

For Immediately Release

Consolidated Interim Financial Statements

For the six months ended September 30, 2005

INNOTECH CORPORATION

Stock Listed: JASDAQ Securities Exchange
 Code No.: 9880
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 U.S. Accounting Principle: Not adopted

Consolidated Interim Financial Highlights for the Six Months Ended September 30, 2005

(April 1, 2005 to September 30, 2005)

(1) Consolidated Operating Results

(Millions of Yen)

	Half Half		Full Year	
	From April 1 to September 30			Full year ended March 31, 2005
	2005	% change	2004	
Net Sales	20,205	17.6%	17,177	36,308
Operating Income	901	35.8%	663	1,498
Recurring Profit	933	34.0%	696	1,411
Net Income	317	-61.9%	833	911
Net Income per Share(¥)	¥16.40	-	¥47.40	¥49.61
Net Income per Share, Diluted(¥)	¥15.89	-	¥46.12	¥47.19

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 Half		Full Year
	As of September 30		Full year ended March 31, 2005
	2005	2004	
Total Assets	41,418	39,967	39,653
Shareholders' Equity	17,150	15,505	15,234
Shareholders' Equity Ratio (%)	41.4%	38.8%	38.4%
Shareholders' Equity per Share (¥)	¥855.36	¥881.50	¥873.20

Consolidated Balance Sheets (Unaudited)

(Thousands of Yen)

ASSETS:	Half year as of September 30		Change	%	Full year as of March 31 ,2005
	2005	2004			
Current Assets:					
Cash and bank deposits	4,550,380	3,463,381	1,086,999	31.4%	2,877,420
Notes and accounts receivable,trade	12,569,794	10,693,745	1,876,049	17.5%	12,003,608
Inventories	3,466,943	2,902,219	564,724	19.5%	2,372,152
Deferred tax assets	681,543	527,747	153,796	29.1%	784,620
Other	2,836,229	2,528,235	307,994	12.2%	2,558,581
Allowance for doubtful accounts	10,724	9,806	918	9.4%	26,744
Total current assets	24,094,165	20,105,523	3,988,642	19.8%	20,569,639
Fixed Assets:					
Property, Plant and Equipment:					
Buildings and structures	5,694,343	6,079,821	385,478	-6.3%	5,885,104
Land	5,717,727	5,943,755	226,028	-3.8%	5,844,284
Other	577,908	580,549	2,641	-0.5%	582,949
Intangible Assets:					
Consolidation adjustments account	1,244,127	1,126,653	117,474	10.4%	1,333,327
Other	443,062	294,748	148,314	50.3%	470,001
Investments and Other Assets:					
Investments in securities	2,048,189	1,822,086	226,103	12.4%	2,198,586
Deferred tax assets	809,171	1,336,949	527,778	-39.5%	975,427
Other	940,966	2,812,262	1,871,296	-66.5%	1,824,796
Allowance for doubtful accounts	150,947	134,690	16,257	12.1%	30,945
Total fixed assets	17,324,549	19,862,136	2,537,587	-12.8%	19,083,533
Total assets	41,418,714	39,967,659	1,451,055	3.6%	39,653,172
LIABILITIES:					
Current Liabilities:					
Notes and accounts payable,trade	3,035,859	3,800,238	764,379	-20.1%	2,509,993
Short-term borrowings	10,903,333	8,678,844	2,224,489	25.6%	12,101,132
Other	2,220,794	2,689,985	469,191	-17.4%	3,042,650
Total current liabilities	16,159,987	15,169,069	990,918	6.5%	17,653,776
Long-term Liabilities:					
CB with warrant	164,000	580,000	416,000	-71.7%	539,000
Long-term debt	7,450,190	8,015,822	565,632	-7.1%	5,727,656
Allowance for retirement and severance benefits	246,735	291,533	44,798	-15.4%	261,539
Other	154,440	150,700	3,740	2.5%	151,857
Total long-term liabilities	8,015,366	9,038,055	1,022,689	-11.3%	6,680,052
Total liabilities	24,175,353	24,207,124	31,771	-0.1%	24,333,828
Minority interests in consolidated subsidiaries	92,952	254,914	161,962	-63.5%	84,956
SHAREHOLDERS' EQUITY:					
Total shareholders' equity	17,150,407	15,505,620	1,644,787	10.6%	15,234,386
Total liabilities, minority interests and shareholders' equity	41,418,714	39,967,659	1,451,055	3.6%	39,653,172

Consolidated Statements of Income (Unaudited)

(Thousands of Yen)

	Half year		Change		Full year ended March 31, 2005
	From April 1 to September 30		Amount	%	
	2005	2004			
Net Sales	20,205,762	17,177,076	3,028,686	17.6%	36,308,620
Cost of Goods Sold	16,911,829	13,870,768	3,041,061	21.9%	29,624,479
Gross Profit on Sales	3,293,932	3,306,307	12,375	-0.4%	6,684,140
Selling, General and Administrative Expenses	2,392,029	2,642,393	250,364	-9.5%	5,185,939
Operating income	901,902	633,913	267,989	42.3%	1,498,201
Total non-operating income	483,504	541,376	57,872	-10.7%	830,395
Total non-operating expenses	452,131	508,873	56,742	-11.2%	917,184
Ordinary Profit	933,276	696,416	236,860	34.0%	1,411,412
Total extraordinary gain	152,858	270,616	117,758	-43.5%	365,094
Total extraordinary loss	460,034	269,436	190,598	70.7%	711,462
Income before Income Taxes	626,099	697,596	71,497	-10.2%	1,065,044
Income taxes and Deferred income taxes	297,420	168,257	465,677	-276.8%	57,391
Minority interests in income (losses) of consolidated subsidiaries	10,953	32,005	21,052	-65.8%	96,341
Net income	317,725	833,849	516,124	-61.9%	911,311