

9061 FUJI LOGISTICS CO., LTD.

Summary of Consolidated Quarterly Financial Results (from April to June 2007)

	First Quarter			First Half		Annual	
	FY2006	FY2007	Change	FY2006	FY2007	FY2006	FY2007
	(4-6/2006)	(4-6/2007)		(4-9/2006)	(4-9/2007)	(4/2006-3/2007)	(4/2007-3/2008)
	Actual	Actual		Actual	Forecast	Actual	Forecast
Service revenues (¥ Million)	10,112	10,068	(44)	20,202	20,500	41,488	43,000
General customers (¥ Million)	4,942	5,077	135	10,065	10,700	20,910	22,700
(% to total service revenues) (%)	48.9	50.4	1.5	49.8	52.2	50.4	52.8
Fuji Electric Group (¥ Million)	5,170	4,990	(179)	10,137	9,800	20,578	20,300
(% to total service revenues) (%)	51.1	49.6	(1.5)	50.2	47.8	49.6	47.2
Operating income (¥ Million)	146	231	84	284	330	973	1,150
Ordinary income (¥ Million)	144	226	81	279	310	938	1,100
Net income (¥ Million)	68	107	39	111	120	438	480
Net income per share (Yen)	2.80	4.41	1.61	4.57	4.91	17.97	19.66
Dividends per share (Yen)	-	-	-	3.00	4.00	8.00	8.00
Total assets (¥ Million)	28,484	28,347	(136)	28,280		28,891	
Net assets (¥ Million)	10,658	10,959	300	10,696		10,972	
Equity ratio (%)	36.9	38.1	1.2	37.3		37.4	
Net assets per share (Yen)	430.38	442.56	12.18	431.94		443.05	
Retained earnings (¥ Million)	5,014	5,296	282	5,057		5,311	
Interest-bearing debt (¥ Million)	7,161	6,457	(704)	6,624		6,239	
CF from operating activities (¥ Million)	15	11		568		1,334	
CF from investing activities (¥ Million)	(806)	(90)		(852)		(1,111)	
CF from financing activities (¥ Million)	517	91		(20)		(482)	
Cash and cash equivalents (¥ Million)	2,549	2,593		2,516		2,579	
Capital expenditure (¥ Million)	104	79	(24)	257		540	
Depreciation and amortization (¥ Million)	211	208	(3)	414		860	
Employees (Persons)	954	1,036	82	966		1,014	

Notes:

- The financial forecasts for the six months ending September 30, 2007 and the fiscal year ending March 31, 2008 have not been changed from those announced on April 26, 2007.
- Expected net income per share calculation is based on the number of outstanding shares as of March 31, 2007.
- The above forecasts are based on information available as of the date on which these materials were released. Actual results are subject to change due to various future events and may differ from these figures. Please refer to page 5 for assumption that the above forecasts were based on and related matters.


Pack'n Solution

Cardboard-box robot "Fuji Pack'n" is our mascot

Consolidated Quarterly Financial Results For the Three Months Ended June 30, 2007

July 27, 2007

Name of the listed company: Fuji Logistics Co., Ltd.
 Listed stock exchange: TSE Second Section
 Code Number: 9061
 (Web site: <http://www.fujibuturyu.co.jp/>)
 Representative: Michio Kobayashi, President and Representative Director
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1. Consolidated Financial Results for the Three Months Ended June 30, 2007 (April 1, 2007 - June 30, 2007)

Amounts are rounded off to nearest million yen throughout this report.

(1) Consolidated Results of Operations

Percentages shown represent year-on-year changes.

	Service revenues		Operating income		Ordinary income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2007	10,068	(0.4)	231	57.3	226	56.0
Three months ended June 30, 2006	10,112	7.5	146	85.1	144	86.1
Year ended March 31, 2007	41,488	4.9	973	57.0	938	57.1

	Net income		Net income per share: Basic		Net income per share: Fully diluted	
	Millions of yen	%	yen	yen	yen	yen
Three months ended June 30, 2007	107	57.3	4.41		–	
Three months ended June 30, 2006	68	–	2.80		–	
Year ended March 31, 2007	438	99.1	17.97		–	

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	yen
June 30, 2007	28,347	10,959	38.1	442.56
June 30, 2006	28,484	10,658	36.9	430.38
March 31, 2007	28,891	10,972	37.4	443.05

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash & cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Three months ended June 30, 2007	11	(90)	91	2,593
Three months ended June 30, 2006	15	(806)	517	2,549
Year ended March 31, 2007	1,334	(1,111)	(482)	2,579

