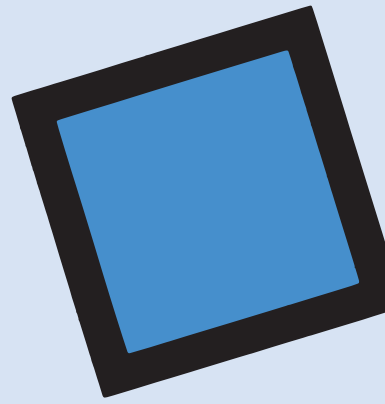


KING JIM DATA FILE



Company Overview (as of November 21, 2006)

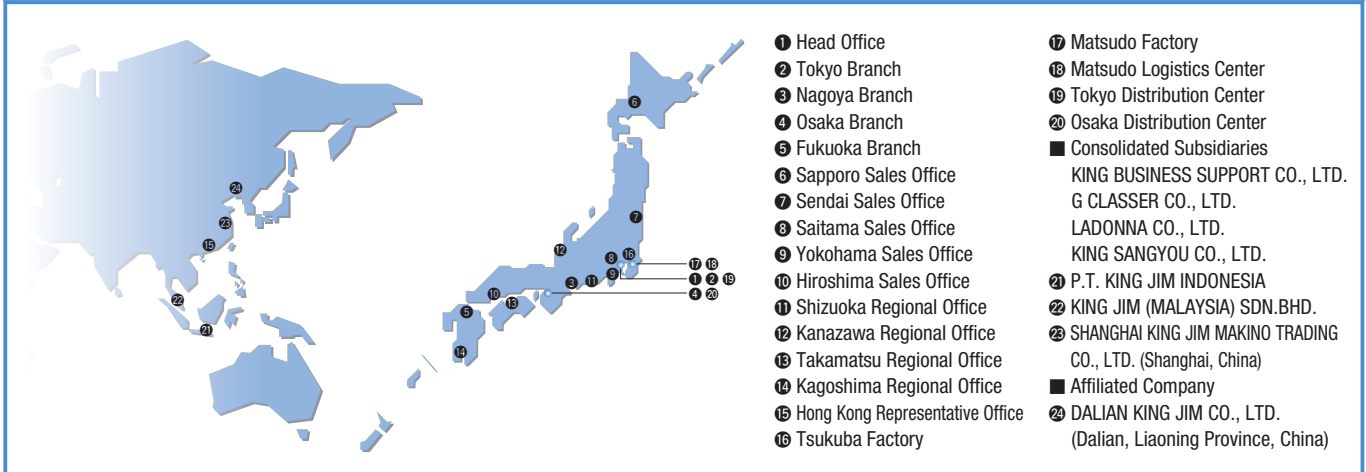
| | |
|----------------------------|--|
| Trade name: | KING JIM CO., LTD. |
| President & CEO: | Akira Miyamoto |
| Start of business: | April 1927 |
| Date of incorporation: | August 1948 |
| Capitalization: | ¥1,978.69 million |
| Exchange listing: | Tokyo Stock Exchange, 1st Section Securities code 7962 |
| Number of shares issued: | 32,459,692 |
| Number of employees: | 551 |
| Location of head office: | 10-18, 2-chome, Higashi-Kanda, Chiyoda-ku, Tokyo |
| Number of offices: | 14 sales offices, 2 factories 3 distribution centers |
| Consolidated subsidiaries: | KING BUSINESS SUPPORT CO., LTD. G CLASSER CO., LTD. LADONNA CO., LTD. KING SANGYOU CO., LTD. P.T. KING JIM INDONESIA KING JIM (MALAYSIA) SDN.BHD. SHANGHAI KING JIM MAKINO TRADING CO., LTD. (China) |
| Affiliated company: | DALIAN KING JIM CO., LTD. (China) |

Corporate Officers (as of November 21, 2006)

| | |
|--------------------|---------------------|
| President & CEO | Akira Miyamoto |
| *Managing Director | Hideharu Miyamoto |
| *Managing Director | Hiroyuki Hashimoto |
| *Managing Director | Takaaki Yoshioka |
| *Director | Katsuyasu Iwasawa |
| *Director | Tamotsu Nishio |
| *Director | Hideto Yokota |
| External Director | Ichiro Innami |
| Standing Auditor | Kenji Ichimura |
| Auditor | Noboru Udagawa |
| External Auditor | Makoto Tanaka |
| External Auditor | Tsutomu Toyama |
| Executive Officer | Toshio Aoyagi |
| Executive Officer | Osamu Hashibe |
| Executive Officer | Kazutoshi Ito |
| Executive Officer | Mitsuharu Izumisawa |
| Executive Officer | Naomichi Hagita |

*indicates directors who double as executive officers.

