

Consolidated financial report – Six months ended September 30, 2001

November 8, 2001

Company name: Secom Co., Ltd.
 Code number: 9735 Tokyo Stock Exchange ----- First Section
 Osaka Stock Exchange ----- First Section
 Corporate headquarters: Tokyo
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 Date approved by Board of Directors: November 8, 2001
 Adoption for US GAAP: None

1. Summary of the consolidated financial statements for the six months ended September 30, 2001
 (April 1, 2001 - September 30, 2001)

(1) Operating results (Figures rounded down to the nearest million)

	For the six months ended September 30		For the year ended March 31, 2001
	2000	2001	
Revenue Percent change from the previous year	¥217,743 million	¥242,833 million 11.5%	¥454,960 million
Operating Income Percent change from the previous year	¥31,673 million	¥33,631 million 6.2%	¥65,261 million
Ordinary Income Percent change from the previous year	¥32,926 million	¥32,959 million 0.1%	¥66,274 million
Net Income Percent change from the previous year	¥16,824 million	¥15,548 million -7.6%	¥35,540 million
Earnings per share	¥72.18	¥66.70	¥152.48
Diluted Earnings Per Share	¥72.13	¥66.66	¥152.36

Note 1. Equity in net gains/losses of affiliated companies:

For the six months ended September 30, 2001: ¥(380) million
 For the six months ended September 30, 2000: ¥701 million
 For the year ended March 31, 2001: ¥1,310 million

Note 2. Weighted average number of common shares outstanding:

For the six months ended September 30, 2001: 233,107,574 shares
 For the six months ended September 30, 2000: 233,072,665 shares
 For the year ended March 31, 2001: 233,081,040 shares

Note 3. Change in accounting policy: None

Note 4. Since the consolidated financial statements for the six months ended September 30, 1999, are not disclosed, figures of percent change from the previous year for the six months ended September 30, 2000, are not stated above.

(2) Financial conditions

(Figures rounded down to the nearest million)

	September 30, 2000	September 30, 2001	March 31, 2001
Total assets	¥773,407 million	¥905,284 million	¥833,001 million
Shareholders' equity	¥372,063 million	¥395,958 million	¥389,592 million
Shareholders' equity/ Total assets	48.1%	43.7%	46.8%
Shareholders' equity per share	¥1,596.32	¥1,698.58	¥1,671.36

(3) Cash flow activities

(Figures rounded down to the nearest million)

	For the six months ended September 30		For the year ended March 31, 2001
	2000	2001	
Cash flows from operating activities	¥70,376 million	¥104,285 million	¥127,189 million
Cash flows from investing activities	¥(52,389) million	¥(81,226) million	¥(111,443) million
Cash flows from financing activities	¥(16,752) million	¥898 million	¥(5,589) million
Cash and cash equivalents at end of year	¥132,555 million	¥165,895 million	¥141,725 million

(4) Consolidated subsidiaries and affiliated companies:

	Additions	Deletions	As of September 30, 2001
Number of consolidated subsidiaries	8	0	115
Number of affiliated companies	0	2	39

2. Forecasts for the consolidated financial results for the fiscal year ending March 31, 2002

(April 1, 2001 - March 31, 2002)

	For the year ending March 31, 2002
Revenue	¥514,021 million
Ordinary Income	¥69,777 million
Net Income	¥35,805 million

Reference: Expected earnings per share ¥153.60

The SECOM Group

The SECOM Group (the “Group”) comprises SECOM Co., Ltd. (the “Company”), 116 subsidiaries and 39 affiliates. The Group continues to advance on several business fronts: security services; medical services, including home-based medical services and remote image diagnosis support services; insurance services centered on non-life insurance services; and information and communication related and other services, including cyber security, network services, software development and geographic information system (GIS) services.

The Group companies are classified into the following operating segments.

● Security services segment

The Company and its subsidiaries and affiliates provide various types of security services domestically, including the Company’s main service - on-line centralized security systems.

