



January 10, 2006

# Consolidated Financial Results for the Nine-Month Period Ended November 30, 2005 YORK-BENIMARU CO., LTD.

-- Securities Code No. 8188

-- URL <http://www.yorkbeni.co.jp>

-- The Company's shares are listed on the First Section of the Tokyo Stock Exchange.

-- Address: 18-2, Asahi 2-chome, Koriyama, Fukushima, 963-8543, Japan

## 1. Matters Concerning the Preparation of the Quarterly Financial Results

Adoption of Simplified Accounting Method : Applied  
 Changes in Accounting Method : None  
 Changes in the Scope of Consolidation : The number of consolidated subsidiaries increased by 1  
 ( There are no applicable investments that are accounted for using the equity method. )

## 2. Consolidated Business Results for the Nine-Month Period (from March 1, 2005 to November 30, 2005)

(1) Results of Operations (millions of yen, except per share amounts)

	Revenues from Operations [ Net sales ]	Operating Income	Ordinary Income
Nine Months Ended November 30, 2005	229,913 6.6% [ 223,883 6.5% ]	9,064 ( 4.5% )	9,114 ( 4.7% )
Nine Months Ended November 30, 2004	215,716 2.5% [ 210,307 2.5% ]	9,495 3.5%	9,559 3.4%
Fiscal Year Ended February 28, 2005	292,142 2.8% [ 284,787 2.8% ]	14,374 8.2%	14,164 6.0%
	Net Income	Net Income per Share	Diluted Net Income per Share
Nine Months Ended November 30, 2005	4,791 ( 10.2% )	95.48 (yen)	(yen)
Nine Months Ended November 30, 2004	5,337 4.8%	105.84 (yen)	(yen)
Fiscal Year Ended February 28, 2005	7,799 5.3%	153.13 (yen)	(yen)

(Notes)

1) All amounts less than one million yen have been disregarded.

2) Percentages above represent increase/ (decrease) over prior year corresponding period unless otherwise stated.

(2) Financial Position (millions of yen, except per share amounts)

	Total Assets	Shareholders' Equity	Ratio of Shareholders' Equity to Total Assets	Shareholders' Equity per Share
November 30, 2005	149,518	120,767	80.8%	2,387.37 (yen)
November 30, 2004	140,090	114,741	81.9%	2,275.46 (yen)
February 28, 2005	141,588	117,301	82.8%	2,324.73 (yen)

(3) Cash Flows (millions of yen)

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at End of Period (Year)
Nine Months Ended November 30, 2005	9,045	( 8,850 )	( 8,174 )	22,273
Nine Months Ended November 30, 2004	8,561	( 14,725 )	( 1,647 )	29,271
Fiscal Year Ended February 28, 2005	12,362	( 17,469 )	( 1,723 )	30,252

## 3. Consolidated Business Outlook for the Fiscal Year Ending February 28, 2006 (From March 1, 2005 to February 28, 2006)

(millions of yen)

	Revenues from Operations [ Net Sales ]	Operating Income	Ordinary Income	Net Income
Fiscal Year Ended February 28, 2005	318,200 8.9% [ 310,000 8.9% ]	14,700 2.3%	14,800 4.5%	8,000 2.6%

(Note) Expected net income per share for the year ending February 28, 2006: 158.15 yen

Percentages above represent increase/decrease over prior fiscal year.

### Forward-Looking Statements

This document contains certain statements based on York-Benimaru's current plans, estimates and strategies; all statements that are not of historical fact are forward-looking statements. These statements represent the judgements and hypotheses of the Company's management based on currently available information. It is possible that the Company's future performance will differ significantly from the contents of these forward-looking statements. Accordingly, there is no assurance that the forward-looking statements in this document will prove to be accurate.

## CONDENSED CONSOLIDATED BALANCE SHEETS

(millions of yen)

