

NSK Ltd.

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For Immediate Release

February 4, 2009

CONSOLIDATED RESULTS FOR THE NINE MONTHS ENDED DECEMBER 31, 2008 (unaudited)

Consolidated Financial Highlights

(Millions of yen)	Nine months ended Dec. 31, 2008	Nine months ended Dec. 31, 2007
Net sales	536,536	¥ 568,031
Operating income	33,201	49,857
Ordinary income	31,249	47,712
Net income	17,067	29,861
(Yen)		
Net income per share		
Basic	¥ 31.57	¥ 55.25
Diluted	31.57	55.21

Consolidated Financial Position

(Millions of yen)	As of Dec. 31, 2008	As of Mar. 31, 2008
Total assets	¥ 822,811	¥ 828,580
Net assets	266,186	283,775
(%)		
Shareholders' equity to total assets	30.4%	32.3%
(Yen)		
Net assets per share	¥ 463.32	¥ 495.61

Dividends

(Yen)	Year ending Mar. 31, 2009 (Forecast)	Year ending Mar. 31, 2009	Year ended Mar. 31, 2008
Dividends per share			
Interim	-	¥ 10.00	¥ 9.00
Year-end	To be advised	-	10.00
Full year	To be advised	-	19.00

Forecast for the Year Ending March 31, 2009

(Millions of yen)	Year ending Mar. 31, 2009 Full year
Net sales	¥ 670,000
Operating income	28,000
Ordinary income	25,000
Net income	12,000
(Yen)	
Net income per share	
Basic	¥22.20

(Note)

The forecast in this document is based on the currently available information, and actual results may be materially different from any future results expressed herein due to various factors.

Consolidated Financial Highlights for the Third Quarter

(Millions of yen)	Three months ended Dec. 31, 2008
Net sales	¥ 153,210
Operating income	4,588
Ordinary income	2,332
Net income (Yen)	(598)
Net income per share	
Basic	¥ (1.11)
Diluted	-

【Qualitative Information and Consolidated Financial Statements】

1. Qualitative Information Regarding Consolidated Business Results

During the nine months ended December 31, 2008, the subprime loan crisis impacted upon the global economy, and the downturn in the world's major countries continued. In the third quarter, the global financial crisis deepened due to the bankruptcy of major financial groups in the US, and the stock markets around the world declined dramatically. The real economy also deteriorated rapidly. In addition, the economic slowdown in Asia and other emerging countries accelerated due to a decline in exports, and the global economy was plunged into a simultaneous recession. Furthermore, the Japanese yen has appreciated rapidly since last autumn.

Our business segments were negatively affected by a decrease in production by automakers and lower demand for capital investment, and orders from our customers including automotive, electrical machinery, and machine tool manufacturers decreased sharply in the third quarter, although demand from some business areas in the industrial machinery bearings segment, such as energy-related fields, continued to be robust.

As a result, consolidated net sales for the nine months ended December 31, 2008 totaled ¥536,536 million, a year-on-year decrease of 5.5%. Our operating income was ¥33,201 million, a year-on-year decrease of 33.4% due to rapid volume reduction in the third quarter, reduced export profit margins due to the appreciation of the Japanese yen, and a steep increase in raw material costs, despite our efforts to reduce labor and running costs, SG&A expenses, and procurement costs. Ordinary income was ¥31,249 million, a year-on-year decrease of 34.5%.

After taking into account a ¥489 million gain on sales of property, plant and equipment under extraordinary income and a ¥4,439 million loss on devaluation of investment securities under extraordinary losses, net income after adjusting for tax expenses and minority interests decreased 42.8% year-on-year to ¥17,067 million.