2. Dividends

(Record date)	Dividends per share				
	1st quarter	Interim	3rd quarter	Year-end	Total dividends (annual)
Year ended March 31, 2007	yen –	yen 3.00	yen –	yen 5.00	yen 8.00
Year ending March 31, 2008	–				
Year ending March 31, 2008 (Forecast)		4.00	–	4.00	8.00

3. Consolidated Financial Results Forecasts for the Year Ending March 31, 2008 (April 1, 2007 - March 31, 2008) (Reference)

	Service revenues		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	yen
Six months ending September 30, 2007	20,500	1.5	330	15.9	310	10.9	120	7.6	4.91
Year ending March 31, 2008	43,000	3.6	1,150	18.1	1,100	17.2	480	9.4	19.66

4. Others

- (1) Change to significant specified subsidiaries during the term (those changes accompanying change in scope of consolidation): No
- (2) Adoption of simplified accounting method: Yes
Methods for depreciation and amortization, and basis for recording of corporate taxes
- (3) Change in accounting method from the most recent fiscal year: No

Cautionary Statement on Appropriate Use of Financial Results Forecasts

1. The non-consolidated financial forecasts for the fiscal year ending March 31, 2008 have not been changed from those announced on April 26, 2007.
2. The above forecasts are based on information available as of the date on which these materials were released. Actual results are subject to change due to various future events and may differ from these figures. Please refer to page 5 for assumption that the above forecasts were based on and related matters.

1. Qualitative Information in Consolidated Operating Result of the First Quarter Ended June 30, 2007

The Japanese economy is expected to grow moderately, supported by improved corporate earnings and domestic private demand such as firm capital investment. On the other hand, crude oil prices still remain high, prices of resource and materials, particularly non-ferrous metal such as copper are soaring, and there are concerns over effects of these prices on the Japanese economy.

In the logistics industry, although the pace of growth for international cargo services for both the destinations of Asia and the United States is expected to slacken, firm growth is still expected. The total domestic transport volume is expected to decrease continuously because the movement of consumption-related cargo will slightly increase, that of production-related cargo will likely be stable, and construction-related cargo is expected to remain sluggish due to a cut in public investment.

Under these market conditions, we goes into the middle year of the 3-year medium-term management plan (FY2006 – FY2008) which our Group announced in June 2006. Our Group aims to realize a long-term vision of **“becoming a leading 3PL company”** under this plan, and the core strategy will be to strengthen out-in-the-field capability (= personnel training). We have also strived to become **an irreplaceable company for all stakeholders**, provide logistics services that truly satisfy our customers based on our behavioral guidelines represented by **“Challenge, Change, Action,”** and actively expand our business.

Service revenues decreased to 10,068 million yen, down 44 million yen or 0.4% year on year.

Service revenues from general customers outside the Fuji Electric Group increased 135 million yen or 2.7% year on year to 5,077 million yen (accounting for 50.4% of total service revenues). This rise is because of increases in revenues from a pickup in new orders for 3PL customers including glassware manufacturers, LCD manufacturers and external construction materials manufacturers, and increased dealing volume of existing 3PL business including for elevator manufacturers.

Service revenues from the Fuji Electronic Group decreased 179 million yen or 3.5% year on year to 4,990 million yen (accounting for 49.6% of total service revenues). Although the movement of the overseas transport volume of power generator and transformer plants was sluggish because of terminal gap period for shipping, the overseas transport volume of magnetic recording media and photoreceptor was firm. We received orders for transport of magnetic recording media in line with the establishment of an overseas factory for the products. The transport volume of control devices such as inverters remained steady.

Operating income was 231 million yen, up 84 million yen or 57.3% year on year. This growth reflected the rise in service revenues and the contribution of improvement of efficiency under the Toyota Production System (TPS), while labor costs for expansion of businesses increased.

Ordinary income increased 81 million yen or 56.0% year on year to 226 million yen along with a rise in operating income.

Net income was 107 million yen, up 39 million yen or 57.3% year on year. This increase is attributable to the growth in operating income.

