

# Consolidated Financial Results For the Half Year Ended September 30, 2004

**October 26, 2004**

Name of registrant: **ShinMaywa Industries, Ltd.**  
 Stock exchange on which the Company's shares are listed: Tokyo Stock Exchange and Osaka Securities Exchange  
 Code number: 7224  
 Address of principal executive office: Hyogo, Japan  
 ( URL: <http://www.shinmaywa.co.jp> )  
 Representative: Jushi Ide, President and Chief Executive Officer  
 Contact: Noriko Jitsuhira, Section Manager, Office of the President (Phone: 0798-56-5000)

Date of the board meeting for approval of the financial statements: October 26, 2004  
 Name of parent company: - (Code number: - )  
 Parent company's share holding ratio: - %  
 Adoption of U.S. accounting standards: No

## 1. Consolidated Financial Results for the Half Year Ended September 30, 2004 (April 1, 2004 – September 30, 2004 )

### (1) Consolidated Results of Operations

	Net sales		Operating income		Ordinary income	
	Million yen	%	Million yen	%	Million yen	%
The half year ended Sept.30, 2004	54,644	(10.6)	1,615	(20.6)	1,532	(11.9)
The half year ended Sept.30, 2003	61,128	(2.2)	2,034	261.6	1,740	-
The year ended March 31,2004	130,608	-	6,439	-	5,992	-

	Net income		Net income per share	Net income per share after adjustment of latent shares
	Million yen	%	yen	yen
The half year ended Sept.30, 2004	590	(65.4)	5.52	-
The half year ended Sept.30, 2003	1,706	772.3	14.26	14.01
The year ended March 31,2004	2,696	-	21.53	21.47

Notes: 1 . Investment loss by equity method: The half year ended Sept. 30, 2004 2,000,000 yen  
 The half year ended Sept. 30, 2003 2,000,000 yen  
 The year ended March 31, 2004 44,000,000 yen

2. Average number of shares (consolidated): The half year ended Sept.30, 2004 107,031,930 shares  
 The half year ended Sept.30, 2003 119,630,238 shares  
 The year ended March 31, 2004 119,619,972 shares

3 . Change in accounting policy: No

4 . Percentages for net sales, operating income, ordinary income, and net income in the above table represent annual changes compared to the corresponding previous year.

(2) Consolidated Financial Position

	Total assets	Shareholders' equity	Equity ratio (Ratio of shareholders' equity to total assets)	Shareholders' equity per share
	Million yen	Million yen	%	yen
The half year ended Sept.30, 2004	125,298	73,194	58.4	731.81
The half year ended Sept.30, 2003	152,231	80,668	53.0	674.37
The year ended March 31,2004	151,572	81,607	53.8	681.32

Note: Number of shares outstanding at term end (consolidated):

The half year ended Sept. 30 2004 100,019,264 shares

The half year ended Sept. 30 2003 119,621,979 shares

The year ended March 31 2004 119,599,697 shares

(3) Consolidated Cash Flow

	Cash flow from operation	Cash flow from investment activities	Cash flow from finance activities	Cash and cash equivalents at term end
	Million yen	Million yen	Million yen	Million yen
The half year ended Sept.30, 2004	4,610	(777)	(9,549)	16,217
The half year ended Sept.30, 2003	4,231	(629)	(604)	25,280
The year ended March 31,2004	8,721	(1,918)	(7,135)	21,931

(4) Note concerning the scope of consolidation and application of the equity method

Number of consolidated subsidiaries: 21

Number of non-consolidated subsidiaries accounted for by the equity method: 1

Number of affiliate companies accounted for by the equity method: 1

(5) Changes in scope of consolidation and application of the equity method

Number of consolidated subsidiaries added: 1, removed: -

Number of companies that commenced using the equity method: -, ceased: -

**2. Financial Results Forecast for the Fiscal Year Ending March 2005 (April 1, 2004 – March 31, 2005)**

	Net sales	Ordinary income	Net income
	Million yen	Million yen	Million yen
Full Year	130,000	6,000	2,800

Reference: Expected net income per share (full year): 27.04 yen

The amounts in the above tables are rounded to the nearest million yen.

The above projected business performance includes figures forecasted on the basis of future outlooks and plans as of the date of announcement. The projection includes uncertain factors, so actual business performance may differ from the projected business performance.