Business Segment Information

Industrial Machinery Bearings

Strong sales continued during the first six months. However, in the third quarter, global demand for industrial machinery rapidly deteriorated, although environmental, energy and infrastructure-related demand such as wind turbines and rail cars remained strong. Economies in emerging countries including China and India experienced a downturn due to a decrease in global demand for exports. Overall industrial machinery bearing sales totaled ¥170,340 million, a year-on-year decrease of 3.4%. Operating income was ¥20,730 million, a year-on-year decrease of 15.3% due to rapid volume reduction and reduced export profit margins due to the appreciation of the Japanese yen, which more than offset reduction in procurement costs and SG&A expenses.

Automotive Products

In the automotive bearing business, sales of bearings in Japan were robust during the first six months. However, sales in the third quarter decreased rapidly due to a decline in production by automakers. In the Americas, sales decreased due to a decline in production by automakers. In Europe, sales in the nine months increased year-on-year backed by sales expansion of hub unit bearings, although declining automotive production in the third quarter negatively affected demand. Sales of hub unit bearings and small-sized tapered roller bearings were robust, particularly in China, and total sales in Asia increased.

In the automotive component business, sales of steering columns for large automobiles, such as pickup trucks and SUVs, decreased in the Americas. In other regions, sales in the first six months were robust due to strong sales of electric power steering (EPS) systems, but sales in the third quarter decreased due to a decline in production by automakers.

As a result, net sales in the automotive products segment decreased by 8.3% year-on-year to ¥295,689 million. Although we tried to reduce external procurement costs and SG&A expenses, operating income decreased by 44.9% year-on-year to ¥12,309 million due to the negative impact of volume reduction, reduced export profit margins caused by the appreciation of the Japanese yen and a steep increase in raw material costs.

Precision Machinery and Parts

Sales of exposure equipment for LCD panel production increased in Asia. However, sales of linear motion products decreased due to the global economic slump and a reduction in capital investments. As a result, overall sales totaled ¥46,527 million, a year-on-year decrease of 3.2%. Operating income was ¥2,569 million, a year-on-year decrease of 55.3% due to volume reduction of linear motion products and an increase in raw material costs.

Other

Sales in other business segments totaled ¥44,081 million, a year-on-year increase of 7.6%, backed by increases in sales of steel balls to third parties and metal scrap. Operating income decreased 1.7% year-on-year to ¥1,934 million.

Geographical Segment Information

Japan

Favorable demand in the first six months in the industrial machinery bearings segment suddenly became stagnant in the third quarter, and sales to the machine tool and construction machinery manufacturers decreased rapidly. In the automotive products segment, sales decreased due to a decline in production by automakers in the third quarter. In the precision machinery and parts segment, sales to machine tool and injection molding machine manufacturers declined in the third quarter, in addition to decreased sales to semiconductor production equipment.

As a result, overall sales in Japan totaled ¥403,263 million, a year-on-year decrease of 1.8%. Operating income was ¥17,629 million, a year-on-year decrease of 49.5% due to the negative impact of rapid volume reduction, reduced export profit margins due to the appreciation of the Japanese yen, and a steep increase in raw material costs.

The Americas

Sales of industrial machinery bearings decreased in the third quarter, particularly in the aftermarket sector. In the automotive products segment, sales decreased due to the effect of a decline in production by automakers. In the precision machinery and parts segment, sales to the semiconductor production sector decreased, while sales to machine tool makers grew.

Net sales in the Americas totaled ¥65,343 million, a decrease of 18.7% compared to the same period last year. Operating income, which was negatively affected by volume reduction, was ¥2,192 million, a year-on-year decrease of 38.6%.

Europe

In the industrial machinery bearings segment, sales were robust in the first six months. However, overall sales decreased in the third quarter, although sales to wind turbine generator manufacturers remained strong. In the automotive products segment, total sales in the nine months were flat year

on-year backed by sales expansion of hub unit bearings, although decline in production by automakers negatively affected third quarter sales. In the precision machinery and parts segment, sales to the machine tool sector grew.

As a result, overall sales in Europe totaled ¥93,835 million, a year-on-year decrease of 7.7%. Operating income was ¥7,852 million, a year-on-year increase of 18.1% due to the effect of the Pound's depreciation.

