

Nonconsolidated financial report - Six-month period ended September 30, 2000

November 16, 2000

Company name: Secom Co., Ltd.  
 Code number: 9735 Tokyo Stock Exchange - First Section  
 Osaka Stock Exchange - First Section  
 Corporate Headquarters: 26-2, Nishi-Shinjuku 1-chome, Shinjuku-ku, Tokyo  
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 Date approved by Board of Directors: November 16, 2000  
 Interim dividends plan: None

1. Summary of the nonconsolidated financial statements for the six-month period ended September 30, 2000 (April 1, 2000 - September 30, 2000)

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

	For the six-month period ended September 30		For the fiscal year ended March 31, 2000
	1999	2000	
Revenue Percent change from the previous year	¥118,323 million (4.7%)	¥126,142 million (6.6%)	¥242,461 million
Operating Income Percent change from the previous year	¥26,652 million (4.0%)	¥27,619 million (3.6%)	¥51,663 million
Ordinary Income Percent change from the previous year	¥28,283 million (3.4%)	¥29,288 million (3.6%)	¥52,036 million
Net Income Percent change from the previous year	¥16,641 million (15.1%)	¥17,217 million (3.5%)	¥30,272 million
Earnings per share	¥142.97	¥73.87	¥129.98

Note 1. Weighted average number of common shares outstanding;

For the six-month period ended September 30, 2000: 233,077,970 shares  
 For the six-month period ended September 30, 1999: 116,399,078 shares  
 For the year ended March 31, 2000: 232,895,681 shares

Note 2. Change in accounting policy: None

Note 3. Provision for income taxes for the six-month period ended September 30, 1998 includes enterprise taxes, as in 1999.

(2) Dividends

	For the six-month period ended September 30		For the fiscal year ended March 31, 2000
	1999	2000	
Interim Dividends per share	-	-	-
Annual Dividends per share	-	-	¥40.00

(3) Financial conditions

(Figures rounded down to the nearest million)

	September 30, 1999	September 30, 2000	March 31, 2000
Total assets	¥459,904 million	¥499,616 million	¥474,726 million
Shareholders' Equity	¥347,139 million	¥379,710 million	¥365,169 million
Shareholders' Equity/ Total assets	75.5%	76.0%	76.9%
Shareholders' Equity per share	¥2,982.05	¥1,629.10	¥1,566.74

Note 1. Number of common shares outstanding;

As of September 30, 2000:	233,079,701 shares
As of September 30, 1999:	116,409,647 shares
As of March 31, 2000:	233,075,442 shares

2. Forecasts for the nonconsolidated financial results for the fiscal year ending March 31, 2001  
(April 1, 2000 - March 31, 2001)

	For the fiscal year ending March 31, 2001
Revenue	¥256,955 million
Ordinary Income	¥53,546 million
Net Income	¥31,091 million
Annual Dividends per share	¥40

Reference: Expected earnings per share ¥133.39

(in millions of yen)

Nonconsolidated balance sheets	September 30		March 31, 2000
	1999	2000	
	Assets:		
Current assets:	157,366	156,038	169,104
Cash on hand and in banks	92,331	95,242	92,077
Notes receivable	371	475	324
Due from subscribers	5,801	6,565	6,242
Accounts receivable, trade	2,554	4,414	4,172
Marketable securities	12,953	3,819	15,482
Inventories	6,132	6,532	6,646
Short-term loans	28,865	23,133	29,922
Common stock in treasury	234	36	42
Other current assets	8,249	16,609	14,329
Allowance for doubtful accounts	(129)	(790)	(137)
Fixed assets:	302,537	343,578	305,622
Tangible assets:	128,989	135,752	132,130
Signal equipment on subscribers' premises	44,559	50,729	47,157
Control station signal equipment	18,895	19,010	18,667
Buildings and improvements	23,544	23,157	23,696
Land	34,887	35,106	35,152
Other tangible assets	7,104	7,748	7,455
Intangible assets:	12,063	14,806	10,988
Telephone and telegraph utility rights	1,477	989	1,156
Software	3,542	8,094	3,313
Other intangible assets	7,042	5,723	6,518
Investments and others:	161,484	193,019	162,503
Investment securities	12,942	33,063	10,706
Investment securities in subsidiaries and affiliates	127,836	128,909	126,090
Investment in subsidiaries	3,481	3,681	3,681
Other investments	17,238	27,446	22,038
Allowance for doubtful accounts	(14)	(80)	(13)
Total Assets	459,904	499,616	474,726

(in millions of yen)

Nonconsolidated balance sheets	September 30		March 31, 2000
	1999	2000	
	Liabilities:		
Current liabilities:	95,838	99,926	93,564
Accounts payable	1,114	1,270	1,683
Bank loans	24,671	24,859	23,454
Current portion of long-term debt	4	-	-
Payables – others	5,699	7,814	7,590
Income taxes payable	12,579	13,754	9,858
Consumption taxes payable	1,858	1,699	2,005
Accrued expenses	5,681	5,694	5,484
Deferred revenue - service charges	19,489	19,097	19,254
Other current liabilities	24,738	25,734	24,232
Fixed liabilities:	16,926	19,980	15,993
Convertible bonds	1,254	567	578
Guarantee deposits received	14,797	15,432	15,046
Accrued severance indemnities	380	-	368
Accrued pension and severance costs	-	1,152	-
Other fixed liabilities	494	2,827	-
Total liabilities	112,764	119,906	109,557
Shareholders' equity:			
Common stock	65,756	66,102	66,096
Additional paid-in capital	81,828	82,278	82,272
Legal reserve	7,126	8,077	7,126
Retained earnings:	192,428	216,439	209,672
Voluntary reserve	3,066	3,042	3,043
Unappropriated retained earnings	189,362	213,397	206,629
Net unrealized gain in debt and equity securities	-	6,812	-
Total shareholders' equity	347,139	379,710	365,169
Total liabilities and shareholders' equity	459,904	499,616	474,726

(in millions of yen)

Nonconsolidated statements of income	For the six-month period ended September 30		For the fiscal year ended March 31
	1999	2000	2000
	Revenues		
Service charges and sales of merchandise	118,323	126,142	242,461
Costs			
Cost of service charges and sales of merchandise	61,764	67,943	130,585
Gross Profit	56,559	58,198	111,876
Selling, general and administrative expenses	29,906	30,579	60,212
Operating profit	26,652	27,619	51,663
Non-operating income	3,283	4,929	5,210
Non-operating expense	1,652	3,260	4,837
Ordinary profit	28,283	29,288	52,036
Extraordinary income	-	22,012	5,427
Extraordinary losses	159	22,546	5,810
Income before income taxes	28,124	28,754	51,653
Income taxes - current	11,483	12,894	21,361
Income taxes - deferred	-	(1,357)	20
Net income	16,641	17,217	30,272
Unappropriated retained earnings at beginning of the period	172,721	196,180	172,721
Accumulated adjustment on deferred taxes for the prior years	-	-	3,613
Adjustment on reserves for tax deferral on asset replacement	-	-	22
Unappropriated retained earnings	189,362	213,397	206,629