



Trends in Overseas Subsidiaries

**(Quarterly Survey of Overseas Subsidiaries)
Survey from January to March 2006 (Results/DI)**

June 26, 2006

**Enterprise Statistics Office
Research and Statistics Department
Ministry of Economy, Trade and Industry**

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I. Quarterly Survey of Overseas Subsidiaries

1. Outline of the survey

(1) Purpose of the survey

The purpose of this survey is to identify overseas economic trends in advance by surveying the results and prospects for the overseas business activities of Japanese companies, as well as to understand trends in overseas activities and the degree of globalization of Japanese enterprises. A further purpose is to contribute to the development of flexible industrial and trade policies.

(2) Legal basis of the survey

These are officially authorized statistics compiled in accordance with Article 4 of the Statistical Reports Coordination Law.

(3) Date of the survey

The survey was based on the period ending on the last day of March 2006.
(The deadline for submitting survey responses for this quarter was May 15, 2006.)

(4) Survey targets

The survey covers companies that met all the following criteria as of the end of March 2005:

- ① All industries except finance, insurance, and real estate
- ② Companies with 100 million yen or more in capital
- ③ Companies with 50 or more employees
- ④ Companies with overseas subsidiaries

This survey also targets overseas subsidiaries of the above Japanese parent companies (including overseas subsidiaries that were established during the term of the survey) that meet all of the following criteria as of the end of the surveyed quarter:

- ① Manufacturing companies
- ② Companies with 50 or more employees
- ③ Companies with 50% or more of their capital coming from parent companies, including both direct and indirect funds (such as funds provided via local subsidiaries).

(5) Survey method

The survey was conducted via mail, using self-declarations submitted by parent companies.

(6) Survey content

The survey covers actual figures and DI (business confidence) in the three areas of: Sales, the acquisition price of tangible fixed assets, and the number of employees. Starting with the April – June 2004 survey, the DI survey period was revised to three months (please see Page 19 for details).

(7) Response rate

The responses to the survey for this quarter are summarized below:

Number of companies covered by the survey (overseas subsidiaries)	Number of companies that responded	Response rate
3,735	2,814	75.3%

2. Usage notes

(1) Regarding listed currencies

This “Quarterly Survey of Overseas Subsidiaries”, which consists of the former “Trend Survey of Japanese Companies” (excluding the “Survey of Parent Companies”), has been conducted since the April – June quarter of 2003, and focuses on overseas subsidiaries engaged in manufacturing overseas. Accordingly, amounts relating to overseas subsidiaries listed in local currencies are analyzed by converting them into US dollars at the average exchange rate for the quarter announced by the IMF.

(For exchange rates of major currencies relative to the US dollar, please see Page 17.)

(2) Adjustments to deal with gaps in reported values

Previously omitted parts were added, starting with the April – June quarter of 2004, resulting in a gap between results for that quarter and those for previous quarters. Therefore, comparisons between the current quarter and the corresponding quarter of the previous year are calculated and estimated by totaling the figures only for overseas subsidiaries continuously subject to the survey since the corresponding quarter of the previous year.

(3) Method for determining numerical values

① Quarterly numerical values

Numerical values for the current quarter are finalized in the succeeding quarter.

② Numerical values for the previous year (quarterly values, fiscal year totals)

Previous-year figures are finalized in the quarter immediately following the last quarter of the fiscal year (i.e., the April – June quarter) with inter-fiscal year adjustments. Therefore, final figures for FY 2004 (April 2004 – March 2005) will differ from cumulative totals seen in the January – March quarter of 2005.

(4) Annotations in the statistical tables

- : Indicates no results.

p : Indicates preliminary estimated values. Numerical values for this quarter are preliminary estimates, and may be revised in the succeeding quarter.

x : Indicates that data is not being disclosed because there are only one or two overseas subsidiaries involved. Data may also be undisclosed when there are three or more companies, in order to avoid the risk of enabling the calculation of “x” from the data provided.

r : Indicates changes from released figures (other than preliminary estimates) for the previous quarter. However, this mark is not attached when a change occurs due to compensation between fiscal years.

(5) Tabulation method

Data for all companies covered by the survey is tabulated after estimating the results for companies that did not submit responses, based on the following formula in each region and industry (the number of employees given in the previous quarter is used in the case of employees). All items are estimated except the “amount of acquired tangible fixed assets.”

Estimated values for this quarter for companies not submitting data =

Value for corresponding quarter in previous year for relevant companies ×

Total values for this quarter for companies that submitted data both this quarter and
in the same quarter of the previous year

Total values for same quarter of the previous year for companies that submitted data both this quarter and
in the same quarter of the previous year

II. Survey Results

1. Trends in Sales

DI

The Sales Current Assessment DI (for the April – June quarter of 2006) was positive at 21.7 percentage points, which was 9.6 points higher than in the previous quarter (compared to the previous survey). The Sales Prospects DI (for the July – September quarter of 2006) was positive at 22.2 percentage points, which was 0.5 points higher than the Sales Current Assessment DI for the current quarter (see Chart 1).

«By Region»

The Sales Current Assessment DI*1 improved mainly in China*2 and NIEs3*3, while marking double-digit growth at a positive level in all regions. Compared with the previous quarter, the Current Assessment DI improved significantly in Asia at 16.7 percentage points, with a 22.4 point (id.) improvement in China and an 18.2 point (id.) improvement in NIEs3. The Prospects DI also improved in ASEAN4*4, up by 10.9 points (id.). It deteriorated in both North America and Europe.

The Prospects DI maintained a double-digit positive level in all regions except Europe. In Asia, compared with the Current Assessment DI for the current quarter, the Prospects DI improved in China and ASEAN4, while it deteriorated by 4.4 points in NIEs3. The prospects DI improved slightly in North America, while it deteriorated significantly in Europe, down by 15.3 points (id.).

North America

The overall Prospects DI (11.4 percentage points)*5 was 0.9 points higher than the overall Current Assessment DI for the current quarter. The Prospects DI for the electrical machinery sector (8.0 percentage points) improved considerably by 18.9 points (id.) and that for the iron and steel sector (41.7 percentage points) also improved significantly by 16.7 points (id.). The Prospects DI for the general machinery sector (23.2 percentage points) improved by 8.9 points (id.). In contrast, the Prospects DI for the transportation equipment sector (1.3 percentage points) worsened by 3.4 points (id.), and that for the chemical sector (11.0 percentage points) declined by 10.4 points (id.).

ASEAN4

The overall Prospects DI (27.5 percentage points) showed an improvement, up by 5.8 points from the overall Current Assessment DI for the current quarter. The Prospects DI for the iron and steel sector (33.3 percentage points) improved significantly by 23.8 points (id.), and that for the transportation equipment sector (20.3 percentage points) and the electrical machinery sector (22.4 percentage points) improved by 9.5 points (id.) and 5.6 percentage points (id.), respectively. The Prospects DI for the general machinery sector (40.0 percentage points) and the chemical sector (35.4 percentage points) also improved by 6.6 points (id.) and 5.4 points (id.), respectively.

NIEs3

The overall Prospects DI (14.6 percentage points) was 4.4 points lower than the overall Current Assessment DI for the current quarter. The Prospects DI for the transportation equipment sector (-28.5 percentage points) fell to a negative level, worsening considerably by 31.9 points (id.). The Prospects DI for the general machinery sector (9.1 percentage points) also deteriorated sharply, down by 18.2 points (id.). In contrast, the Prospects DI for the electrical machinery sector (15.5 percentage points) improved slightly, up by 1.4 points (id.), while that for the chemical sector (26.1 percentage points) remained flat at 0.0 percentage points (id.).

CHINA

The overall Prospects DI (36.7 percentage points) was 2.7 points higher than the overall Current Assessment DI for the current quarter. The Prospects DI for the electrical machinery sector (28.1 percentage points) improved by 2.5 points (id.), and that for the transportation equipment sector (47.9 percentage points) improved by 3.5 points (id.), remaining at a high level. The Prospects DI for the chemical sector (52.7 percentage points) improved by 2.7 points (id.). In contrast, the Prospects DI for the general machinery sector (40.4 percentage points) worsened by 2.5 points (id.), while that for the iron and steel sector (25.0 percentage points) deteriorated significantly by 18.8 points (id.).

Europe

The overall Prospects DI (-4.4 percentage points) declined considerably by 15.3 points compared with the overall Current Assessment DI for the current quarter, showing a negative level for the first time in 19 quarters. The Prospects DI for the transportation equipment sector (-25.0 percentage points) deteriorated significantly, down by 38.8 points (id.), and that for the electrical machinery sector (-1.6 percentage points) worsened by 6.4 points (id.). The Prospects DI for the general machinery sector (-6.8 percentage points) and the chemical sector (-2.1 percentage points) also worsened significantly, by 13.5 points (id.) and 16.1 points (id.), respectively.

Notes) *1: $DI = (\text{Percentage of companies that responded that they expected an increase}) - (\text{Percentage of companies that responded that they expected a decrease})$

Quarterly Changes in Current Assessment DI = $(\text{Current Assessment DI for the current quarter}) - (\text{Current Assessment DI for the previous quarter})$

Quarterly Changes in Prospects DI = $(\text{Prospects DI for the current quarter}) - (\text{Current Assessment DI for the current quarter})$

The Current Assessment DI for the previous quarter is based on current assessment figures for the period from January to March 2006 collected in the survey from October to December 2005.

The Current Assessment DI for the current quarter is based on current assessment figures for the period from April to June 2006 collected in the survey from January to March 2006.

The Prospects DI for the current quarter is based on prospects figures for the period from July to September 2006 collected in the survey from January to March 2006.

*2: China: including Hong Kong

*3: NIEs3: Singapore, Taiwan and the Republic of Korea

*4: ASEAN4: Indonesia, Thailand, the Philippines and Malaysia

*5: Percentage points in parentheses represent levels.

Chart 1 Sales DI by Region (Prospect: percentage points)

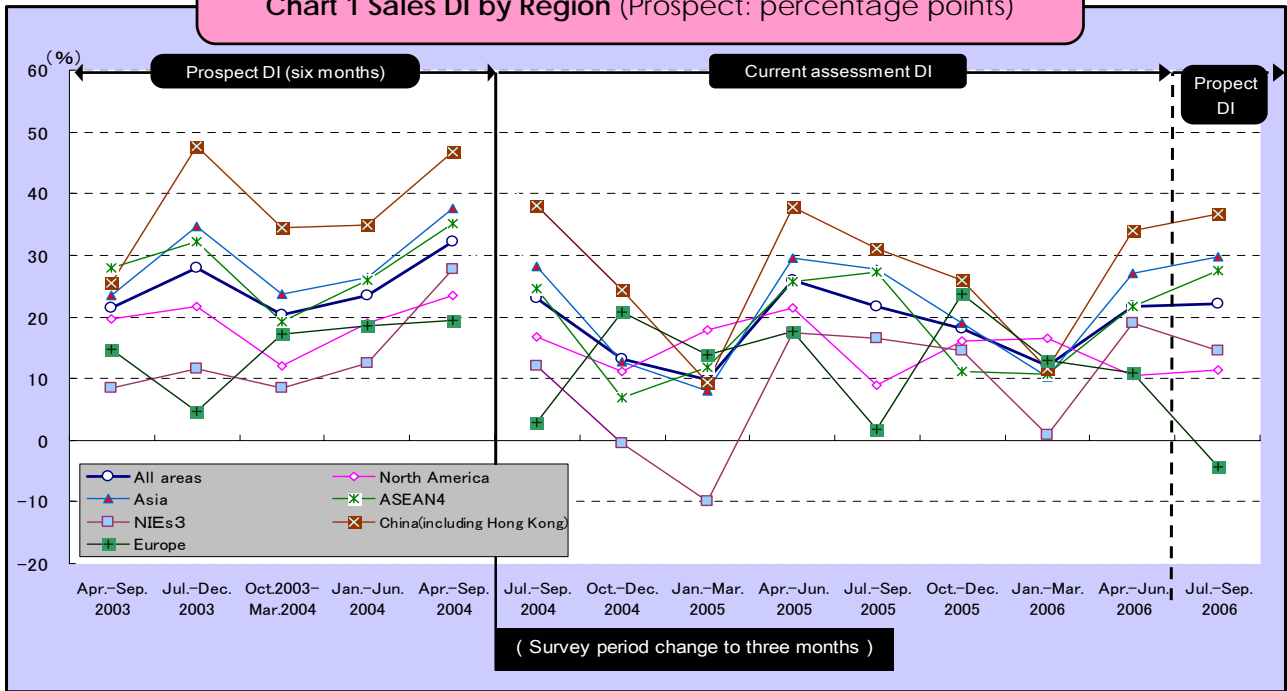


Table 1 Sales DI by Region

Sales	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
All areas	12.1	21.7	9.6	22.2	0.5
North America	16.6	10.5	-6.1	11.4	0.9
Asia	10.3	27.0	16.7	29.7	2.7
ASEAN4	10.8	21.7	10.9	27.5	5.8
NIEs3	0.8	19.0	18.2	14.6	-4.4
China(including Hong Kong)	11.6	34.0	22.4	36.7	2.7
Europe	13.0	10.9	-2.1	-4.4	-15.3

Table 2 Sales DI of Main Industries

Sales	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
Manufacturing industry in total	12.1	21.7	9.6	22.2	0.5
Transportation equipment	26.6	15.5	-11.1	10.3	-5.2
Electrical machinery	2.9	15.6	12.7	19.6	4.0
Industrial machinery	11.3	25.9	14.6	23.2	-2.7
Chemicals	20.9	29.0	8.1	26.4	-2.6
Iron and Steel	4.5	24.6	20.1	31.6	7.0

Sale DI of Main Industries in North America

Sales	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
Transportation equipment	20.8	4.7	-16.1	1.3	-3.4
Electrical machinery	-1.5	-10.9	-9.4	8.0	18.9
Industrial machinery	14.5	14.3	-0.2	23.2	8.9
Chemicals	34.6	21.4	-13.2	11.0	-10.4
Iron and Steel	-5.9	25.0	30.9	41.7	16.7

Sale DI of Main Industries in Asia

Sales	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
Transportation equipment	30.8	22.8	-8.0	24.3	1.5
Electrical machinery	3.4	20.2	16.8	23.7	3.5
Industrial machinery	4.8	37.3	32.5	34.1	-3.2
Chemicals	19.1	35.6	16.5	37.6	2.0
Iron and Steel	4.3	23.8	19.5	28.6	4.8