Asia

In the industrial machinery bearings segment, sales in China and India were sluggish during the third quarter. In the automotive product segment, sales of automotive bearings were robust, backed by favorable demand for hub unit bearings and small-sized tapered roller bearings, particularly in China. In the automotive component business, sales of steering columns for pickup trucks decreased in Thailand. In the precision machinery and parts segment, sales of linear motion products increased in South Korea and China, and sales of exposure equipment for LCD panel production grew.

Overall sales in Asia totaled ¥87,970 million, a year-on-year increase of 2.4%. Although volume grew, operating income was ¥9,289 million, a year-on-year decrease of 2.6% due to the effect of exchange rate fluctuations.

2. Qualitative Information Regarding Consolidated Financial Position

Total assets

Total assets were ¥822,811 million, a decrease of ¥5,768 million compared to total assets as of March 31, 2008, due to a decrease of ¥16,716 million in notes and accounts receivable and a decrease of ¥24,563 million in investment securities caused by declines in the stock market, although there was an increase of ¥25,979 million in cash and deposits and marketable securities in order to ensure liquidity against financial crisis and credit uncertainty.

Liabilities

Liabilities totaled ¥556,625 million, an increase of ¥11,820 million compared to liabilities as of March 31, 2008, due to a decrease of ¥6,420 million in notes and accounts payable, a decrease of ¥10,000 million due to redemption of corporate bonds, and a decrease of ¥10,382 million in accrued employees' retirement benefits, although there was an increase of ¥68,061 million in short-term and long-term loans as a result of financing activities.

Net assets

Net assets totaled ¥266,186 million, a decrease of ¥17,589 million from net assets as of March 31, 2008, including decreases in unrealized holding gains on securities and translation adjustments.

Cash flows

Net cash flow provided by operating activities amounted to ¥21,549 million, including ¥27,298 million of income before income taxes and minority interests, ¥29,398 million of depreciation and amortization, and ¥11,501 million of decrease in notes and accounts receivable which more than offset increases in inventories of ¥30,095 million and payments for income taxes of ¥13,951 million.

Net cash flow used in investing activities totaled ¥36,208 million, including ¥8,286 million for sales of marketable securities, and additions to property, plant and equipment of ¥39,910 million.

Net cash flow provided by financing activities totaled ¥51,024 million, including ¥15,483 million of repayments for long-term loans, ¥10,000 million of payments for redemption of corporate bonds and

¥10,561 million of payments for dividends, which offset increases of ¥77,648 million in long-term loans and ¥9,862 million in short-term loans in order to ensure liquidity against financial crisis and credit uncertainty.

In the aggregate, cash and cash equivalents at the end of the third quarter totaled ¥144,490 million.

3. Qualitative Information Regarding Consolidated Business Forecast

NSK has not revised forecasts for the full year ending March 31, 2009 announced on December 24, 2008.

NSK places great importance on shareholder returns. We will maintain our basic policy of issuing a consistent dividend, and ensure that our dividends better reflect our consolidated payout ratio and business results.

However, the year-end dividend forecast for the fiscal year ending March 31, 2009 has not yet been determined due to continued uncertainties in the future business environment. NSK will further estimate forecasts for this fiscal year and the next fiscal year ending March 31, 2010, and will announce its year-end dividend forecast which will reflect those estimates.

4. Other

- (1) Changes in significant subsidiaries during the period (Changes in specific subsidiaries resulting in change in the scope of consolidation)

Not applicable.

- (2) Adoption of simplified financial accounting methods and special accounting methods for presenting quarterly consolidated financial statements

Method of calculating tax expenses, deferred tax expenses and deferred tax liabilities:

Tax expenses were calculated using reasonably estimated annual effective tax rate for this fiscal year including this quarter.

