

Business Results for the First Quarter of the Fiscal Year Ending September 30, 2006 (Consolidated)

Date: February 20, 2006

C o m p a n y	Yumeshin Holdings Co., Ltd.	Registered on the Hercules
S t o c k C o d e	2362	
U R L	http://www.yumeshin.co.jp/	
R e p r e s e n t a t i v e	Shingo Sato	
C o n t a c t	Title of Executive	Executive officer, Finance and Accounting Department
	Name Kenji Shimada	T E L 03-3580-5434

1. Matters Concerning Preparation of Quarterly Results

(1) Adoption of simplified accounting method: Yes

(2) Changes in the scope of consolidation and the application of the equity method

Consolidated subsidiaries:

Newly added: 5

Excluded: 0

Affiliates accounted for under the equity method: 0

Excluded: 0

2. Results of operations for the first quarter of the fiscal year ending September 2006

(October 1, 2005-December 31, 2005)

(1) Net Sales

(Note: Rounded down to ¥ Million)

	Net Sales		Operating Income		Ordinary Income	
	¥ Million	%	¥ Million	%	¥ Million	%
FY2006 1 st Quarter	9,356	625.2	305	71.3	340	30.8
FY2005 1 st Quarter	1,290		178		260	
September 2005	6,499		349		707	

	Net Income		Net Income Per share	Diluted Net Income per share
	¥ Million	%	¥	¥
FY2006 1 st Quarter	174	17.6	2.41	2.26
FY2005 1 st Quarter	148		8.34	
September 2005	323		4.15	

【 Consolidated First Quarter Results of Operation 】

In the first quarter of the consolidated fiscal year, private capital investments have continued to rise with recovery in corporate earnings. This had an impact on consumer spending which shows moderate increase. Also, although public investments are weak and employment situation is still severe, there were signs of recovery.

Under such economic circumstances, the Yumeshin Holdings Group has made an effort to expand its construction business through M&A, and the Company responded flexibly and swiftly to environmental changes, in order to promote synergies of the Yumeshin Holdings Group as a whole. The Company has performed strategic management to promote growth potential of group management, increased profitability, governance and compliances.

In the first quarter, acquisition of shares of Brain Trust Co., Ltd. (present Yumeshin Communications Co., Ltd.) engaged in staffing services, and Yumeshin Sogo Setsubi Co., Ltd. (formerly Marubeni Setzbi Corp.) engaged in air-conditioning equipment business largely

contributed to profits. Moreover, Yumeshin Engineering Co., Ltd., Kinki Industrial Co., Ltd., and House Inspection Co., Ltd., which joined the Yumeshin Group in the previous fiscal year also lead to a substantial contribution to Company's profits.

Due to these factors, first quarter consolidated net sales were ¥9,356million, operating income was ¥305million, ordinary income was ¥340million and net income was ¥174million.

(2) Financial Position

	Total Assets	Shareholders' Equity	Shareholders' equity to total assets	Shareholders' equity per share
	¥ Million	¥ Million	%	¥
FY2006 1 st Quarter	33,827	2,581	7.6	35.70
FY2005 1 st Quarter	6,295	1,828	29.0	102.61
September 2005	21,880	2,054	9.4	29.01

【Consolidated Financial Condition】

In the current fiscal year, total assets were ¥33,827million, ¥11,946million more than at the end of the previous consolidated fiscal year. This was due to increase in cash equivalent through funding and establishment of subsidiaries through acquisition of shares.

Liabilities were ¥29,691million, ¥10,360million more than at the end of the previous consolidated fiscal year. This was due mainly to ¥3,900 increase in bonds.

As for the shareholders' equity, net income for the current fiscal year was ¥174million, ¥527million more than at the end of the previous consolidated fiscal year. This was because of the rising number of consolidated subsidiaries. As a result of substantial increase in total assets, shareholders' equity ratio was 7.6%, 1.8 percentage point less than at the end of the previous consolidated fiscal year.

3 . Forecast of Financial Performance in FY September 2006 (October 1, 2005 - September 30, 2006)

	Net Sales (est.)	Ordinary Income (est.)	Net Income (est.)	Net income per share (est.)
	¥ Million	¥ Million	¥ Million	¥
FY ending Sept. 2006	52,100	2,150	1,200	16.64

Above forecasts regarding future performance in these materials are based on assumptions, forecasts and plans at the time this report was prepared. Forecasts therefore embody risks and uncertainties. Actual results may differ significantly from the forecasts for a number of factors.