisition of intangible assets		(124)	(265)	(141)	(980)
Other		(17)	218	236	(1,234)
Net cash used in investing activities		(2,668)	(6,393)	(3,725)	(8,649)
Cash flows from financing activities:					
Net increase(decrease) in short-term bank loans		5,169	4,379	(790)	377
Payments for repayment of long-term debt		(23)	(21)	2	(1,942)
Cash dividends paid by parent company		(3,737)	(5,976)	(2,239)	(3,914)
Other		(63)	565	628	(402)
Net cash provided by (used in) financing activities		1,345	(1,053)	(2,398)	(5,882)
Effect of exchange rate changes on cash and cash equivalents					
		327	170	(157)	1,317
Net increase (decrease) in cash and cash equivalents		4,712	(10,091)	(14,803)	22,830
Increase of cash and cash equivalents due to change in scope of consolidation		110	—	(110)	378
Cash and cash equivalents at beginning of period		72,357	95,567	23,209	72,357
Cash and cash equivalents at end of period		77,180	85,475	8,294	95,567