Worldwide Network (as of November 21, 2006)



Contact Information

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 10-18, 2-Chome, Higashi-Kanda, Chiyoda-ku, Tokyo 101-0031, Japan
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 Fax: 03-3864-0698
 URL: <http://www.kingjim.co.jp/>

Hong Kong Representative Office
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 Tel: 2838-0886
 Fax: 2572-1866

SHANGHAI KING JIM MAKINO TRADING CO., LTD.
 17F, No.728 Xi Zang Rd(M), Shanghai, China, 200001
 Tel: 021-53082770
 Fax: 021-53082769
 URL: <http://www.kingjimmakino.com.cn/>

P.T. KING JIM INDONESIA
 JL. Rembang Industri II /1 Rembang-kav.
 Pasuruan 67152 Indonesia
 Tel: 0343-740167
 Fax: 0343-740165

KING JIM (MALAYSIA) SDN.BHD.
 Lot 151, Plot1&2, Jalan PKNK3/1, Kawasan Perusahaan Sungai Petani,
 08000 Sungai Petani, Kedah Darul Aman, Malaysia
 Tel: 04-442-4952-4
 Fax: 04-442-4951

FINANCIAL DATA

Consolidated Balance Sheets

KING JIM CO., LTD. and Subsidiaries
June 20, 2005 and 2006

| | Thousands of yen | | Thousands of US dollars |
|--|------------------|--------------|----------------------------|
| | 2006 | 2005 | 2006 |
| Assets: | | | |
| Current assets | | | |
| Cash and cash equivalents | ¥ 6,534,250 | ¥ 9,178,219 | \$ 56,505 |
| Notes and accounts receivable - trade | 4,338,227 | 4,298,653 | 37,514 |
| Marketable securities | 611,046 | — | 5,284 |
| Inventories | 3,597,476 | 3,403,056 | 31,109 |
| Deferred income tax assets | 78,849 | 108,162 | 681 |
| Other current assets | 778,931 | 738,276 | 6,735 |
| Allowance for doubtful accounts | (11,309) | (19,260) | (97) |
| Total current assets | 15,927,471 | 17,707,108 | 137,733 |
| Fixed assets | | | |
| Property, plant and equipment | 6,749,557 | 5,575,583 | 58,366 |
| Intangible fixed assets | 775,104 | 699,480 | 6,702 |
| Investments and other assets | | | |
| Securities investments | 2,069,232 | 2,336,014 | 17,893 |
| Deferred income tax assets | 95,980 | 155,766 | 829 |
| Reserves for insurance | 1,097,861 | 1,115,878 | 9,493 |
| Other assets | 849,377 | 1,095,399 | 7,345 |
| Total investments and other assets | 4,112,452 | 4,703,058 | 35,562 |
| Total assets | 27,564,585 | 28,685,229 | 238,365 |
| Liabilities and shareholder's equity | | | |
| Current liabilities | | | |
| Notes and accounts payable | 3,185,133 | 5,990,076 | 27,543 |
| Short-term borrowings | 470,000 | 530,529 | 4,064 |
| Accrued income and other taxes | 584,585 | 604,746 | 5,055 |
| Amount in arrears | 842,947 | 924,699 | 7,289 |
| Other current liabilities | 775,328 | 753,123 | 6,704 |
| Total current liabilities | 5,857,994 | 8,803,175 | 50,657 |
| Long-term liabilities | | | |
| Employees' retirement allowance | 106,954 | 139,406 | 924 |
| Allowance for directors' retirement benefits | 198,845 | 188,920 | 1,719 |
| Deferred income taxes | 248,208 | 4,927 | 2,146 |
| Other long-term liabilities | 700,112 | 120,497 | 6,054 |
| Total long-term liabilities | 1,254,119 | 453,752 | 10,845 |
| Total liabilities | 7,112,114 | 9,256,928 | 61,502 |
| Minority interests | | | |
| — | — | 213,682 | — |
| Shareholders' equity | | | |
| Common stock, no par value | | | |
| Authorized shares : 60, 000, 000 shares | | | |
| Issued : 2005 32, 459, 692 shares | — | 1,978,690 | — |
| Capital surplus | — | 1,840,956 | — |
| Retained earnings | — | 16,058,050 | — |
| Net unrealized holding loss on securities | — | 124,274 | — |
| Currency translation adjustment | — | (201,921) | — |
| Treasury stock | — | (585,432) | — |
| Total shareholders' equity | — | 19,214,618 | — |
| Total liabilities and shareholder's equity | — | ¥ 28,685,229 | — |
| Net assets | | | |
| Common stock, no par value | | | |
| Authorized shares : 60, 000, 000 shares | | | |
| Shareholders' equity | | | |
| Issued : 2006 32, 459, 692 shares | 1,978,690 | — | 17,110 |
| Capital surplus | 2,740,001 | — | 23,694 |
| Retained earnings | 16,684,209 | — | 144,277 |
| Treasury stock | (1,217,776) | — | (10,530) |
| Total stockholders' equity | 20,185,125 | — | 174,551 |
| Valuation and translation adjustments | | | |
| Net unrealized holding loss on securities | 203,495 | — | 1,759 |
| Currency translation adjustment | (167,206) | — | (1,445) |
| Total valuation and translation adjustments | 36,289 | — | 313 |
| Minority interests | | | |
| 231,057 | — | — | 1,998 |
| Total net assets | 20,452,471 | — | 176,863 |
| Total liabilities and net assets | ¥ 27,564,585 | — | \$ 238,365 |

