



Consolidated Financial Results for the Third Quarter Ended December 31, 2006

Feb 13, 2007

Company name: CalsonicKansei Co., Ltd <Code No.7248, Tokyo stock Exchange in Japan>

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

Location of Head office: Tokyo

Representative: Takashi Kitajima, President

Contact person: Hiroshi Nogi, General Manager
Finance Group, Accounting&Cost Control Division
Tel. (03)5385-0140

1. Basis for preparation of quarterly financial results

- 1) Adoption of simplified accounting policies : Applicable
- Inventory: We did not perform actual inventory at the end of 3rd quarter.
 - Item with the small amount influence : We processed simplified method.
- 2) Changes in accounting policies from recent consolidation : Applicable
- Appraisal method of inventory: CalsonicKansei and major domestic consolidated subsidiaries changed appraisal method of productions, parts, raw materials and work in processes from the periodic average method to the lower of cost or market value method first in, first out.
- Influence to profit: Decreased operating by ¥207million.
- Transactions policy of important lease transactions: CalsonicKansei and major domestic consolidated subsidiaries changed the accounting policy of financial lease transactions that don't include ownership transfer to debtors, from in accordance with ordinary lease transactions to ordinary buying and selling transactions.
- Influence to profit: Operating profit increased by ¥21million.
Ordinary profit decreased by ¥31million.
- 3) Changes in scope of consolidation and equity method of accounting.
- | | |
|---|-------------|
| Number of newly consolidated subsidiaries | 3 companies |
| Number of consolidated subsidiaries excluded from consolidation | 3 companies |
| Number of affiliates newly accounted for the equity method | 0 companies |
| Number of affiliates excluded from equity method of accounting | 0 companies |

2. Financial Results for the Third quarter ended December 31, 2006

(From April 1, 2006 to December 31, 2006)

<1>The Update of the consolidated operating results

(Amounts less than one million yen are omission)

	Net sales		Operating income		Ordinary income		Net income	
	Million of yen	%	Million of yen	%	Million of yen	%	Million of yen	%
FY2006 third quarter	503,371	(4.7)	7,110	(58.5)	5,993	(63.9)	38	(99.7)
FY2005 third quarter	527,937	7.3	17,150	38.2	16,583	28.2	12,955	116.4
(Ref.)FY2005	715,494		24,587		24,594		19,232	

	Net income per share-basic	Net income share-diluted
	yen	yen
FY2006 third quarter	0.14	0.14
FY2005 third quarter	48.68	47.50
(Ref.)FY2005	71.98	70.30

Note:

Regarding net Sales, operating income, ordinary income and net income, percent indication shows percentage of change from corresponding figure for the same quarter of the prior fiscal year.

[Qualitative information about the progress situation of business performance etc.]

The CalsonicKansei group has strove for positive sales promotion activities or order - received expansion of a module product. But our main customers decreased in sales volume. As a result the net sales for the 3rd quarter totaled 503.7billion yen, which represents a decrease of 24.5billion yen (down 4.7%) from the 3rd quarter of previous year.

Operating income came to 7.1billion yen (down 10billion yen and down 58.5% from the 3rd quarter of previous year), ordinary income came to 5.9billion yen (down 10.5billion yen 63.9% from the 3rd quarter of previous year), net income came to 38million yen (down 12.9billion yen and 99.7% from the 3rd quarter of previous year).

<2> The change of the consolidated financial position

(Amounts less than one million yen are omission)

	Total assets	Net assets	Net assets excluding share subscription rights and minority interests as a percentage of total assets	Net assets excluding share subscription rights and minority interests per share
	Million of yen	Million of yen	%	yen
FY2006 third quarter	409,749	184,049	42.0	641.69
FY2005 third quarter	387,312	163,126	42.1	614.70
(Ref.)FY2005	415,541	171,419	41.3	641.95

Note:

We adopted “Accounting standards connected with balance sheet’s net assets display” from this 1st quarter.

Conventional equity section of balance sheet’s total is equivalent to 172,004million yen.

[Qualitative information of the consolidated financial position etc.]

Total assets for the 3rd quarter totaled 409.7billion yen, a 22.4billion yen increased from the same end of the term of the previous year. In detail, current assets decreased 2.0billion yen, property, plant and equipment increased 24.4billion yen, investments and other assets increased 1.0billion yen.

Total liabilities totaled 225.6billion yen, a 13.4billion yen increased from the same end of the previous year.

In detail, current liabilities increased 21.4billion yen, long - term liabilities decreased 7.9billion yen.

Total accounting capital deducted minority shareholders from net assets totaled 172.0billion yen, an 8.8 billion yen increased from the same end of the previous year.

Total capital-to-asset ratios came to 42.0%. It was 0.1point down from the same end of the previous year.

3. Consolidated forecast for FY2006(April 1,2006 - March 31,2007)

(Amounts less than one million yen are omission)

	Net sales	Ordinary income	Net income
	Million of yen	Million of yen	Million of yen
FY2006	690,000	12,500	1,000

Reference: Forecast of net income per share (yen) 3.73

Revisions have been made to the forecasts for FY2006 on November 14, 2006.

Please refer to the today’s announcement titled “Revised Forecast of Business Results for FY2006”

*The above performance forecasts are regarded as reasonable on the basis of information available at the time of announcement, therefore, readers should be aware that actual results may vary from these forecasts due to the various uncertain factors involved.