Sale DI of Main Industries in ASEAN4

Sales	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
Transportation equipment	23.0	10.8	-12.2	20.3	9.5
Electrical machinery	0.9	16.8	15.9	22.4	5.6
Industrial machinery	7.0	33.4	26.4	40.0	6.6
Chemicals	18.1	30.0	11.9	35.4	5.4
Iron and Steel	-9.1	9.5	18.6	33.3	23.8

Sale DI of Main Industries in NIEs3

Sales	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
Transportation equipment	18.7	3.4	-15.3	-28.5	-31.9
Electrical machinery	-8.5	14.1	22.6	15.5	1.4
Industrial machinery	-8.7	27.3	36.0	9.1	-18.2
Chemicals	10.9	26.1	15.2	26.1	0.0
Iron and Steel	25.0	25.0	0.0	25.0	0.0

Sale DI of Main Industries in China(including Hong Kong)

Sales	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
Transportation equipment	42.3	44.4	2.1	47.9	3.5
Electrical machinery	9.1	25.6	16.5	28.1	2.5
Industrial machinery	8.7	42.9	34.2	40.4	-2.5
Chemicals	23.3	50.0	26.7	52.7	2.7
Iron and Steel	17.6	43.8	26.2	25.0	-18.8

Sale DI of Main Industries in Europe

Sales	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
Transportation equipment	16.7	13.8	-2.9	-25.0	-38.8
Electrical machinery	3.4	4.8	1.4	-1.6	-6.4
Industrial machinery	24.4	6.7	-17.7	-6.8	-13.5
Chemicals	12.5	14.0	1.5	-2.1	-16.1
Iron and Steel	100.0	0.0	-100.0	0.0	0.0

Actual Results

Total sales amounted to US\$158,231,360,000, up by 5.1% compared to the same quarter of the previous year, with the rate of increase diminishing for the third consecutive quarter. By industry, sales in the transportation equipment sector increased by 6.1% (id.), registering the first single-digit growth in 15 quarters. Those in the electrical machinery sector increased by 2.2% (id.), marking the sixth consecutive quarter of single-digit growth. Sales in the chemical sector increased by 4.6% (id.) for the third consecutive quarter of single-digit growth, and those in the general machinery sector recorded a double-digit growth of 11.7% (id.) for the first time in three quarters. Sales in the iron and steel sector declined by 10.4% (id.), marking the third consecutive quarter of decline (see Chart 2).

«By Region»

Sales in Asia registered the first single-digit growth in 15 quarters. Sales in ASEAN4 posted single-digit growth for the first time in 15 quarters, as the transportation equipment sector's growth slowed down considerably and the electrical machinery sector registered its sixth consecutive quarter of modest growth. Sales in NIEs3 decreased for the first time in 11 quarters, due to a decrease in the transportation equipment sector for the first time in nine quarters and decreases in the electrical machinery sector and general machinery sector. However, sales in China maintained a double-digit increase due to favorable conditions in the transportation equipment sector, although the electrical machinery sector registered only a single-digit increase. Sales in North America remained at a modest single-digit growth for third consecutive quarters, owing to the first single-digit increase in seven quarters in the transportation equipment sector and sluggish growth in the electrical machinery sector. Sales in Europe rebounded due to increases in the electrical machinery, transportation equipment and general machinery sectors, in spite of a decrease in the chemical sector for two consecutive quarters.

North America

Total sales amounted to US\$61,802,540,000 (39.1% of total sales in all regions), up by 4.2% from the same quarter of the previous year, marking single-digit growth for three consecutive quarters. Sales in the transportation equipment sector increased by 2.8% (id.), registering the first single-digit growth in seven quarters. Sales in the electrical machinery sector increased by 2.6% (id.), up for the second consecutive quarter, and those in the chemical sector showed a double-digit increase (13.1% (id.)) for the second consecutive quarter. Sales increased in the general machinery sector by 8.4% (id.), up for fourth consecutive quarters, and those for the iron and steel sector shrank by 19.3% (id.), down for the fourth consecutive quarter.

ASEAN4

Total sales amounted to US\$23,837,370,000 (15.1% of total sales in all regions), up by 2.5% compared to the same quarter of the previous year, marking single-digit growth for the first time in 15 quarters. Sales in the electrical machinery sector decreased slightly (by 0.6% (id.)), down for the first time in 10 quarters. Sales in the iron and steel sector registered a decline of 15.5% (id.), down for the second consecutive quarter. Sales in the transportation equipment sector registered only a single-digit increase of 2.2% (id.). Sales in the transportation equipment sector remained strong in Thailand, but decreased significantly in Indonesia. Sales increased slightly in the general machinery sector by 0.6% (id.), and those for the chemical sector increased by 4.4% (id.), up for the second consecutive quarter.

NIEs3

Total sales amounted to US\$8,845,590,000 (6.0% of total sales in all regions), down by 4.7% from the same quarter of the previous year, registering a decrease for the first time in 11 quarters. Sales in the transportation equipment sector showed a decrease of 8.3% (id.), down for the first time in nine quarters. Sales in the electrical machinery sector also dropped by 1.9% (id.), and those in the general machinery sector showed a decrease of 1.7% (id.). In contrast, sales increased slightly in the chemical sector by 1.5% (id.).

China

Total sales amounted to US\$20,681,420,000 (13.1% of total sales in all regions), up by 12.7% compared to the same quarter of the previous year, marking the 15th consecutive quarter of double-digit growth. Sales in the transportation equipment sector continued to register a significant increase, up by 39.0% (id.). Sales increased in the electrical machinery sector by 4.9% (id.), marking only a single-digit increase for the first time in three quarters. The decline of the prices of liquid crystal TVs and other electronic goods contributed significantly to the decrease. Sales in the iron and steel sector posted a double-digit increase of 19.0% (id.). Sales in the chemical sector and general machinery sector showed an increase of 18.5% (id.) and 20.0% (id.), respectively, marking consecutive double-digit growth for nine and 13 quarters, respectively.

Europe

Total sales amounted to US\$29,745,690,000 (18.8% of total sales in all regions), rebounding by 3.4% from the same quarter of the previous year. Sales in the transportation equipment sector showed a modest increase of 3.2% (id.), marking single-digit growth for the second consecutive quarter. Sales in the electrical machinery sector showed an increase of 3.0% (id.), up for the second consecutive quarter. Sales in the general machinery sector continued to increase, up by 9.5% (id.). Sales in the chemical sector registered a decrease of 2.3% (id.), down for the second consecutive quarter.

Chart 2 Sales in Main Industries
(Comparison to the same quarter of the previous year)

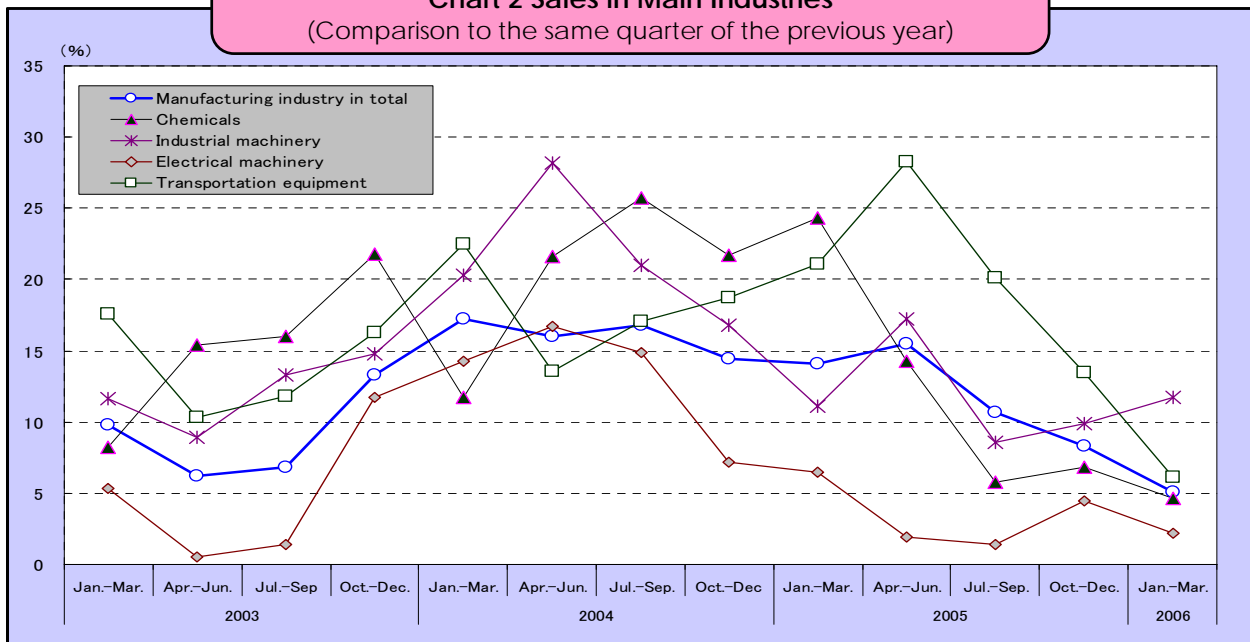


Chart 3 Sales by Region
(Comparison to the same quarter of the previous year)

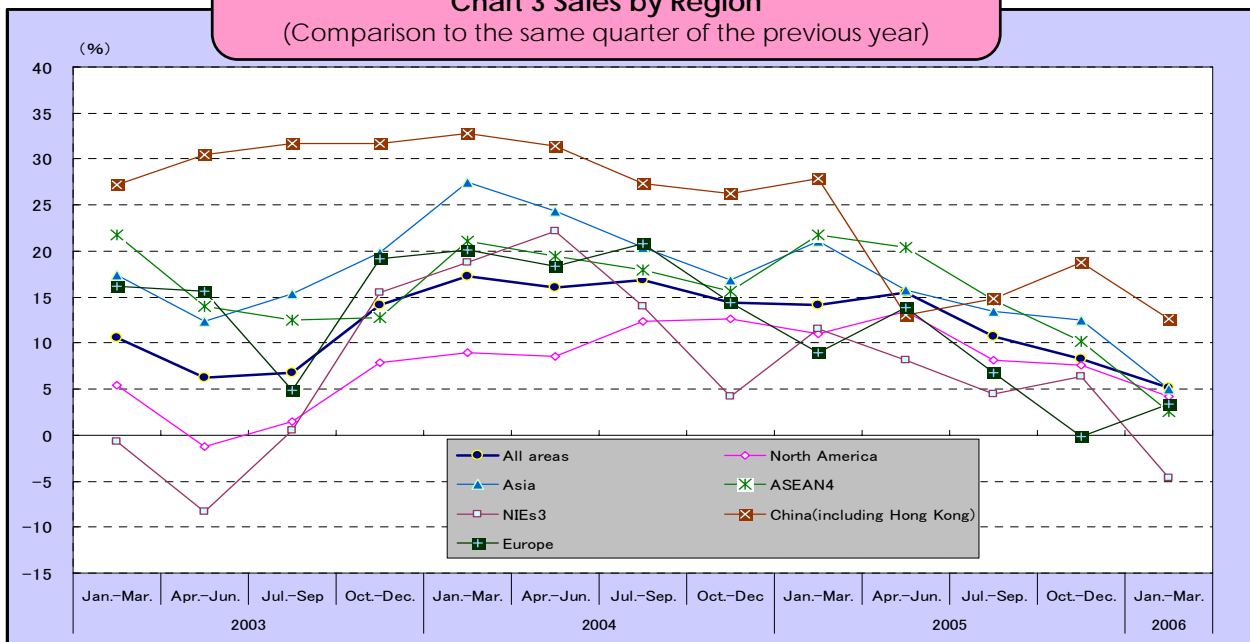


Chart 4 Sales of Transportation Equipment by Region
(Comparison to the same quarter of the previous year)

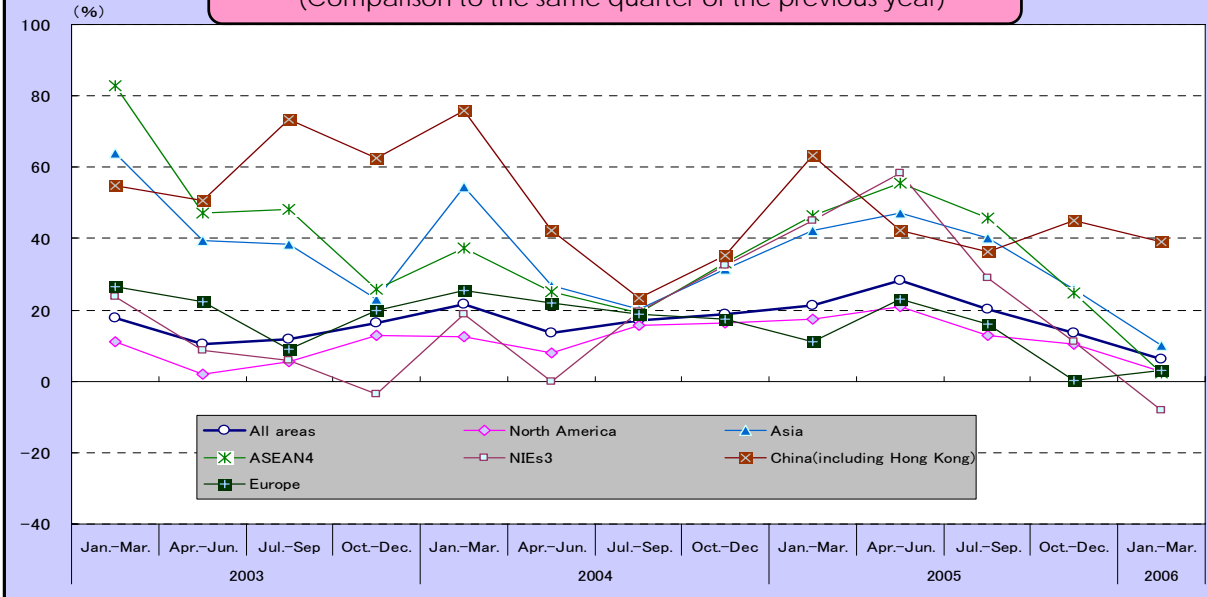
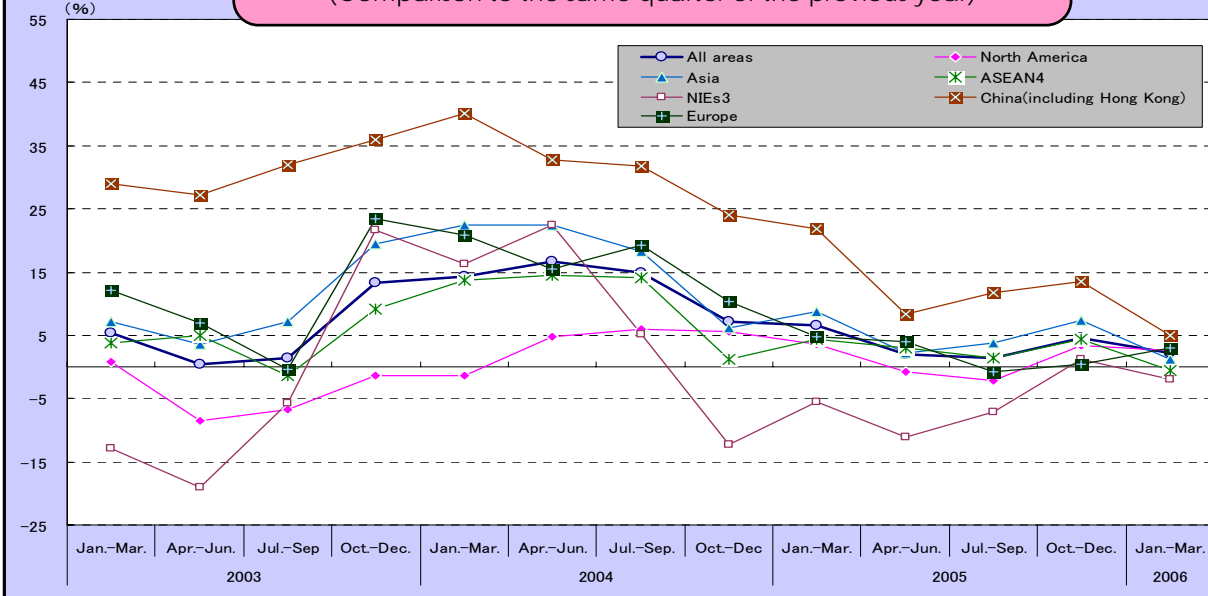