	November 30, 2005		November 30, 2004		Increase (decrease)		February 28, 2005	
	Amount	%	Amount	%	Amount	%	Amount	%
<b>ASSETS</b>								
<b>Current Assets</b>	<b>48,822</b>	<b>32.7</b>	<b>56,235</b>	<b>40.1</b>	<b>(7,413)</b>	<b>(13.2)</b>	<b>56,228</b>	<b>39.7</b>
Cash and bank deposits	22,276		26,274		(3,997)		26,256	
Accounts receivable	612		493		118		457	
Securities	-		2,999		(2,999)		3,999	
Inventories	8,308		6,782		1,525		6,447	
Deposits held by financial service company	11,000		13,000		(2,000)		13,000	
Other	6,625		6,685		(60)		6,067	
<b>Non-current Assets</b>	<b>100,696</b>	<b>67.3</b>	<b>83,854</b>	<b>59.9</b>	<b>16,841</b>	<b>20.1</b>	<b>85,360</b>	<b>60.3</b>
<b>Property and equipment</b>	<b>66,487</b>	<b>44.5</b>	<b>58,003</b>	<b>41.4</b>	<b>8,484</b>	<b>14.6</b>	<b>60,188</b>	<b>42.5</b>
Buildings and structures	33,425		28,695		4,729		29,374	
Land	26,258		24,477		1,780		24,787	
Other	6,804		4,829		1,974		6,026	
<b>Intangible assets</b>	<b>4,104</b>	<b>2.7</b>	<b>1,674</b>	<b>1.2</b>	<b>2,429</b>	<b>145.1</b>	<b>1,547</b>	<b>1.1</b>
Goodwill	3,193		216		2,977		196	
Other	910		1,458		(547)		1,350	
<b>Investments and other assets</b>	<b>30,104</b>	<b>20.1</b>	<b>24,176</b>	<b>17.3</b>	<b>5,927</b>	<b>24.5</b>	<b>23,623</b>	<b>16.7</b>
Long-term leasehold deposits	17,838		17,120		718		16,831	
Other	12,871		7,358		5,512		7,398	
Allowance for doubtful accounts	(606)		(303)		(303)		(606)	
<b>TOTAL ASSETS</b>	<b>149,518</b>	<b>100.0</b>	<b>140,090</b>	<b>100.0</b>	<b>9,428</b>	<b>6.7</b>	<b>141,588</b>	<b>100.0</b>

(millions of yen)

	November 30, 2005		November 30, 2004		Increase (decrease)		February 28, 2005	
	Amount	%	Amount	%	Amount	%	Amount	%
<b>LIABILITIES</b>								
<b>Current Liabilities</b>	<b>26,524</b>	<b>17.7</b>	<b>23,523</b>	<b>16.8</b>	<b>3,000</b>	<b>12.8</b>	<b>22,531</b>	<b>15.9</b>
Accounts payable	14,665		12,775		1,890		11,901	
Short-term loans	710		-		710		-	
Income taxes payable	668		1,594		(925)		3,233	
Allowance for bonuses to employees	287		177		109		1,260	
Other	10,192		8,975		1,216		6,136	
<b>Non-current Liabilities</b>	<b>2,226</b>	<b>1.5</b>	<b>1,825</b>	<b>1.3</b>	<b>401</b>	<b>22.0</b>	<b>1,755</b>	<b>1.3</b>
Accrued pension and severance costs	92		136		(43)		36	
Allowance for retirement benefits to directors and corporate auditors	681		609		72		633	
Other	1,451		1,079		372		1,085	
<b>TOTAL LIABILITIES</b>	<b>28,750</b>	<b>19.2</b>	<b>25,348</b>	<b>18.1</b>	<b>3,401</b>	<b>13.4</b>	<b>24,287</b>	<b>17.2</b>
<b>MINORITY INTERESTS</b>		<b>-</b>		<b>-</b>		<b>-</b>		<b>-</b>
<b>SHAREHOLDERS' EQUITY</b>								
<b>Common stock</b>	<b>9,927</b>	<b>6.7</b>	<b>9,927</b>	<b>7.1</b>	<b>-</b>	<b>-</b>	<b>9,927</b>	<b>7.0</b>
<b>Capital surplus</b>	<b>12,839</b>	<b>8.6</b>	<b>12,839</b>	<b>9.2</b>	<b>(0)</b>	<b>(0.0)</b>	<b>12,839</b>	<b>9.1</b>
<b>Retained earnings</b>	<b>96,442</b>	<b>64.5</b>	<b>91,267</b>	<b>65.1</b>	<b>5,175</b>	<b>5.7</b>	<b>93,729</b>	<b>66.2</b>
<b>Net unrealized gains on available-for-sale securities</b>	<b>1,684</b>	<b>1.1</b>	<b>1,226</b>	<b>0.9</b>	<b>457</b>	<b>37.3</b>	<b>1,327</b>	<b>0.9</b>
<b>Cumulative translation adjustments</b>	<b>19</b>	<b>0.0</b>	<b>-</b>	<b>-</b>	<b>19</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Treasury stock</b>	<b>(146)</b>	<b>(0.1)</b>	<b>(519)</b>	<b>(0.4)</b>	<b>373</b>	<b>(71.9)</b>	<b>(522)</b>	<b>(0.4)</b>
<b>TOTAL SHAREHOLDERS' EQUITY</b>	<b>120,767</b>	<b>80.8</b>	<b>114,741</b>	<b>81.9</b>	<b>6,026</b>	<b>5.3</b>	<b>117,301</b>	<b>82.8</b>
<b>TOTAL LIABILITIES, MINORITY INTERESTS AND SHAREHOLDERS' EQUITY</b>	<b>149,518</b>	<b>100.0</b>	<b>140,090</b>	<b>100.0</b>	<b>9,428</b>	<b>6.7</b>	<b>141,588</b>	<b>100.0</b>

