

Summary of Consolidated Financial Results for the Six months Ended September 30, 2007(Unaudited)

November 15, 2007

English translation from the original Japanese-language document

(All financial information has been prepared in accordance with accounting principles generally accepted in Japan)

Company name: Nihon Seiko Co., Ltd.
 URL: <http://www.nihonseiko.co.jp>
 Listed stock exchange: The second section of Tokyo Stock Exchange
 Securities Code: 5729
 Company Representative: Osamu Iwayama, President & CEO
 Contact Information: Katsumi Hatokawa, Managing Director Tel +81-3-3235-0021
 Scheduled date of payment of cash dividends December 7,2007

1. Consolidated Financial Results for the Six months Ended September 30, 2007 and 2006

(1) Operating Results

(Rounded down to millions of Japanese Yen)
 (%: Changes form the previous fiscal year)

| | Net Sales | | Operating Income | | Recurring Profit | | Net Income | |
|--------------------------|-----------------|------|------------------|------|------------------|------|-----------------|------|
| | Millions of Yen | % | Millions of Yen | % | Millions of Yen | % | Millions of Yen | % |
| For the Six months ended | | | | | | | | |
| September 30, 2007 | 4,855 | 13.3 | 459 | 7.8 | 449 | 6.6 | 170 | 1.8 |
| September 30, 2006 | 4,285 | 41.9 | 426 | 21.9 | 422 | 21.1 | 167 | 27.5 |
| (Ref)FY 2006 | 8,774 | - | 838 | - | 831 | - | 324 | - |

| | Net Income per share |
|--------------------------|----------------------|
| For the Six months ended | Yen |
| September 30, 2007 | 13.14 |
| September 30, 2006 | 12.90 |
| (Ref)FY 2006 | 25.00 |

Note: Equity in earnings of unconsolidated subsidiaries and affiliate during the period:(Millions of Yen)

Current interim period : - Preceding interim period : - Last fiscal year : -

(2) Financial Position

| | Total Assets | Total Net Assets | Shareholders' Equity Ratio | Shareholder's Equity per share |
|---------------------|-----------------|------------------|----------------------------|--------------------------------|
| As of | Millions of Yen | Millions of Yen | % | Yen |
| September 30, 2007 | 7,454 | 4,400 | 49.4 | 283.65 |
| September 30, 2006 | 7,667 | 4,030 | 44.8 | 264.29 |
| (Ref)March 31, 2006 | 7,510 | 4,209 | 47.3 | 273.73 |

Note: Shareholders' equity

Current interim period: 3,681million yen Preceding interim period: 3,432million yen Last fiscal year: 3,554million yen

(3) Consolidated Statements of Cash Flows

| | Operating Activities | Investing Activities | Financing Activities | Cash & Cash Equivalents at the end of the period |
|--------------------------|----------------------|----------------------|----------------------|--|
| For the Six months ended | Millions of Yen | Millions of Yen | Millions of Yen | Millions of Yen |
| September 30, 2007 | 310 | (82) | (300) | 985 |
| September 30, 2006 | (276) | (70) | 354 | 973 |
| (Ref)FY 2006 | 304 | (188) | (24) | 1,058 |

2. Cash dividends

| | Cash dividends per share | | |
|-------------------------|--------------------------|----------|--------|
| | Interim | Year-end | Annual |
| For the years ended | Yen | Yen | Yen |
| March 31,2007 | 3.00 | 3.00 | 6.00 |
| March 31,2008 | 3.00 | | 6.00 |
| March 31,2008(expected) | | 3.00 | |

3. Consolidated Earnings Forecast for the Year Ending March 2008(April 1,2007 ~ March 31, 2008):

(%: Changes form the previous fiscal year)

| | Net sales | Operating income | Recurring profit | Net income | Net income per share |
|--------------------------|-------------------|-------------------|-------------------|-------------------|----------------------|
| | Millions of Yen % | Millions of Yen % | Millions of Yen % | Millions of Yen % | Yen |
| Year ended march 31,2008 | 9,800 11.7 | 900 7.4 | 890 7.1 | 325 0.1 | 25.04 |

Note : The above-mentioned forecast is based on available information at present.

Therefore,actual results may differ materially from the forecast due to many factors.

