

For Immediately Release

Consolidated Financial Statements

For the First Quarter ended June 30, 2009

INNOTECH CORPORATION

Stock Listed: Tokyo Stock Exchange Section 2
 Code No.: 9880
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 President and CEO: Makoto Sumita
 U.S. Accounting Principle: Not adopted

1. Consolidated Financial Highlights for the First Quarter ended June 30, 2009

(April 1, 2009 to June 30, 2009)

(1) Consolidated Operating Results

(% represents the change from the same period in the previous fiscal year)

	Net Sales		Operating Income		Ordinary Income		Net Income	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
first quarter ended June 30, 2009	5,582	△37.7	107	△76.9	140	△68.3	47	△72.1
June 30, 2008	8,959	-	466	-	443	-	168	-

	EPS	EPS, Diluted
first quarter ended	yen	yen
June 30, 2009	2.35	2.34
June 30, 2008	7.32	7.28

(2) Consolidated Financial Position

	Total Assets	Total Net Assets	Shareholders' Equity Ratio	BPS
As of	millions of yen	millions of yen	%	yen
June 30, 2009	31,255	21,853	69.1	1,120.60
March 31, 2009	32,230	22,232	68.2	1,088.20

(Reference) Shareholders' equity as of June 30, 2009: 21,591 million yen; March 31, 2009: 21,975 million yen

2.Dividends on Stock

	Dividends per Share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Annual
Fiscal year	yen	yen	yen	yen	yen
ended Mar. 31, 2009	-	8.00	-	12.00	20.00
ending Mar. 31, 2010	-				
ending Mar. 31, 2010(Forecast)		2.00	-	3.00	5.00

Note: Revision of dividend forecast for this period: None

3.Earnings Forecasts for the Fiscal Year ending March, 31(Consolidated)

(% represents the change from the same period in the previous fiscal year)

	Net Sales		Operating Income		Ordinary Income	
	millions of yen	%	millions of yen	%	millions of yen	%
Six months ending Sep. 30, 2009	10,600	△ 37.3	120	△ 85.8	200	△ 76.4
Fiscal year ending Mar. 31, 2010	24,500	△ 18.4	450	△ 63.4	500	△ 59.0

	Net Income		EPS
	millions of yen	%	yen
Six months ending Sep. 30, 2009	0	-	0.00
Fiscal year ending Mar. 31, 2010	110	△ 76.9	5.51

Note: Revision of consolidated earnings forecast for this period: Yes

4.Others

- (1) Important changes in subsidiaries (Changes on specific subsidiaries with changes in scope of consolidation):None
- (2) Use of simplified accounting method and special accounting policy for quarterly financial reporting: yes
- (3) Changes in principles, procedures and display of accounting method concerning quarterly consolidated statement policies.

(Listed as changes in basis of presentation of consolidated financial statement)

① Changes in accounting policies: None

② Other changes: None

- (4) Number of shares outstanding (common stock)

① Total outstanding shares including treasury shares as of:

June 30, 2009 23,218,901 shares March 31, 2009 23,218,901 shares

② Outstanding treasury shares as of:

June 30, 2009 3,951,528 shares March 31, 2009 3,024,228 shares

③ Average outstanding shares for the first quarter ended:

June 30, 2009 19,977,915 shares June 30, 2008 23,026,040 shares

Consolidated Balance Sheets

(Thousands of Yen)

	First Quarter as of June 30 ,2009	Full year as of March 31 ,2009
ASSETS:		
Current Assets:		
Cash and deposits	2,891,261	2,823,324
Notes and accounts receivable-trade	6,069,561	6,783,955
Merchandise and finished goods	2,618,695	3,087,989
Advance payments-trade	5,379,744	5,042,181
Other	1,305,266	1,114,760
Allowance for doubtful accounts	△ 2,776	△ 1,455
Total current assets	18,261,752	18,850,756
Noncurrent Assets:		
Property, plant and equipment:		
Buildings and structures	8,001,346	8,001,333
Accumulated depreciation	△ 3,179,038	△ 3,133,334
Buildings and structures, net	4,822,308	4,867,999
Land	5,687,498	5,687,498
Other	689,664	686,581
Accumulated depreciation	△ 428,471	△ 417,606
Other, net	261,193	268,974
Total property, plant and equipment	10,771,000	10,824,472
Intangible Assets:		
Goodwill	575,132	619,731
Other	135,455	155,150
Total intangible assets	710,587	774,882
Investments and Other Assets:		
Investment securities	751,777	749,269
Other	937,641	1,202,402
Allowance for doubtful accounts	△ 177,410	△ 171,761
Total investments and other assets	1,512,007	1,779,910
Total noncurrent assets	12,993,596	13,379,265
Total assets	31,255,348	32,230,022
LIABILITIES:		
Current Liabilities:		
Notes and accounts payable-trade	1,370,308	2,107,035
Short-term loans payable	2,902,000	2,710,400
Income taxes payable	31,006	74,045
Advances received	3,454,102	3,244,136
Provision for bonuses	19,595	-
Provision for directors' bonuses	1,700	-
Other	636,364	679,152
Total current liabilities	8,415,076	8,814,769
Noncurrent Liabilities:		
Long-term loans payable	550,000	750,000
Provision for retirement benefits	272,796	265,188
Provision for directors' retirement benefits	17,875	20,600
Other	146,199	147,181
Total noncurrent liabilities	986,870	1,182,970
Total liabilities	9,401,946	9,997,740
NET ASSETS:		
Shareholders' Equity:		
Capital stock	10,517,159	10,517,159
Capital surplus	9,295,713	9,295,713
Retained earnings	3,181,292	3,376,608
Treasury stock	△ 1,423,476	△ 1,070,148
Total shareholders' equity	21,570,689	22,119,333
Valuation and Translation Adjustments:		
Valuation difference on available-for-sale securities	55,250	36,351
Deferred gains or losses on hedges	△ 27,649	△ 56,428
Foreign currency translation adjustment	△ 7,266	△ 123,362
Total valuation and translation adjustments	20,334	△ 143,438
Subscription rights to shares	69,412	69,412
Minority interests	192,965	186,974
Total net assets	21,853,402	22,232,282
Total liabilities and net assets	31,255,348	32,230,022