## CONDENSED CONSOLIDATED STATEMENTS OF INCOME

(millions of yen)

	Nine-Month Period Ended November 30, 2005		Nine-Month Period Ended November 30, 2004		Increase (decrease)		Prior Fiscal Year	
	Amount	%	Amount	%	Amount	%	Amount	%
<b>Operating income and expenses</b>								
Revenues from operations	[229,913]		[215,716]		[14,197]	6.6	[292,142]	
Net sales	223,883	100.0	210,307	100.0	13,576	6.5	284,787	100.0
Cost of sales	159,551	71.3	150,225	71.4	9,325	6.2	202,840	71.2
<b>Gross profit</b>	<b>64,332</b>	<b>28.7</b>	<b>60,081</b>	<b>28.6</b>	<b>4,250</b>	<b>7.1</b>	<b>81,946</b>	<b>28.8</b>
Revenues from other operations	6,029	2.7	5,408	2.5	620	11.5	7,354	2.5
<b>Operating gross profit</b>	<b>70,361</b>	<b>31.4</b>	<b>65,490</b>	<b>31.1</b>	<b>4,871</b>	<b>7.4</b>	<b>89,301</b>	<b>31.3</b>
Selling, general and administrative expenses	61,296	27.4	55,994	26.6	5,301	9.5	74,927	26.3
<b>Operating income</b>	<b>9,064</b>	<b>4.0</b>	<b>9,495</b>	<b>4.5</b>	<b>(430)</b>	<b>(4.5)</b>	<b>14,374</b>	<b>5.0</b>
<b>Non-operating income and expenses</b>								
<b>Non-operating income</b>	<b>193</b>	<b>0.1</b>	<b>130</b>	<b>0.0</b>	<b>62</b>	<b>48.0</b>	<b>181</b>	<b>0.1</b>
<b>Non-operating expenses</b>	<b>144</b>	<b>0.0</b>	<b>66</b>	<b>0.0</b>	<b>77</b>	<b>117.0</b>	<b>391</b>	<b>0.1</b>
<b>Ordinary income</b>	<b>9,114</b>	<b>4.1</b>	<b>9,559</b>	<b>4.5</b>	<b>(445)</b>	<b>(4.7)</b>	<b>14,164</b>	<b>5.0</b>
<b>Special gains and losses</b>								
<b>Special gains</b>	<b>0</b>	<b>0.0</b>	<b>3</b>	<b>0.0</b>	<b>(3)</b>	<b>(96.0)</b>	<b>11</b>	<b>0.0</b>
<b>Special losses</b>	<b>802</b>	<b>0.4</b>	<b>152</b>	<b>0.0</b>	<b>649</b>	<b>425.8</b>	<b>326</b>	<b>0.1</b>
<b>Income before income taxes for the period (year)</b>	<b>8,312</b>	<b>3.7</b>	<b>9,410</b>	<b>4.5</b>	<b>(1,098)</b>	<b>(11.7)</b>	<b>13,849</b>	<b>4.9</b>
Income taxes - current	3,623	1.6	4,607	2.2	(984)	(21.4)	6,222	2.2
Income taxes - deferred	(102)	(0.0)	(533)	(0.2)	431	(80.8)	(172)	(0.0)
<b>Net income for the period (year)</b>	<b>4,791</b>	<b>2.1</b>	<b>5,337</b>	<b>2.5</b>	<b>(545)</b>	<b>(10.2)</b>	<b>7,799</b>	<b>2.7</b>