Chart 5 Sales of Electrical Machinery by Region
(Comparison to the same quarter of the previous year)



2. Trends in Capital Investment

[DI]

The Capital Investment Current Assessment DI (for the April to June quarter of 2006) was positive at 18.8 percentage points, registering an increase of 6.7 points compared to the previous quarter. The Capital Investment Prospects DI (for the July to September quarter of 2006) stood at 14.1 percentage points, which was 4.7 points lower than the Capital Investment Current Assessment DI for the current quarter.

«By Region»

The Current Assessment DI showed vast improvement in Asia, and marked double-digit growth at a positive level in all regions except Europe. The Current Assessment DI improved from the previous quarter in all regions. The Prospects DI remained at double-digit levels in all regions except Europe. The Prospects DI, however, deteriorated in all regions in comparison with the Current Assessment DI for the current quarter.

North America

The overall Prospects DI (14.1 percentage points) was 2.1 points lower than the overall Current Assessment DI for the current quarter. The Prospects DI for the iron and steel sector (14.3 percentage points) declined sharply by 42.8 points (id.). The Prospects DI for the transportation equipment sector (12.0 percentage points) deteriorated by 3.5 points (id.), and that for the electrical machinery sector (7.9 percentage points) also deteriorated by 3.8 points (id.). The Prospects DI for the general machinery sector (10.2 percentage points) and chemical sector (20.9 percentage points) both improved, up by 2.3 points (id.) and 5.0 points (id.), respectively.

ASEAN4

The overall Prospects DI (15.5 percentage points) was 3.5 points lower than the overall Current Assessment DI for the current quarter. The Prospects DI for the electrical machinery sector (4.1 percentage points) worsened considerably by 12.3 points (id.), and that for the chemical sector (14.9 percentage points) worsened by 2.7 points (id.). The Prospects DI for the transportation equipment sector (20.5 percentage points) improved slightly, up by 0.3 points (id.), and that for the general machinery sector (30.5 percentage points) improved by 5.5 points (id.). The Prospects DI for the iron and steel sector (20.0 percentage points) improved considerably by 15.3 points (id.).

NIEs3

The overall Prospects DI (11.0 percentage points) was 3.8 points lower than the overall Current Assessment DI for the current quarter. The Prospects DI for the electrical machinery sector (12.2 percentage points) worsened by 7.8 points (id.), and that for the transportation equipment sector (0.0 percentage points) also worsened by 3.8 points (id.). The Prospects DI for the general machinery sector (0.0 percentage points) worsened significantly by 17.6 points (id.), and that for the chemical sector (5.7 percentage points) also worsened by 5.8 points (id.).

China

The overall Prospects DI (16.0 percentage points) was 7.3 points lower than the overall Current Assessment DI for the current quarter. The Prospects DI for the transportation equipment sector (33.8 percentage points) declined by 8.1 points (id.), and that for the electrical machinery sector (13.5 percentage points) worsened by 5.8 points (id.). The Prospects DI for the general machinery sector (6.0 percentage points) worsened by 10.0 points (id.) and that for the chemical sector (3.9 percentage points) decreased significantly by 16.9 points (id.). In contrast, the Prospects DI for the iron and steel sector (23.1 percentage points) showed an increase of 3.1 points (id.).

Europe

The overall Prospects DI (5.9 percentage points) was 3.2 points lower than the overall Current Assessment DI for the current quarter. The Prospects DI for the electrical machinery sector (-9.6 percentage points) worsened considerably by 15.5 points (id.), and that for the transportation equipment sector (4.5 percentage points) and general machinery sector (-2.6 percentage points) also worsened by 8.8 points (id.) and 4.9 points (id.), respectively. The Prospects DI for the chemical sector (22.5 percentage points) registered a significant improvement of 19.8 points (id.).

Chart6 Capital Investment DI by Region (Prospect: percentage points)

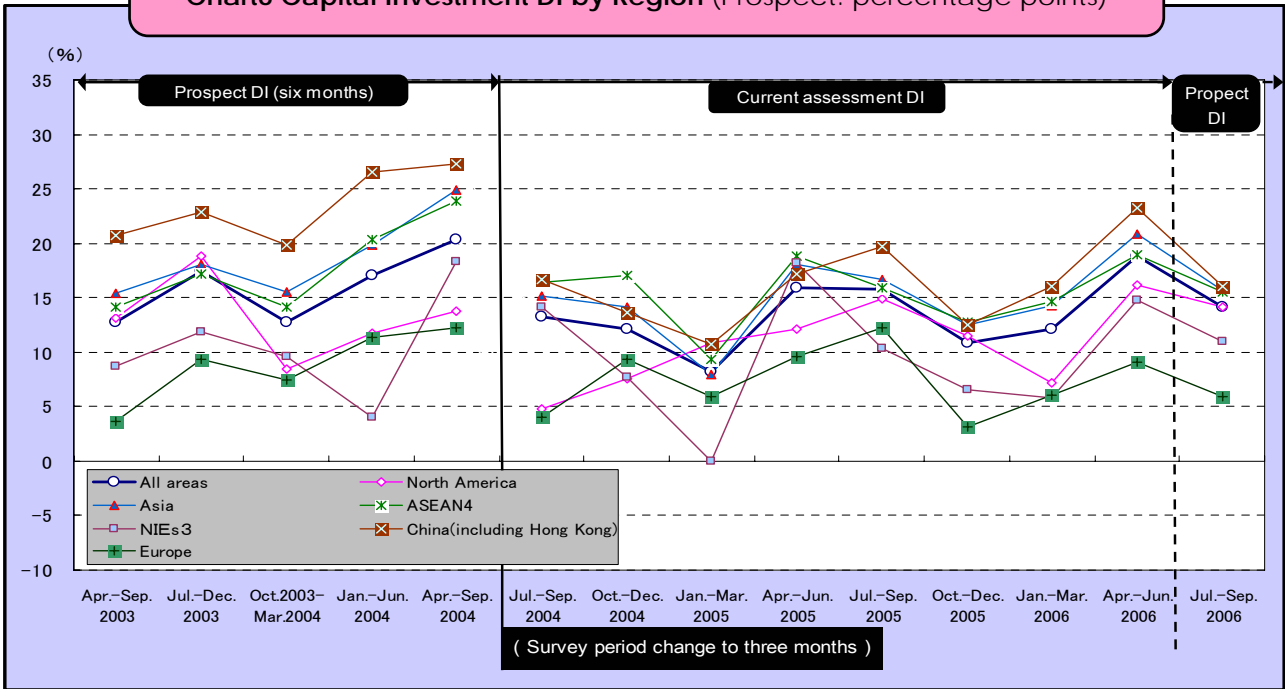


Table 1 Capital Investment DI by Region

Capital Investment	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
All areas	12.1	18.8	6.7	14.1	-4.7
North America	7.2	16.2	9.0	14.1	-2.1
Asia	14.3	20.9	6.6	15.6	-5.3
ASEAN4	14.7	19.0	4.3	15.5	-3.5
NIEs3	5.8	14.8	9.0	11.0	-3.8
China(including Hong Kong)	16.1	23.3	7.2	16.0	-7.3
Europe	6.0	9.1	3.1	5.9	-3.2

Table 2 Capital Investment DI of Main Industries

Capital Investment	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
Manufacturing industry in total	12.1	18.8	6.7	14.1	-4.7
Transportation equipment	18.4	22.5	4.1	17.9	-4.6
Electrical machinery	9.7	16.1	6.4	7.6	-8.5
Industrial machinery	15.2	14.5	-0.7	8.9	-5.6
Chemicals	8.2	14.3	6.1	12.3	-2.0
Iron and Steel	11.5	18.8	7.3	20.0	1.2

Capital Investment DI of Main Industries in North America

Capital Investment	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
Transportation equipment	12.6	15.5	2.9	12.0	-3.5
Electrical machinery	6.7	11.7	5.0	7.9	-3.8
Industrial machinery	10.2	7.9	-2.3	10.2	2.3
Chemicals	6.7	15.9	9.2	20.9	5.0
Iron and Steel	15.4	57.1	41.7	14.3	-42.8

Capital Investment DI of Main Industries in Asia

Capital Investment	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
Transportation equipment	21.5	28.8	7.3	25.6	-3.2
Electrical machinery	10.6	18.3	7.7	9.7	-8.6
Industrial machinery	18.7	20.2	1.5	12.4	-7.8
Chemicals	11.2	17.6	6.4	8.3	-9.3
Iron and Steel	6.9	10.5	3.6	20.0	9.5

Capital Investment DI of Main Industries in ASEAN4

Capital Investment	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
Transportation equipment	23.7	20.2	-3.5	20.5	0.3
Electrical machinery	15.0	16.4	1.4	4.1	-12.3
Industrial machinery	21.0	25.0	4.0	30.5	5.5
Chemicals	9.5	17.6	8.1	14.9	-2.7
Iron and Steel	10.0	4.7	-5.3	20.0	15.3

Capital Investment DI of Main Industries in NIEs3

Capital Investment	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
Transportation equipment	-21.4	3.8	25.2	0.0	-3.8
Electrical machinery	7.5	20.0	12.5	12.2	-7.8
Industrial machinery	27.7	17.6	-10.1	0.0	-17.6
Chemicals	5.0	11.5	6.5	5.7	-5.8
Iron and Steel	0.0	0.0	0.0	0.0	0.0

Capital Investment DI of Main Industries in China (including Hong Kong)

Capital Investment	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
Transportation equipment	34.4	41.9	7.5	33.8	-8.1
Electrical machinery	6.8	19.3	12.5	13.5	-5.8
Industrial machinery	12.0	16.0	4.0	6.0	-10.0
Chemicals	16.1	20.8	4.7	3.9	-16.9
Iron and Steel	5.9	20.0	14.1	23.1	3.1

Capital Investment DI of Main Industries in Europe

Capital Investment	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
Transportation equipment	16.3	13.3	-3.0	4.5	-8.8
Electrical machinery	4.0	5.9	1.9	-9.6	-15.5
Industrial machinery	8.1	2.3	-5.8	-2.6	-4.9
Chemicals	-2.7	2.7	5.4	22.5	19.8
Iron and Steel	100.0	0.0	-100.0	0.0	0.0

Actual Results

Total capital investment (acquisition costs of fixed assets except land) amounted to US\$5,369,520,000, down by 2.7% compared to the same quarter of the previous year, marking the first decrease in 13 quarters. By industry, capital investment in the electrical machinery sector decreased by 18.9% (id.), registering the fourth consecutive quarter of decline. Capital investment in the chemical sector decreased by 23.3% (id.). Capital investment in the general machinery sector also decreased by 13.1% (id.), down for the first time in 11 quarters. Capital investment in the transportation equipment sector registered a third consecutive quarter of increase, up by 8.9% (id.). Capital investment in the iron and steel sector rebounded, up by 28.0% (id.).

《By Region》

Capital investment decreased in all regions except ASEAN4 and NIEs3. Capital investment in Asia posted a single-digit increase for the first time in 11 quarters due to the following reasons. Although capital investment in the transportation equipment sector continued to increase significantly, investment in the electrical machinery sector posted a single-digit increase for the second consecutive quarter, while investment in the chemical sector decreased significantly. Capital investment in NIEs3 registered a significant increase for the fourth consecutive quarter, and rebounded in ASEAN4 to register a double-digit increase. However, capital investment in China decreased for the first time in seven quarters, due to significant decreases in the electrical machinery and chemical sectors, although the transportation equipment sector continued to register a significant increase. Capital investment in Europe marked a double-digit decrease for the first time in eight quarters, due to significant decreases in the transportation equipment sector and the chemical sector. Capital investment in North America decreased for the fourth consecutive quarter, due to a considerable decrease in the electrical machinery sector and a decrease in the transportation equipment, general machinery, and chemical sectors.

North America

Total capital investment amounted to US\$1,559,200,000 (29.0% of total capital investment in all regions), declining by 23.7% from the same quarter of the previous year, registering its fourth straight decrease. Capital investment in the electrical machinery sector declined sharply by 72.0% (id.), marking the fourth consecutive substantial decline, due mainly to fallout from the previous year's expansion of semiconductor facilities, as well as other factors. Capital investment in the transportation equipment sector decreased by 4.3% (id.), and investment in the chemical sector decreased by 20.5% (id.), down for the second consecutive quarter. Capital investment in the general machinery sector decreased by 13.2% (id.), down for the first time in three quarters. In contrast, capital investment in the iron and steel sector posted a substantial increase for the second consecutive quarter, up by 33.9% (id.).