Domestic subsidiaries include Secom Joshinetsu Co., Ltd., Secom Hokuriku Co., Ltd., Secom Yamanashi Co., Ltd., Secom Mie Co., Ltd., Secom Jastic Co., Ltd., and 21 other companies. Domestic affiliates include Japan Nuclear Security System Co., Ltd., and six other companies. The Company sells security merchandise and provides technical consultation to subsidiaries and affiliates.

Furthermore, on-line centralized security systems and static guard services are provided in overseas countries. Westec Interactive Security, Inc., and four other subsidiaries operate in the United States; Secom Plc and two other subsidiaries in the United Kingdom; Shanghai Secom Security Co., Ltd., and five other subsidiaries in the People’s Republic of China; and two subsidiaries in Indonesia. Subsidiaries also operate in Australia and Thailand. S1 Corporation in South Korea, Taiwan Secom Co., Ltd., and three other overseas affiliates operate in their respective countries.

The following three subsidiaries and an affiliate, as well as 12 other companies, support the security services of the Group’s domestic companies.

- Secom Techno Service Co., Ltd., installs and maintains security equipment the Group uses to provide its services.
- Secom Industries Co., Ltd., develops and manufactures security equipment for the Group.
- Secom Equipment Sales Corporation sells a variety of security equipment. The Company purchases some security equipment from this subsidiary.
- An affiliate, Nohmi Bosai Ltd., manufactures and sells a range of fire protection equipment, some of which is purchased by the Company.

- **Medical services segment**

The Company offers remote image diagnosis support services. A domestic subsidiary, Secom Home Medical System Co., Ltd., provides home-based medical services, and Mac Corporation sells medical equipment.

- **Insurance services segment**

A domestic subsidiary, Secom General Insurance Co., Ltd., provides non-life insurance services. Another domestic subsidiary, Secom Insurance Service Co., Ltd., is an insurance agency.

An overseas subsidiary, Secom Investment (Singapore) Pte Ltd. (formerly SIS Insurance Pte Ltd.), is a re-insurance agency.

- **Information and communication related and other services segment**

A domestic subsidiary, Secom Trust.net Co., Ltd., provides networks, databases and cyber security services and sells computer systems.

Secom Information System Co., Ltd., manages computer systems for the Group, develops and sells computer software and sells computer hardware.

Pasco Corporation provides surveying services via aerial photographs, and develops and sells GIS services.

Secom Lines Co., Ltd., sells education systems, including computer-aided learning systems for schools.

Secom Home Life Co., Ltd., develops and sells condominiums, mainly packaged with home security systems.

Our affiliate's subsidiary Japan Cablenet Limited, provides cable television (CATV)-based broadband services. Also, domestic affiliates Miyagi Network Inc., in the Sendai area, and Musashino-Mitaka Cable Television Inc., in the Musashino and Mitaka area, provide cable television and communication services; and Japan Image Communications Co., Ltd., a domestic affiliate, provides program content for satellite broadcasting.

Overseas subsidiary P.T. Nusantara Systems International develops and sells computer software.

Management Policy

1. Basic management policy

SECOM's aim is to realize its vision of establishing the Social System Industry, which will offer a multitude of integrated services and systems that make life more secure, convenient and pleasant, thereby helping to create a new social infrastructure.

2. Basic profit distribution policy

SECOM recognizes returning profits to shareholders as its most critical matter and distributes profits taking into account expansion of services, revenue trends, dividend payout and the amount of retained earnings. We utilize retained earnings both for investments in promising new businesses to further expand our operations, and for intensive research and development to facilitate the extension of high-quality security systems, equipment and services.

3. Management strategy procedures

In this rapidly changing society, as people's values change, social concern over security is becoming increasingly diversified and developed. Demands on medical care, insurance, cyber security and GIS are also heightening and becoming varied in the same way.

Under these circumstances, we aim to meet these diverse needs of society in a speedy and flexible manner by offering attractive services and products as part of SECOM's vision to build and expand the Social System Industry.