Consolidated Statements of Income

(Thousands of Yen)

	First Quarter From April 1 to June 30 ,2008	First Quarter From April 1 to June 30 ,2009
Net sales	8,959,701	5,582,544
Cost of sales	7,218,212	4,389,801
Gross profit	1,741,489	1,192,743
Selling, general and administrative expenses	1,275,142	1,084,799
Operating income	466,346	107,943
Non-operating income		
Real estate rent	150,167	126,511
Other	43,122	12,840
Total Non-operating income	193,289	139,351
Non-operating expenses		
Interest expenses	28,623	-
Rent expenses on real estates	113,687	87,656
Foreign exchange losses	69,789	-
Other	4,366	19,198
Total non-operating expenses	216,467	106,855
Ordinary income	443,168	140,440
Extraordinary loss		
Loss on redemption of investment securities	-	9,205
Loss on sales of golf club memberships	-	2,682
Loss on valuation of inventories	38,258	-
Total extraordinary losses	38,258	11,887
Income before Income Taxes	404,910	128,552
Income taxes	224,138	75,059
Minority interests in income	12,169	6,472
Net income	168,602	47,020

Consolidated Statements of Cash Flows

(Thousands of Yen)

	First Quarter From April 1 to June 30 ,2008	First Quarter From April 1 to June 30 ,2009
I Net cash provided by (used in) operating activities:		
Income before income taxes	404,910	128,552
Depreciation and amortization	100,333	89,342
Amortization of goodwill	44,599	44,599
Increase (decrease) in allowance for doubtful accounts	△ 1,673	1,055
Increase (decrease) in provision for retirement benefits	△ 1,268	7,607
Interest and dividends income	△ 6,376	△ 4,212
Interest expenses	28,623	9,947
Decrease (increase) in notes and accounts receivable-trade	2,024,498	754,111
Decrease (increase) in inventories and advance payments	△ 212,095	97,543
Increase (decrease) in notes and accounts payable-trade	△ 471,535	△ 787,645
Increase (decrease) in advances received	497,973	209,965
Other, net	△ 260,008	186,688
Subtotal	2,147,980	737,556
Interest and dividends income received	5,180	3,101
Interest expenses paid	△ 30,935	△ 9,922
Income taxes paid	△ 1,013,182	△ 63,260
Net cash provided by (used in) operating activities	1,109,043	667,474
II Net cash provided by (used in) investing activities:		
Purchase of property, plant and equipment	△ 9,558	△ 6,739
Purchase of investment securities	△ 116,596	-
Payments of short-term loans receivable	-	△ 79,928
Other, net	△ 20,052	2,832
Net cash provided by (used in) investing activities	△ 146,206	△ 83,835
III Net cash provided by (used in) financing activities:		
Net increase (decrease) in short-term loans payable	△ 1,482,869	300,000
Repayment of long-term loans payable	△ 367,400	△ 308,400
Purchase of treasury stock	△ 348,388	△ 354,315
Cash dividends paid	△ 187,634	△ 173,892
Cash dividends paid to minority shareholders	△ 1,810	△ 362
Other, net	△ 227	△ 935
Net cash provided by (used in) financing activities	△ 2,388,329	△ 537,906
Effect of exchange rate change on cash and cash equivalents	△ 134,408	22,204
Net increase (decrease) in cash and cash equivalents	△ 1,559,901	67,936
Cash and cash equivalents at beginning of period	3,134,442	2,823,324
Cash and cash equivalents at end of period	1,574,540	2,891,261