

# Unconsolidated Financial Results for the Interim Period Ended December 31, 2005

February 15, 2006

Listed Company: Zero Co., Ltd.

Tokyo Stock Exchange (Second Section)

Code No: 9028

Location of the head office: Kanagawa

(URL <http://www.zero-nichiriku.co.jp/>)

Representative: Yoshi Iwashita, President

Contact for Inquiries: Takashi Kageyama, Director, General Manager, Corporate Planning Department

Telephone: (045)502-1438

Date of Board of Directors Meeting for the Settlement of Accounts: February 15, 2006

Interim dividend system: Yes

Date to begin payment of interim dividend: March 16, 2006

Adoption of the unit share (tangenkabu) system: Yes (1 tangenkabu = 100 shares)

## 1. Financial Results for the Interim Period Ended December 31, 2005

(From July 1, 2005 to December 31, 2005)

(1) Results of operations (Figures less than one million yen are rounded.)

	Net sales		Operating income		Ordinary income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY2005 1st half	23,835	- 2.7	136	- 63.1	187	- 59.0
FY2004 1st half	24,505	3.8	370	127.0	455	94.5
( Ref. ) FY2004	51,033		955		1,110	

	Net income		Net income per share
	Millions of yen	%	yen
FY2005 1st half	65	- 61.6	11.52
FY2004 1st half	169	- 50.8	31.83
( Ref. ) FY2004	447		83.79

(Note) (i) Average number of outstanding shares during the period

FY2005 1st half: 5,664,170 shares      FY2004 1st half: 5,338,314 shares      FY2004: 5,338,314 shares

(ii) Changes in accounting policy: No

( ) Percentages for net sales, operating income, ordinary income, and net income are rates of increase or decrease compared with the same period of previous year.

(2) Dividends

	Interim dividends per share	Annual dividends per share
	yen	yen
FY2005 1st half	10.00	
FY2004 1st half		
( Ref. ) FY2004		

## (3) Financial position

(Figures less than one million yen are rounded.)

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Millions of yen	Millions of yen	%	Yen
FY2005 1st half	25,616	10,020	39.0	1,731.32
FY2004 1st half	25,837	10,028	38.8	1,878.51
( Ref. ) FY2004	25,771	10,309	40.0	1,931.24

(Note) (i) Number of outstanding shares at period-end (consolidated):

FY2005 1st half: 5,787,822 shares      FY2004 1st half: 5,338,314 shares      FY2004: 5,338,314 shares

(ii) Number of shares of treasury stock at end of period:

FY2005 1st half: 92 shares      FY2004 1st half:    shares      FY2004:    shares

**2. Forecast for FY05 (July 1, 2005 through June 30, 2006)**

	Net sales	Ordinary income	Net income	Annual dividends per share	
				Year-end	
	Millions of yen	Millions of yen	Millions of yen	yen	yen
FY05	48,890	765	285	13.00	23.00

( Ref. ) Forecast of net income per share (full year) 49.24 yen

\*The above forecast is based on information available as of the date of release, and actual results may vary depending on various factors.