

FY2007 3rd quarter Consolidated Financial Results

(April 1, 2006 through December 31, 2006)



February 1, 2007

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Stock Exchanges (1st division)
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1. Results of the 3rd Quarter of FY2007 (Apr. 1, 2006 through Dec. 31, 2006)

(1) Consolidated Operating Results (Amounts less than million yen are rounded down.)

	Net Sales		Operating Income		Ordinary Income	
	Million Yen	%	Million Yen	%	Million Yen	%
FY2007 3rd quarter	1,736,259	13.0	91,848	6.7	97,447	4.6
FY2006 3rd quarter	1,536,699	17.5	86,105	41.0	93,159	47.9
FY2006	2,120,588		118,096		125,096	

	Net Income		Earnings Per Share	Fully Diluted Earnings Per Share
	Million Yen	%	Yen	Yen
FY2007 3rd quarter	46,320	4.5	161.30	161.07
FY2006 3rd quarter	44,311	64.9	154.65	154.52
FY2006	61,095		209.15	208.86

Note : Percentages for net sales, operating income, ordinary income and net income indicate changes from the same period of the previous year.

(2) Consolidated Financial Position

	Total Assets	Total Net Assets	Shareholders' Equity Ratio	Shareholders' Equity Per Share
	Million Yen	Million Yen	%	Yen
FY2007 3rd quarter	1,969,913	935,635	37.8	2,590.97
FY2006 3rd quarter	1,733,126	645,660 ※	37.3 ※	2,250.58 ※
FY2006	1,853,458	678,881 ※	36.6 ※	2,361.66 ※

Note : The points marked ※ are based on previous accounting standards.

(3) Consolidation Scope

Number of consolidated subsidiaries : 136
Number of unconsolidated subsidiaries : none
Affiliates accounted for under equity method : 14

(4) Changes in Consolidation Scope and Application of the equity method

Consolidated subsidiaries Added : 3
Added : 1 (From Affiliates accounted for under the equity method)
Excluded : none
Affiliates accounted for Added : 1
under the equity method Excluded : 1 (To Consolidated subsidiaries)

2. Consolidated forecast for FY2007 (Apr. 1, 2006 through Mar. 31, 2007)

	Net Sales	Operating Income	Ordinary Income	Net Income
	Million Yen	Million Yen	Million Yen	Million Yen
FY2007	2,370,000	128,000	131,000	62,000

Reference : Forecast of earnings per share for FY2007 215.66yen

※ Forecasts above are based on AISIN's plans and expectations. These are not guarantees of future performance including known and unknown risks, uncertainties and other factors that may cause actual results, performance, achievements or financial position to be materially different from the forecasts expressed or implied in this report.

Operating Results

(1) Achievements for the 3rd Quarter Ended Dec. 31, 2006

Sales within the Auto Parts segment increased 13.4% (¥1,665,176 million) compared with the same quarter of the previous fiscal year (¥1,469,048 million) due to clients' production expansions, and AISIN's aggressive sales activities for automatic transmissions, manual transmissions, car navigation systems, and power sliding doors. Sales of the Life & Energy related products and other business increased 5.1% (¥71,083 million) compared with the same quarter of the previous fiscal year (¥67,651 million).

As a result, total sales increased 13.0% (¥1,736,259 million) compared to the same quarter of the last fiscal year (¥1,536,699 million).

Despite higher depreciation, increasing R&D expenses, and surging material costs such as aluminum, the favorable activities to streamline and raise efficiency in all areas of operations through cost reductions and other measures resulted in a 6.7% increase in operating income from ¥86,105 million to ¥91,848 million. Ordinary income increased 4.6% to ¥97,447 million. (Previous: ¥93,159 million) Net income increased 4.5% to ¥46,320 million. (Previous: ¥44,311 million)

(2) Future Outlook

Concerning future business environments, there are still uncertainties such as soaring material prices of crude oil, steel, and aluminum, as well as intensifying price competitions.

Amid this environment, together with adequately addressing immediate challenges, the AISIN Group will combine its collective strengths and proactively undertake initiatives to strengthen global competitiveness and its corporate constitution along with aiming to become a preeminent global brand.

