

# Consolidated Financial Results for the First Quarter Ended August 2006



October 5, 2006

Name of Listed Company: CREED Corporation Exchange: First Section of Tokyo Stock Exchange  
 Code: 8888 Prefecture of Head Office: Tokyo  
 (URL <http://www.creed.co.jp>)  
 Representative name: Representative director Toshihiko Muneyoshi  
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## 1. Basis for preparation of quarterly financial results

- (1) Adoption of simplified accounting policies: Not applicable  
 (2) Changes in accounting policies: None  
 (3) Changes in scope of consolidation and equity method of accounting: Applicable  
 Number of newly consolidated subsidiaries: 1

## 2. Consolidated results for the First Quarter Ended August 2006 (From June 1, 2006 to August 31, 2006)

### (1) Consolidated financial results

\* Amounts are rounded off to millions.

	Sales		Operating profit		Ordinary profit		Net profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
First quarter ended August 2006	9,540	110.8	4,743	236.8	4,345	252.2	2,473	153.6
First quarter ended August 2005	4,525	56.8	1,408	80.3	1,234	72.1	975	175.9
Fiscal year ended May 2006	22,959	90.6	7,424	111.3	6,473	118.4	4,167	95.4

	Net profit per share	Fully diluted net profit per share
	Yen	Yen
First quarter ended August 2006	14,807.88	14,735.26
First quarter ended August 2005	5,840.82	5,799.85
Fiscal year ended May 2006	24,885.98	24,652.81

Note: Percentages shown for sales, operating profit, ordinary profit, and net profit indicate the rate of increase or decrease compared to the term in the previous year.

### (2) Consolidated financial conditions

	Total assets	Net assets	Net worth ratio	Net worth per share
	Million yen	Million yen	%	Yen
First quarter ended August 2006	97,750	19,358	19.7	116,052.25
First quarter ended August 2005	39,229	14,583	37.2	87,152.82
Fiscal year ended May 2006	83,914	17,887	21.2	106,044.18

Note: Numbers of outstanding shares (consolidated) are 168,019 for the first quarter ended August 2006 and 167,329 for the first quarter ended August 2005.

### (3) Consolidated cash flow

	Cash flow from operating activities	Cash flow from investment activities	Cash flow from financial activities	Closing balance of cash and cash equivalents
	Million yen	Million yen	Million yen	Million yen
First quarter ended August 2006	10,285	695	11,593	5,243
First quarter ended August 2005	4,112	50	2,878	3,412
Fiscal year ended May 2006	39,050	1,691	40,765	4,628

## 3. Forecast consolidated results for the term ending May 2007 (June 1, 2006 to May 31, 2007)

	Sales	Ordinary profit	Net profit
	Million yen	Million yen	Million yen
Interim	15,000	5,000	2,950
Full year	29,000	7,000	4,500

(Reference) Forecast net profit per share (full year): 27,105.23 yen

\* The above forecast has not been revised since it was originally released on July 10, 2006.

(Reference) Non-consolidated financial result for the first quarter ended August 2006 (June 1, 2006 to August 31, 2006)

\* Amounts are rounded off to millions.

	Sales		Operating profit		Ordinary profit		Net profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
First quarter ended August 2006	5,501	37.5	1,134	17.0	1,933	36.4	1,623	20.7
First quarter ended August 2005	4,001	101.8	969	59.9	1,417	118.9	1,345	264.5
Fiscal year ended May 2006	19,640	98.5	5,139	112.8	4,792	142.0	3,531	120.5

	Total assets	Net worth	Net worth ratio	Net worth per share
	Million yen	Million yen	%	Yen
First quarter ended August 2006	95,055	16,702	17.6	100,608.95
First quarter ended August 2005	37,804	13,901	36.8	83,080.08
Fiscal year ended May 2006	80,695	16,096	19.9	95,888.43