In pursuit of its Social System Industry vision, SECOM is increasing management efficiency and continuing to enhance shareholder value in line with the rapidly changing social environment. We are actively developing services and products and promoting intensive research and development to facilitate the expansion of progressive security systems, high-quality equipment and services. We recognize the considerable untapped demand in our existing core businesses, and will focus on enhancing capabilities and improving efficiency in these areas. At the same time, we will further expand our operations by investing in promising new ventures. We will also expand innovative operations by reforming our processes and organization and building an efficient, high-quality management system and infrastructure.

Operating results

1. Results and review

During the six months ended September 30, 2001, the Japanese economy showed further slowdown, as capital investment was reduced, personal consumption was still sluggish and stock prices flagged, reflecting deflation.

Despite these circumstances, we continued to advance toward our Social System Industry vision by accelerating research and development and developing new services and products as well as enhancing existing services, strengthening our marketing and improving operating efficiency.

In the security services segment we launched COCO-SECOM, a new suite of mobile security services that locates the position of mobile subjects, such as people and vehicles, and, if warranted, instructs SECOM to dispatch emergency response personnel. COCO-SECOM was developed in response to the growing number of missing persons and kidnappings and the rising incidence of motorcycle and automobile theft in Japan. We also augmented our lineup of security systems for unmanned parking lots with SECURIPARK II, which offers improved efficiency and lower prices, and our condominium security systems with SECOM MS-1 PLUS that provides equipment monitoring services for common facilities and security services for each unit with lower prices.

In the medical services segment we introduced an electronic medical record management system for home medical service businesses, which combines our expertise in the cyber security, information technology (IT) and home medical care. The new system is expected to be a tool or infrastructure to make efficient medical treatment possible. We also constructed Kokusai Gazo Shindan Center, our second remote diagnosis center in Kumamoto, where as at our first such center, Hospinet Center in Mitaka, Tokyo, diagnosticians examine and analyze patients' image data sent from subscribing institutions and advise them.

In the insurance services segment we developed MEDCOM, a medical consultation insurance policy that covers all medical expenses for the treatment of cancer, and supports patients with medical information and services.

In the information and communication related and other services segment, we are continuing to broaden the scope of our cyber security services. In the period under review, we won contracts from three large banks to build and operate digital certificate authority services for use with the Identrus business-to-business network of global institutions. As a result, we manage all the Identrus-based authentication services of the four largest financial groups in Japan.

As a result of these activities, consolidated revenue for the six months ended September 30, 2001, was ¥242,833 million, a gain of 11.5% from the previous period ended September 30, 2000, ordinary income increased 0.1%, to ¥32,959 million and net income fell 7.6%, to ¥15,548 million.

Revenue from security services totaled ¥165,712 million, an increase of 7.8% from the previous period and operating income climbed 0.9%, to ¥40,299 million, reflecting continuous growth of our centralized security services.

Revenue from medical services jumped 377.7%, to ¥5,917 million, primarily owing to contributions from medical instruments firm Mac, which became a consolidated subsidiary during the fiscal year ended March 31, 2001, while operating loss was ¥550 million, compared with operating loss for the previous period of ¥509 million.

Revenue from insurance services increased 1.0%, to ¥20,695 million and operating income was ¥1,605 million, compared with operating loss of ¥804 million in the previous period.

Revenue from information and communication related and other services amounted to ¥50,507 million, an increase of 19.3%, and operating loss for this segment totaled ¥599 million, compared with operating income of ¥264 million in the previous period.

By geographic segment, meanwhile, domestic revenue for the period was ¥238,191 million, an increase of 11.4%, and domestic operating income was ¥40,941 million, an increase of 3.7%. Revenue in other countries totaled ¥4,641 million, an increase of 19.4%, and operating loss improved to ¥498 million from ¥550 million operating loss in the previous period.

In addition, certain comparison information by geographic segments for the six months ended September 30, 2001, was reclassified with current classification.