When there has been no marked change in the business environment or temporary fluctuations since the end of the previous fiscal year, the potential recovery of deferred tax assets is determined based on the business performance forecasts of the previous fiscal year and tax planning methods.

Income taxes deferred are included in tax expense figures.

- (3) Changes of accounting policies applied, procedures and disclosures for presenting quarterly consolidated financial standards

(3)-1. Effective from the fiscal year ending March 2009, the "Accounting Standard for Quarterly Financial Reporting" (ASBJ Statement No.12) and its implementation guidance, "Guidance on Accounting Standard for Quarterly Financial Reporting" (ASBJ Guidance No.14) have been applied. Quarterly consolidated financial statements have been prepared in accordance with the "Regulation for Quarterly Consolidated Financial Reporting."

(3)-2. Inventories:

Previously, finished products and raw materials were stated at the lower of cost or market, determined principally by the periodic average method, work in process was stated at cost

determined principally by the periodic average method, and supplies were stated at cost determined by the moving average method.

However, effective from the first quarter ended June 30, 2008, the "Accounting Standard for Measurement of Inventories" (ASBJ Statement No.9) has been applied, and these inventories are now stated at cost (for the value stated on the balance sheet, book value is stated based on the decreased profitability).

The effect of this application on income is immaterial.

(3)-3. Effective from the first quarter ended June 30, 2008, the "Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements" (ASBJ PITF No.18) has been applied, and accordingly some revisions have been made to consolidated accounts as necessary.

The effect of this application on income is immaterial.

This application caused a decrease in retained earnings of ¥17,378 million due mainly to a transfer of unfunded retirement benefits obligation of overseas subsidiaries, which was previously stated as valuation, translation adjustments and other.

5. Quarterly Consolidated Financial Statements

(1) Consolidated Balance Sheets

	(Millions of Yen)	
	As of Dec. 31, 2008	As of Mar. 31, 2008
Assets		
Current assets:		
Cash and deposits	79,574	66,259
Notes and accounts receivable	120,722	137,439
Marketable securities	64,265	51,600
Finished products	68,256	57,860
Raw materials and supplies	11,359	10,156
Work in process	40,162	33,832
Others	52,438	48,488
Less allowance for doubtful accounts	(1,055)	(1,223)
Total current assets	435,723	404,412
Non-current assets:		
Property, plant and equipment		
Buildings and structures	72,265	77,773
Machinery, vehicles and equipment	126,337	125,577
Others	56,561	64,704
Total property, plant and equipment	255,164	268,055
Intangible fixed assets	10,499	10,520
Investments and other assets		
Investment securities	66,487	91,051
Prepaid pension costs	44,776	43,830
Others	10,884	11,499
Less allowance for doubtful accounts	(724)	(789)
Total investments and other assets	121,424	145,591
Total non-current assets	387,088	424,167
Total assets	822,811	828,580

	(Millions of Yen)	
	As of Dec. 31, 2008	As of Mar. 31, 2008
Liabilities		
Current liabilities:		
Notes and accounts payable	124,546	130,966
Short-term loans	89,387	84,787
Current portion of corporate bonds	7,000	10,000
Accrued income taxes	4,541	6,199
Others	43,121	62,364
Total current liabilities	268,597	294,318
Long-term liabilities:		
Corporate bonds	120,000	127,000
Long-term loans	106,087	42,625
Accrued employees' retirement benefits	26,210	36,592
Accrued officers' retirement benefits	1,371	1,202
Reserves for environmental safety measures expenses	178	268
Others	34,179	42,795
Total long-term liabilities	288,027	250,486
Total liabilities	556,625	544,804
Net assets		
Shareholders' equity		
Common stock	67,176	67,176
Additional paid-in capital	78,324	78,304
Retained earnings	149,126	154,846
Treasury stock	(4,152)	(4,134)
Total shareholders' equity	290,474	296,193
Valuation, translation adjustments and other		
Unrealized holding gains on securities	7,919	18,216
Translation adjustments	(47,924)	(21,586)
Unfunded retirement benefits obligation of overseas subsidiaries	-	(24,909)
Total valuation, translation adjustments and other	(40,004)	(28,279)
Share subscription rights	261	170
Minority interests	15,455	15,690
Total net assets	266,186	283,775
Total liabilities and net assets	822,811	828,580

