

November 10, 2006

SEIKAGAKU CORPORATION
Consolidated Financial Results (Summary)
for the Interim Period of Fiscal 2006
(Six-Month Period Ended September 30, 2006)

Stock code number: 4548
 Listed exchanges: Tokyo
 URL: <http://www.seikagaku.co.jp>

(All amounts have been rounded down to the nearest million yen)

1. Consolidated Financial Results for the Interim Period of Fiscal 2006

(from April 1, 2006 to September 30, 2006)

(1) Consolidated Financial Results

(Percentages indicate changes over the same period in the previous fiscal year)

	Net sales		Operating income		Ordinary income	
	Millions of yen	Persent change	Millions of yen	Persent change	Millions of yen	Persent change
Interim period of fiscal 2006	12,515	7.6	3,068	-15.1	3,283	-15.9
Interim period of fiscal 2005	11,629	5.5	3,612	8.3	3,904	11.0
Fiscal 2005	23,144	-	6,901	-	7,601	-

	Net income		Net income per share	Diluted net income per share
	Millions of yen	Persent change	Yen	Yen
Interim period of fiscal 2006	2,016	-16.0	34.75	-
Interim period of fiscal 2005	2,399	13.5	41.10	-
Fiscal 2005	4,677	-	79.25	-

Notes:

1. Equity in earnings (losses) of subsidiaries and affiliates accounted for by the equity method:
 - Interim period of fiscal 2006: -
 - Interim period of fiscal 2005: -
 - Fiscal 2005: -
2. Weighted average number of common shares issued and outstanding during the period (consolidated):
 - Interim period of fiscal 2006: 58,011,757 shares
 - Interim period of fiscal 2005: 58,381,969 shares
 - Fiscal 2005: 58,197,975 shares
3. Changes in accounting policies: None
4. Percentages for net sales, operating income, ordinary income and net income represent a change from the corresponding interim results in the previous fiscal year.
5. We resolved a stock split to be effected on May 20, 2005, in the form of a free share distribution to shareholders of record on March 31, 2005, at the rate of 0.5 share for each outstanding share. Net income per share for Interim period of fiscal 2005 is assumed that stock split was done at the beginning of period.

(2) Consolidated Financial Position

	Total assets	Total equity	Total equity ratio	Total equity per share
	Millions of yen	Millions of yen	%	Yen
Interim period of fiscal 2006	58,240	51,482	88.4	887.45
Interim period of fiscal 2005	54,351	48,136	88.6	829.74
Fiscal 2005	57,332	50,693	88.4	872.71

Note: Total number of common shares issued and outstanding at the end of the period (consolidated):

Interim period of fiscal 2006: 58,011,627 shares

Interim period of fiscal 2005: 58,014,407 shares

Fiscal 2005: 58,012,078 shares

(3) Consolidated Cash Flows

	Net cash flows from operating activities	Net cash flows from investing activities	Net cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Interim period of fiscal 2006	-178	-131	-868	6,267
Interim period of fiscal 2005	2,682	-2,824	-1,348	5,398
Fiscal 2005	6,540	-4,241	-1,931	7,395

(4) Scope of Consolidation and Application of Equity Method:

Number of consolidated subsidiaries: 5

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

Number of affiliates accounted for by the equity method: -

(5) Changes in Scope of Consolidation and Application of Equity Method:

Consolidated subsidiaries:

(Increase) -

(Decrease) -

Companies accounted for by the equity method:

(Increase) -

(Decrease) -

2. Forecast of Consolidated Results for Fiscal Year 2006 (from April 1, 2006 to March 31, 2007)

	Net sales	Ordinary income	Net income
	Millions of yen	Millions of yen	Millions of yen
Full fiscal year	24,000	5,700	3,500

Reference: Forecasted annual net income per share (basic): ¥60.33

*Disclaimer regarding forward-looking information including appropriate use of forecasted financial results

Performance forecasts and other statements about the future in this document reflect judgments based on information available to the Seikagaku Group at the time of writing and are subject to risks and uncertainties. Investment decisions based solely on these statements concerning the future should therefore be avoided. Actual results may differ substantially from these performance forecasts because of various factors. Factors that have a significant effect on actual business results include changes in the economic environment in which Seikagaku Group conducts its business, as well as market trends and exchange rate fluctuations.