<Consolidated Service Revenues by Customer Group>

(Unit: millions of yen)

	Three months ended June 30, 2006		Three months ended June 30, 2007		Change	
	Amount	%	Amount	%	Amount	%
General customers	4,942	48.9	5,077	50.4	135	2.7
Fuji Electric Group	5,170	51.1	4,990	49.6	(179)	(3.5)

<Consolidated Service Revenues by Segment >

(Unit: millions of yen)

	Three months ended June 30, 2006	Three months ended June 30, 2007	Change	Change (%)
Domestic Logistics	8,029	7,961	(67)	(0.8)
Other Businesses	2,083	2,106	23	1.1

2. Qualitative Information in Consolidated Financial Condition

As of the end of the first quarter, total assets stood at 28,347 million yen, a decrease of 543 million yen compared with the end of the previous fiscal year. This decline was attributable mainly to collection of trade receivables and payment of corporate taxes.

Consolidated Cash Flows

As of the end of the first quarter, cash and cash equivalents came to 2,593 million yen, 13 million yen more than at the end of the previous fiscal year. The conditions and factors affecting the different types of cash flow are described below.

< Cash Flows from Operating Activities >

Net cash provided by operating activities was 11 million yen, reflecting an increase derived from net income before taxes of 226 million yen and depreciation costs of 208 million yen, which, however, was partly offset by a decline incurred in corporate taxes payment of 424 million yen.

< Cash Flows from Investing Activities >

Net cash used in investing activities amounted to 90 million yen, due chiefly to the purchase of equipment used in logistics centers.

< Cash Flows from Financing Activities >

Net cash provided by financing activities was 91 million yen, mainly because of a rise in short-term borrowings of 267 million yen, and a decline due to dividends payment of 122 million yen.

3. Qualitative Information in Consolidated Financial Results Forecasts for the Fiscal Year

For the year ending March 31, 2008, service revenues, operating income, ordinary income and net income are all expected to increase from the previous year.

As for businesses with companies outside the Group, we expect that orders from new customers will increase, centering on third-party logistics (3PL) services, and that orders from existing customers will also increase. In the meantime, we will proceed with withdrawal from less profitable businesses.

Service revenues from the Fuji Electric Group are predicted to remain flat, mainly because we are factoring in a rise in transport volumes centering on magnetic recording media and other products and an expansion in orders received resulting from the business expansion such as new plants established by the Fuji Electric Group being offset by a decrease in transport volumes of vending machine and other products.

Operating income is forecast to increase along with a rise in revenues. We expect to rationalize our operations by improving operational efficiency based on the Toyota Production System (TPS), which is likely to contribute to operating income. Ordinary income is also forecast to increase along with a rise in operating income.

Net income is likely to increase thanks to a rise in ordinary income.

The outlook for consolidated financial results for the fiscal year ending March 2008 have not changed since the previous announcement (April 26, 2007).

<Consolidated Financial Results Forecast for Interim>

(Unit: millions of yen)

	Year ended March 31, 2007	Year ending March 31, 2008 (Forecast)	Change	Change (%)
Service revenues	20,202	20,500	297	1.5
Operating income	284	330	45	15.9
Ordinary income	279	310	30	10.9
Net income	111	120	8	7.6

<Consolidated Financial Results Forecast>

(Unit: millions of yen)

	Year ended March 31, 2007	Year ending March 31, 2008 (Forecast)	Change	Change (%)
Service revenues	41,488	43,000	1,511	3.6
Operating income	973	1,150	176	18.1
Ordinary income	938	1,100	161	17.2
Net income	438	480	41	9.4

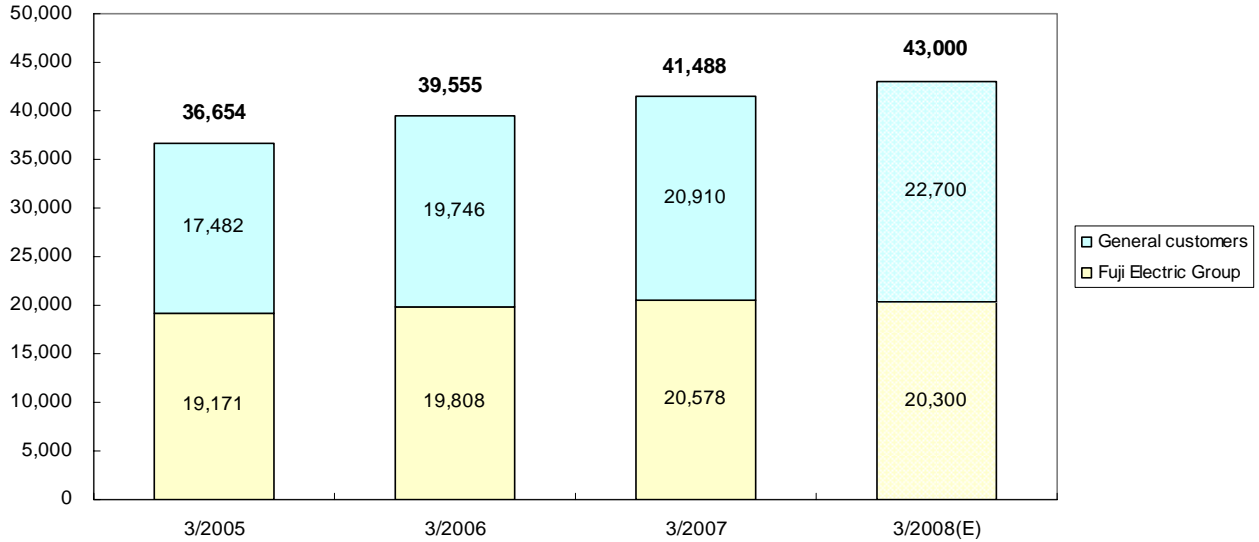
<Consolidated financial results for the past three fiscal years and forecast for the current year>