(2) Consolidated Statements of Operations

For the nine months ended December 31, 2008

	(Millions of Yen)
	Nine months ended Dec. 31, 2008
Net sales	536,536
Cost of sales	422,062
Gross profit	114,473
Selling, general and administrative expenses	81,272
Operating income	33,201
Non-operating income:	
Interest income	1,524
Dividend income	1,233
Equity in earnings of affiliates	2,355
Other	2,329
Total non-operating income	7,443
Non-operating expenses:	
Interest expenses	4,570
Other	4,824
Total non-operating expenses	9,395
Ordinary income	31,249
Extraordinary income:	
Gain on sales of property, plant and equipment	489
Total extraordinary income	489
Extraordinary loss:	
Loss on devaluation of investment securities	4,439
Total extraordinary loss	4,439
Income before tax expenses and minority interests	27,298
Income taxes	9,081
Minority interests	1,149
Net income	17,067

For the three months ended December 31, 2008

	(Millions of Yen)
	Three months ended Dec. 31, 2008
Net sales	153,210
Cost of sales	123,062
Gross profit	30,148
Selling, general and administrative expenses	25,560
Operating income	4,588
Non-operating income:	
Interest income	499
Dividend income	447
Equity in earnings of affiliates	402
Other	708
Total non-operating income	2,058
Non-operating expenses:	
Interest expenses	1,523
Exchange loss	1,405
Other	1,385
Total non-operating expenses	4,314
Ordinary income	2,332
Extraordinary loss:	
Loss on devaluation of investment securities	2,700
Total extraordinary loss	2,700
Loss before tax expenses and minority interests	(367)
Income taxes	198
Minority interests	32
Net loss	(598)

(3) Consolidated Statements of Cash Flows

(Millions of Yen)

Nine months ended Dec. 31, 2008

Operating activities	
Income before income taxes and minority interests	27,298
Depreciation and amortization	29,398
Amortization of goodwill	514
Increase (decrease) in allowance for doubtful accounts	(37)
Increase (decrease) in provision for retirement benefits and prepaid pension cost	(3,582)
Interest and dividend income	(2,758)
Interest expense	4,570
Equity in losses (earnings) of affiliates	(2,355)
Loss (gain) on sales of property, plant and equipment	(489)
Loss (gain) on devaluation of investment securities	4,439
Decrease (increase) in notes and accounts receivable	11,501
Decrease (increase) in inventories	(30,095)
Increase (decrease) in notes and accounts payable	(4,683)
Other	(749)
Subtotal	32,970
Interest and dividends received	6,813
Interest paid	(4,282)
Income taxes paid	(13,951)
Net cash provided by operating activities	21,549
Investing activities	
Net decrease (increase) in time deposit	(19)
Payments for acquisition of marketable securities	(3,501)
Proceeds from sales of marketable securities	8,286
Additions to property, plant and equipment	(39,910)
Proceeds from sales of property, plant and equipment	944
Acquisition of investment securities	(964)
Proceeds from sales of investment securities	860
Payments for advances	(109)
Proceeds from collection of advances	89
Other	(1,884)
Net cash used in investing activities	(36,208)
Financing activities	
Net increase (decrease) in short-term loans	9,862
Increase in long-term loans	77,648
Long-term debt - repayments	(15,483)
Payments for redemption of corporate bonds	(10,000)

