

Consolidated Interim Financial Results for
Fiscal Year Ending March 2005

Aug. 10, 2004

S K Japan Co., Ltd. Osaka

Stock Code: 7608 (URL <http://www.sk-japan.co.jp>)

Stock Exchange listing: TSE/OSE Second section

Contact: Satoshi Kubo, CEO

Masaru Kawakami, Director Administrative Manager

Accounting Principal: Japanese GAAP

1. Change in accounting method: None

2. Financial Results (First quarterly earning/April 1 to June 30, 2004)

(1) Results of Operation (Figures are rounded down to million yen)

	Sales	Operating income	Ordinary income	Profit
Interim 2005	2,576 5.8%	283 17.7%	286 19.6%	172 -%
Interim 2004	2,434 31.1%	240 127.1%	239 141.3%	- -
(Ref) Ended March 2004	9,877 24.0%	964 83.4%	959 93.9%	376 47.4%

	Net income per share	Net income after adjustment
Interim 2005	23.86 Yen	23.11 Yen
Interim 2004	-	-
(Ref.) Ended March 2004	65.88 Yen	64.13 Yen

(2) Financial Position

	Total assets	Shareholders equity	Ratio equity to Total assets	Equity per share
Interim 2005	4,395 Million yen	2,521 Million yen	57.4%	347.91 Yen
Interim 2004	-	-	-	-
(Ref.) March 2004	4,228 Million yen	2,414 Million yen	57.1%	429.98 Yen

(3) First quarterly earning report(Balance Sheets) (Unit: thousand yen)

	First quarterly earning	(Ref) March 31, 2004
(Assets)		
I Current assets		
1. Cash and cash equivalents	1,349,087	1,540,231
2. Trade notes and Accounts receivable	1,333,050	1,328,927
3. Inventories	457,772	167,116
4. Deferred tax assets	103,501	75,401
5. Others	18,466	8,152
Total current assets	3,261,878	3,119,828
II Fixed assets		
1. Tangible fixed assets	536,310	538,487
2. Intangible fixed assets	6,125	6,125
3. Other tangible fixed assets	591,384	564,514
Total tangible assets	1,133,820	1,109,127
Total assets	4,395,698	4,228,956
(Liabilities)		
I Current liabilities		
1. Trade account payable	1,063,317	841,602
2. Short-term borrowings	282,992	191,992
3. Accrued income taxes	150,673	408,674
4. Others	313,057	304,271
Total current liabilities	1,810,041	1,746,540
II Long-term liabilities		
1. Long-term borrowings	746	2,744
2. Liabilities for retirement Benefits	63,027	64,863
Total long-term liabilities	63,773	67,607
Total liabilities	1,873,814	1,814,147
(Equity capital)		
Total equities capital	2,521,884	2,414,808
Total liabilities and shareholders' equity	4,395,698	4,228,956

(4) First quarterly Income Statement (Summaries) (Unit: thousand yen)

	April 1 to June 30, 2004	(Ref.) Ended March 2004
I Sales	2,576,067	9,877,900
II Cost of Sales	1,800,023	7,053,628
Gross Profit	776,043	2,824,271
III Selling & administrative expenses	492,311	1,859,294
Selling profit	283,732	964,977
IV Non-operating income	6,009	7,589
V Non-operating income	3,046	13,315
Ordinary income	286,695	959,251
VI Extraordinary income	11,870	62,025
VII Extraordinary losses	-	255,026
Income before income taxes	298,566	766,250
Current income taxes	125,582	389,553
Quarterly net income	172,983	376,697

(5) Sales for each business (Unit: thousand yen)

		April 1 to June 30, 2003	April 1 to June 30, 2004
Amusement Facilities	Operators (Manufacturers)	122,746 5.0%	122,771 4.8%
	Operators (Mass Merchandisers)	137,853 5.7%	191,098 7.4%
	Operators (Shopping Malls)	278,983 11.4%	246,153 9.6%
	Operators (Arcade stores)	1,301,888 53.5%	1,384,695 53.7%
	Operators (Amusement Parks)	16,276 0.7%	17,031 0.7%
	Distributors	148,240 6.1%	121,391 4.7%
	SP Section	45,617 1.9%	51,494 2.0%
Subtotal		2,051,606 84.3%	2,134,636 82.9%
Fancy Stores	Wholesalers	43,902 1.8%	57,648 2.2%
	Retail shops	317,993 13.0%	383,781 14.9%
Subtotal		361,895 14.8%	441,430 17.1%
Others		20,998 0.9%	- -
Total		2,434,500 100.0%	2,576,067 100.0%

Sales for Each product

	April 1, 2003 to June 30,2003 Sales	April 1, 2004 to June 30, 2004 Sales	(Ref.) Ended March , 2003 Sales
Company's Original goods	33,324 1.4%	54,684 2.1%	158,406 1.6%
Character goods	265,526 10.9%	272,742 10.6%	1,077,317 10.9%
Purchased goods	2,135,648 87.7%	2,248,640 87.3%	8,642,175 87.5%
Total	2,434,500 100.0%	2,576,067 100.0%	9,877,900 100.0%

Note: Consumption taxes are excluded from the amounts described above.