4. Others

(1) Changes for important subsidiaries during the first half of the current fiscal year: None

(2) Changes on the basis of consolidated financial statement preparation

a. Related to accounting standard revisions: Applicable

b. Other changes: Applicable

(3) Number of outstanding shares at the end of the period:

a. Number of shares outstanding(including treasury stock)

As of September 30, 2007: 13,029,500 As of September 30, 2006: 13,029,500 As of March31, 2007: 13,029,500

b. Number of treasury stock

As of September 30, 2007: 50,520 As of September 30, 2006: 40,743 As of March31, 2007: 42,735

Consolidated Balance Sheets

(Thousands of Japanese yen)

| | Sept 30,2006 | Sept 30,2007 | March 31,2007 |
|---|--------------|--------------|---------------|
| <Assets> | | | |
| Current assets: | | | |
| Cash and time deposits | 973,660 | 985,146 | 1,058,231 |
| Notes and accounts receivable, trade | 2,059,260 | 2,009,706 | 1,996,977 |
| Securities | 11,791 | 1,000 | 1,000 |
| Inventories | 1,899,101 | 1,764,987 | 1,755,048 |
| Deferred tax assets | 50,629 | 55,786 | 55,749 |
| Others | 64,780 | 30,046 | 42,958 |
| Allowance for doubtful accounts | (6,766) | (6,544) | (6,510) |
| Total current assets | 5,052,456 | 4,840,128 | 4,903,456 |
| Fixed assets: | | | |
| Buildings and structures | 670,860 | 701,839 | 665,401 |
| Machinery and equipments | 576,256 | 492,890 | 528,783 |
| Land | 822,657 | 812,378 | 812,378 |
| Others | 66,760 | 65,433 | 60,234 |
| Total tangible fixed assets | 2,136,535 | 2,072,541 | 2,066,797 |
| Total intangible fixed assets | 69,169 | 37,356 | 53,414 |
| Investments in securities | 254,832 | 308,921 | 312,914 |
| Others | 154,034 | 195,289 | 174,275 |
| Total investments and others | 408,866 | 504,210 | 487,189 |
| Total fixed assets | 2,614,572 | 2,614,108 | 2,607,401 |
| Total assets | 7,667,028 | 7,454,237 | 7,510,857 |
| <Liabilities> | | | |
| Current liabilities | | | |
| Notes and accounts payable, trade | 1,261,448 | 1,096,258 | 1,174,996 |
| Short-term loans | 1,152,500 | 542,500 | 852,500 |
| Accounts payable, other | 76,947 | 107,300 | 116,622 |
| Accrued income taxes | 158,899 | 194,967 | 178,410 |
| Accrued bonuses | 84,245 | 91,174 | 92,041 |
| Others | 164,254 | 176,430 | 151,256 |
| Total current liabilities | 2,898,295 | 2,208,631 | 2,565,826 |
| Non-current liabilities | | | |
| Long-term loans | 342,500 | 400,000 | 321,250 |
| Deferred tax liabilities | 69,486 | 71,224 | 67,734 |
| Allowance for retirement benefits of employee | 247,243 | 285,050 | 262,577 |
| Allowance for retirement benefits of directors and corporate auditors | 43,792 | 55,879 | 50,450 |
| Others | 34,782 | 32,529 | 33,656 |
| Total non-current liabilities | 737,805 | 844,684 | 735,667 |
| Total liabilities | 3,636,100 | 3,053,315 | 3,301,494 |
| <Net assets> | | | |
| Shareholders' equity | | | |
| Common stock | 1,018,126 | 1,018,126 | 1,018,126 |
| Capital surplus | 564,725 | 564,725 | 564,725 |
| Retained earnings | 1,851,995 | 2,101,675 | 1,970,081 |
| Treasury stock | (15,883) | (19,387) | (16,653) |
| Total shareholders' equity | 3,418,963 | 3,665,140 | 3,536,279 |
| Valuation and translation adjustments | | | |
| Net unrealized gains on available-for-sale securities | 13,896 | 16,406 | 18,553 |
| Minority interests | 598,067 | 719,374 | 654,529 |
| Total net assets | 4,030,928 | 4,400,921 | 4,209,362 |
| Total liabilities and net assets | 7,667,028 | 7,454,237 | 7,510,857 |

