

**NICHIDAI CORPORATION**  
**Summary of Consolidated Financial Results**  
For the Third Quarter Ended December 31,2006

January 30, 2007

**Nichidai Corporation**

( URL <http://www.nichidai.jp> )

( JASDAQ • Securities Code: 6467 )

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1. Important notes for the Quarterly Settlement

The simplified method applied for accounting: none

Change made in accounting methods used since most recent fiscal year : none

Change to the scope of consolidation or application of the equity method :none

2. Financial Results for the Third Quarter Ended December 31,2006.

(1) Consolidated Operating Results

( Rounded to millions of Japanese Yen )

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Millions of Yen (%)		Millions of Yen(%)		Millions of Yen(%)		Millions of Yen(%)	
For the Third Quarter Ended Dec.31, 2006	8,934	(12.4)	831	(29.3)	767	(30.5)	430	(78.8)
Ended Dec.31, 2005	7,947	(26.1)	643	(9.5)	588	(7.7)	240	(6.7)
( Ref ) FY2006	10,795	(21.4)	885	( 0.7)	802	( 3.6)	369	(3.8)

	E P S			A d j u s t e d E P S	
	Yen			Yen	
For the Third Quarter Ended Dec.31, 2006	49.48			49.15	
Ended Dec.31, 2005	30.12			29.87	
( Ref ) FY2006	45.56			45.13	

Notes: 1.Percentage indicates changes in net sales, operating income, etc compared with preceding same period.

2.Average number of outstanding shares during the period:

Current the 3<sup>rd</sup> quarter period: 8,694,022    Preceding the 3<sup>rd</sup> quarter period: 7,987,410

Last fiscal year: 7,989,850

[Qualitative information on the progress of operation results (consolidated)]

During the third quarter under review, domestic automobile industry remained steady supported by increased domestic car production volume due to export growth and also by increased overseas car production volume. This is reflected in the performance of automobile parts manufacturers, our key customers.

In our domestic forging die business, despite such situation, new forging die demand remained sluggish. Although forging die sales in Chubu region almost achieved the plan thanks to the new development projects started in the third quarter; it was adversely affected by remarkable decline compared to the previous period in new domestic development projects from automobile manufacturers in Chubu region, which defines the period under review, and by the automobile parts manufacturers wrapped up in production hike.

Overseas, looking at Asian region, forging die demand continued strong in China and India. Since posting sales of forging die takes time, we have been enhancing order receiving activities including providing devices, such as die set, in order to meet the demand for total engineering which includes pressing equipment. While in Korea, where sales had been favorable so far, gradually emerging impact of strong won began to make changes in forging die demand.

As a result, in the third quarter under review, forging die business recorded net sales of 4,445 million yen, down 2.7% year-on-year.

Sales of precision-forged goods and assembly business were 3,676 million yen, up 36.3% year-on-year. Production of VG turbo charger parts continued to exceed the plan from the first half year, contributing to the result.

Sales of filter business were 812 million yen, up 19.2% year-on-year, on the back of robust sales of sintered sheets for oil drilling and filters for packaging film manufacturing equipment.

Consolidated net sales posted 8,934 million yen, up 12.4% year-on-year.

Regarding profit, operating income was 831 million yen, up 29.3% year-on-year, and ordinary income was 767 million yen, up 30.5% year-on-year. Profit decline due to the fall in forging die sales was offset by greater-than-plan income in the precision-forged goods/assembly and filter businesses which enjoy strong sales. Also, the costs related to the design change and standard review of the components in the assembly business affected the result of the same period last year.

## (2) Financial Position (Consolidated)

	Total Asset	Net Asset	Shareholder's Equity Ratio	BPS
	Millions of Yen	Millions of Yen	%	Yen
For the Third Quarter Ended Dec.31, 2006	12,125	6,244	51.5	690.32
Ended Dec.31, 2005	10,967	4,754	43.4	594.57
( Ref ) FY2006	11,277	4,904	43.5	612.66

[Qualitative information on the fluctuations in financial position (consolidated)]

In financial position of current the 3<sup>rd</sup> quarter period, there were an increase of 847 millions yen in total assets and an increase of 1,340 millions yen in net assets from the previous same period.

Increase of total assets included 774 millions yen increase in cash and deposits, 240 millions yen increase in inventory.

Increase of net assets included 1,135 millions yen increase due to issuing stocks, and shareholder's equity ratio rose by 8 point to 51.5%.

Bond, 2 billions yen have been shown in Current liabilities from current the 3<sup>rd</sup>, due to period of redemption, November 2007, therefore current ratio decreased to 121.9% , compared to 147.8% in the previous same period

(Ref.1)Financial Results(Non-Consolidated) for the Third Quarter Ended December 31,2006.

( Rounded to millions of Japanese Yen )

	Net Sales	Operating Income	Ordinary Income	Net Income
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
For the Third Quarter Ended Dec.31, 2006	7,918 (9.7)	729 (7.7)	669 (5.1)	378 (17.9)
Ended Dec.31, 2005	7,216 (30.1)	677 (3.1)	637 ( 2.0)	321 ( 11.3)
( Ref ) FY2006	9,758 (24.2)	864 ( 13.2)	803 ( 15.7)	417 ( 19.6)

## 3. Consolidated Earnings Forecast for the Fiscal Year Ending March31, 2007

	Net Sales	Ordinary Income	Net Income
	Millions of Yen	Millions of Yen	Millions of Yen
For the fiscal year ending March 31, 2007	12,000	1,050	610

(Ref) Forecast of Net Income per share for the year ending March 31, 2007: 67.43 Yen.

[Qualitative information in Consolidated Earnings Forecast]

No Change is expected in the forecast announced on October 27,2007.

(Ref.2) Non-consolidated Earnings Forecast for the Fiscal Year Ending March31, 2007

	Net Sales	Ordinary Income	Net Income
For the fiscal year ending	Millions of Yen	Millions of Yen	Millions of Yen
March 31, 2007	10,640	940	555

(Ref) Forecast of Net Income per share for the year ending March 31, 2007: 61.35 Yen.

Forward-Looking Statements

The information on future performance (forward-looking statements) is based on information available to management at the time of its disclosure. Accordingly, readers are advised that actual results may differ from forward-looking statements due to a wide variety of factors.