Consolidated Statements of Income

KING JIM CO., LTD. and Subsidiaries
Years ended June 20, 2005 and 2006

| | Thousands of yen | | Thousands of US dollars |
|--|------------------|--------------|----------------------------|
| | 2006 | 2005 | 2006 |
| Net sales | ¥ 30,299,371 | ¥ 30,683,764 | \$ 262,014 |
| Operating costs and expenses | | | |
| Cost of sales | 18,950,614 | 19,411,034 | 163,875 |
| Selling and general administrative | 9,260,252 | 9,173,127 | 80,078 |
| Operating profit | 2,088,504 | 2,099,602 | 18,060 |
| Other income | | | |
| Interest received | 13,723 | 11,366 | 118 |
| Dividends received | 17,008 | 10,752 | 147 |
| Foreign exchange gain | 27,991 | 3,592 | 242 |
| Other | 59,536 | 63,071 | 514 |
| Total other income | 118,258 | 88,783 | 1,022 |
| Other expense | | | |
| Interest paid | 4,194 | 4,825 | 36 |
| Loss from disposal of fixed assets | 120,436 | 49,004 | 1,041 |
| Loss from write-down of investment in securities | 11,999 | 18,000 | 103 |
| Other | 189,619 | 52,635 | 1,639 |
| Total other expense | 326,250 | 124,465 | 2,821 |
| Income before taxes | 1,880,512 | 2,063,919 | 16,261 |
| Income taxes | 792,549 | 752,601 | 6,853 |
| Minority interest | 4,919 | 6,002 | 42 |
| Net income | ¥ 1,083,044 | ¥ 1,305,316 | \$ 9,365 |