2. Cash Flows

(In millions of yen)

	For the six months ended September 30		For the year ended March 31, 2001
	2000	2001	
Cash flows from operating activities	¥70,376	¥104,285	¥127,189
Cash flows from investing activities	¥(52,389)	¥(81,226)	¥(111,443)
Cash flows from financing activities	¥(16,752)	¥898	¥(5,589)
Effect of exchange rate changes on cash and cash equivalents	¥(9)	¥212	¥238
Net increase in cash and cash equivalents	¥1,225	¥24,169	¥10,395
Cash and cash equivalents at beginning of year	¥131,329	¥141,725	¥131,329
Cash and cash equivalents at end of year	¥132,555	¥165,895	¥141,725

(Cash flows from operating activities)

Net cash provided by operating activities for the six months ended September 30, 2001, amounted to ¥104,285 million, an increase of 48.2% from the six months ended September 30, 2000, while income before income taxes amounted to ¥30,831 million, an increase of 0.8% from the previous period. This change primarily reflected a ¥55,530 million increase in unearned premiums and other insurance liabilities, up 120.1% from the previous period; a ¥13,318 million decrease in notes and account receivable, trade, and due from subscribers, down 19.5% from the previous period; and depreciation of ¥17,827 million, up 4.5% from the previous period.

(Cash flows from investing activities)

Net cash used in investing activities was ¥81,226 million, mainly because of payments for long-term loans receivables amounting to ¥42,256 million, up 95.3% from the previous period and payments for purchases of tangible assets of ¥23,189 million, up 9.8% from the previous period.

(Cash flows from financing activities)

Net cash provided by financing activities was ¥898 million, mainly owing to proceeds from straight bonds of ¥29,823 and a decrease in bank loans amounting to ¥13,987 million, up 44.1% from the previous period.

3. Outlook

Japan's economy faces a difficult situation owing to stagnant consumption and the slowdown of private capital investment. Under these circumstances, SECOM will actively promote its business to build and expand its Social System Industry by strengthening its business operations, improving quality of service, developing advanced systems and producing efficient management resources.

With a contribution of favorable progress in security services, mainly centralized security systems, we forecast consolidated results of operations for the current fiscal year, ending March 31, 2002, to be: revenue of ¥514,021 million, ordinary income of ¥69,777 million and net income of ¥35,805 million.

(in millions of yen)

Consolidated Balance Sheets

	September 30				March 31, 2001	
	2000		2001			As a percent of Total Assets
		As a percent of Total Assets		As a percent of Total Assets		
Assets:						
Current assets:	329,358	42.6%	396,312	43.8%	376,156	45.2%
Cash on hand and in banks	149,615		193,587		135,820	
Call loan	21,111		-		35,690	
Notes and accounts receivable, trade	29,324		26,961		45,904	
Due from subscribers	11,475		13,188		12,137	
Marketable securities	30,616		45,812		41,033	
Inventories	48,424		47,652		49,860	
Deferred income taxes	6,916		5,621		5,785	
Other current assets	32,490		64,576		51,017	
Allowance for doubtful accounts	(614)		(1,088)		(1,092)	
Fixed assets:	443,603	57.3%	508,534	56.2%	456,435	54.8%
Tangible assets:	169,870	22.0%	185,224	20.5%	175,972	21.1%
Buildings and improvements	32,644		38,226		34,835	
Signal equipment on subscribers' premises	55,361		61,365		56,651	
Control station signal equipment	16,656		16,754		16,517	
Land	45,304		48,914		48,427	
Other tangible assets	19,903		19,964		19,540	
Intangible assets	26,418	3.3%	34,666	3.8%	32,225	3.9%
Investments and others:	247,314	32.0%	288,644	31.9%	248,236	29.8%
Investment securities	162,010		155,261		153,553	
Long-term loans receivable	57,778		90,436		59,586	
Deferred income taxes	10,247		17,042		12,214	
Other investments	23,842		33,213		30,449	
Allowance for doubtful accounts	(6,563)		(7,310)		(7,567)	
Deferred assets:	445	0.1%	436	0.0%	410	0.0%
Total assets	773,407	100.0%	905,284	100.0%	833,001	100.0%

(in millions of yen)

