

Nonconsolidated 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
 For inquiries: Katsuhisa Kuwahara Executive Director Phone (03)5775-8100
 Date approved by Board of Directors: November 8, 2001
 Interim dividends plan: None

1. Summary of the nonconsolidated 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	¥126,142 million (6.6%)	¥135,575 million (7.5%)	¥257,008 million
Operating Income Percent change from the previous year	¥27,619 million (3.6%)	¥27,781 million (0.6%)	¥53,214 million
Ordinary Income Percent change from the previous year	¥29,288 million (3.6%)	¥29,410 million (0.4%)	¥53,239 million
Net Income Percent change from the previous year	¥17,217 million (3.5%)	¥17,325 million (0.6%)	¥30,595 million
Earnings per share	¥73.87	¥74.32	¥131.26

Note 1. Weighted average number of common shares outstanding:

For the six months ended September 30, 2001: 233,108,364 shares
 For the six months ended September 30, 2000: 233,077,970 shares
 For the year ended March 31, 2001: 233,084,194 shares

Note 2. Change in accounting policy: Yes

The valuation method of supplies was changed to the moving average method from the Last Invoice method.

(2) Dividends

	For the six months ended September 30		For the year ended March 31, 2001
	2000	2001	
Interim Dividends per share	-	-	-
Annual Dividends per share	-	-	¥40.00

(3) Financial conditions

(Figures rounded down to the nearest million)

	September 30, 2000	September 30, 2001	March 31, 2001
Total assets	¥499,616 million	¥544,899 million	¥504,339 million
Shareholders' Equity	¥379,710 million	¥396,859 million	¥390,899 million
Shareholders' Equity/ Total assets	76.0%	72.8%	77.5%
Shareholders' Equity per share	¥1,629.10	¥1,702.44	¥1,676.96

Note 1. Number of common shares outstanding:

As of September 30, 2001:	233,112,486 shares
As of September 30, 2000:	233,079,701 shares
As of March 31, 2001:	233,099,744 shares

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

(April 1, 2001 - March 31, 2002)

	For the year ending March 31, 2002
Revenue	¥276,276 million
Ordinary Income	¥54,586 million
Net Income	¥31,408 million
Annual Dividends per share	¥40

Reference: Expected earnings per share ¥134.74

(in millions of yen)

Nonconsolidated 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:	156,038	31.2%	171,528	31.5%	141,676	28.1%
Cash on hand and in banks	95,242		79,879		77,581	
Notes receivable	475		565		538	
Due from subscribers	6,565		7,630		7,072	
Accounts receivable, trade	4,414		6,055		5,089	
Marketable securities	3,819		15,880		6,312	
Inventories	6,532		11,078		7,951	
Short-term loans	23,133		23,832		22,499	
Common stock in treasury	36		5		3	
Other current assets	16,609		28,863		16,874	
Allowance for doubtful accounts	(790)		(2,261)		(2,245)	
Fixed assets:	343,578	68.8%	373,371	68.5%	362,662	71.9%
Tangible assets:	135,752	27.2%	146,426	26.9%	141,800	28.1%
Signal equipment on subscribers' premises	50,729		56,315		51,876	
Control station signal equipment	19,010		18,988		18,634	
Buildings and improvements	23,157		23,432		23,006	
Land	35,106		37,847		37,837	
Other tangible assets	7,748		9,841		10,444	
Intangible assets:	14,806	3.0%	14,377	2.6%	16,928	3.4%
Telephone and telegraph utility rights	989		701		803	
Software	8,094		9,526		11,422	
Other intangible assets	5,723		4,150		4,702	
Investments and others:	193,019	38.6%	212,566	39.0%	203,933	40.4%
Investment securities	33,063		24,435		27,284	
Investment securities in subsidiaries and affiliates	128,909		146,534		141,546	
Investment in subsidiaries	3,681		3,681		3,681	
Other investments	27,446		39,144		32,626	
Allowance for doubtful accounts	(80)		(1,229)		(1,205)	
Total Assets	499,616	100.0%	544,899	100.0%	504,339	100.0%

(in millions of yen)

Nonconsolidated balance sheets

	September 30				March 31, 2001	
	2000		2001			As a percent of Total Liabilities and Shareholders' equity
		As a percent of Total Liabilities and Shareholders' equity		As a percent of Total Liabilities and Shareholders' equity		
Liabilities:						
Current liabilities:	99,926	20.0%	97,046	17.8%	94,436	18.7%
Accounts payable	1,270		1,754		1,908	
Bank loans	24,859		19,736		20,157	
Current portion of long-term debt	-		466		-	
Payables - others	7,814		10,833		10,722	
Income taxes payable	13,754		14,948		13,904	
Consumption taxes payable	1,699		1,608		1,669	
Accrued expenses	5,694		626		5,713	
Deferred revenue - service charges	19,097		20,051		19,583	
Accrued bonus	-		5,132		-	
Other current liabilities	25,734		21,889		20,778	
Fixed liabilities:	19,980	4.0%	50,994	9.4%	19,003	3.8%
Straight bonds	-		30,000		-	
Convertible bonds	567		18		518	
Guarantee deposits received	15,432		16,198		15,784	
Accrued pension and severance costs	1,152		4,718		1,999	
Other fixed liabilities	2,827		60		701	
Total liabilities	119,906	24.0%	148,040	27.2%	113,439	22.5%
Shareholders' equity:						
Common stock	66,102	13.2%	66,143	12.1%	66,126	13.1%
Additional paid-in capital	82,278	16.5%	82,319	15.1%	82,302	16.3%
Legal reserve	8,077	1.6%	9,028	1.7%	8,077	1.6%
Retained earnings:	216,439	43.3%	236,681	43.4%	229,818	45.6%
Voluntary reserve	3,042		3,040		3,042	
Unappropriated retained earnings	213,397		233,640		226,776	
Net unrealized gain in debt and equity securities	6,812	1.4%	2,686	0.5%	4,575	0.9%
Total shareholders' equity	379,710	76.0%	396,859	72.8%	390,899	77.5%
Total liabilities and shareholders' equity	499,616	100.0%	544,899	100.0%	504,339	100.0%

(in millions of yen)

Nonconsolidated 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
Revenues						
Service charges and sales of merchandise	126,142	100.0%	135,575	100.0%	257,008	100.0%
Costs						
Cost of service charges and sales of merchandise	67,943	53.9%	74,355	54.8%	141,310	55.0%
Gross Profit	58,198	46.1%	61,220	45.2%	115,698	45.0%
Selling, general and administrative expenses	30,579	24.2%	33,438	24.7%	62,484	24.3%
Operating profit	27,619	21.9%	27,781	20.5%	53,214	20.7%
Non-operating income	4,929	3.9%	3,391	2.5%	7,211	2.8%
Non-operating expense	3,260	2.6%	1,762	1.3%	7,186	2.8%
Ordinary profit	29,288	23.2%	29,410	21.7%	53,239	20.7%
Extraordinary income	22,012	17.5%	-	-	23,246	9.1%
Extraordinary losses	22,546	17.9%	584	0.4%	24,570	9.6%
Income before income taxes	28,754	22.8%	28,825	21.3%	51,915	20.2%
Income taxes - current	12,894	10.2%	14,387	10.6%	23,508	9.1%
Income taxes - deferred	(1,357)	-1.0%	(2,887)	-2.1%	(2,189)	-0.8%
Net income	17,217	13.6%	17,325	12.8%	30,595	11.9%
Unappropriated retained earnings at beginning of the period	196,180		216,315		196,180	
Unappropriated retained earnings	213,397		233,640		226,776	