Consolidated Statements of Changes in Shareholders' Equity

| | Shareholders' equity | | | | Thousands of yen |
|--|---|---------------------------------|---|--------------------|----------------------------|
| | Capital stock | Capital surplus | Retained earnings | Treasury stock | Total Shareholders' equity |
| Balance at June 20, 2005 | ¥ 1,978,690 | ¥ 1,840,956 | ¥ 16,058,050 | (¥ 585,432) | ¥ 19,292,265 |
| Changes during the year | | | | | |
| Dividends from surplus | | | (431,455) | | (431,455) |
| Net income | | | 1,083,044 | | 1,083,044 |
| Bonuses to directors and corporate auditors | | | (25,430) | | (25,430) |
| Acquisition of the Company's own shares | | | | (473,062) | (473,062) |
| The parent company stocks that new consolidated subsidiary has | | | | (848,158) | (848,158) |
| Disposition of the Company's own shares | | (6,211) | | 62,974 | 56,762 |
| Amount of change by stock transaction | | 905,256 | | 625,902 | 1,531,158 |
| Changes in items other than shareholders' equity during the year (net) | | | | | |
| Total changes during the year | | 899,045 | 626,158 | (632,344) | 892,859 |
| Balance at June 20, 2006 | ¥ 1,978,690 | ¥ 2,740,001 | ¥ 16,684,209 | (¥ 1,217,776) | ¥ 20,185,125 |
| | Valuation and translation adjustments | | | | Thousands of yen |
| | Net unrealized holding loss on securities | Currency translation adjustment | Total valuation and translation adjustments | Minority interests | Total net assets |
| Balance at June 20, 2005 | ¥ 124,274 | (¥ 201,921) | (¥ 77,647) | ¥ 213,682 | ¥ 19,428,301 |
| Changes during the year | | | | | |
| Dividends from surplus | | | | | (431,455) |
| Net income | | | | | 1,083,044 |
| Bonuses to directors and corporate auditors | | | | | (25,430) |
| Acquisition of the Company's own shares | | | | | (473,062) |
| The parent company stocks that new consolidated subsidiary has | | | | | (848,158) |
| Disposition of the Company's own shares | | | | | 56,762 |
| Amount of change by stock transaction | | | | | 1,531,158 |
| Changes in items other than shareholders' equity during the year (net) | 79,220 | 34,715 | 113,936 | 17,374 | 131,310 |
| Total changes during the year | 79,220 | 34,715 | 113,936 | 17,374 | 1,024,169 |
| Balance at June 20, 2006 | ¥ 203,495 | (¥ 167,206) | ¥ 36,289 | ¥ 231,057 | ¥ 20,452,471 |

Consolidated Statements of Cash Flows

KING JIM CO., LTD. and Subsidiaries
Years ended June 20, 2005 and 2006

| | Thousands of yen | | Thousands of US dollars |
|--|------------------|-------------|----------------------------|
| | 2006 | 2005 | 2006 |
| Cash flows from operating activities | (¥ 825,444) | ¥ 2,765,236 | (\$ 7,138) |
| Cash flows from investing activities | (917,679) | (1,413,063) | (7,935) |
| Cash flows from financing activities | (906,137) | (285,535) | (7,835) |
| Foreign currency translation adjustments on cash and cash equivalents | 15,619 | 10,795 | 135 |
| Increase (Decrease) in cash and cash equivalents | (2,633,642) | 1,077,433 | (22,774) |
| Beginning balance of cash and cash equivalents | 8,993,219 | 7,915,786 | 77,769 |
| Ending balance of cash and cash equivalents | ¥ 6,359,576 | ¥ 8,993,219 | \$ 54,994 |

Notes to Consolidated Financial Statements

KING JIM CO., LTD.
For the year ended June 20, 2006

1. Basis of Presenting Financial Statements

- (a) The accompanying financial statements are presented in accordance with the provisions set forth in the Japanese Corporation law and the Securities and Exchange Law of Japan and in conformity with accounting principles and practices generally accepted in Japan.
- (b) Under the Japanese Corporation law, reported amounts of less than one thousand yen have been omitted. As a result, the totals in yen and U.S. dollars shown in the consolidated financial statements do not necessarily agree with the sum of the individual amounts.
- (c) The company, a Japanese corporation, maintains its records and prepares its financial statements in yen. In preparing the consolidated financial statements, certain reclassifications have been made to the consolidated financial statements issued domestically in order to present them in a form that is more familiar to readers outside Japan.
- (d) The accompanying U.S. dollar financial statements have been translated from yen for convenience, and as a matter of arithmetical computation only, at the rate of ¥115.64 = US\$1, the exchange rate prevailing at June 20, 2006. The translations should not be construed as representations that yen have been or could be converted into U.S. dollars at the rate.
- (e) Items for which there is no applicable amount are indicated by “-”.

2. Significant Accounting Policies

(a) Valuation of securities

Marketable securities are stated at fair value (unrealized holding gains and losses excluded from earnings and reported in a separate component of shareholders equity. The cost of securities sold determined based on the average cost of all shares of such securities held at the time of sale.)