Consolidated Balance Sheets

	September 30				March 31, 2001	
	2000		2001			As a percent of Total liabilities, minority interest in consolidated subsidiaries and shareholders' equity
		As a percent of Total liabilities, minority interest in consolidated subsidiaries and shareholders' equity		As a percent of Total liabilities, minority interest in consolidated subsidiaries and shareholders' equity		
Liabilities:						
Current liabilities:	191,932	24.8%	179,174	19.8%	202,560	24.3%
Notes and accounts payable, trade	11,824		11,192		15,854	
Bank loans	69,852		61,451		79,409	
Current portion of straight bonds	-		5,000		5,000	
Current portion of convertible bonds	-		466		-	
Payables-other	22,996		17,281		19,243	
Income taxes payable	17,837		19,472		18,263	
Consumption taxes payable	2,519		2,489		3,196	
Accrued expenses	10,220		1,684		10,563	
Deferred revenue - service charges	27,004		27,535		27,433	
Accrued bonus	-		9,025		-	
Other current liabilities	29,678		23,575		23,595	
Fixed liabilities:	182,099	23.6%	303,885	33.6%	213,799	25.7%
Straight bonds	10,000		35,000		5,000	
Convertible bonds	567		18		518	
Long-term loans	6,082		13,363		10,742	
Guarantee deposits received from subscribers	17,508		18,423		17,938	
Deferred income taxes	2,167		3		1,320	
Accrued pension and severance costs	5,858		10,882		7,181	
Unearned premiums and other insurance liabilities	138,060		224,179		168,648	
Other fixed liabilities	1,856		2,014		2,448	
Total liabilities	374,032	48.4%	483,060	53.4%	416,360	50.0%
Minority interest in consolidated subsidiaries:	27,311	3.5%	26,265	2.9%	27,049	3.2%
Shareholders' equity:						
Common stock	66,102	8.5%	66,143	7.3%	66,126	7.9%
Additional paid-in capital	82,278	10.6%	82,319	9.1%	82,302	9.9%
Retained earnings	231,693	30.0%	256,365	28.3%	250,409	30.1%
Net unrealized gain in debt and equity securities	8,968	1.2%	1,260	0.1%	4,846	0.6%
Foreign currency translation adjustments	(16,941)	-2.2%	(10,124)	-1.1%	(14,089)	-1.7%
Common stock in treasury, at cost	372,099	48.1%	395,964	43.7%	389,595	46.8%
Common stock in treasury, at cost	(36)	0.0%	(5)	0.0%	(3)	0.0%
Total shareholders' equity	372,063	48.1%	395,958	43.7%	389,592	46.8%
Total liabilities, minority interest in consolidated subsidiaries and shareholders' equity	773,407	100.0%	905,284	100.0%	833,001	100.0%

(in millions of yen)

Consolidated Statements of Income

	For the six months ended September 30				For the year ended March 31,	
	2000		2001		2001	
		As a percent of Revenue		As a percent of Revenue		As a percent of Revenue
Revenue	217,743	100.0%	242,833	100.0%	454,960	100.0%
Costs of revenue	131,869	60.6%	150,186	61.8%	278,911	61.3%
Gross Profit	85,874	39.4%	92,647	38.2%	176,049	38.7%
Selling, general and administrative expenses	54,201	24.9%	59,015	24.3%	110,787	24.4%
Operating income	31,673	14.5%	33,631	13.9%	65,261	14.3%
Non-operating income:	5,679	2.6%	3,143	1.3%	11,333	2.5%
Non-operating expenses:	4,426	2.0%	3,814	1.6%	10,320	2.2%
Ordinary income	32,926	15.1%	32,959	13.6%	66,274	14.6%
Extraordinary income:	22,585	10.4%	-	-	24,618	5.4%
Extraordinary losses:	24,931	11.4%	2,128	0.9%	26,597	5.9%
Income before income taxes	30,580	14.1%	30,831	12.7%	64,295	14.1%
Income taxes - current	16,537	7.6%	18,244	7.5%	30,011	6.6%
Income taxes - deferred	(2,935)	-1.3%	(3,276)	-1.3%	(2,057)	-0.5%
Minority interest in consolidated subsidiaries	155	0.1%	314	0.1%	801	0.2%
Net income	16,824	7.7%	15,548	6.4%	35,540	7.8%
Retained earnings at beginning of the period	224,446		250,409		224,446	
Cash dividends	9,322		9,323		9,322	
Directors' bonuses	254		268		254	
Retained earnings at end of the period	231,693		256,365		250,409	