Consolidated Statements of Income

(Thousands of Japanese yen)

| | 1st Half ended Sept30,2006 | 1st Half ended Sept30,2007 | FY2006 |
|--|----------------------------------|----------------------------------|-----------|
| Net sales | 4,285,180 | 4,855,418 | 8,774,508 |
| Cost of sales | 3,503,399 | 4,003,302 | 7,235,693 |
| Gross profit | 781,781 | 852,115 | 1,538,814 |
| Selling, general and administrative expenses | 355,513 | 392,469 | 700,812 |
| Operating income | 426,267 | 459,645 | 838,002 |
| Other income | | | |
| Interest income | 35 | 111 | 126 |
| Dividends | 1,040 | 1,853 | 1,040 |
| Gain on sale of scrap metal | 1,365 | – | 16,294 |
| Others | 7,723 | 5,212 | 10,439 |
| Total other income | 10,166 | 7,178 | 27,900 |
| Other expenses | | | |
| Interest expenses | 11,228 | 12,746 | 24,814 |
| Foreign exchange loss | 1,784 | 2,680 | 1,512 |
| Others | 1,402 | 1,451 | 8,300 |
| Total other expenses | 14,415 | 16,878 | 34,627 |
| Recurring profit | 422,018 | 449,945 | 831,274 |
| Extraordinary income | | | |
| Gain on sale of tangible fixed assets | – | – | 242 |
| Gain on redemption of investment in securities | – | – | 508 |
| Total extraordinary profit | – | – | 751 |
| Extraordinary loss | | | |
| Loss on sale of tangible fixed assets | – | 306 | 779 |
| Loss on disposal of tangible fixed assets | 3,726 | 348 | 14,425 |
| Total extraordinary loss | 3,726 | 654 | 15,204 |
| Income before income taxes and minority interests | 418,291 | 449,290 | 816,821 |
| Income taxes – current | 158,546 | 189,069 | 337,082 |
| Income taxes – deferred | 13,797 | (2,692) | 2,001 |
| Minority interests in consolidated subsidiaries | 78,328 | 92,358 | 153,066 |
| Net income | 167,618 | 170,554 | 324,671 |

Consolidated Statements of Changes in Net Assets

(1) For the six months ended September 30, 2006

(Thousands of Japanese yen)

| | Shareholders' equity | | | | |
|--|----------------------|-----------------|-------------------|----------------|----------------------------|
| | Common stock | Capital surplus | Retained earnings | Treasury stock | Shareholders' equity total |
| Balance as of March 31, 2006 | 1,018,126 | 564,725 | 1,724,455 | (14,690) | 3,292,616 |
| Changes of items during the period | | | | | |
| Cash dividends paid * 1 | | | (32,479) | | (32,479) |
| Bonuses to directors and statutory auditors *1 | | | (7,600) | | (7,600) |
| Net income | | | 167,618 | | 167,618 |
| Treasury stock purchased | | | | (1,192) | (1,192) |
| Net changes of items other than shareholders' equity | | | | | |
| Total | - | - | 127,539 | (1,192) | 126,346 |
| Balance as of September 30, 2006 | 1,018,126 | 564,725 | 1,851,995 | (15,883) | 3,418,963 |

| | Valuation and translation adjustments and others | Minority interests | Net assets total |
|--|---|--------------------|------------------|
| | Net unrealized gains on available-for-sale securities | | |
| Balance as of March 31, 2006 | 25,029 | 550,191 | 3,867,837 |
| Changes of items during the period | | | |
| Cash dividends paid * 1 | | | (32,479) |
| Bonuses to directors and statutory auditors *1 | | | (7,600) |
| Net income | | | 167,618 |
| Treasury stock purchased | | | (1,192) |
| Net changes of items other than shareholders' equity | (11,133) | 47,876 | 36,473 |
| Total | (11,133) | 47,876 | 163,090 |
| Balance as of September 30, 2006 | 13,896 | 598,067 | 4,030,928 |

* 1 Appropriation approved at the annual meeting of shareholders held in June 2006.

(2) For the six months ended September 30, 2007

(Thousands of Japanese yen)

| | Shareholders' equity | | | | |
|--|----------------------|-----------------|-------------------|----------------|----------------------------|
| | Common stock | Capital surplus | Retained earnings | Treasury stock | Shareholders' equity total |
| Balance as of March 31, 2007 | 1,018,126 | 564,725 | 1,970,081 | (16,653) | 3,536,279 |
| Changes of items during the period | | | | | |
| Cash dividends paid | | | (38,960) | | (38,960) |
| Net income | | | 170,554 | | 170,554 |
| Treasury stock purchased | | | | (2,734) | (2,734) |
| Net changes of items other than shareholders' equity | | | | | |
| Total | - | - | 131,594 | (2,734) | 128,860 |
| Balance as of September 30, 2007 | 1,018,126 | 564,725 | 2,101,675 | (19,387) | 3,655,140 |