	(Millions of Yen)
	Nine months ended Dec. 31, 2008
Acquisition of treasury stock	(58)
Dividends paid	(10,561)
Dividends paid to minority shareholders	(572)
Other	188
Net cash provided by financing activities	51,024
Effect of exchange rate changes on cash and cash equivalents	(5,099)
Net increase (decrease) in cash and cash equivalents	31,264
Cash and cash equivalents at beginning of the year	113,226
Cash and cash equivalents at end of the period	144,490

(4) Segment Information**【Sales by Business Segment】**

Three months ended December 31, 2008

(Millions of Yen)

	Industrial machinery bearings	Automotive products	Precision machinery & parts	Other	Total	Eliminations/corporate	Consolidated
Sales to third parties	48,640	81,550	15,474	7,545	153,210	-	153,210
Inter-segment sales and transfers	-	-	-	6,623	6,623	(6,623)	-
Total	48,640	81,550	15,474	14,169	159,834	(6,623)	153,210
Operating income (loss)	4,535	1,486	(404)	176	5,794	(1,206)	4,588

Nine months ended December 31, 2008

(Millions of Yen)

	Industrial machinery bearings	Automotive products	Precision machinery & parts	Other	Total	Eliminations/corporate	Consolidated
Sales to third parties	170,340	295,689	46,527	23,978	536,536	-	536,536
Inter-segment sales and transfers	-	-	-	20,102	20,102	(20,102)	-
Total	170,340	295,689	46,527	44,081	556,638	(20,102)	536,536
Operating income	20,730	12,309	2,569	1,934	37,544	(4,343)	33,201

【Sales by Geographical Segment】

Three months ended December 31, 2008

(Millions of Yen)

	Japan	The Americas	Europe	Asia	Total	Eliminations/corporate	Consolidated
Sales to third parties	94,479	16,091	21,215	21,424	153,210	-	153,210
Inter-area sales and transfers	27,272	203	910	5,561	33,947	(33,947)	-
Total	121,751	16,295	22,125	26,985	187,158	(33,947)	153,210
Operating income	1,221	31	1,723	2,552	5,529	(941)	4,588

Nine months ended December 31, 2008

(Millions of Yen)

	Japan	The Americas	Europe	Asia	Total	Eliminations/corporate	Consolidated
Sales to third parties	313,267	64,556	89,738	68,973	536,536	-	536,536
Inter-area sales and transfers	89,996	786	4,096	18,997	113,876	(113,876)	-
Total	403,263	65,343	93,835	87,970	650,412	(113,876)	536,536
Operating income	17,629	2,192	7,852	9,289	36,964	(3,763)	33,201

【Sales by Customer Location】

Three months ended December 31, 2008

(Millions of Yen)

	The Americas	Europe	Asia	Total
Non-Japan sales	16,393	21,767	35,279	73,439
Consolidated net sales	-	-	-	153,210
Ratio of Non-Japan sales to consolidated net sales (%)	10.7	14.2	23.0	47.9

Nine months ended December 31, 2008

(Millions of Yen)

	The Americas	Europe	Asia	Total
Non-Japan sales	65,826	91,028	107,049	263,904
Consolidated net sales	-	-	-	536,536
Ratio of Non-Japan sales to consolidated net sales (%)	12.3	17.0	20.0	49.2

(Reference)

Summary: Consolidated Statements of Income for the nine months ended December 31, 2007

(Millions of Yen)

	Nine months ended Dec. 31, 2007
Net sales	568,031
Cost of sales	436,980
Gross profit	131,051
Selling, general and administrative expenses	81,194
Operating income	49,857
Non-operating income	8,014
Interest and dividend income	2,524
Equity in earnings of affiliates	3,065
Other	2,424
Non-operating expenses	10,160
Interest expense	4,687
Other	5,472
Ordinary income	47,712
Extraordinary income	159
Gain on sales of investment securities	159
Extraordinary losses	164
Loss on sales of investments of affiliates	164
Income before income taxes and minority interests	47,707
Income taxes	
Current	9,013
Deferred	7,295
Minority interests	1,537
Net income	29,861

(Reference)