Consolidated Statements of Cash Flows

(in millions of yen)

	For the six months ended September 30, 2000	For the six months ended September 30, 2001	For the year ended March 31, 2001
Cash flows from operating activities:			
Income before income taxes	30,580	30,831	64,295
Depreciation	17,054	17,827	37,691
Amortization of goodwill	1,297	1,630	2,959
Equity in net (gains) losses of affiliated companies	(701)	380	(1,310)
Increase (decrease) in allowance for doubtful accounts	148	(375)	1,383
Increase in accrued pension and severance costs	3,206	3,310	4,386
Interest and dividend income	(3,386)	(4,622)	(7,450)
Interest expenses	539	613	1,356
Exchange gains	(47)	(104)	(312)
Net loss on sales and disposal of tangible assets	1,480	1,197	2,924
Gain on sales of investment securities	(188)	-	(1,935)
Loss on revaluation of investment securities	443	1,249	1,818
Gain on sales of investment in affiliates' securities	(534)	-	(1,332)
(Increase) decrease in notes and accounts receivable, trade, and due from subscribers	16,538	13,318	1,047
Decrease in inventories	3,985	2,312	3,880
Decrease in accounts payable	(18,558)	(4,831)	(24,278)
Increase in unearned premiums and other insurance liabilities	25,228	55,530	55,817
Other	3,850	(1,533)	5,689
Subtotal	80,937	116,735	146,629
Interest and dividend received	3,104	5,171	7,741
Interests paid	(577)	(550)	(1,419)
Income taxes paid	(13,088)	(17,070)	(25,762)
Net cash provided by operating activities	70,376	104,285	127,189
Cash flows from investing activities:			
(Increase) decrease in time deposits	(198)	2,202	3,975
Increase in marketable securities	(607)	(1,083)	(2,478)
Payments for purchases of tangible assets	(21,110)	(23,189)	(45,557)
Proceeds from sales of tangible assets	879	652	955
Payments for investments in securities	(5,681)	(8,616)	(16,802)
Proceeds from sales of investment in securities	511	219	5,662
Payments for investments in subsidiaries' securities	-	(38)	(712)
Proceeds from sales of investment in subsidiaries' securities	1,029	-	1,015
Increase in short-term loans receivable	(7,825)	(13,558)	(22,814)
Payments for long-term loans receivable	(21,633)	(42,256)	(36,554)
Proceeds from long-term loans receivable	4,591	10,327	12,414
Increase in other assets	(1,857)	(2,234)	(5,617)
Payments for acquisition of consolidated subsidiaries	(485)	(3,649)	(4,929)
Net cash used in investing activities	(52,389)	(81,226)	(111,443)
Cash flows from financing activities:			
Increase (decrease) in bank loans	(9,708)	(13,987)	(4,515)
Proceeds from long-term loans	4,736	670	22,031
Repayments of long-term loans	(1,943)	(5,696)	(13,295)
Proceeds from straight bonds	-	29,823	-
Proceeds from minority shareholders	-	-	5
Dividends paid	(9,322)	(9,323)	(9,322)
Dividends paid for minority shareholders	(520)	(584)	(529)
(Increase) decrease in treasury stock	6	(2)	39
Net cash provided by (used in) financing activities	(16,752)	898	(5,589)
Effect of exchange rate changes on cash and cash equivalents	(9)	212	238
Net increase (decrease) in cash and cash equivalents	1,225	24,169	10,395
Cash and cash equivalents at beginning of year	131,329	141,725	131,329
Cash and cash equivalents at end of year	132,555	165,895	141,725

Segment information

1. Business segment information

(In millions of yen)