ASEAN4

Total capital investment amounted to US\$1,176,500,000 (21.9% of total capital investment in all regions), up by 15.9% from the same quarter of the previous year, reaching double-digit growth. Capital investment in the transportation equipment sector continued to increase, up by 22.0% (id.), due to continuing favorable conditions in the automobile industry in Thailand. Capital investment in the electrical machinery sector increased significantly by 39.9% (id.), and investment in the iron and steel sector also increased significantly by 38.3% (id.). In contrast, capital investment in the general machinery and chemical sectors dropped by 34.9% (id.) and 63.1% (id.), respectively, marking a second consecutive quarter of decline for the former and a third for the latter.

NIEs3

Total capital investment amounted to US\$301,310,000 (5.6% of total capital investment in all regions), up by 49.0% from the same quarter of the previous year, registering growth for the fourth consecutive quarter. Capital investment in the transportation equipment sector increased by 159.9% (id.), registering significant growth for fourth consecutive quarters. Capital investment in the electrical machinery sector registered a double-digit increase for the second consecutive quarter, up by 28.1% (id.). Capital investment in the general machinery sector increased significantly by 123.5% (id.), and investment in the chemical sector also increased sharply for the second consecutive quarter, up by 54.2% (id.).

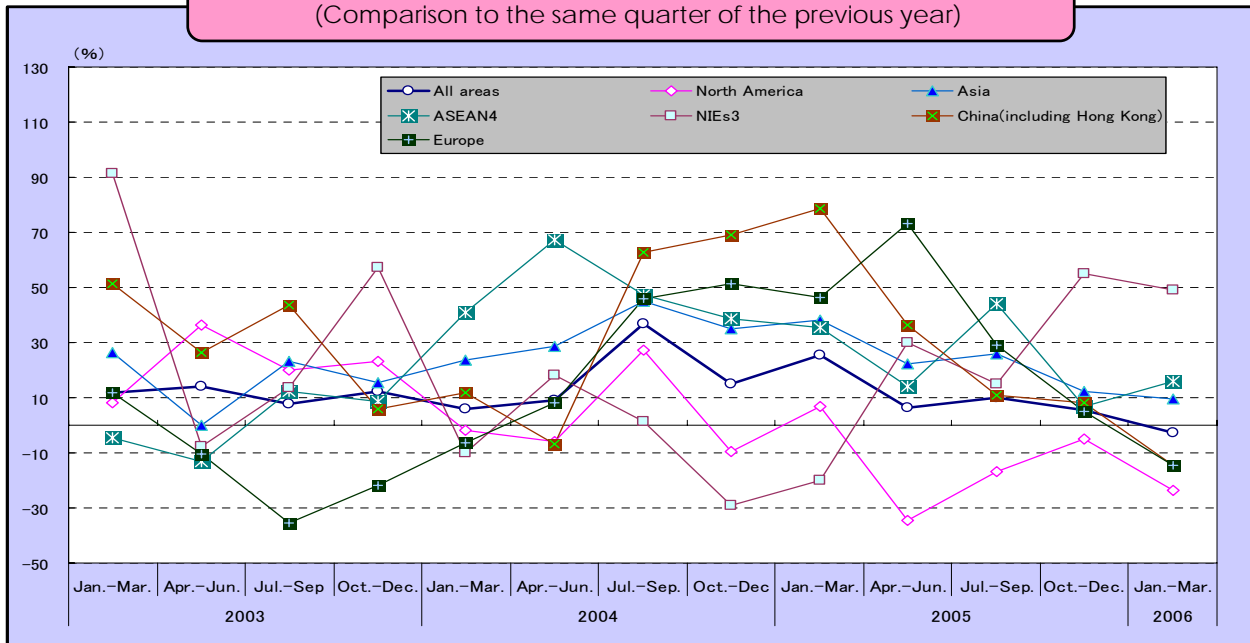
China

Total capital investment amounted to US\$673,130,000 (12.5% of total capital investment in all regions), down by 14.5% from the same quarter of the previous year, marking the first decrease in seven quarters. Capital investment dropped sharply in the electrical machinery, chemical, and iron and steel sectors by 26.9% (id.), 34.2% (id.), and 78.3% (id.), respectively. Capital investment continued to increase significantly in the transportation equipment sector, up by 79.7% (id.). Capital investment in the general machinery sector registered a single-digit increase for the second consecutive quarter, up by 3.3% (id.).

Europe

Total capital investment amounted to US\$838,090,000 (15.6% of total capital investment in all regions), down by 14.7% from the same quarter of the previous year, registering a decrease for the first time in eight quarters. Capital investment in the transportation equipment and general machinery sectors decreased by 30.8% (id.) and 20.6% (id.) respectively, with the former posting a second consecutive quarter of decrease and the latter posting a third. Capital investment in the electrical machinery sector increased significantly, up by 25.5% (id.), and investment in the chemical sector also increased, up by 9.4% (id.).

Chart7 Capital Investment by Region
(Comparison to the same quarter of the previous year)



3. Trends in Employment (the number of employees)

DI

The Employment Current Assessment DI (for the April to June quarter of 2006) was positive at 8.1 percentage points. It was 1.5 points lower than that for the previous quarter. The Employment Prospects DI (for the July to September quarter of 2006) stood at 8.0 points, which was slightly lower (by 0.1 points) than the Employment Current Assessment DI for the current quarter.

«By Region»

The Current Assessment DI was positive in all regions except Europe. Compared with the previous quarter, the Current Assessment DI worsened in all regions except NIEs3. The Prospects DI remained positive in all regions except Europe. Compared with the Current Assessment DI for the current quarter, the Prospects DI improved in Asia, with the exception of NIEs3, while it continued to worsen in North America and Europe.

North America

The overall Prospects DI (6.6 percentage points) was 0.9 points lower than the overall Current Assessment DI for the current quarter. The Prospects DI for the electrical machinery sector (8.3 percentage points) deteriorated slightly by 1.3 points (id.), and that for the general machinery sector (8.9 percentage points) also worsened by 4.4 points (id.). The Prospects DI for the transportation equipment (9.8 percentage points) and chemical sectors (3.6 percentage points) improved slightly, by 1.7 points (id.) and 1.8 points (id.), respectively. The Prospects DI for the iron and steel sector (0.0 percentage points) remained flat at 0.0 points (id.).

ASEAN4

The overall Prospects DI (7.8 percentage points) was 0.3 points higher than the overall Current Assessment DI for the current quarter. Increases were observed in the Prospects DI for the electrical machinery sector (9.7 percentage points) by 5.1 points (id.), for the chemical sector (6.1 percentage points) by 1.2 points (id.), and for the iron and steel sector (4.7 percentage points) by 14.2 points (id.). The Prospects DI for the transportation equipment (6.8 percentage points) and general machinery sectors (22.5 percentage points) worsened by 2.3 points (id.) and 2.5 points (id.) respectively.

NIEs3

The overall Prospects DI (1.6 percentage points) was 2.4 points lower than the overall Current Assessment DI for the current quarter. The Prospects DI for the transportation equipment sector (10.4 percentage points) worsened by 7.2 points (id.), that for the electrical machinery sector (1.1 percentage points) worsened slightly by 1.3 points (id.), that for the general machinery sector (0.0 percentage points) worsened significantly by 17.4 points (id.), and that for the chemical sector (6.4 percentage points) also deteriorated by 4.3 points (id.).

China

The overall Prospects DI (15.4 percentage points) improved slightly, up by 1.1 points compared with the overall Current Assessment DI for the current quarter. The Prospects DI for the transportation equipment sector (33.9 percentage points) improved by 5.2 points (id.) and those for the electrical machinery sector (16.3 percentage points) and general machinery sector (16.0 percentage points) also improved, by 2.8 points (id.) and 8.7 points (id.) respectively. The Prospects DI for the chemical sector (15.8 percentage points) showed a decrease of 10.1 points (id.), and that for the iron and steel sector (14.3 percentage points) also decreased by 5.7 points (id.).

Europe

The overall Prospects DI (-4.1 percentage points) worsened slightly, down by 1.5 points compared with the overall Current Assessment DI for the current quarter. Decreases were observed in the Prospects DI for the transportation equipment sector (-10.7 percentage points) by 3.8 points (id.), for the electrical machinery sector (-8.0 percentage points) by 4.8 points (id.), for the general machinery sector (-2.3 percentage points) by 4.6 points (id.), and for the chemical sector (-4.2 percentage points) by 4.2 points (id.).

Chart8 Employment DI by Region (Prospect: percentage points)

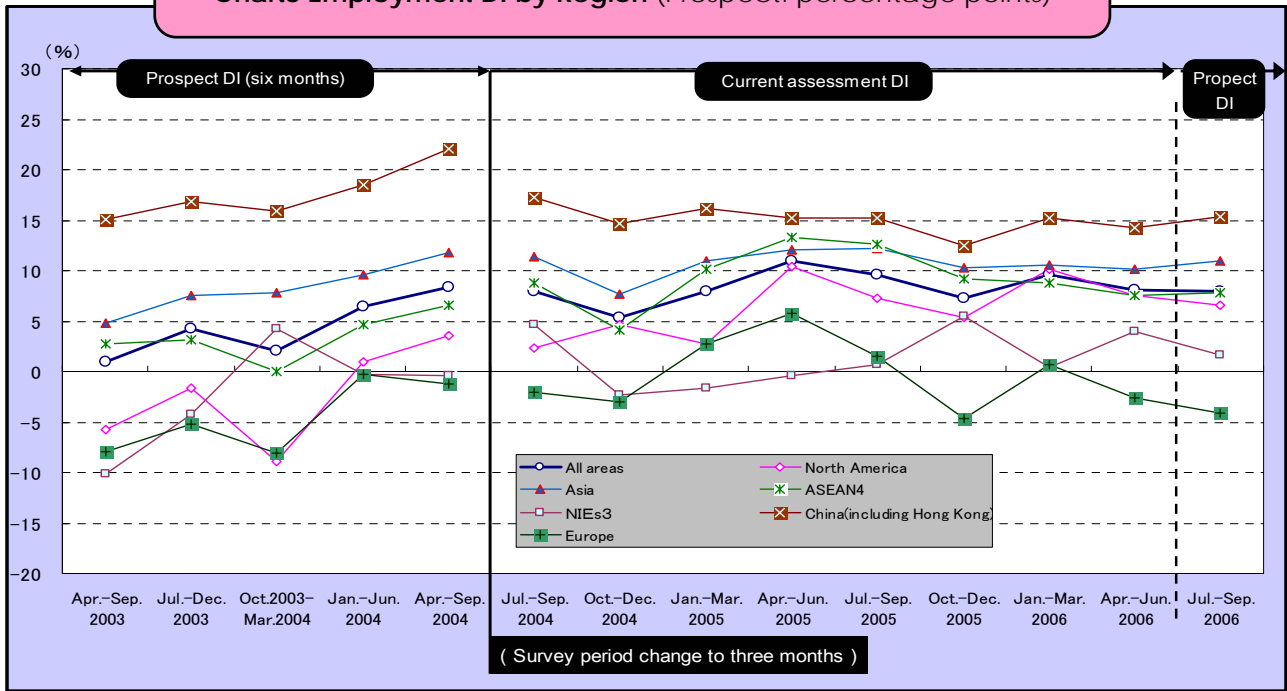


Table 1 Number of Employees DI by Region

Number of Employees	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
All areas	9.6	8.1	-1.5	8.0	-0.1
North America	10.1	7.5	-2.6	6.6	-0.9
Asia	10.5	10.2	-0.3	10.9	0.7
ASEAN4	8.8	7.5	-1.3	7.8	0.3
NIEs3	0.4	4.0	3.6	1.6	-2.4
China(including Hong Kong)	15.2	14.3	-0.9	15.4	1.1
Europe	0.7	-2.6	-3.3	-4.1	-1.5

Table 2 Number of Employees DI of Main Industries

Number of Employees	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
Manufacturing industry in total	9.6	8.1	-1.5	8.0	-0.1
Transportation equipment	18.3	8.9	-9.4	9.9	1.0
Electrical machinery	6.7	7.7	1.0	9.0	1.3
Industrial machinery	10.8	11.6	0.8	9.7	-1.9
Chemicals	9.7	8.1	-1.6	6.2	-1.9
Iron and Steel	8.7	5.3	-3.4	8.9	3.6

Number of Employees DI of Main Industries in North America

Number of Employees	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
Transportation equipment	12.3	8.1	-4.2	9.8	1.7
Electrical machinery	1.5	9.6	8.1	8.3	-1.3
Industrial machinery	12.5	13.3	0.8	8.9	-4.4
Chemicals	7.5	1.8	-5.7	3.6	1.8
Iron and Steel	0.0	0.0	0.0	0.0	0.0

Number of Employees DI of Main Industries in Asia

Number of Employees	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
Transportation equipment	24.4	14.8	-9.6	16.4	1.6
Electrical machinery	8.6	8.4	-0.2	11.0	2.6
Industrial machinery	14.4	15.1	0.7	15.0	-0.1
Chemicals	10.9	12.2	1.3	9.7	-2.5
Iron and Steel	6.4	2.5	-3.9	7.5	5.0

Number of Employees DI of Main Industries in ASEAN4

Number of Employees	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
Transportation equipment	24.8	9.1	-15.7	6.8	-2.3
Electrical machinery	6.1	4.6	-1.5	9.7	5.1
Industrial machinery	11.9	25.0	13.1	22.5	-2.5
Chemicals	5.7	4.9	-0.8	6.1	1.2
Iron and Steel	-13.0	-9.5	3.5	4.7	14.2

Number of Employees DI of Main Industries in NIEs3

Number of Employees	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
Transportation equipment	-3.2	-3.2	0.0	-10.4	-7.2
Electrical machinery	3.7	2.4	-1.3	1.1	-1.3
Industrial machinery	4.2	17.4	13.2	0.0	-17.4
Chemicals	-2.1	10.7	12.8	6.4	-4.3
Iron and Steel	0.0	0.0	0.0	0.0	0.0

Number of Employees DI of Main Industries in China(including Hong Kong)

Number of Employees	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
Transportation equipment	43.0	28.7	-14.3	33.9	5.2
Electrical machinery	12.5	13.5	1.0	16.3	2.8
Industrial machinery	20.7	7.3	-13.4	16.0	8.7
Chemicals	25.4	25.9	0.5	15.8	-10.1
Iron and Steel	35.3	20.0	-15.3	14.3	-5.7

Number of Employees DI of Main Industries in Europe

Number of Employees	Survey of previous term (Oct.-Dec.2005)	Survey of the present term (Jan.-Mar.2006)			
	Current assessment (Jan.-Mar.2006)	Current assessment (Apr.-Jun.2006)	comparison to the previous quarter	Prospect (Jul.-Sep.2006)	comparison to the previous quarter
Transportation equipment	4.8	-6.9	-11.7	-10.7	-3.8
Electrical machinery	-5.1	-3.2	1.9	-8.0	-4.8
Industrial machinery	-2.4	2.3	4.7	-2.3	-4.6
Chemicals	7.5	0.0	-7.5	-4.2	-4.2
Iron and Steel	0.0	0.0	0.0	0.0	0.0

Actual Results

The overall number of employees stood at 2.83 million, registering a continued increase of 4.7% from the same quarter of the previous year. The number of employees increased in eight out of 13 industries. The number of employees in the transportation equipment sector stood at 730,000, up by 7.3% (id.), and that in the electrical machinery sector stood at 1,200,000, an increase of 4.2% (id.), marking the 15th consecutive quarter of growth. Employment in the general machinery sector showed an increase of 11.5% (id.) to 170,000, up for the 13th consecutive quarter. The number of employees in the chemical sector decreased slightly by 0.9% (id.) to 120,000, and that in the iron and steel sector stood at 20,000, down by 1.9% (id.), marking a decline for the second consecutive quarter.