(b) Valuation of inventories

Finished goods and work in process are stated at cost determined by the average-cost method.

(c) Depreciation and amortization of fixed assets

Depreciation of properly, plant and equipment is computed by the declining-balance method at rates based on estimated useful lives of the respective assets and long-term prepaid expenses are computed by the straight-line method as stipulated by the Corporation Tax Law.

(d) Allowance for directors' retirement benefits

The allowance for directors' retirement benefits is provided with amounts required at the balance sheet date based on the bylaws of the company for directors' retirement benefits.

(e) Accounting for lease transactions

Finance lease transactions, other than those where the ownership of the leased property is regarded as being transferred to the lessees, are accounted for as normal rental transactions.

(f) Accounting for consumption tax

Consumption tax is excluded from net sales.

(g) Qualified pension plan

Retirement benefits for all employees are covered by the qualified pension plan.

3. Notes to Consolidated Balance Sheets

(a) Accumulated depreciation of fixed assets

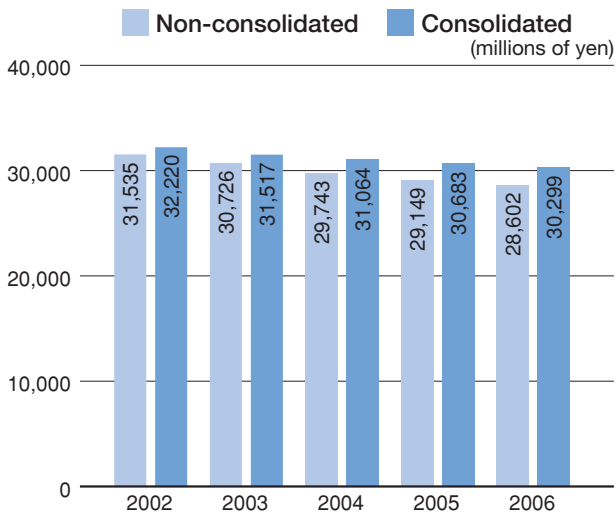
| 2006 | 2005 |
|------------------------------|------------------------------|
| 8,499,597 (thousands of yen) | 8,447,166 (thousands of yen) |

(b) Net income per share

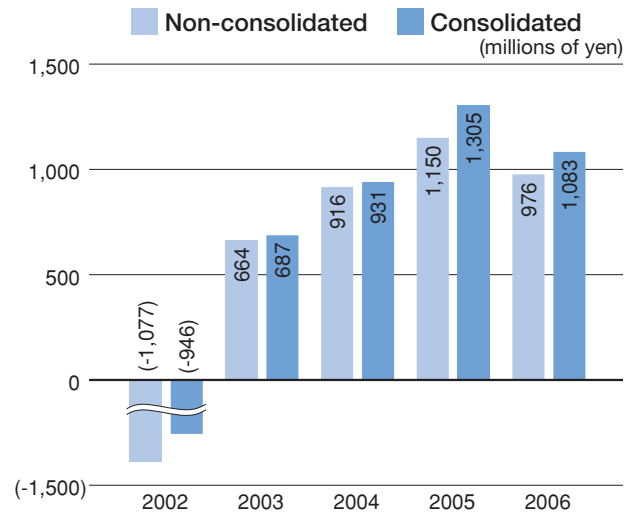
| 2006 | 2005 |
|-------------|-------------|
| 35.22 (yen) | 41.55 (yen) |

