

For Immediately Release

Consolidated Interim Financial Statements

For the six months ended September 30, 2007

INNOTECH CORPORATION

Stock Listed: JASDAQ Securities Exchange
 Code No.: 9880
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 President and CEO: Makoto Sumita
 U.S. Accounting Principle: Not adopted

Consolidated Interim Financial Highlights for the Six Months Ended September 30, 2007

(April 1, 2007 to September 30, 2007)

(1) Consolidated Operating Results

(Millions of Yen)

	Half year			Full Year
	From April 1 to September 30			Full year ended March 31, 2007
	2007	% change	2006	
Net Sales.	28,298	10.9%	25,506	57,959
Operating Income.	1,729	Δ1.6%	1,758	3,267
Recurring Profit.	1,679	0.8%	1,666	3,071
Net Income.	818	Δ7.1%	880	1,390
Net Income per Share(¥).	¥35.33	-	¥38.37	¥60.37
Net Income per Share, Diluted(¥).	¥35.14	-	¥37.89	¥59.79

Note : Percentages shown for net sales, operating income, recurring profit and net income are the increase and decrease compared with the previous same term.

(2) Consolidated Financial Position

(Millions of Yen)

	Half year		Full Year
	As of September 30		Full year ended March 31, 2007
	2007	2006	
Total Assets.	41,965	40,730	41,435
Shareholders' Equity.	23,122	21,921	22,429
Shareholders' Equity Ratio (%).	54.6%	53.5%	53.8%
Shareholders' Equity per Share (¥).	¥989.31	¥945.74	¥961.93

Consolidated Balance Sheets

(Thousands of Yen)

ASSETS:	Half year as of September 30		Change	%	Full year as of March 31 ,2007
	2007	2006			
Current Assets:					
Cash and bank deposits	2,727,592	3,090,433	△ 362,841	-11.7%	2,660,288
Notes and accounts receivable,trade	16,831,024	15,204,611	1,626,413	10.7%	17,324,904
Inventories	3,801,993	3,762,397	39,596	1.1%	3,516,352
Advances to suppliers	3,052,735	—	3,052,735	0.0%	1,786,465
Other	545,163	2,620,890	△ 2,075,727	-79.2%	664,357
Allowance for doubtful accounts	△14,618	△7,838	△ 6,780	—	△ 8,524
Total current assets	26,943,890	24,670,493	2,273,397	9.2%	25,943,842
Fixed Assets:					
Property, Plant and Equipment:					
Buildings and structures	5,252,226	5,441,059	△ 188,833	-3.5%	5,334,712
Land	5,702,397	5,702,397	0	0.0%	5,702,397
Other	325,472	585,601	△ 260,129	-44.4%	378,561
Intangible Assets:					
Consolidation adjustments account	887,330	1,065,812	△ 178,482	-16.7%	976,563
Other	262,175	338,388	△ 76,213	-22.5%	275,908
Investments and Other Assets:					
Investments in securities	1,519,918	1,898,724	△ 378,806	-20.0%	1,865,864
Other	1,293,682	1,180,401	113,281	9.6%	1,179,472
Allowance for doubtful accounts	△221,668	△152,195	△ 69,473	—	△ 221,666
Total fixed assets	15,021,535	16,060,190	△ 1,038,655	-6.5%	15,491,813
Total assets	41,965,425	40,730,683	1,234,742	3.0%	41,435,655
LIABILITIES:					
Current Liabilities:					
Notes and accounts payable,trade	4,011,104	4,450,862	△ 439,758	-9.9%	4,258,456
Short-term borrowings	7,115,342	6,184,245	931,097	15.1%	7,401,733
Accounts payable,other	450,174	406,904	43,270	10.6%	461,157
Income tax payable	651,408	223,626	427,782	191.3%	555,538
Advance received	2,774,879	—	2,744,879	0.0%	980,830
allowance for bonus to directors	26,800	—	26,800	0.0%	—
Other	480,439	1,788,304	△ 1,307,865	-73.1%	545,707
Total current liabilities	15,510,148	13,053,944	2,456,204	18.8%	14,203,424
Long-term Liabilities:					
Long-term debt	2,960,000	5,380,600	△ 2,420,600	-45.0%	4,429,400
Allowance for retirement and severance benel	210,263	211,373	△ 1,110	-0.5%	211,173
allowance for retirement benefits for directors	1,190	—	1,190	0.0%	—
Other	161,801	162,841	△ 1,040	-0.6%	161,955
Total long-term liabilities	3,333,254	5,754,815	△ 2,421,561	-42.1%	4,802,529
Total liabilities	18,843,403	18,808,759	34,644	0.2%	19,005,953
SHAREHOLDERS' EQUITY:					
Total shareholders' equity	23,122,022	21,921,924	1,200,098	5.5%	22,429,702
Total liabilities, minority interests and shareholders'equity	41,965,425	40,730,683	1,234,742	3.0%	41,435,655

Consolidated Statements of Income

(Thousands of Yen)

	Half year		Change		Full year ended March 31, 2007
	From April 1 to September 30		Amount	%	
	2007	2006			
Net Sales	28,298,204	25,506,417	2,791,787	10.9%	57,959,903
Cost of Goods Sold	24,008,834	21,251,716	2,757,118	13.0%	49,640,106
Gross Profit on Sales	4,289,369	4,254,700	34,669	0.8%	8,319,796
Selling, General and Administrative Expenses	2,559,371	2,496,216	63,155	2.5%	5,052,140
Operating income	1,729,998	1,758,484	△ 28,486	-1.6%	3,267,656
Total non-operating income	385,474	405,547	△ 20,073	-4.9%	764,750
Total non-operating expenses	435,526	497,117	△ 61,591	-12.4%	961,399
Ordinary Profit	1,679,945	1,666,914	13,031	0.8%	3,071,007
Total extraordinary gain	32,131	190,618	△ 158,487	-83.1%	195,913
Total extraordinary loss	177,950	245,329	△ 67,379	-27.5%	802,380
Income before Income Taxes	1,534,126	1,612,203	△ 78,077	-4.8%	2,464,540
Income taxes and Deferred income taxes	693,296	721,153	△ 27,857	-3.9%	1,028,943
Minority interests in income (losses) of consolidated subsidiaries	22,410	10,110	12,300	121.7%	45,172
Net income	818,419	880,940	△ 62,521	-7.1%	1,390,424