Summary: Consolidated Statements of Cash Flows for the nine months ended December 31, 2007

	(Millions of Yen)
	Nine months ended Dec. 31, 2007
Operating activities	
Income before income taxes and minority interests	47,707
Depreciation and amortization	28,004
Amortization of goodwill	714
Increase (decrease) in allowance for doubtful accounts	(718)
Increase (decrease) in provision for retirement benefits and prepaid pension cost	(5,425)
Interest and dividend income	(2,524)
Interest expense	4,687
Equity in earnings of affiliates	(3,065)
Gain on sales of investment securities	(159)
Loss on sales of investments of affiliates	164
Decrease (increase) in notes and accounts receivable	5,033
Decrease (increase) in inventories	(2,102)
Increase (decrease) in notes and accounts payable	12,099
Other	(8,154)
Subtotal	76,260
Interest and dividends received	4,423
Interest paid	(4,615)
Income taxes paid	(19,715)
Net cash provided by operating activities	56,353
Investing activities	
Net decrease (increase) in time deposit	13,901
Payments for acquisition of marketable securities	(14,287)
Proceeds from sales of marketable securities	29,850
Additions to property, plant and equipment	(32,937)
Proceeds from sales of property, plant and equipment	1,026
Acquisition of investment securities	(6,321)
Proceeds from sales of investment securities	1,133
Proceeds from acquisition of subsidiaries' stock resulting in changes in scope of consolidation	73
Payments for advances	(422)
Proceeds from collection of advances	109
Other	(104)
Net cash used in investing activities	(7,978)
Financing activities	
Net increase (decrease) in short-term loans	(8,733)
Increase in long-term loans	3,625
Long-term debts - repayments	(4,611)
Payments for redemption of corporate bonds	(23,000)
Payments for acquisition of treasury stock	(102)
Dividends paid	(9,450)
Dividends paid to minority shareholders	(253)
Other	71
Net cash provided by financing activities	(42,454)
Effect of exchange rate changes on cash and cash equivalents	657
Net increase in cash and cash equivalents	6,578
Cash and cash equivalents at beginning of the year	73,319
Increase (decrease) in cash and cash equivalents resulting from changes in fiscal year ends of consolidated subsidiaries	726
Cash and cash equivalents at end of the period	80,623

(Reference)**【Sales by Business Segment】**

Nine months ended December 31, 2007

(Millions of Yen)

	Industrial machinery bearings	Automotive products	Precision machinery & parts	Other	Total	Eliminations/corporate	Consolidated
Sales to third parties	176,400	322,408	48,075	21,147	568,031	-	568,031
Inter-segment sales and transfers	-	-	-	19,806	19,806	(19,806)	-
Total	176,400	322,408	48,075	40,954	587,838	(19,806)	568,031
Operating expenses	151,933	300,065	42,321	38,986	533,306	(15,132)	518,174
Operating income	24,467	22,342	5,753	1,967	54,531	(4,674)	49,857

【Sales by Geographical Segment】

Nine months ended December 31, 2007

(Millions of Yen)

	Japan	The Americas	Europe	Asia	Total	Eliminations /corporate	Consolidated
Sales to third parties	324,001	79,703	96,008	68,318	568,031	-	568,031
Inter-area sales and transfers	86,698	642	5,606	17,585	110,533	(110,533)	-
Total	410,700	80,346	101,615	85,903	678,565	(110,533)	568,031
Operating expenses	375,807	76,773	94,963	76,369	623,914	(105,739)	518,174
Operating income	34,892	3,572	6,651	9,534	54,651	(4,793)	49,857

【Sales by Customer Location】

Nine months ended December 31, 2007

(Millions of Yen)

	The Americas	Europe	Asia	Total
Non-Japan sales	81,363	96,889	101,787	280,041
Consolidated net sales	-	-	-	568,031
Ratio of Non-Japan sales to consolidated net sales (%)	14.3	17.1	17.9	49.3