Financial Report for the First Quarter ended March, 2010

August 10, 2009

The following statements are an English-language translation of the original Japanese-language document.
(All financial information has been prepared in accordance with accounting principles generally accepted in Japan.)

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Scheduled date to submit Quarterly report・・・・・・・・・・・・・・・・・・・Aug 14,2009

(Round down to one million yen)

1. Consolidated Operating Performance (From April 1, 2009 to June 30, 2009)

(1) Consolidated Operation Result

(% indicates increase ratio over previous year)

	Sales		Operating income		Ordinary income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
FY09 1Q	24,823	(26.5)	(24)	-	127	(47.5)	339	(17.3)
FY08 1Q	33,786	-	16	-	242	-	289	-

	Net income per share	Net income per share after potential share adjustment
	yen	yen
FY09 1Q	9.22	—
FY08 1Q	7.88	—

(2) Consolidated financial position

	Total assets	Net assets	Equity capital ratio	Net assets per share
	million yen	million yen	%	yen
FY09 1Q	116,429	63,420	51.6	1,634.50
FY08	119,483	61,441	48.9	1,590.08

(Ref.) Equity capital FY09 1Q 60,097 million yen
FY08 58,468 million yen

2. Dividends

	Dividend per share				
(Record date)	1Q	2Q	3Q	At the end of FY	Total (annually)
	yen	yen	yen	yen	yen
FY08	—	15.00	—	15.00	30.00
FY09	—				
FY09 (Forecast)		15.00	—	15.00	30.00

(Note) Whether the dividend forecast for the quarter under review has been revised:None

3. Forecast of Consolidated Operating Performance at End of March 2010 (From April 1, 2009 to March 31, 2010)

(% indicates increase ratio of full year over previous year and of second quarter over the same quarter in previous year)

	Sales		Operating income		Ordinary income		Net income		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Second quarter	59,000	(29.6)	(610)	—	(270)	—	(290)	—	(7.89)
Full year	125,000	(25.3)	490	(91.6)	1,000	(85.1)	380	(87.6)	10.33

(Note) Whether the forecast for consolidated operating performance for the quarter under review has been revised:None

4. Others

(1) Changes in major subsidiaries during the quarter (Changes in subsidiaries that affect consolidated financial results) : None

(2) Simplified accounting process or accounting process specific to Consolidated Quarterly Financial Statements : Yes

(3) Changes in principles,procedures,and presentation method of accounting related to compilation of consolidated quarterly financial statements (Description of changes in important items that comprise the basic foundation in the compilation of consolidated quarterly financial statements)

① Changes attendant with revisions in accounting principles: Yes

② Other changes aside from ① above : None

(4) Number of shares issued (common shares)

① Number of shares issued at end of FY (including treasury shares)

FY09 1Q	36,782,009	shares
FY08	36,782,009	shares

② Number of treasury shares at end of FY

FY09 1Q	13,686	shares
FY08	11,248	shares

③ Average number of common shares during the period

FY09 1Q	36,769,082	shares
FY08 1Q	36,777,054	shares

※ Cautionary statement regarding forward-looking statements

Data and forward-looking statements disclosed herein are based on information current as of today, and may change depending upon various factors. The data and judgments do not guarantee accomplishment of goals and projections, and may be changed at any time without notice. Consequently, we ask you to use this information at your discretion based upon your own judgment and information you may obtain through other sources. Our company will not be responsible for any damages that result from the use of this information.