| | Valuation and translation adjustments and others | Minority interests | Net assets total |
|--|---|--------------------|------------------|
| | Net unrealized gains on available-for-sale securities | | |
| Balance as of March 31, 2007 | 18,553 | 654,529 | 4,209,362 |
| Changes of items during the period | | | |
| Cash dividends paid | | | (38,960) |
| Net income | | | 170,554 |
| Treasury stock purchased | | | (2,734) |
| Net changes of items other than shareholders' equity | (2,146) | 64,844 | 62,698 |
| Total | (2,146) | 64,844 | 191,558 |
| Balance as of September 30, 2007 | 16,406 | 719,374 | 4,400,921 |

(3) For the year ended March 31, 2007

(Thousands of Japanese yen)

| | Shareholders' equity | | | | |
|--|----------------------|-----------------|-------------------|----------------|----------------------------|
| | Common stock | Capital surplus | Retained earnings | Treasury stock | Shareholders' equity total |
| Balance as of March 31, 2006 | 1,018,126 | 564,725 | 1,724,455 | (14,690) | 3,292,616 |
| Changes of items during the period | | | | | |
| Cash dividends paid * 1 | | | (32,479) | | (32,479) |
| Cash dividends paid | | | (38,966) | | (38,966) |
| Bonuses to directors and statutory auditors *1 | | | (7,600) | | (7,600) |
| Net income | | | 324,671 | | 324,671 |
| Treasury stock purchased | | | | (1,962) | (1,962) |
| Net changes of items other than shareholders' equity | | | | | |
| Total | - | - | 245,625 | | 243,663 |
| Balance as of March 31, 2007 | 1,018,126 | 564,725 | 1,970,081 | (16,653) | 2,536,279 |

| | Valuation and translation adjustments and others | Minority interests | Net assets total |
|--|---|--------------------|------------------|
| | Net unrealized gains on available-for-sale securities | | |
| Balance as of March 31, 2006 | 25,029 | 550,191 | 3,867,837 |
| Changes of items during the period | | | |
| Cash dividends paid * 1 | | | (32,479) |
| Cash dividends paid | | | (38,966) |
| Bonuses to directors and statutory auditors *1 | | | (7,600) |
| Net income | | | 324,671 |
| Treasury stock purchased | | | (1,962) |
| Net changes of items other than shareholders' equity | (6,476) | 104,338 | 97,862 |
| Total | (6,476) | 104,338 | 341,525 |
| Balance as of March 31, 2007 | 18,553 | 654,529 | 4,209,362 |

* 1 Appropriation approved at the annual meeting of shareholders held in June 2006.

Consolidated Statements of Cash Flows

(Thousands of Japanese yen)