With regard to the forecast in FY2007, net sales, operating income, ordinary income, and net income would be estimated at ¥2,370,000 million, ¥128,000 million, ¥131,000 million, and ¥62,000 million respectively. (Estimated exchange rate for dollar in the 4th quarter: 1US\$=¥115)

Consolidated Net Sales by Item

(Million Yen)

Category		FY2007 3rd quarter (Apr. 2006 through Dec. 2006)		FY2006 3rd quarter (Apr. 2005 through Dec. 2005)		Increase (Decrease)	Variation ratio	FY2006 (Apr. 2005 through Mar. 2006)	
		Amount	Percentage	Amount	Percentage			Amount	Percentage
A u t o m o t i v e R e l a t e d	Engine Related	166,454	9.6	141,954	9.2	24,500	17.3	197,398	9.3
	Drivetrain Related	729,584	42.0	658,086	42.8	71,498	10.9	901,644	42.5
	Brake & Chassis Related	347,233	20.0	308,709	20.1	38,524	12.5	425,181	20.1
	Body Related	322,346	18.6	270,559	17.6	51,787	19.1	379,549	17.9
	Information Related	99,558	5.7	89,738	5.9	9,820	10.9	123,231	5.8
Sub Total		1,665,176	95.9	1,469,048	95.6	196,128	13.4	2,027,005	95.6
Life & Energy Related		38,326	2.2	39,402	2.6	(1,076)	(2.7)	52,988	2.5
Others		32,757	1.9	28,248	1.8	4,509	16.0	40,595	1.9
Grand Total		1,736,259	100.0	1,536,699	100.0	199,560	13.0	2,120,588	100.0

Note : Sales of "Others" includes "Construction and Engineering Works Business" and "Oil Sales Business," and so on .

Consolidated Statements of Income

(Million Yen)

	FY2007 3rd quarter (Apr. 2006 through Dec. 2006)	FY2006 3rd quarter (Apr. 2005 through Dec. 2005)	Increase (Decrease)	FY2006 (Apr. 2005 through Mar. 2006)
Net Sales	1,736,259	1,536,699	199,560	2,120,588
Cost of Sales	1,509,260	1,322,845	186,415	1,829,682
Gross Profit	226,998	213,854	13,144	290,906
Selling, General & Administrative Expenses	135,150	127,749	7,401	172,809
Operating Income	91,848	86,105	5,743	118,096
Non-Operating Income	16,636	15,403	1,233	20,341
Interest & Dividend Income	4,404	3,591	813	3,926
Investment Profit on Equity Method	4,830	3,659	1,171	5,542
Other Income	7,401	8,152	(751)	10,873
Non-Operating Expenses	11,037	8,349	2,688	13,341
Interest Expense	2,704	1,745	959	2,581
Other Expenses	8,332	6,604	1,728	10,760
Ordinary Income	97,447	93,159	4,288	125,096
Income Before Income Taxes and Minority Interests	97,447	93,159	4,288	125,096
Income Taxes	32,186	31,727	459	40,151
Minority Interests in Net Income	18,940	17,120	1,820	23,849
Net Income	46,320	44,311	2,009	61,095

Consolidated Balance Sheets

(Million Yen)

	FY2007 3rd quarter (As of Dec. 31, 2006)	FY2006 (As of Mar. 31, 2006)	Increase (Decrease)	FY2006 3rd quarter (As of Dec. 31, 2005)
[Assets]				
Current Assets	735,950	694,030	41,920	657,426
Cash and Cash Equivalents	105,368	95,443	9,925	87,218
Trade Notes & Accounts Receivable	340,349	336,864	3,485	309,738
Marketable Securities	41,326	32,434	8,892	38,317
Inventories	165,660	148,782	16,878	143,470
Deferred Tax Assets	37,083	42,842	(5,759)	34,890
Others	46,922	39,438	7,484	44,533
Less: Allowance for Doubtful Accounts	(760)	(1,775)	1,015	(741)
Fixed Assets	1,233,962	1,159,428	74,534	1,075,699
Property, Plant & Equipment	795,522	777,763	17,759	716,604
Buildings & Structures	222,810	211,914	10,896	203,128
Machinery, Equipment & Vehicles	402,286	382,263	20,023	350,681
Tools, Furniture & Fixtures	40,137	37,783	2,354	35,073
Land	86,106	85,320	786	85,271
Construction in Progress	44,181	60,481	(16,300)	42,448
Intangible Fixed Assets	12,197	10,249	1,948	9,422
Consolidation Adjustments	1,287	—	1,287	—
Software	8,492	7,911	581	7,020
Others	2,417	2,338	79	2,402
Investments & Other Assets	426,242	371,415	54,827	349,672
Investments in Securities	370,936	319,716	51,220	299,362
Long-term Loans	4,648	4,314	334	4,322
Deferred Tax Assets	22,631	21,450	1,181	21,009
Others	29,218	26,388	2,830	26,961
Less: Allowance for Doubtful Accounts	(1,193)	(455)	(738)	(1,983)
Total Assets	1,969,913	1,853,458	116,455	1,733,126