Consolidated Financial Statement

(1) Consolidated Balance Sheet

in million yen

Item	FY09 1Q (Jun. 30, 09)	FY08 (Mar. 31, 09)
(Assets)		
Current assets	89,964	95,834
Cash and deposits	27,552	28,305
Notes receivable, accounts receivable from completed construction contracts and other	36,162	44,995
Costs on uncompleted construction contracts	18,941	17,386
Raw materials and supplies	568	393
Other	6,931	5,011
Allowance for doubtful accounts	(192)	(257)
Noncurrent assets	26,465	23,648
Property, plant and equipment	7,223	6,524
Intangible assets	1,537	1,469
Investments and other assets	17,703	15,654
Investment securities	15,149	12,921
Other	3,183	3,415
Allowance for doubtful accounts	(629)	(682)
Total Assets	116,429	119,483

Item	FY09 (Jun. 30, 09)	FY08 (Mar. 31, 09)
(Liabilities)		
Current liabilities	47,367	53,807
Notes payable, accounts payable for construction contracts and other	26,080	32,953
Short-term loans payable	1,816	1,626
Income taxes payable	228	1,145
Advances received on uncompleted construction contracts	13,901	12,037
Provision for warranties for completed construction	531	556
Provision for loss on construction contracts	925	850
Other	3,883	4,636
Noncurrent liabilities	5,641	4,234
Long-term loans payable	620	65
Provision for retirement benefits	3,181	3,051
Provision for directors' retirement benefits	173	168
Other	1,666	949
Total liabilities	53,008	58,041
(Net assets)		
Shareholders' equity	59,893	60,109
Capital stock	6,455	6,455
Capital surplus	7,297	7,297
Retained earnings	46,160	46,372
Treasury stock	(18)	(15)
Valuation and translation adjustments	203	(1,640)
Valuation difference on available-for-sale securities	3,033	1,608
Deferred gains or losses on hedges	15	9
Foreign currency translation adjustment	(2,845)	(3,258)
Minority interests	3,322	2,973
Total net assets	63,420	61,441
Total net assets and liabilities	116,429	119,483

(2) Consolidated Income Statement

in million yen

Items	FY09 1Q (Apr.1,09 – Jun.30, 09)	FY08 1Q (Apr.1,08 – Jun.30, 08)
	Amounts	Amounts
Net sales of completed construction contracts	24,823	33,786
Cost of sales of completed construction contracts	21,680	30,112
Gross profit on completed construction contracts	3,143	3,674
Selling, general and administrative expenses	3,167	3,657
Operating income	(24)	16
Non-operating income		
Interest income	46	96
Dividends income	110	152
Real estate rent	31	25
Equity in earnings of affiliates	47	2
Foreign exchange gains	–	38
Other	56	27
Total Non-operating income	292	342
Non-operating expenses		
Interest expenses	24	21
Rent expenses on real estates	55	58
Foreign exchange losses	50	–
Other	11	36
Total Non-operating expenses	141	116
Ordinary income	127	242
Extraordinary income		
Reversal of allowance for doubtful accounts	127	100
Gain on sales of investment securities	–	0
Gain on disposal of noncurrent assets	12	1
Other	184	22
Total Extraordinary income	323	125
Extraordinary loss		
Loss on disposal of noncurrent securities	2	17
Loss on valuation of investment securities	–	4
Other	3	40
Total Extraordinary loss	5	62
Income before income taxes and minority interests	445	304
Income taxes-current	161	225
Income taxes-deferred	(144)	(220)
Total Income taxes	17	4
Minority interests in income	88	9
Net income	339	289