(Unit: millions of yen)

	Year ended March 31, 2005	Year ended March 31, 2006	Year ended March 31, 2007	Year ending March 31, 2008 (Forecast)
Service revenues	36,654	39,555	41,488	43,000
Operating income	807	620	973	1,150
Ordinary income	825	597	938	1,100
Net income	245	220	438	480

Service revenues by year (Annual)

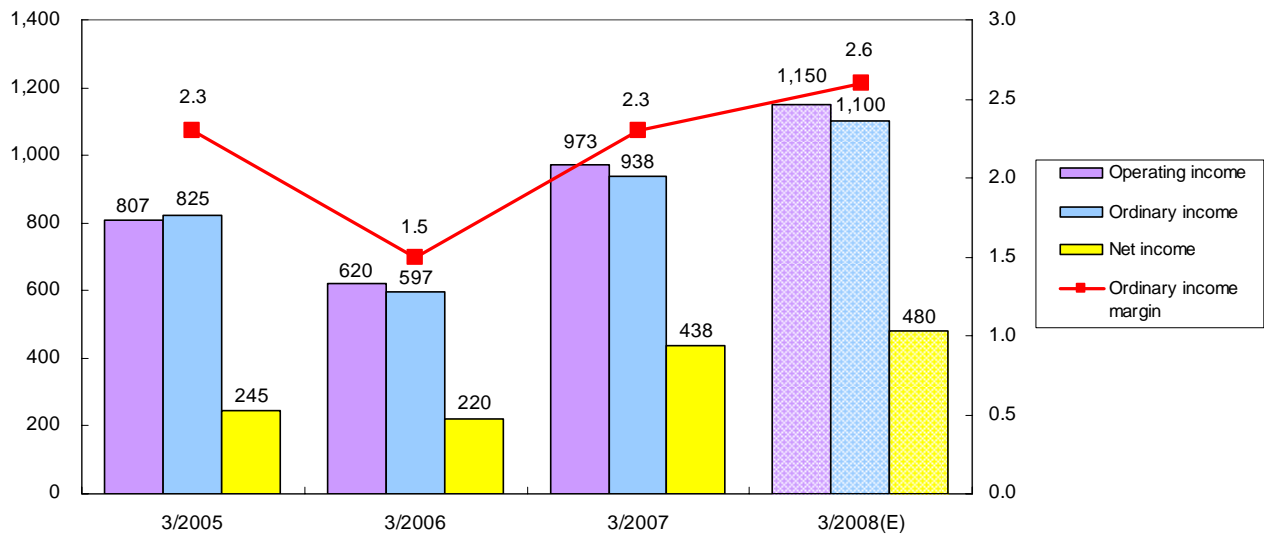
(Millions of yen)



Operating income, ordinary income and net income by year (Annual)

(Millions of yen)

(%)



Consolidated Quarterly Balance Sheet

(Unit: millions of yen)