《By Region》

The number of employees increased in all regions except North America and Europe. In Asia, it increased by 6.5% from the same quarter of the previous year, and continued to hold steady. An increase in employee numbers was observed in NIEs3, up for three quarters in a row. Employee numbers continued to increase in ASEAN4 and China as well. The number of employees in Europe decreased slightly for the first time in four quarters, due to a sluggish growth in the transportation equipment sector and a decrease in the electrical machinery sector. Employment in North America continued to decline.

North America

The overall number of employees was 420,000 (14.8% of the total number of employees in all regions), showing a continued decline of 1.2% from the same quarter of the previous year. The number of employees in the electrical machinery sector stood at 80,000, continuing to decline by 8.0% (id.). The number of employees in the chemical sector stood at 20,000, a decrease of 1.5% (id.), and that in the iron and steel sector also declined by 13.4% (id.) standing at 4,000. In contrast, employment in the transportation equipment sector stood at 170,000, showing an increase of 2.5% (id.), posting a gain for the fifteenth consecutive quarter.

ASEAN4

The overall number of employees was 830,000 (29.3% of the total number of employees in all regions), up by 2.9% compared to the same quarter of the previous year, registering the 15th consecutive quarter of increase. The number of employees in the transportation equipment sector stood at 170,000, up by 3.4% (id.), registering a single-digit growth for the first time in eight quarters. Employment in the electrical machinery sector stood at 420,000, showing a slight increase of 1.3% (id.), and that in the general machinery sector stood at 30,000, up by 8.1% (id.), posting the fifth straight quarter of increase. The number of employees in the iron and steel sector stood at 6,000, a slight increase of 1.3% (id.). Meanwhile, employment in the chemical sector stood at 30,000, down by 0.3% (id.), registering a fifth consecutive quarter of decline.

NIEs3

The overall number of employees was 130,000 (4.6% of the total number of employees in all regions), up slightly by 1.2% from the same quarter of the previous year. The number of employees in the transportation equipment sector stood at 20,000, up by 7.4% (id.), marking the 10th consecutive quarter of growth. Employment in the electrical machinery sector stood at 60,000, up by 0.6% (id.), showing a slight increase for the first time in seven quarters. Employment in the general machinery sector stood at 10,000, up by 0.1% (id.), showing a slight increase for the first time in three quarters.

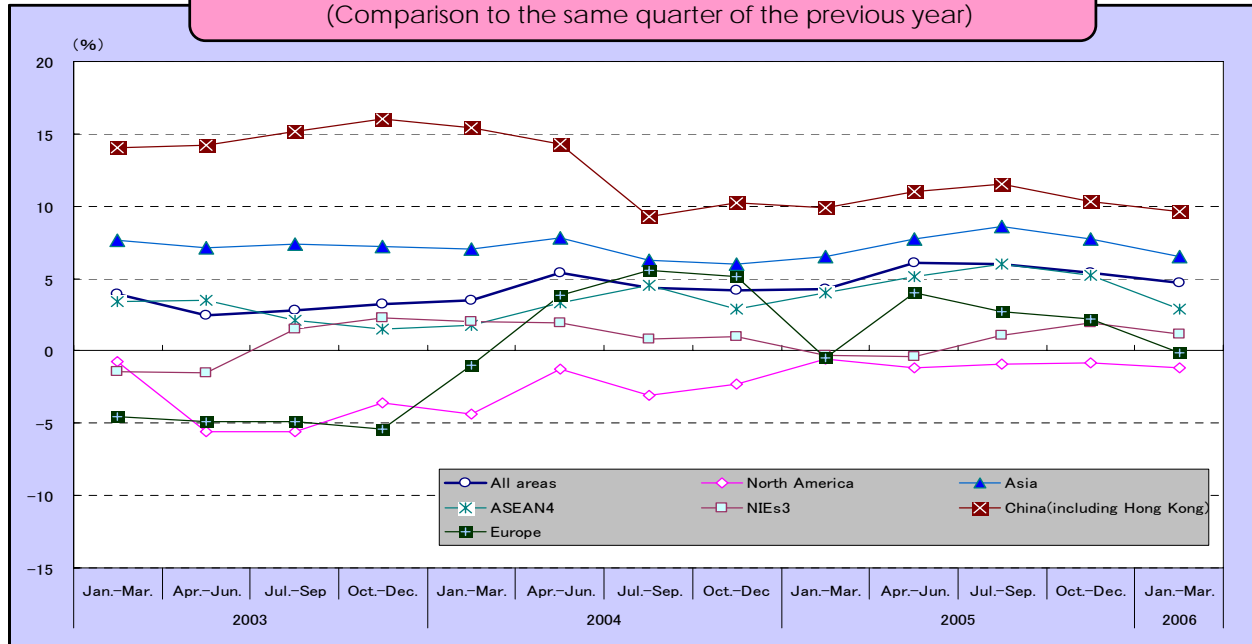
China

The overall number of employees was 920,000 (32.7% of the total number of employees in all regions), a continued increase of 9.6% from the same quarter of the previous year. The number of employees in the electrical machinery sector stood at 530,000, an increase of 9.1% (id.), registering single-digit growth. The transportation equipment sector registered 120,000 employees, up by 18.8% (id.), continuing its double-digit increase. The number of employees in the general machinery sector was 70,000, increasing significantly by 25.1% (id.).

Europe

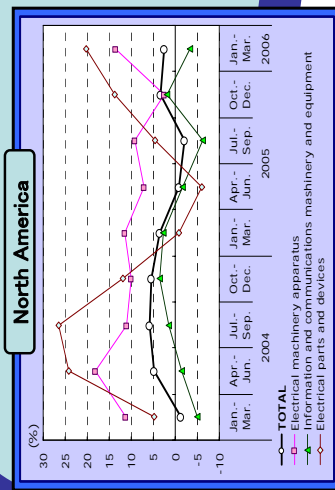
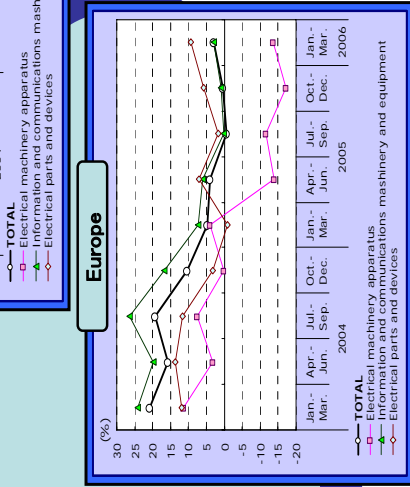
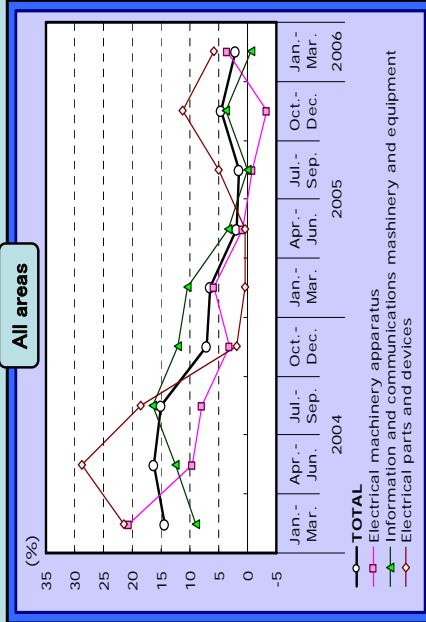
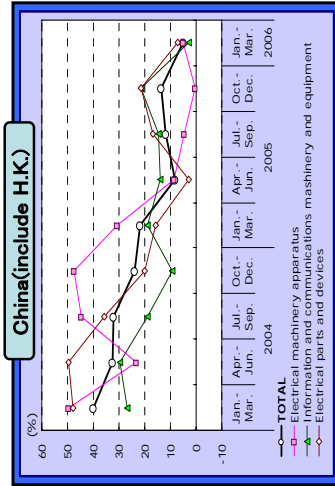
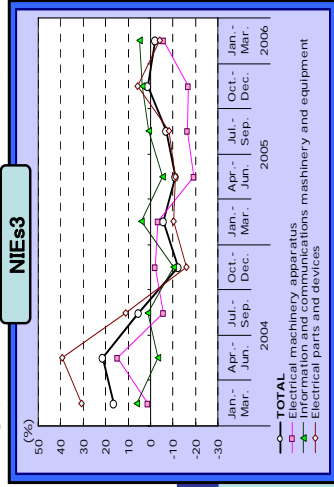
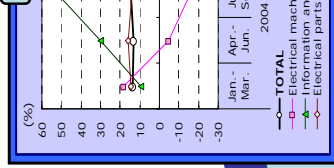
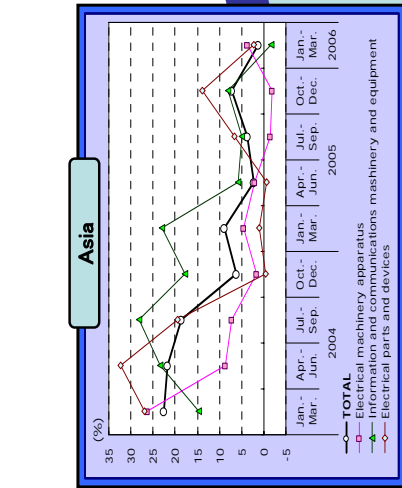
The overall number of employees was 250,000 (8.8% of the total number of employees in all regions), down by 0.1% from the same quarter of the previous year, marking the fourth straight decrease. The number of employees in the transportation equipment sector was 100,000, up by 5.4% (id.), marking ninth consecutive quarters of growth. The number of employees in the general machinery sector stood at 30,000, up by 3.7% (id.), the ninth consecutive quarter of growth. Meanwhile, employment in the electrical machinery sector was 50,000, with a continued decrease of 7.6% (id.), and that in the chemical sector also decreased by 6.7% (id.) to 30,000, down for the third consecutive quarter.

Chart9 Number of Employees by Region
(Comparison to the same quarter of the previous year)



【Topics】

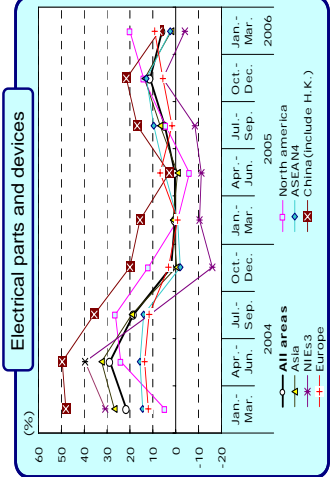
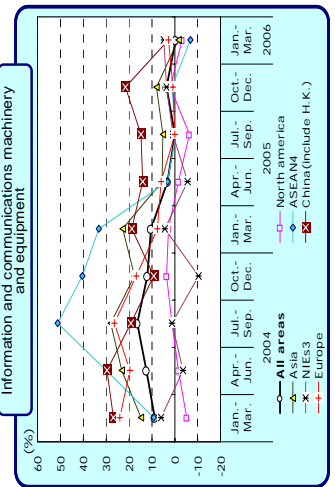
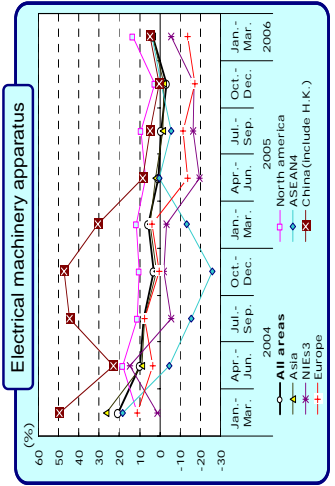
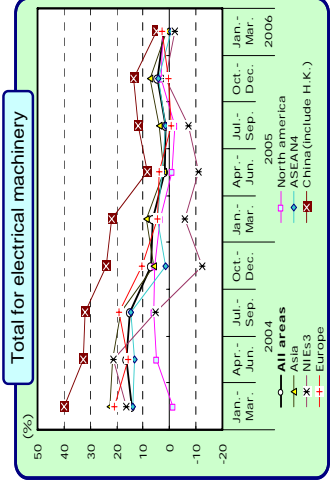
Transition of the actual sales track record according to area and fine classification of electrical machinery (corresponding-period-of-last-year ratio)