| | 1st Half ended Sept30,2006 | 1st Half ended Sept30,2007 | FY2006 |
|--|----------------------------------|----------------------------------|-----------|
| Cash flows from operating activities | | | |
| Income before income taxes and minority interests | 418,291 | 449,290 | 816,821 |
| Depreciation and amortization | 120,932 | 121,156 | 244,146 |
| Increase(decrease)in allowance for retirement benefits of employee | 6,968 | 22,473 | 22,301 |
| Increase(decrease) in allowance for retirement benefits of directors and corporate auditors | (34,408) | 5,429 | (27,750) |
| Increase(decrease) in accrued bonuses | 8,370 | (866) | 16,166 |
| Increase(decrease)in allowance for doubtful accounts | 3,216 | 33 | 2,961 |
| Interest and dividend income(accrual basis) | (1,075) | (1,964) | (1,166) |
| Interest expense(accrual basis) | 11,228 | 12,746 | 24,814 |
| Foreign exchange(gain)loss | (440) | 616 | (614) |
| Gain on redemption of investment in securities | — | — | (508) |
| Gain on sale of tangible fixed assets | — | — | (242) |
| Loss on sale of tangible fixed assets | — | 306 | 779 |
| Loss on disposal of tangible fixed assets | 3,726 | 348 | 14,425 |
| (Increase)decrease in notes and accounts receivable, trade | (627,382) | (12,728) | (565,099) |
| (Increase) in inventories | (521,961) | (9,938) | (377,909) |
| Increase(decrease) in notes and accounts payable, trade | 565,331 | (78,737) | 478,879 |
| Others | (18,632) | (14,829) | 40,733 |
| sub-total | (65,832) | 492,017 | 688,737 |
| Interest and dividend income(cash basis) | 1,088 | 1,960 | 1,179 |
| Interest expense(cash basis) | (11,159) | (12,121) | (23,638) |
| Income taxes(cash basis) | (200,547) | (172,631) | (361,407) |
| Net cash provided by operating activities | (276,451) | 310,544 | 304,870 |
| Cash flows from investing activities | | | |
| Acquisition of securities | (1,000) | (1,000) | (1,000) |
| Redemption of securities | 1,000 | 1,000 | 1,000 |
| Acquisition of investments in securities | (3,854) | — | (53,668) |
| Redemption of investments in securities | — | — | 10,658 |
| Acquisition of tangible fixed assets | (66,432) | (82,289) | (149,187) |
| Proceeds from sale of tangible fixed assets | — | 101 | 10,000 |
| Payments for disposal of tangible fixed assets | — | — | (4,368) |
| Proceeds from sale of intangible fixed assets | — | — | 800 |
| Acquisition of intangible fixed assets | — | (609) | (2,281) |
| Net cash used in investing activities | (70,287) | (82,798) | (188,046) |
| Cash flows from financing activities | | | |
| Net increase in short-term loans | 240,000 | 10,000 | (60,000) |
| Proceeds from long-term loans | 200,000 | 100,000 | 200,000 |
| Repayments of long-term loans | (21,250) | (341,250) | (42,500) |
| Payments for purchase of treasury stock | (1,192) | (2,734) | (1,962) |
| Cash dividends | (32,479) | (38,960) | (71,445) |
| Cash dividends to minority shareholders | (30,300) | (27,270) | (48,480) |
| Net cash used in financing activities | 354,777 | (300,214) | (24,388) |
| Effect of exchange rate changes on cash and cash equivalents | 440 | (616) | 614 |
| Net increase in cash and cash equivalents | 8,479 | (73,085) | 93,050 |
| Cash and cash equivalents at beginning of period | 965,181 | 1,058,231 | 965,181 |
| Cash and cash equivalents at end of period | 973,660 | 985,146 | 1,058,231 |

Industrial Segment Information

(1) For the six months ended September 30, 2006 (Thousands of Japanese yen)

| | Antimony products | Atomized metal powders | Total | Elimination & corporate | Consolidated |
|--------------------|-------------------|------------------------|-----------|-------------------------|--------------|
| Net sales | | | | | |
| Outside customers | 2,492,979 | 1,792,200 | 4,285,180 | - | 4,285,180 |
| Inter-segment | - | 6,915 | 6,915 | (6,915) | - |
| Total | 2,492,979 | 1,799,115 | 4,292,095 | (6,915) | 4,285,180 |
| Operating expenses | 2,343,192 | 1,525,055 | 3,868,248 | (9,335) | 3,858,912 |
| Operating income | 149,787 | 274,059 | 423,847 | 2,420 | 426,267 |

(2) For the six months ended September 30, 2007 (Thousands of Japanese yen)

| | Antimony products | Atomized metal powders | Total | Elimination & corporate | Consolidated |
|--------------------|-------------------|------------------------|-----------|-------------------------|--------------|
| Net sales | | | | | |
| Outside customers | 2,654,263 | 2,201,154 | 4,855,418 | - | 4,855,418 |
| Inter-segment | - | 13,610 | 13,610 | (13,610) | - |
| Total | 2,654,263 | 2,214,765 | 4,869,028 | (13,610) | 4,855,418 |
| Operating expenses | 2,526,160 | 1,886,246 | 4,412,407 | (16,634) | 4,395,772 |
| Operating income | 128,103 | 328,518 | 456,621 | 3,024 | 459,645 |

(3) For the year ended March 31, 2007 (Thousands of Japanese yen)

| | Antimony products | Atomized metal powders | Total | Elimination & corporate | Consolidated |
|--------------------|-------------------|------------------------|-----------|-------------------------|--------------|
| Net sales | | | | | |
| Outside customers | 5,163,449 | 3,611,059 | 8,774,508 | - | 8,774,508 |
| Inter-segment | - | 19,322 | 19,322 | (19,322) | - |
| Total | 5,163,449 | 3,630,382 | 8,793,831 | (19,322) | 8,774,508 |
| Operating expenses | 4,858,432 | 3,101,656 | 7,960,088 | (23,581) | 7,936,506 |
| Operating income | 305,017 | 528,725 | 833,742 | 4,259 | 838,002 |