(Million Yen)

	FY2007 3rd quarter (As of Dec. 31, 2006)	FY2006 (As of Mar. 31, 2006)	Increase (Decrease)	FY2006 3rd quarter (As of Dec. 31, 2005)
[Liabilities]				
Current Liabilities	609,418	639,100	(29,682)	590,588
Trade Notes & Accounts Payable	340,828	327,176	13,652	306,347
Commercial Paper & Short-term Borrowings	58,622	46,887	11,735	71,515
Current Portion of Bonds Payable	—	150	(150)	—
Amount in Arrears	29,973	70,516	(40,543)	50,356
Accrued Expenses	107,044	117,499	(10,455)	101,709
Accrued Income Taxes	15,546	31,783	(16,237)	15,204
Deposits Received from Employees	17,494	16,781	713	17,461
Accrued Warranty Cost	15,364	14,461	903	13,961
Others	24,544	13,843	10,701	14,032
Long-term Liabilities	424,859	363,294	61,565	333,286
Bonds Payable	35,000	35,500	(500)	25,650
Long-term Debt	219,551	176,811	42,740	163,344
Deferred Tax Liabilities	80,896	63,609	17,287	57,722
Allowance for Employees Retirement Benefits	86,349	84,750	1,599	83,696
Long-term Accrued Expenses	1,521	2,542	(1,021)	2,792
Consolidation Adjustments	505	80	425	64
Others	1,033	—	1,033	16
Total Liabilities	1,034,278	1,002,394	31,884	923,875
[Net Assets]				
Shareholders' Equity	588,279	551,732	36,547	534,873
Common Stock	45,049	45,049	—	45,049
Capital Surplus	64,004	63,262	742	63,252
Retained Earnings	480,440	445,241	35,199	428,456
Less: Treasury Stock, at Cost	(1,214)	(1,820)	606	(1,885)
Evaluation and Conversion Difference	156,613	127,148	29,465	110,786
Net Unrealized Gain on Available-for-sale Securities	150,752	123,720	27,032	113,277
Profit & Loss of Deferral Hedge Accounting	(620)	—	(620)	—
Foreign Currency Translation Adjustments	6,481	3,427	3,054	(2,490)
Subscription Warrant	104	—	104	—
Minority Interests	190,637	172,183	18,454	163,590
Total Net Assets	935,635	851,064	84,571	809,251
Total Liabilities and Net Assets	1,969,913	1,853,458	116,455	1,733,126

Segment Information

1. Industry Segments

AISIN's main business is manufacturing and sales of automotive parts. The amount of sales and operating income in this business occupies over 90% of these in all segments. Therefore information of industry segments is omitted.

2. Geographical Segments

FY2007 3rd quarter (Apr. 2006 through Dec. 2006)

(Million Yen)

	Japan	North America	Europe	Others	Total	Eliminations	Consolidated
Sales							
(1) Customers	1,219,574	276,622	121,442	118,618	1,736,259	—	1,736,259
(2) Inter-segment	231,442	10,182	4,625	5,542	251,791	(251,791)	—
Total	1,451,017	286,805	126,068	124,160	1,988,051	(251,791)	1,736,259
Operating Costs & Expenses	1,382,772	280,992	123,304	108,763	1,895,833	(251,422)	1,644,410
Operating Income	68,244	5,812	2,763	15,396	92,217	(369)	91,848

FY2006 3rd quarter (Apr. 2005 through Dec. 2005)

(Million Yen)

	Japan	North America	Europe	Others	Total	Eliminations	Consolidated
Sales							
(1) Customers	1,103,749	250,921	101,721	80,307	1,536,699	—	1,536,699
(2) Inter-segment	224,831	6,088	3,802	5,009	239,731	(239,731)	—
Total	1,328,580	257,010	105,523	85,317	1,776,431	(239,731)	1,536,699
Operating Costs & Expenses	1,257,050	252,308	105,277	74,893	1,689,529	(238,935)	1,450,594
Operating Income	71,529	4,701	246	10,424	86,902	(796)	86,105

FY2006 (Apr. 2005 through Mar. 2006)

(Million Yen)

	Japan	North America	Europe	Others	Total	Eliminations	Consolidated
Sales							
(1) Customers	1,516,392	348,156	142,643	113,397	2,120,588	—	2,120,588
(2) Inter-segment	299,070	9,336	5,430	7,954	321,791	(321,791)	—
Total	1,815,462	357,492	148,074	121,351	2,442,380	(321,791)	2,120,588
Operating Costs & Expenses	1,716,252	352,812	147,463	106,747	2,323,276	(320,785)	2,002,491
Operating Income	99,209	4,679	610	14,603	119,103	(1,006)	118,096

Note: 1. Geographical segments determined according to geographical closeness.