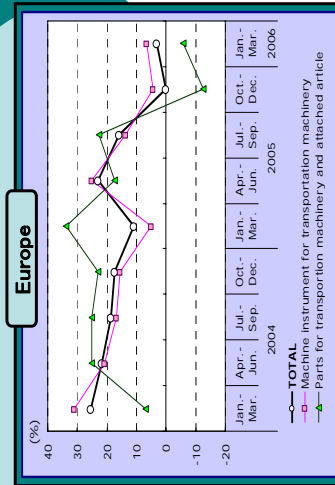
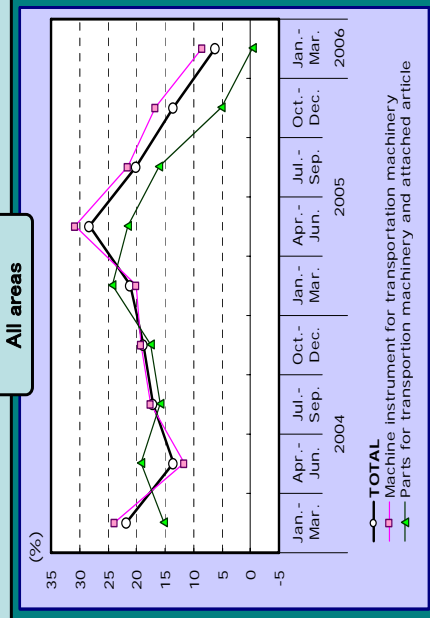
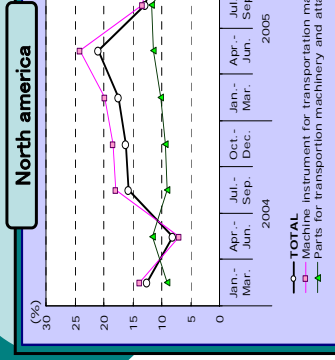
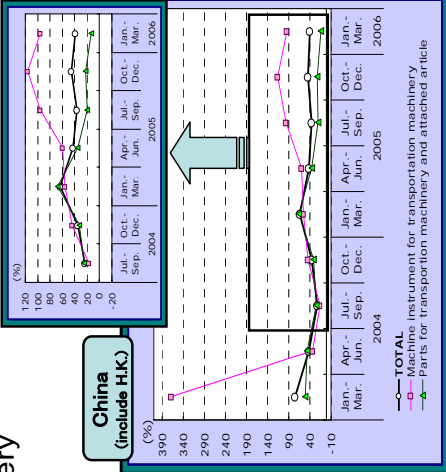
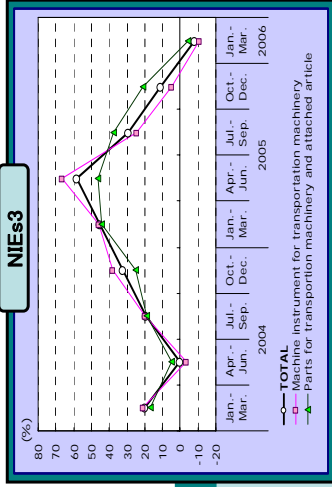
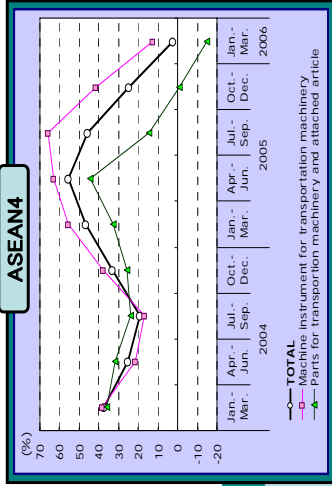
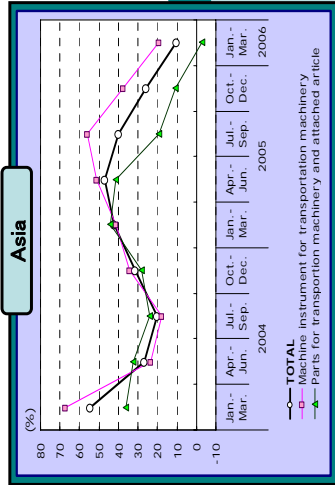
Electrical machinery apparatus
 Domestic-use electric appliance (microwave ovens, refrigerators, electric washing machines and air conditioners), electrical lighting equipment, electronic applied devices(X-ray and video equipment), electric instruments (ammeters and voltmeters), other electrical machinery instruments.

Information and communications machinery and equipment
 Telecommunications equipment (telephones, radios, televisions and stereos), computers, etc., (PCs, etc.)

Electrical parts and devices
 Electronic tubes, semiconductor devices(diode, transistors), integrated circuits(LSIs), resistors(condenser)

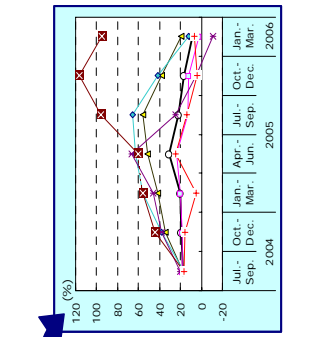
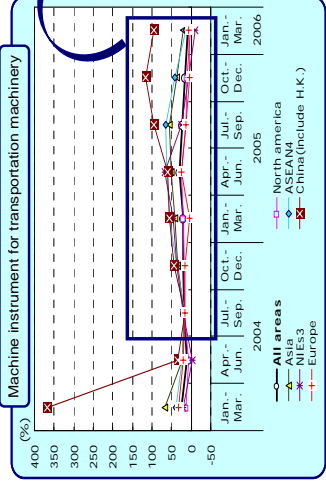
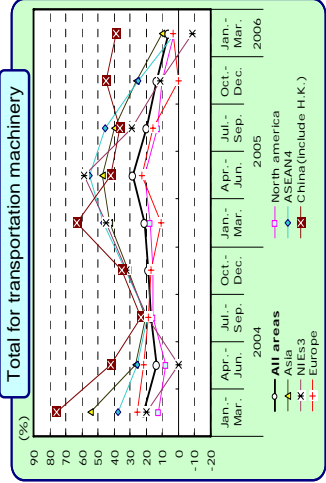


Transition of actual sales of various classifications of transportation machinery and products by area (corresponding-period-of-last-year ratio)



Machine instrument for transportation machinery
Automobiles, railroad vehicles, vessels, airplanes, industrial conveyance vehicles, other transportation machines(bicycles)

Parts for transportation machinery and attached article
Parts for automobile and attached articles(automobile engines and components, brakes and their components, clutch axles, radiators, differential gears, transmission systems, wheels, oil filters, etc.), parts for railroad vehicles, door operating equipments, etc.), parts for airplanes (propellers, bodies, main wings, flaps, air brakes), industrial trucks the components



(Reference)

1. Classification of countries (regions)

The countries (regions) in which overseas subsidiaries were located were classified as follows (in alphabetical order):

• North America: Canada and USA

• Asia

ASEAN4: Indonesia, Malaysia, the Philippines, Thailand

NIEs3: Singapore, Taiwan, Republic of Korea

China (including Hong Kong): the People's Republic of China

(including Hong Kong Special Administrative District)

Other Asia: (including Bangladesh, India, Myanmar, Pakistan, Sri Lanka and Vietnam)

• Europe: Austria, Belgium, Czech Republic, Denmark, Finland, France, Germany, Greece, Hungary, Ireland, Italy, Netherlands, Poland, Portugal, Romania, Russia, Slovakia, Spain, Sweden, Switzerland, Turkey, UK

• Others: Argentina, Australia, Brazil, Chile, Colombia, Costa Rica, Egypt, El Salvador, Guatemala, the Republic of Ivory Coast, Mexico, New Zealand, Nicaragua, Papua New Guinea, Peru, Puerto Rico (USA), South Africa, Swaziland, Tanzania, UAE, Venezuela

2. Changes in the exchange rates of major currencies against the US dollar, by region

(Average term rates published by IMF)

	Oct.-Dec. 2004	Jan.-Mar. 2005	Apr.-Jun. 2005	Jul.-Sep. 2005	Oct.-Dec. 2005	Jan.-Mar. 2006
Yen	105.89	104.71	107.63	111.24	117.29	116.88
ASEAN4						
Rupiah (Indonesia)	9128.2	9274.3	9550.5	9994.5	9999.6	9274.9
Ringgit (Malaysia)	3.8	3.8	3.8	3.7735	3.7768	3.7275
Peso (Philippines)	56.282	55.006	54.671	56.038	54.627	51.884
Baht (Thailand)	40.250	38.566	40.040	41.287	40.987	39.288
NIEs3						
Won (Republic of Korea)	1093.12	1022.22	1008.11	1029.51	1036.63	976.35
Dollar (Singapore)	1.6568	1.6356	1.6587	1.6751	1.881	1.6280
Dollar (Taiwan)	32.9360	31.5400	31.3990	32.319	33.457	32.3223
People's Republic of China (Hong Kong is including)						
Yuan (People's Republic of China)	8.2765	8.2765	8.2765	8.1412	8.0831	8.0503
Dollar (Hong Kong)	7.780	7.798	7.788	7.769	7.754	7.757
Europe						
Pound (United Kingdom)	1.8648	1.8924	1.8570	1.7841	1.7481	1.7526
Euro (Euro Area)	0.7728	0.7606	0.7943	0.8201	0.8415	0.8320

INTERNATIONAL FINANCIAL STATISTICS (IMF)

3. Record of changes in the content of the survey (For details, refer to materials published for each term.)

○ **The October-December quarter of 1996, and January-March quarter of 1997**

A test survey was conducted, and findings were published under the approval of the Management and Coordination Agency.

○ **From the April-June quarter of FY 1998**

- Survey periods for "the amount of acquired tangible fixed assets excluding land" (with regard to parent companies, together with "overseas direct investment") were excluded from quarterly surveys, and researched every other quarter, such as July-September, and January-March. Accordingly, the results and prospects of surveys are conducted semi-annually instead of quarterly. The content of the surveys was also changed from "tangible fixed assets completed or acquired except land during the term" to "tangible fixed assets acquired (including temporary construction accounts) except land during the term." With regard to parent companies, findings of the "Ministry of International Trade and Industry Survey on Investment in Plant and Equipment" were used.
- Quarterly prospects were also changed to semi-annual prospects.

○ **From the April-June quarter of FY 1999**

- A coefficient of connection was created and used for data before fiscal 1997 (the January-March quarter of 1998) to maintain consistency with past data, because dropped companies were added to the survey from fiscal 1998 (the April-June quarter of 1998).
- Because of a change in estimating methods, results were decided not by the rate of increase compared with the previous term, but by the rate of increase compared with the same period of the previous year.

○ **From the April-June quarter of FY 2001**

- "Company Trends Survey" was renewed by combining the "Industry Economic Trends Survey" with the "Company Trends Survey," both of which had been under the control of the Ministry of Economy, Trade and Industry. In addition, the "Overseas Affiliated Company Edition" was published separately from the "Parent Company Edition."

○ **From the April-June quarter of FY 2002**

- A coefficient of connection was created and used for data before fiscal 2000 (the January-March quarter of 2001) to maintain consistency with past data, because companies included in the survey, questions to be asked, and other items surveyed were reviewed in order to reorganize and consolidate the surveys (the April-June quarter of 2001 and later).
- Region/country classifications were revised to separate "China (including Hong Kong)" from "China and other Asian countries," and create another independent category.

○ **The April-June quarter of FY 2003**

- The "Parent Company Survey" in the former "Company Trend Survey" was discontinued, and from the April-June quarter of 2003 the survey was conducted as the "Quarterly Survey of Overseas Subsidiaries," which was focused on overseas subsidiaries conducting manufacturing abroad.
Since companies included in the survey were reviewed and the scope of the survey was expanded (as defined on Page 1: "Outline of the survey" (4)-(iii)③, from "over 50% of a controlling share" to "50% or more of a controlling share") beginning with the April-June quarter of 2003, differences between results for this quarter and those of previous quarters have become apparent. The ratio to the same period of the previous year is estimated only on the basis of the total figures of companies which were continuously included in the survey from the previous fiscal year to the current quarter.

○ **The April – June quarter of FY 2004**

- From the survey for the April – June quarter of 2004, the period of the DI survey was changed. The former six-month survey period was divided into: “estimation of the present assessment of the current situation” and “future prospects,” and both were surveyed for three months respectively.
- Due to the review of companies covered by the survey from the April – June quarter of 2004, there is a gap between the results of that quarter and those of previous quarters. Comparisons between the current quarter and the corresponding quarter of the previous year are calculated by totaling figures only for overseas subsidiaries continuously covered by the survey since the corresponding quarter of the previous year.
- The coefficient of connection was calculated and used for data before FY2002 (the January – March quarter of 2003) to maintain consistency with past data, because companies included in the survey were reviewed and the scope of the survey was expanded.
- Classification of regions and countries was changed, and the category of “other Asian countries,” which used to be included under the totals for “Asia”, was extracted and listed separately.

○ **The April – June quarter of FY2005**

- The coefficient of connection was calculated and used for data before FY2003 (the January – March quarter of 2004) to maintain consistency with past data, because companies included in the survey were reviewed.

	Statistics (US\$10 Statistics (US\$10,000))												comparison to the same quarter of the previous year											
	FY 2004				FY 2005				2006				FY 2004				FY 2005				2006			
	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.
China(including Hong Kong)	3,347,678	3,801,125	832,691	880,735	998,696	1,007,521	914,174	27.5	9.7	21.8	8.3	11.8	13.6	4.9										
Total value of electrical machinery	1,152,182	1,253,701	286,242	310,478	324,141	305,053	314,029	36.0	4.6	30.5	8.5	4.8	0.3	4.8										
Electrical machines and apparatuses	1,169,057	1,264,916	293,347	304,731	344,992	330,282	284,911	18.8	13.0	19.0	13.8	14.7	21.5	2.8										
Information and communications machines and equipment	1,026,440	1,282,507	253,102	265,526	329,562	372,185	315,234	28.7	12.3	15.7	2.8	16.8	21.6	7.0										
Electronic parts and devices	946,137	1,529,841	296,124	235,480	399,919	390,179	504,262	40.7	40.6	63.2	42.3	36.3	44.9	39.0										
Total value of transportation equipment	248,143	661,318	90,972	72,158	189,915	138,545	260,700	39.8	94.7	56.1	60.2	96.1	116.3	95.4										
Transportation machines and equipment	697,994	868,522	205,151	163,322	210,004	251,634	243,563	41.1	21.3	66.7	35.7	19.4	22.1	13.9										
Parts and accessories for transportation machinery																								

	Statistics (US\$10 Statistics (US\$10,000))												comparison to the same quarter of the previous year											
	FY 2004				FY 2005				2006				FY 2004				FY 2005				2006			
	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.
Other Asia	89,148	101,696	25,279	24,107	26,193	24,107	26,206	30.2	14.1	52.8	30.2	20.2	6.1	3.7										
Total value of electrical machinery	16,682	4,309	5,601	4,857	5,319	4,857	5,803	9.9	29.4	24.2	43.3	33.7	8.3	34.7										
Electrical machines and apparatuses	60,294	65,712	17,339	16,487	17,491	15,601	16,134	32.2	9.0	61.2	27.2	16.9	3.8	-7.0										
Information and communications machines and equipment	12,172	14,404	3,631	3,103	3,383	3,649	4,269	64.9	18.3	57.1	24.9	18.6	13.8	17.6										
Electronic parts and devices	666,356	788,052	180,813	193,932	201,384	184,166	208,569	20.0	18.3	5.5	16.5	31.9	10.7	15.4										
Total value of transportation equipment	577,891	678,192	154,228	168,058	174,362	156,911	178,861	18.4	17.4	1.7	14.4	31.6	8.8	16.0										
Transportation machines and equipment	88,465	109,859	26,585	27,023	27,255	27,255	29,708	32.7	24.2	36.3	31.9	34.2	23.1	11.7										
Parts and accessories for transportation machinery																								

