

NON-CONSOLIDATED FINANCIAL STATEMENTS**Six Months Ended September 30, 2006**

Name of the Company: Tsubakimoto Chain Co.
Code number: 6371
Stock exchange listings: Tokyo, Osaka, Nagoya
Location of the head office: Osaka Prefecture
URL: <http://tsubakimoto.com/>
Representative: Tatsuhiko Mimoto, President and Representative Director
Inquiries: Kikuo Tomita
 Manager, Legal and General Affair Department, Compliance Administration
 Tel +81 (6) 6441-0053

Board of Directors meeting to approve announcement of operating results: November 15, 2006

Ex-dividend start date: December 8, 2006

Trading unit for shares: Yes (1,000 shares)

1. Non-Consolidated Operating Results for the Six Months Ended September 30, 2006

(1) RESULTS OF NON-CONSOLIDATED OPERATIONS * Amounts less than ¥1 million rounded down

	Net sales		Operating income		Ordinary income		Net income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
For 6 months ended September 30, 2006	44,833	12.6	2,906	15.4	4,252	21.8	1,533	-27.4
For 6 months ended September 30, 2005	39,818	12.8	2,519	28.1	3,490	32.4	2,111	24.7
For Year ended March 31, 2006	83,521		6,216		7,399		4,267	

	Net income per share
	Yen
For 6 months ended September 30, 2006	8.18
For 6 months ended September 30, 2005	11.25
For Year ended March 31, 2006	22.75

(Notes)

(1) Average number of outstanding shares: 187,532,641 in six months ended September 30, 2006; in six months ended 187,599,287 September 30, 2005; 187,578,259 in 12 months ended March 31, 2006

(2) Changes to accounting policies in the most-recent fiscal year: None

(3) Percentage figures for net sales, operating income, and other items indicate increases or decreases compared with the same period of the previous fiscal year.

(2) NON-CONSOLIDATED FINANCIAL POSITION

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of Yen	Millions of Yen	%	Yen
September 30, 2006	153,118	60,617	39.6	323.26
September 30, 2005	145,767	64,632	44.3	344.55
March 31, 2006	153,676	62,147	40.4	331.38

(Notes)

(1) Shares outstanding at end of terms: 187,522,929 as of September 30, 2006; 187,584,106 as of September 30, 2005; 187,541,141 as of March 31, 2006

(2) Shares owned by the Company at end of terms: 3,884,040 as of September 30, 2006; 3,822,863 as of September 30, 2005; 3,865,828 as of March 31, 2006

2. Outlook for Non-Consolidated Operating Results in the Year Ending March 31, 2007

	Net sales	Ordinary income	Net income
Full year	Millions of Yen 89,000	Millions of Yen 8,100	Millions of Yen 3,800

Projected net income per share: ¥20.26

3. Dividends

· Cash dividend	Dividend per share (Yen)		
	Mid-term per share dividend	Year-end per share dividend	Annual per share dividend
March 31, 2006	3.00	6.00	9.00
March 31, 2007 (result)	3.00	-	7.00
March 31, 2008 (forecast)	-	4.00	

(Note) For the fiscal year ended March 2006, the year-end per share dividend comprises an ordinary dividend of ¥4.00 per share and a 90th anniversary commemorative dividend of ¥2.00 per share.

* The above projections are based on assumptions and judgments made by Tsubakimoto Chain in light of information available at the present juncture. However, Tsubakimoto Chain's actual performance may differ materially from those projections due to changes in the operating environment.