Item	Period		March 31, 2007		June 30, 2007		Change	June 30, 2006	
	Amount	%	Amount	%	Amount	Amount	%		
Assets									
Current assets	15,528	53.7	15,130	53.4	(398)	14,772	51.9		
Cash and cash equivalents	1,239		1,894		654	1,086			
Trade receivables	11,662		11,256		(406)	10,910			
Money deposited	1,340		699		(640)	1,463			
Others	1,286		1,280		(6)	1,311			
Fixed assets	13,363	46.3	13,217	46.6	(145)	13,712	48.1		
Property, plant and equipment	10,188	35.3	10,093	35.6	(95)	10,418	36.6		
Intangible assets	855	3.0	813	2.9	(42)	941	3.3		
Investments and other assets	2,318	8.0	2,311	8.1	(7)	2,352	8.2		
Total assets	28,891	100.0	28,347	100.0	(543)	28,484	100.0		
Liabilities									
Current liabilities	12,519	43.3	12,014	42.4	(504)	11,727	41.2		
Trade payables	6,888		6,699		(188)	6,708			
Short-term borrowings	2,767		3,035		267	3,433			
Others	2,863		2,279		(583)	1,585			
Long-term liabilities	5,400	18.7	5,374	18.9	(26)	6,098	21.4		
Long-term debt	2,871		2,821		(49)	3,027			
Reserve for employees' retirement benefits	2,307		2,326		18	2,287			
Others	221		226		4	783			
Total liabilities	17,919	62.0	17,388	61.3	(530)	17,825	62.6		
Net assets									
Shareholders' equity	10,774	37.3	10,759	38.0	(14)	10,479	36.8		
Common stock	2,979	10.3	2,979	10.5	-	2,979	10.5		
Capital surplus	2,595	9.0	2,595	9.2	-	2,595	9.1		
Retained earnings	5,311	18.4	5,296	18.7	(14)	5,014	17.6		
Treasury stocks	(112)	(0.4)	(112)	(0.4)	(0)	(109)	(0.4)		
Valuation and translation adjustments	40	0.1	42	0.1	2	29	0.1		
Difference in evaluation of other securities	(6)	(0.0)	(4)	(0.1)	1	1	0.0		
Foreign currency translation adjustment	46	0.1	47	0.2	0	27	0.1		
Minority interests in consolidated subsidiaries	157	0.6	156	0.6	(0)	149	0.5		
Total net assets	10,972	38.0	10,959	38.7	(13)	10,658	37.4		
Total liabilities and net assets	28,891	100.0	28,347	100.0	(543)	28,484	100.0		

Consolidated Quarterly Income Statement

(Unit: millions of yen)

Item	Three months ended June 30, 2006		Three months ended June 30, 2007		Change	Year ended March 31, 2007	
	Amount	%	Amount	%	Amount	Amount	%
Service revenues	10,112	100.0	10,068	100.0	(44)	41,488	100.0
Cost of services	9,292	91.9	9,079	90.2	(213)	37,737	91.0
Gross profit	819	8.1	988	9.8	168	3,751	9.0
Selling, general and administrative expenses	673	6.6	757	7.5	84	2,777	6.7
Operating income	146	1.5	231	2.3	84	973	2.3
Non-operating income	12	0.1	19	0.2	6	43	0.1
Non-operating expenses	14	0.2	24	0.3	9	78	0.1
Ordinary income	144	1.4	226	2.2	81	938	2.3
Other loss	–	–	–	–	–	35	0.1
Net income before taxes	144	1.4	226	2.2	81	903	2.2
Corporate taxes	73	0.7	115	1.1	42	453	1.1
Minority interests in net income of consolidated subsidiaries	3	0.0	3	0.0	(0)	11	0.0
Net income	68	0.7	107	1.1	39	438	1.1

Consolidated Quarterly Statement of Cash Flows

(Unit: millions of yen)

Item	Three months ended June 30, 2006	Three months ended June 30, 2007	Year ended March 31, 2007
	Amount	Amount	Amount
Cash flows from operating activities	15	11	1,334
Net income before taxes	144	226	903
Depreciation and amortization	211	208	860
Corporate taxes paid	(125)	(424)	(222)
Other, net	(215)	1	(206)
Cash flows from investing activities	(806)	(90)	(1,111)
Acquisition of property, plant and equipment, intangible assets, and securities	(807)	(100)	(1,171)
Proceeds from sales of property, plant and equipment, and securities	2	1	55
Other, net	(2)	8	5
Cash flows from financing activities	517	91	(482)
Increase (decrease) in short-term borrowings	248	267	(417)
Proceeds from long-term debt	400	-	400
Repayment of long-term debt	(30)	(50)	(187)
Payment by redemption of corporate bonds	-	-	(100)
Dividends paid to shareholders	(97)	(122)	(170)
Other, net	(4)	(4)	(6)
Effect of exchange rate changes on cash and cash equivalents	3	1	17
Net increase (decrease) in cash and cash equivalents	(271)	13	(241)
Cash and cash equivalents at beginning of period	2,821	2,579	2,821
Cash and cash equivalents at end of period	2,549	2,593	2,579