2. Main countries are

- ① North America : U.S.A., Mexico
- ② Europe : Belgium, Czech
- ③ Others : Thailand, China

3. Sales by Customer Location

FY2007 3rd quarter (Apr. 2006 through Dec. 2006)

(Million Yen)

	North America	Europe	Others	Total
Overseas Sales	309,648	142,804	172,826	625,280
Net Sales	—	—	—	1,736,259
Overseas Sales Ratio to Net Sales	17.8 %	8.2 %	10.0 %	36.0 %

FY2006 3rd quarter (Apr. 2005 through Dec. 2005)

(Million Yen)

	North America	Europe	Others	Total
Overseas Sales	275,212	126,037	115,159	516,409
Net Sales	—	—	—	1,536,699
Overseas Sales Ratio to Net Sales	17.9 %	8.2 %	7.5 %	33.6 %

FY2006 (Apr. 2005 through Mar. 2006)

(Million Yen)

	North America	Europe	Others	Total
Overseas Sales	377,540	173,878	162,585	714,004
Net Sales	—	—	—	2,120,588
Overseas Sales Ratio to Net Sales	17.8 %	8.2 %	7.7 %	33.7 %

Note: Main countries are

- ① North America : U.S.A., Mexico
- ② Europe : Germany, Sweden
- ③ Others : Thailand, China, South Korea

<Reference>

1. Non-consolidated financial statements FY2007 3rd quarter (Apr. 1, 2006 through Dec. 31, 2006)

Statements of Income

(Million Yen)

	FY2007 3rd quarter (Apr. 2006 through Dec. 2006)	FY2006 3rd quarter (Apr. 2005 through Dec. 2005)	Increase (Decrease)	FY2006 (Apr. 2005 through Mar. 2006)
Net Sales	577,140	526,656	50,484	720,541
Operating Income	19,176	25,978	(6,802)	35,220
Ordinary Income	27,209	33,470	(6,261)	41,969
Net Income	19,881	22,915	(3,034)	28,664

Balance Sheets

(Million Yen)

	FY2007 3rd quarter (As of Dec. 31, 2006)	FY2006 (As of Mar. 31, 2006)	Increase (Decrease)	FY2006 3rd quarter (As of Dec. 31, 2005)
[Assets]				
Current Assets	329,882	292,886	36,996	267,528
Fixed Assets	724,000	658,295	65,705	611,046
Property, Plant & Equipment	171,578	169,391	2,187	146,310
Intangible Fixed Assets	3,834	3,932	(98)	3,619
Investments & Other Assets	548,588	484,970	63,618	461,117
Total Assets	1,053,883	951,182	102,701	878,575

	FY2007 3rd quarter (As of Dec. 31, 2006)	FY2006 (As of Mar. 31, 2006)	Increase (Decrease)	FY2006 3rd quarter (As of Dec. 31, 2005)
[Liabilities]				
Current Liabilities	207,190	205,005	2,185	179,825
Long-term Liabilities	365,623	300,327	65,296	269,027
Total Liabilities	572,814	505,333	67,481	448,852
[Net Assets]				
Shareholders' Equity	333,492	324,432	9,060	318,613
Common Stock	45,049	45,049	—	45,049
Capital Surplus	63,138	63,262	(124)	63,252
Retained Earnings	226,198	216,910	9,288	211,161
Less: Treasury Stock, at Cost	(893)	(790)	(103)	(850)
Evaluation and Conversion Difference	147,471	121,415	26,056	111,108
Subscription Warrant	104	—	104	—
Total Net Assets	481,069	445,848	35,221	429,722
Total Liabilities and Net Assets	1,053,883	951,182	102,701	878,575

2. Non-consolidated forecast for FY2007 (Apr. 1, 2006 through Mar. 31, 2007)

	Net Sales	Operating Income	Ordinary Income	Net Income
	Million Yen	Million Yen	Million Yen	Million Yen
FY2007	780,000	27,000	34,000	24,500