(3) Consolidated Cash Flow Statement

in million yen

Items	FY09 1Q (Apr.1,09 – June.30, 09)	FY08 1Q (Apr.1,08 – June.30, 08)
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	445	304
Depreciation and amortization	246	245
Increase (decrease) in allowance for doubtful accounts	(129)	(75)
Increase (decrease) in provision for retirement benefits	27	(66)
Increase (decrease) in provision for directors' retirement benefits	4	(434)
Increase (decrease) in provision for loss on construction contracts	66	(89)
Interest and dividends income	(157)	(248)
Interest expenses	24	21
Gain on sales of investment securities	–	(0)
Loss on disposal of property, plant and equipment and intangible assets	(9)	16
Loss on valuation of investment securities	–	4
Decrease (increase) in notes and accounts receivable-trade	9,870	3,983
Decrease (increase) in inventories	(1,391)	(6,393)
Increase (decrease) in advances paid	(49)	925
Decrease (increase) in accounts receivable-other	3	(152)
Increase (decrease) in notes and accounts payable-trade	(7,923)	(4,824)
Increase (decrease) in advances received on uncompleted construction contracts	1,499	(658)
Increase (decrease) in accrued consumption taxes	(20)	(771)
Increase (decrease) in deposits received	683	435
Increase (decrease) in accrued expenses	(114)	(323)
Other, net	(2,632)	(1,075)
Subtotal	443	(9,177)
Interest and dividends income received	157	257
Interest expenses paid	(23)	(20)
Income taxes paid	(1,043)	(324)
Net cash provided by (used in) operating activities	(466)	(9,264)
Net cash provided by (used in) investment activities		
Payments into time deposits	(3)	(1,317)
Proceeds from withdrawal of time deposits	2,651	1,899
Purchase of property, plant and equipment and intangible assets	(252)	(311)
Proceeds from sales of property, plant and equipment and intangible assets	46	49
Purchase of investment securities	(42)	(274)
Proceeds from sales of investment securities	–	8
Purchase of investments in subsidiaries resulting in change in scope of consolidation	46	–
Payments of long-term loans receivable	(3)	(10)
Collection of long-term loans receivable	7	45
Purchase of insurance funds	(2)	(3)
Proceeds from maturity of insurance funds	17	1
Other, net	(4)	(37)
Net cash provided by (used in) investment activities	2,460	49
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	(105)	110
Repayment of long-term loans payable	(17)	(54)
Repayments of lease obligations	(8)	–
Net decrease (increase) in treasury stock	(0)	–
Purchase of treasury stock	–	(0)
Cash dividends paid	(551)	(735)
Cash dividends paid to minority shareholders	(17)	(16)
Net cash provided by (used in) financing activities	(701)	(695)
Effect of exchange rate change on cash and cash equivalents	521	(1,343)
Net increase (decrease) in cash and cash equivalents	1,814	(11,254)
Cash and cash equivalents at beginning of period	25,267	31,937
Cash and cash equivalents at end of period	27,081	20,683

(Segment information)

1. Industry segments

At the Company and its consolidated subsidiaries operate as one equipment construction industry segment, information by industry segment is not presented.

2. Geographical segments

in million yen

FY08 1Q (Apr.1,08 – Jun.30,08)	Japan	North America	Southeast Asia	East Asia	Other areas	Total	Eliminations/ Corporate	Consolidated
Sales and operating income (loss)								
Sales								
Sales to customers	17,433	5,078	8,830	1,373	1,069	33,786	–	33,786
Intersegment	394	–	4	4	3	405	(405)	–
Total	17,828	5,078	8,835	1,377	1,072	34,192	(405)	33,786
Operating income (loss)	(236)	(109)	284	11	(162)	(213)	230	16

(Note) 1. The countries or the regions are classified depending on geographical proximity.
2. Major countries in the classification, except Japan.
(1) North America ····· USA, Canada
(2) Southeast Asia ····· Singapore, Thailand, Malaysia, Indonesia, Philippines, Vietnam
(3) East Asia ····· China, Taiwan, Korea
(4) Other areas ····· UK, India

in million yen

FY09 1Q (Apr.1,09 – Jun.30,09)	Japan	North America	Southeast Asia	East Asia	Other areas	Total	Eliminations/ Corporate	Consolidated
Sales and operating income (loss)								
Sales								
Sales to customers	14,801	2,967	4,271	1,914	869	24,823	–	24,823
Intersegment	93	11	7	39	6	158	(158)	–
Total	14,895	2,979	4,278	1,953	875	24,982	(158)	24,823
Operating income (loss)	(329)	(2)	(35)	81	137	(148)	124	(24)

(Note) 1. The countries or the regions are classified depending on geographical proximity.
2. Major countries in the classification, except Japan.
(1) North America ····· USA, Canada
(2) Southeast Asia ····· Singapore, Thailand, Malaysia, Indonesia, Philippines, Vietnam
(3) East Asia ····· China, Taiwan, Korea
(4) Other areas ····· UK, India
3. "Accounting Standard for Construction Contracts" was adopted effective the 1st quarter of this fiscal year.
As a result, sales from Japan increased by 857 million yen and operating loss from Japan decreased by 76 million yen from what they had been if the former method was used.