Changes in Key Financial Indicators and Sales by Category

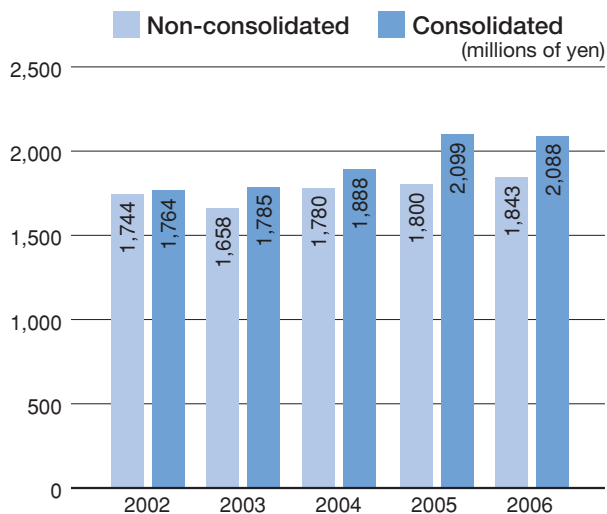
Changes in net sales



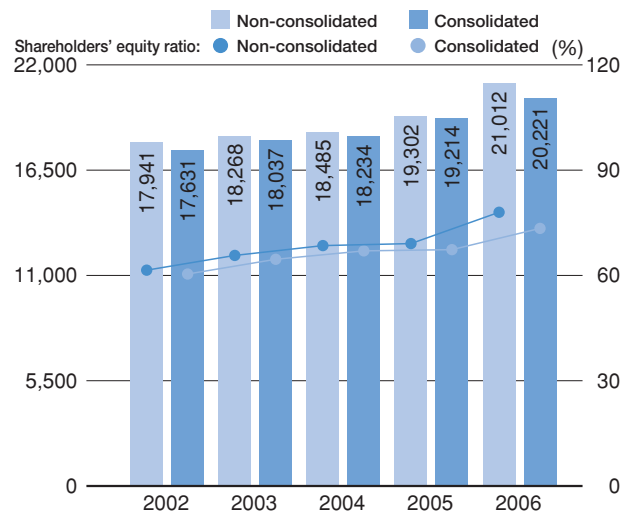
Changes in net income



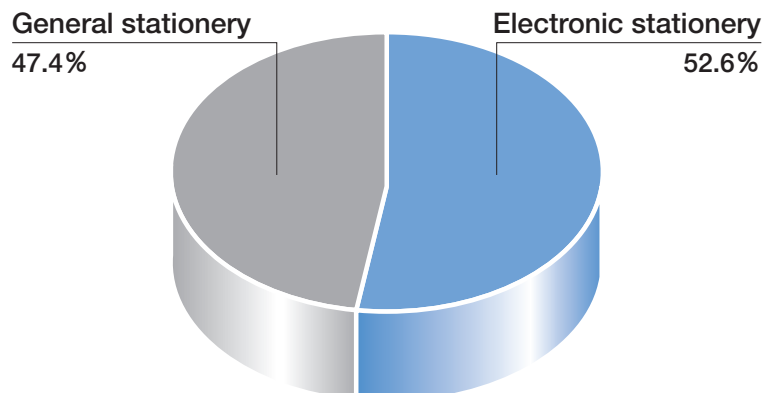
Changes in operating income



Shareholders' equity and Shareholders' equity ratio



Non-consolidated sales by category (Consolidated)



Topics

New Products Released to Develop the Market

We have released the TEPRA PRO SR930, the highest-end model of the TEPRA PRO series, in April 2006. This was followed by the release of standard models, the SR530 and the SR330, in September. These releases have broadened the TEPRA series lineup.

In the file category, we have launched a series of new products, including the Flat File Quick-In, the Manual File and the Hiktas± Slim. The Flat File Quick-In allows users to easily place documents into the file and pull them out from the file. The Manual File is best suited for storing operation manuals and warranty cards. The Hiktas± Slim is a clear file with a stylish look.



TEPRA PRO SR930



Flat File Quick-In <Paper-Made>



Manual File

The Braille TEPRA wins top prize at the 2005 Nikkei Superior Products and Services Awards for Excellence

Supporting an automatic Braille function for easy creation of Braille labels as well as ordinary printed labels, Braille TEPRA (the TEPRA PRO SR6700D), has won the 2005 Nikkei Superior Products and Services Awards for Excellence.

Organized by the *Nihon Keizai Shimbun*, this annual award acknowledges selected excellent products and services. The award was established in 1982, and 2005 is the 24th in this series.

The Braille TEPRA is attracting considerable public attention as a product helping to develop an equitable society.



TEPRA PRO SR6700D

Publication of the CSR Report

In August 2006, we have set up a CSR Committee to review its business activities from the perspective of corporate social responsibility, and published the *KING JIM CSR Report 2006* to inform its stakeholders of its CSR activities.

The KING JIM Group will boost its CSR activities in the pursuit of sound growth and further improvements in corporate value within society.



CSR Report 2006