	Statistics (US\$10 Statistics (US\$10,000))												comparison to the same quarter of the previous year											
	FY 2004				FY 2005				2006				FY 2004				FY 2005				2006			
	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.
Europe	4,089,553	4,191,135	1,050,448	929,688	934,428	1,234,595	1,092,425	11.8	1.6	4.8	4.0	-0.7	0.4	3.0										
Total value of electrical machinery	454,141	404,828	110,289	95,061	95,651	113,150	100,966	3.5	-14.3	4.1	-13.8	-11.6	-17.3	-13.7										
Electrical machines and apparatuses	2,343,846	2,400,013	633,311	525,032	523,417	699,863	651,702	16.6	2.3	7.4	6.1	0.2	0.9	2.9										
Information and communications machines and equipment	1,291,566	1,386,294	306,847	309,595	315,360	421,582	339,757	6.2	5.8	-0.8	6.9	1.6	5.7	9.3										
Electronic parts and devices	3,417,843	3,811,171	931,377	1,012,720	927,511	901,726	969,213	17.0	10.0	11.0	22.9	15.9	0.2	3.2										
Total value of transportation equipment	2,521,248	2,823,454	678,065	724,920	683,126	692,395	723,014	14.0	12.0	5.0	25.0	13.8	4.5	6.6										
Transportation machines and equipment	896,595	987,716	253,312	287,801	244,385	209,332	246,199	26.8	4.6	33.7	17.4	22.7	-12.7	-5.8										
Parts and accessories for transportation machinery																								

	Statistics (US\$10 Statistics (US\$10,000))												comparison to the same quarter of the previous year											
	FY 2004				FY 2005				2006				FY 2004				FY 2005				2006			
	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.	Jan.-Mar.	Apr.-Jun.	Jul.-Sep.	Oct.-Dec.
Other	269,074	287,129	60,523	58,783	64,612	96,267	67,467	11.5	5.9	5.3	-1.7	4.6	8.8	10.4										
Total value of electrical machinery	32,075	36,066	7,180	6,874	7,495	12,234	9,463	15.2	5.5	6.5	-2.4	1.9	1.6	22.3										
Electrical machines and apparatuses	128,726	141,620	32,899	31,377	30,048	42,079	38,116	-4.3	10.0	3.9	3.5	11.8	8.9	15.9										
Information and communications machines and equipment	108,273	109,444	20,444	20,531	27,069	41,954	19,889	36.8	1.1	7.1	-8.4	-1.9	10.9	-2.7										
Electronic parts and devices	2,350,627	2,999,208	665,186	685,744	739,700	763,787	799,977	13.1	26.6	14.3	43.2	24.9	23.1	19.2										
Total value of transportation equipment	2,119,564	2,710,496	596,726	624,861	675,673	686,745	723,217	11.8	27.9	11.7	45.0	25.3	24.3	21.2										
Transportation machines and equipment	231,063	288,711	68,460	70,883	64,026	77,042	76,760	24.0	14.7	37.1	28.7	21.1	12.0	1.5										
Parts and accessories for transportation machinery																								

<Appendix table 2> Prospect for sale(DI)

(Unit:Percentage point)

All area	D I											
	Jan.-Mar. 2005 period investigation		Apr.-Jun. 2005 period investigation		Jul.-Sep. 2005 period investigation		Oct.-Dec. 2005 period investigation		Jan.-Mar. 2006 period investigation		Jul.-Sep. 2006 period investigation	
	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect
Total value of electrical machinery	18.5	26.9	19.6	23.3	15.6	9.4	2.9	16.9	15.6	12.7	19.6	4.0
Electrical machines and apparatuses	28.3	30.7	11.7	28.5	14.0	14.5	3.5	20.1	18.5	15.0	12.1	-6.4
Information and communications machines and equipment	13.6	24.2	28.6	24.9	17.0	6.2	-3.1	8.8	13.3	16.4	18.4	5.1
Electronic parts and devices	15.1	26.3	19.7	18.1	15.7	7.7	6.3	20.0	14.6	8.3	26.4	11.8
Total value of transportation equipment	28.2	19.8	21.1	24.5	24.8	33.4	26.6	26.4	15.5	-11.1	10.3	-5.2
Transportation machines and equipment	18.2	5.8	25.6	18.1	16.7	25.7	17.1	13.0	27.7	10.6	10.1	-17.6
Parts and accessories for transportation machinery	29.9	22.0	20.0	25.6	26.1	34.4	28.6	28.3	13.1	-15.5	10.4	-2.7

North America	D I											
	Jan.-Mar. 2005 period investigation		Apr.-Jun. 2005 period investigation		Jul.-Sep. 2005 period investigation		Oct.-Dec. 2005 period investigation		Jan.-Mar. 2006 period investigation		Jul.-Sep. 2006 period investigation	
	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect
Total value of electrical machinery	4.3	16.0	4.1	11.0	10.6	6.6	-1.5	13.7	-10.9	-9.4	8.0	18.9
Electrical machines and apparatuses	13.0	8.7	16.7	29.2	15.4	34.6	8.7	39.1	-18.2	-26.9	-13.6	4.6
Information and communications machines and equipment	0.0	28.0	12.5	8.3	11.5	-15.4	-4.5	-4.5	-8.7	-4.2	17.4	26.1
Electronic parts and devices	0.0	9.5	-16.0	-4.0	4.3	0.0	-9.1	4.8	-5.3	3.8	22.2	27.5
Total value of transportation equipment	23.4	8.7	-4.2	8.1	17.3	29.5	20.8	17.5	4.7	-16.1	1.3	-3.4
Transportation machines and equipment	17.6	-8.3	-5.6	15.4	17.6	41.7	11.8	30.8	23.5	11.7	16.7	-6.8
Parts and accessories for transportation machinery	24.2	10.2	-4.0	7.4	17.3	28.3	21.9	16.2	2.3	-19.6	0.0	-2.3

Asia	D I											
	Jan.-Mar. 2005 period investigation		Apr.-Jun. 2005 period investigation		Jul.-Sep. 2005 period investigation		Oct.-Dec. 2005 period investigation		Jan.-Mar. 2006 period investigation		Jul.-Sep. 2006 period investigation	
	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect
Total value of electrical machinery	22.7	32.3	22.4	23.4	15.3	11.2	3.4	19.9	20.2	16.8	23.7	3.5
Electrical machines and apparatuses	31.6	39.4	10.3	22.8	8.7	11.6	3.3	20.8	24.3	21.0	16.6	-7.7
Information and communications machines and equipment	21.8	28.9	33.1	25.7	17.2	13.4	-0.7	12.1	15.6	16.3	22.4	6.8
Electronic parts and devices	17.4	29.8	25.0	22.3	18.5	9.5	5.3	23.8	19.8	14.5	29.7	9.9
Total value of transportation equipment	33.3	33.1	43.9	39.4	29.9	39.0	30.8	33.6	22.8	-8.0	24.3	1.5
Transportation machines and equipment	15.9	4.9	35.4	16.3	14.6	27.9	12.8	7.1	25.5	12.7	14.3	-11.2
Parts and accessories for transportation machinery	36.9	38.8	45.9	44.3	32.8	40.8	35.0	38.6	22.4	-12.6	26.6	4.2

ASEAN4	D I											
	Jan.-Mar. 2005 period investigation		Apr.-Jun. 2005 period investigation		Jul.-Sep. 2005 period investigation		Oct.-Dec. 2005 period investigation		Jan.-Mar. 2006 period investigation		Jul.-Sep. 2006 period investigation	
	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect
Total value of electrical machinery	12.9	24.8	14.8	18.8	4.1	8.7	0.9	21.1	16.8	15.9	22.4	5.6
Electrical machines and apparatuses	12.1	29.3	-6.1	16.7	-3.3	18.3	4.5	22.2	17.2	12.7	10.9	-6.3
Information and communications machines and equipment	16.7	20.0	27.4	29.0	16.4	11.5	1.7	16.7	25.4	23.7	28.8	3.4
Electronic parts and devices	11.9	26.2	21.1	13.7	1.0	-3.2	23.1	11.1	14.3	14.3	25.8	14.7
Total value of transportation equipment	33.9	36.8	50.0	39.0	26.4	40.0	23.0	33.4	10.8	-12.2	20.3	9.5
Transportation machines and equipment	12.5	4.3	46.2	4.2	11.5	20.8	-12.0	13.0	8.0	20.0	17.4	9.4
Parts and accessories for transportation machinery	38.9	44.4	51.5	48.0	29.6	44.2	33.0	38.4	11.6	-21.4	21.3	9.7

NIES3	D I											
	Jan.-Mar. 2005 period investigation		Apr.-Jun. 2005 period investigation		Jul.-Sep. 2005 period investigation		Oct.-Dec. 2005 period investigation		Jan.-Mar. 2006 period investigation		Jul.-Sep. 2006 period investigation	
	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect
Total value of electrical machinery	8.7	25.0	22.6	10.9	8.5	-1.3	-8.5	1.2	14.1	22.6	15.5	1.4
Electrical machines and apparatuses	36.8	36.8	18.2	27.3	0.0	9.1	4.5	13.6	8.7	4.2	13.0	4.3
Information and communications machines and equipment	12.5	18.8	31.3	0.0	-5.6	-5.6	-31.3	-18.8	-16.7	14.6	-5.6	11.1
Electronic parts and devices	-4.4	22.2	21.7	6.7	19.0	-4.8	-6.8	2.3	29.5	36.3	25.6	-3.9
Total value of transportation equipment	14.8	3.9	9.7	10.4	18.1	23.3	18.7	13.3	3.4	-15.3	-28.5	-31.9
Transportation machines and equipment	-50.0	0.0	0.0	0.0	-33.3	0.0	66.7	-50.0	-33.3	-100.0	-100.0	-66.7
Parts and accessories for transportation machinery	20.0	4.0	10.3	10.7	23.3	25.0	13.8	17.9	7.4	-6.4	-23.1	-30.5

China(including Hong Kong)	D I											
	Jan.-Mar. 2005 period investigation		Apr.-Jun. 2005 period investigation		Jul.-Sep. 2005 period investigation		Oct.-Dec. 2005 period investigation		Jan.-Mar. 2006 period investigation		Jul.-Sep. 2006 period investigation	
	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect
Total value of electrical machinery	37.3	42.2	27.2	30.7	25.7	16.5	9.1	26.3	25.6	16.5	28.1	2.5
Electrical machines and apparatuses	49.3	49.3	18.0	27.0	19.0	8.4	8.2	28.0	35.4	27.4	23.0	-12.6
Information and communications machines and equipment	30.5	42.4	38.1	28.6	23.1	20.6	1.8	14.0	16.1	14.3	22.6	6.5
Electronic parts and devices	32.2	36.4	28.4	35.3	32.7	20.4	14.1	32.0	22.8	8.7	36.0	13.2
Total value of transportation equipment	40.4	35.7	45.6	53.7	42.1	42.6	42.3	44.2	44.4	2.1	47.9	3.5
Transportation machines and equipment	25.0	0.0	30.0	55.6	44.4	50.0	33.3	-12.5	55.6	22.3	25.0	-30.6
Parts and accessories for transportation machinery	41.7	40.4	47.4	52.6	40.7	40.7	42.6	50.0	43.5	0.9	51.6	8.1

	D I											
	Jan.-Mar. 2005 period investigation		Apr.-Jun. 2005 period investigation		Jul.-Sep. 2005 period investigation		Oct.-Dec. 2005 period investigation		Jan.-Mar. 2006 period investigation		Apr.-Jun. 2006 period investigation	
	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect
Total value of electrical machinery	18.2	27.3	43.5	30.4	30.5	21.7	8.3	8.7	16.7	8.4	20.9	4.2
Electrical machines and apparatuses Information and communications machines and equipment	0.0	28.6	42.9	14.3	14.3	0.0	-71.4	-66.7	0.0	71.4	0.0	0.0
Electronic parts and devices	14.3	14.3	42.9	28.6	28.6	14.3	25.0	25.0	12.5	-12.5	37.5	25.0
Total value of transportation equipment	37.5	37.5	44.4	44.4	44.4	44.4	55.6	44.4	33.3	-22.3	22.2	-11.1
Transportation machines and equipment	34.7	40.0	50.0	37.0	29.2	43.5	46.7	27.6	40.7	-6.0	34.7	-6.0
Parts and accessories for transportation machinery	3.0	11.1	20.0	11.1	10.0	33.3	40.0	22.2	60.0	20.0	22.2	-37.8
	37.5	56.3	66.7	50.0	42.9	50.0	50.0	30.0	29.4	-20.6	41.2	11.8

	D I											
	Jan.-Mar. 2005 period investigation		Apr.-Jun. 2005 period investigation		Jul.-Sep. 2005 period investigation		Oct.-Dec. 2005 period investigation		Jan.-Mar. 2006 period investigation		Apr.-Jun. 2006 period investigation	
	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect
Total value of electrical machinery	5.3	0.0	3.1	35.0	27.3	-1.5	3.4	-5.3	4.8	1.4	-1.6	-6.4
Electrical machines and apparatuses Information and communications machines and equipment	30.0	5.0	8.7	69.6	56.5	13.0	-5.0	-5.0	19.0	24.0	9.5	-9.5
Electronic parts and devices	-14.3	-5.0	4.3	31.8	25.0	-8.7	-13.6	0.0	17.4	31.0	0.0	-17.4
Total value of transportation equipment	0.0	0.0	-5.6	-5.6	-5.3	-10.5	35.3	13.3	-26.3	-61.6	-16.7	9.6
Transportation machines and equipment	20.0	-4.0	-17.4	11.5	19.0	30.4	16.7	15.6	13.8	-2.9	-25.0	-38.8
Parts and accessories for transportation machinery	14.3	14.3	0.0	28.6	22.2	28.6	12.5	0.0	44.4	31.9	-28.6	-73.0
	20.9	-7.0	-20.4	9.3	18.4	30.6	17.3	17.3	8.2	-9.1	-24.5	-32.7