	For the six months ended September 30, 2000						
	Security services	Medical services	Insurance services	Information and communication related and other services	Total	Eliminations or corporate items	Consolidated
Revenue:							
Customers	153,672	1,238	20,492	42,340	217,743	-	217,743
Intersegment	1,929	73	1,421	2,277	5,703	(5,703)	-
Sub total	155,602	1,312	21,913	44,618	223,447	(5,703)	217,743
Operating costs and expenses	115,674	1,821	22,718	44,353	184,569	1,501	186,070
Operating income (loss)	39,927	(509)	(804)	264	38,877	(7,204)	31,673

	For the six months ended September 30, 2001						
	Security services	Medical services	Insurance services	Information and communication related and other services	Total	Eliminations or corporate items	Consolidated
Revenue:							
Customers	165,712	5,917	20,695	50,507	242,833	-	242,833
Intersegment	2,504	85	1,359	2,222	6,171	(6,171)	-
Sub total	168,216	6,003	22,054	52,729	249,004	(6,171)	242,833
Operating costs and expenses	127,917	6,553	20,449	53,328	208,249	952	209,202
Operating income (loss)	40,299	(550)	1,605	(599)	40,754	(7,123)	33,631

	For the year ended March 31, 2001						
	Security services	Medical services	Insurance services	Information and communication related and other services	Total	Eliminations or corporate items	Consolidated
Revenue:							
Customers	314,179	6,315	40,380	94,085	454,960	-	454,960
Intersegment	3,683	147	2,634	5,715	12,180	(12,180)	-
Sub total	317,863	6,462	43,014	99,800	467,141	(12,180)	454,960
Operating costs and expenses	239,351	7,566	42,295	98,191	387,406	2,292	389,698
Operating income (loss)	78,511	(1,104)	719	1,609	79,735	(14,473)	65,261

2. Geographic segment information

(In millions of yen)

	For the six months ended September 30, 2000					
	Japan	United States	Others	Total	Eliminations or corporate items	Consolidated
Revenue:						
Customers	213,857	373	3,513	217,743	-	217,743
Intersegment	59	-	-	59	(59)	-
Sub total	213,916	373	3,513	217,803	(59)	217,743
Operating costs and expenses	174,430	618	3,819	178,868	7,202	186,070
Operating income (loss)	39,486	(244)	(306)	38,935	(7,262)	31,673

	For the six months ended September 30, 2001				
	Japan	Others	Total	Eliminations or corporate items	Consolidated
Revenue:					
Customers	238,191	4,641	242,833	-	242,833
Intersegment	70	3	74	(74)	-
Sub total	238,261	4,645	242,907	(74)	242,833
Operating costs and expenses	197,320	5,143	202,464	6,737	209,202
Operating income (loss)	40,941	(498)	40,443	(6,812)	33,631

Note: Certain information by geographic segments for the six months ended September 30, 2001, was reclassified with current classification.

Revenue, Operating costs and expenses and Operating loss for the period in the United States, were 757 million yen, 1,127 million yen and 369 million yen, respectively.

	Year ended March 31, 2001					
	Japan	United States	Others	Total	Eliminations or corporate items	Consolidated
Revenue:						
Customers	446,530	906	7,523	454,960	-	454,960
Intersegment	149	0	0	149	(149)	-
Sub total	446,679	906	7,523	455,109	(149)	454,960
Operating costs and expenses	366,681	1,468	8,440	376,591	13,107	389,698
Operating income (loss)	79,997	(561)	(917)	78,518	(13,256)	65,261

3. Revenue from overseas

(In millions of yen)

	For the six months ended September 30, 2000			For the six months ended September 30, 2001		
	United States	Others	Total	Overseas		
Revenue from overseas	373	4,022	4,395		4,968	
Consolidated revenue			217,743		242,833	
As a percent of consolidated revenue	0.2%	1.8%	2.0%		2.0%	

Note: Certain information by geographic segments for the six months ended September 30, 2001, was reclassified with current classification.

Revenue for the period in the United States, was 757 million yen, accounted for 0.3% of consolidated revenue, and revenue in the other countries was 4,210 million yen, accounted for 1.7% of consolidated revenue.

	Year ended March 31, 2001		
	United States	Others	Total
Revenue from overseas	906	8,342	9,249
Consolidated revenue			454,960
As a percent of consolidated revenue	0.2%	1.8%	2.0%