**CONSOLIDATED STATEMENTS OF CAPITAL SURPLUS  
AND RETAINED EARNINGS**

(millions of yen)

	Nine-Month Period Ended November 30, 2005	Nine-Month Period Ended November 30, 2004	Prior Fiscal Year
<b>CAPITAL SURPLUS</b>			
<b>Balance of capital surplus at beginning of year</b>	<b>12,839</b>	<b>12,839</b>	<b>12,839</b>
<b>Increase in capital surplus</b>	<b>-</b>	<b>0</b>	<b>0</b>
Gain on sales of treasury stock	-	0	0
<b>Decrease in capital surplus</b>	<b>0</b>	<b>-</b>	<b>-</b>
Loss on sales of treasury stock	0	-	-
<b>Balance of capital surplus at end of period (year)</b>	<b>12,839</b>	<b>12,839</b>	<b>12,839</b>
<b>RETAINED EARNINGS</b>			
<b>Balance of retained earnings at beginning of year</b>	<b>93,729</b>	<b>87,716</b>	<b>87,716</b>
<b>Increase in retained earnings</b>	<b>4,791</b>	<b>5,337</b>	<b>7,799</b>
Net income for the period (year)	4,791	5,337	7,799
<b>Decrease in retained earnings</b>	<b>2,077</b>	<b>1,786</b>	<b>1,786</b>
Cash dividends	1,936	1,714	1,714
Bonuses to directors and corporate auditors	77	71	71
Loss on sales of treasury stock	63	-	-
<b>Balance of retained earnings at end of period (year)</b>	<b>96,442</b>	<b>91,267</b>	<b>93,729</b>

## CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

(millions of yen)

	Nine-Month Period Ended November 30, 2005	Nine-Month Period Ended November 30, 2004	Prior Fiscal Year
<b>Cash flows from operating activities:</b>			
Income before income taxes for the period (year)	8,312	9,410	13,849
Depreciation and amortization	3,831	3,843	5,226
Increase in allowance for bonus to employees	(1,013)	(1,036)	46
Loss on disposal of property and equipment	802	90	171
Increase in accounts receivable	(148)	(97)	(61)
Increase in inventories	(1,146)	(450)	(116)
Increase in accounts payable	1,305	765	(107)
Other, net	3,247	2,329	(398)
Sub-total	15,190	14,856	18,609
Income taxes paid	(6,243)	(6,366)	(6,343)
Other	97	71	96
<b>Net cash provided by operating activities</b>	<b>9,045</b>	<b>8,561</b>	<b>12,362</b>
<b>Cash flows from investing activities:</b>			
Increase (decrease) in deposits held by financial service company, net	2,000	(5,000)	(5,000)
Acquisition of property and equipment	(7,031)	(8,631)	(11,684)
Acquisition of intangible assets	(160)	(282)	(298)
Acquisition of investment in securities	(4,345)	-	-
Payment for loans receivable	(79)	(1,317)	(991)
Collection of loans receivable	112	905	916
Payment of leasehold deposits	(209)	(1,707)	(1,630)
Refund of leasehold deposits	142	356	562
Other, net	721	951	655
<b>Net cash used in investing activities</b>	<b>(8,850)</b>	<b>(14,725)</b>	<b>(17,469)</b>
<b>Cash flows from financing activities:</b>			
Cash dividends paid	(1,853)	(1,641)	(1,714)
Repayment of short-term loans	(1,521)	-	-
Purchase of treasury stock	(4,738)	-	-
Other, net	(60)	(5)	(8)
<b>Net cash used in financing activities</b>	<b>(8,174)</b>	<b>(1,647)</b>	<b>(1,723)</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Decrease in cash and cash equivalents</b>	<b>(7,979)</b>	<b>(7,812)</b>	<b>(6,830)</b>
<b>Cash and cash equivalents at beginning of period (year)</b>	<b>30,252</b>	<b>37,083</b>	<b>37,083</b>
<b>Cash and cash equivalents at end of period (year)</b>	<b>22,273</b>	<b>29,271</b>	<b>30,252</b>

Note:

For the year ended February 28, 2005, "Purchase of treasury stock" in Cash flows from financing activities were included in the "Other, net". Due to the increase of its amount, it was disclosed separately. The amount of "Purchase of treasury stock" in the "Other, net" was 6 million yen (Decrease) for Nine-Month Period Ended November 30, 2004.