	D I											
	Jan.-Mar. 2005 period investigation		Apr.-Jun. 2005 period investigation		Jul.-Sep. 2005 period investigation		Oct.-Dec. 2005 period investigation		Jan.-Mar. 2006 period investigation		Apr.-Jun. 2006 period investigation	
	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect
Total value of electrical machinery	0.0	4.6	43.5	30.5	4.6	4.6	4.6	9.1	0.0	-4.6	0.0	0.0
Electrical machines and apparatuses Information and communications machines and equipment	0.0	-14.3	37.5	37.5	0.0	14.3	12.5	12.5	-12.5	-25.0	-12.5	0.0
Electronic parts and devices	-9.1	9.1	54.5	36.4	9.1	-9.1	-10.0	10.0	20.0	30.0	0.0	-20.0
Total value of transportation equipment	25.0	25.0	25.0	0.0	0.0	25.0	25.0	0.0	-33.3	-58.3	33.3	66.6
Transportation machines and equipment	26.7	13.3	27.0	5.9	28.6	8.0	36.6	28.2	12.1	-24.5	6.4	-5.7
Parts and accessories for transportation machinery	33.3	22.2	54.5	22.2	20.0	-12.5	50.0	25.0	30.0	-20.0	12.5	-17.5
	23.8	9.5	15.4	0.0	33.3	17.6	32.3	29.0	4.3	-28.0	4.3	0.0

	D I											
	Jan.-Mar. 2005 period investigation		Apr.-Jun. 2005 period investigation		Jul.-Sep. 2005 period investigation		Oct.-Dec. 2005 period investigation		Jan.-Mar. 2006 period investigation		Apr.-Jun. 2006 period investigation	
	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect	Current assessment	Prospect
Total value of electrical machinery	0.0	4.6	43.5	30.5	4.6	4.6	4.6	9.1	0.0	-4.6	0.0	0.0
Electrical machines and apparatuses Information and communications machines and equipment	0.0	-14.3	37.5	37.5	0.0	14.3	12.5	12.5	-12.5	-25.0	-12.5	0.0
Electronic parts and devices	-9.1	9.1	54.5	36.4	9.1	-9.1	-10.0	10.0	20.0	30.0	0.0	-20.0
Total value of transportation equipment	25.0	25.0	25.0	0.0	0.0	25.0	25.0	0.0	-33.3	-58.3	33.3	66.6
Transportation machines and equipment	26.7	13.3	27.0	5.9	28.6	8.0	36.6	28.2	12.1	-24.5	6.4	-5.7
Parts and accessories for transportation machinery	33.3	22.2	54.5	22.2	20.0	-12.5	50.0	25.0	30.0	-20.0	12.5	-17.5
	23.8	9.5	15.4	0.0	33.3	17.6	32.3	29.0	4.3	-28.0	4.3	0.0

Result (Units : results=US\$10,000, number of employees=persons, comparison to the same quarter of the previous year=percentage, DI=percentage point)

	Result															
	2005				2006				2005				2006			
	Jan-Mar. period	Apr-Jun. period	Jul-Sep. period	Oct-Dec. period	Jan-Mar. period	Apr-Jun. period	Jul-Sep. period	Oct-Dec. period	Jan-Mar. period	Apr-Jun. period	Jul-Sep. period	Oct-Dec. period	Jan-Mar. period	Apr-Jun. period	Jul-Sep. period	Oct-Dec. period
	comparison to the same quarter of the previous year	comparison to the same quarter of the previous year	comparison to the same quarter of the previous year	comparison to the same quarter of the previous year	comparison to the same quarter of the previous year	comparison to the same quarter of the previous year	comparison to the same quarter of the previous year	comparison to the same quarter of the previous year	comparison to the same quarter of the previous year	comparison to the same quarter of the previous year	comparison to the same quarter of the previous year	comparison to the same quarter of the previous year	comparison to the same quarter of the previous year	comparison to the same quarter of the previous year	comparison to the same quarter of the previous year	comparison to the same quarter of the previous year
	5,236,964	5,326,585	5,193,027	5,459,119	5,542,175	5,459,119	5,459,119	5,459,119	5,542,175	5,459,119	5,459,119	5,459,119	5,542,175	5,459,119	5,459,119	5,459,119
	9.6	9.6	12.6	8.1	7.4	7.4	7.4	7.4	7.4	9.7	9.8	15.6	20.0	10.5	10.5	10.5
	173,328	86,316	147,599	152,738	151,012	152,738	152,738	152,738	151,012	13.8	8.1	10.9	13.7	14.5	15.9	8.2
	-2.6	86,316	-38.0	-20.4	-8.6	-8.6	-8.6	-8.6	-8.6	13.8	8.1	10.9	13.7	14.5	15.9	8.2
	386,692	386,514	-1.9	389,948	-1.1	396,948	-1.6	407,412	396,948	-0.2	4.0	4.7	3.9	3.8	6.9	3.0
	-1.0	386,514	-1.9	389,948	-1.1	396,948	-1.6	407,412	396,948	-0.2	4.0	4.7	3.9	3.8	6.9	3.0
	421,396	421,980	13.1	462,904	8.2	420,995	4.4	400,917	400,917	30.9	30.4	9.0	14.5	19.3	18.0	10.8
	21.3	421,980	13.1	462,904	8.2	420,995	4.4	400,917	400,917	30.9	30.4	9.0	14.5	19.3	18.0	10.8
	11,497	23,871	18,611	16,766	24.5	17,080	5.5	17,080	17,080	15.4	9.0	14.9	6.2	4.7	12.6	2.1
	12.1	23,871	18,611	16,766	24.5	17,080	5.5	17,080	17,080	15.4	9.0	14.9	6.2	4.7	12.6	2.1
	203,915	217,100	0.1	216,520	0.6	212,653	2.2	206,496	206,496	7.3	6.8	0.5	-1.6	-2.2	2.8	-5.7
	0.1	217,100	0.1	216,520	0.6	212,653	2.2	206,496	206,496	7.3	6.8	0.5	-1.6	-2.2	2.8	-5.7
	451,050	479,209	-0.4	523,223	-1.9	497,529	-2.9	460,311	460,311	15.8	11.6	4.5	3.8	0.7	17.3	26.1
	-0.4	479,209	-0.4	523,223	-1.9	497,529	-2.9	460,311	460,311	15.8	11.6	4.5	3.8	0.7	17.3	26.1
	19,632	13,380	28.5	15,186	-6.2	15,924	8.2	20,625	20,625	7.6	9.8	15.5	5.0	6.7	5.9	11.5
	-9.5	13,380	28.5	15,186	-6.2	15,924	8.2	20,625	20,625	7.6	9.8	15.5	5.0	6.7	5.9	11.5
	153,358	149,811	-7.6	154,831	-4.4	154,688	-3.0	155,044	155,044	1.4	5.1	2.6	3.3	2.0	5.2	3.9
	-7.7	149,811	-7.6	154,831	-4.4	154,688	-3.0	155,044	155,044	1.4	5.1	2.6	3.3	2.0	5.2	3.9
	253,312	298,719	21.2	291,304	18.7	297,515	22.3	298,550	298,550	23.5	20.7	17.4	14.0	8.3	18.9	17.5
	2.5	298,719	21.2	291,304	18.7	297,515	22.3	298,550	298,550	23.5	20.7	17.4	14.0	8.3	18.9	17.5
	8,540	3,0	7,933	11,302	50.5	11,302	88.1	16,077	16,077	21.1	16.3	7.8	24.0	21.8	23.7	-3.5
	3.0	3,0	7,933	11,302	50.5	11,302	88.1	16,077	16,077	21.1	16.3	7.8	24.0	21.8	23.7	-3.5
	128,451	132,385	8.1	135,111	4.4	135,764	1.7	125,334	125,334	8.0	6.5	3.2	8.5	13.8	8.8	1.4
	8.7	132,385	8.1	135,111	4.4	135,764	1.7	125,334	125,334	8.0	6.5	3.2	8.5	13.8	8.8	1.4
	1,763,922	1,185,918	34.6	1,167,299	26.1	1,175,632	16.3	1,263,960	1,263,960	33.8	35.5	34.8	32.3	27.0	20.0	-0.4
	34.6	1,185,918	34.6	1,167,299	26.1	1,175,632	16.3	1,263,960	1,263,960	33.8	35.5	34.8	32.3	27.0	20.0	-0.4
	61,612	41,309	17.7	71,320	53.5	49,706	-2.3	68,867	68,867	21.6	15.9	16.3	17.1	18.3	20.9	4.4
	84.2	41,309	17.7	71,320	53.5	49,706	-2.3	68,867	68,867	21.6	15.9	16.3	17.1	18.3	20.9	4.4
	289,160	304,589	15.3	324,600	16.7	330,143	13.4	342,009	342,009	21.6	20.9	23.7	14.1	20.6	16.5	2.7
	12.7	304,589	15.3	324,600	16.7	330,143	13.4	342,009	342,009	21.6	20.9	23.7	14.1	20.6	16.5	2.7
	208,050	232,672	22.6	218,448	20.8	227,033	16.9	201,741	201,741	8.1	20.3	18.0	23.2	17.2	17.2	20.0
	7.2	232,672	22.6	218,448	20.8	227,033	16.9	201,741	201,741	8.1	20.3	18.0	23.2	17.2	17.2	20.0
	9,215	7,507	-13.6	8,640	10.1	10,536	10.1	9,966	9,966	3.9	15.7	11.8	3.8	10.0	0.0	17.4
	-8.0	7,507	-13.6	8,640	10.1	10,536	10.1	9,966	9,966	3.9	15.7	11.8	3.8	10.0	0.0	17.4
	26,997	26,854	2.6	26,942	5.0	28,187	11.0	26,288	26,288	1.6	4.5	1.5	11.9	13.6	6.8	5.2
	-3.7	26,854	2.6	26,942	5.0	28,187	11.0	26,288	26,288	1.6	4.5	1.5	11.9	13.6	6.8	5.2
	342,474	335,367	-0.9	352,106	0.2	367,507	3.4	336,579	336,579	16.9	28.6	13.9	3.8	-6.7	6.8	16.9
	11.3	335,367	-0.9	352,106	0.2	367,507	3.4	336,579	336,579	16.9	28.6	13.9	3.8	-6.7	6.8	16.9
	51,091	6,482	-0.2	6,223	4.0	6,980	60.5	9,196	9,196	3.3	10.2	6.3	6.3	7.9	10.2	8.8
	-15.1	6,482	-0.2	6,223	4.0	6,980	60.5	9,196	9,196	3.3	10.2	6.3	6.3	7.9	10.2	8.8
	5,109	51,057	-3.7	52,751	0.1	53,300	0.8	52,571	52,571	1.3	2.6	1.3	9.3	-2.6	5.3	11.7
	3.6	51,057	-3.7	52,751	0.1	53,300	0.8	52,571	52,571	1.3	2.6	1.3	9.3	-2.6	5.3	11.7
	362,088	359,463	8.9	347,484	0.4	345,901	3.4	346,239	346,239	14.8	8.8	10.3	10.3	-2.5	12.6	19.8
	14.2	359,463	8.9	347,484	0.4	345,901	3.4	346,239	346,239	14.8	8.8	10.3	10.3	-2.5	12.6	19.8
	3,367	20,024	185.4	9,429	29.3	13,157	129.0	10,969	10,969	26.8	5.3	13.0	-6.3	4.1	4.2	18.1
	-44.6	20,024	185.4	9,429	29.3	13,157	129.0	10,969	10,969	26.8	5.3	13.0	-6.3	4.1	4.2	18.1
	48,762	52,590	1.5	52,399	0.1	52,155	-1.3	52,394	52,394	-2.7	-2.4	-6.6	0.0	-0.9	-4.3	-5.3
	-2.4	52,590	1.5	52,399	0.1	52,155	-1.3	52,394	52,394	-2.7	-2.4	-6.6	0.0	-0.9	-4.3	-5.3
	1,671,378	1,721,503	13.0	2,040,879	14.8	2,065,440	18.7	2,068,142	2,068,142	37.7	31.1	33.4	26.0	11.6	33.1	34.0
	27.9	1,721,503	13.0	2,040,879	14.8	2,065,440	18.7	2,068,142	2,068,142	37.7	31.1	33.4	26.0	11.6	33.1	34.0
	64,562	63,048	36.5	62,289	10.9	60,978	8.0	67,313	67,313	17.2	17.5	14.8	12.5	11.8	16.1	16.1
	78.5	63,048	36.5	62,289	10.9	60,978	8.0	67,313	67,313	17.2	17.5	14.8	12.5	11.8	16.1	16.1
	746,394	815,732	11.0	900,935	11.5	909,035	10.3	924,729	924,729	15.2	14.1	12.9	12.5	12.8	15.9	14.3
	9.9	815,732	11.0	900,935	11.5	909,035	10.3	924,729	924,729	15.2	14.1	12.9	12.5	12.8	15.9	14.3
	150,332	163,654	13.3	163,139	23.6	158,405	6.2	163,074	163,074	24.1	35.7	58.1	32.0	16.1	3.4	25.9
	3.2	163,654	13.3	163,139	23.6	158,405	6.2	163,074	163,074	24.1	35.7	58.1	32.0	16.1	3.4	25.9
	11,359	3,133	-19.5	6,891	-18.9	5,035	-31.1	11,851	11,851	4.3	16.0	18.5	25.0	20.7	19.2	20.0
	-169.0	3,133	-19.5	6,891	-18.9	5,035	-31.1	11,851	11,851	4.3	16.0	18.5	25.0	20.7	19.2	20.0
	29,440	30,759	12.4	32,280	15.9	30,673	4.9	31,781	31,781	6.9	13.3	13.8	3.8	-4.0	0.0	-3.4
	12.4	30,759	12.4	32,280	15.9	30,673	4.9	31,781	31,781	6.9	13.3	13.8	3.8	-4.0	0.0	-3.4
	79,614	85,777	20.9	89,614	26.0	94,994	27.9	96,788	96,788	20.9	33.3	30.8	37.5	23.6	45.5	40.8
	27.3	85,777	20.9	89,614	26.0	94,994	27.9	96,788	96,788	20.9	33.3	30.8	37.5	23.6	45.5	40.8
	2,141	2,372	18.6	2,122	-18.4	4,851	91.0	3,455	3,455	17.9	26.3	14.6	21.4	23.1	32.7	35.7
	-48.3	2,372	18.6	2,122	-18.4	4,851	91.0	3,455	3,455	17.9	26.3	14.6	21.4	23.1	32.7	35.7
	57,961	62,760	12.7	68,681	23											

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<http://www.meti.go.jp/statistics/index.html>

* Time series tables for past data are available on the website at the above address.