3. Overseas sales

in million yen

		North America	Southeast Asia	East Asia	Other areas	Total
FY09 1Q (Apr.1,09 – Jun.30,09)	Overseas sales	2,722	5,092	3,343	1,942	13,101
	Total sales					24,823
	Ratio of overseas sales to total sales (%)	11.0	20.5	13.5	7.8	52.8
FY08 1Q (Apr.1,08 – Jun.30,08)	Overseas sales	4,796	9,296	2,348	1,904	18,345
	Total sales					33,786
	Ratio of overseas sales to total sales (%)	14.2	27.5	7.0	5.6	54.3

(Note) 1. The countries or the regions are classified depending on geographical proximity.
2. Major countries in the classification, except Japan.
(1) North America ····· USA, Canada
(2) Southeast Asia ····· Singapore, Thailand, Malaysia, Indonesia, Philippines, Vietnam
(3) East Asia ····· China, Taiwan, Korea
(4) Other areas ····· Previous fiscal year: UK, Hungary, India, Brazil
Current fiscal year: UK, India
3. Overseas sales is revenue made by the Company and its consolidated subsidiaries, except for Japan.

(Supplementary information)

1. Statement for orders-received during this period, sales of construction during this period, and sales of construction carried forward by each division (consolidated)

in million yen

Division			FY08 1Q (Apr.1,08 - Jun.30,08)		FY09 1Q (Apr.1,09 - Jun.30,09)		Increase (decrease)	
			Amounts	%	Amounts	%	Amounts	%
Orders-received construction during this period	Green Technology System Division	HVAC for buildings	7,378	18.7 %	9,298	33.1 %	1,920	26.0 %
		Industrial HVAC	24,041	60.8	13,817	49.2	(10,224)	(42.5)
		Total	31,420	79.5	23,115	82.3	(8,305)	(26.4)
		[Overseas]	[9,639]	[24.4]	[4,857]	[17.3]	[(4,782)]	[(49.6)]
	Paint Finishing System Division		8,111	20.5	4,958	17.7	(3,153)	(38.9)
	[Overseas]		[6,275]	[15.9]	[3,824]	[13.6]	[(2,451)]	[(39.1)]
	Total		39,531	100.0	28,074	100.0	(11,457)	(29.0)
	[Overseas]		[15,915]	[40.3]	[8,681]	[30.9]	[(7,234)]	[(45.5)]
Sales of construction during this period	Green Technology System Division	HVAC for buildings	3,939	11.7	3,510	14.1	(429)	(10.9)
		Industrial HVAC	13,227	39.1	10,535	42.5	(2,692)	(20.4)
		Total	17,166	50.8	14,046	56.6	(3,120)	(18.2)
		[Overseas]	[6,721]	[19.9]	[4,318]	[17.4]	[(2,403)]	[(35.8)]
	Paint Finishing System Division		16,619	49.2	10,777	43.4	(5,842)	(35.2)
	[Overseas]		[11,624]	[34.4]	[8,782]	[35.4]	[(2,842)]	[(24.4)]
	Total		33,786	100.0	24,823	100.0	(8,963)	(26.5)
	[Overseas]		[18,345]	[54.3]	[13,101]	[52.8]	[(5,244)]	[(28.6)]

2. The situation of affiliated company

The 1st quarter of this fiscal year, Taikisha Ltd. additionally invested to Taikisha's equity method investee, Taniyama Co., Ltd. As a result, Taniyama became Taikisha's consolidated subsidiary. These shares were acquired on June 1st, 2009 and the deemed date of acquisition was June 30, 2009.