

**Flash Report on the Consolidated Results for the First Three Quarters of the Fiscal Year
Ending December 31, 2007 (January 1, 2007, to September 30, 2007)**

November 9, 2007

Company Name: OENON HOLDINGS, INC.

Code Number: 2533

(URL <http://www.oenon.jp>)

Stock Exchange Listings: First Section of Tokyo, Osaka and Nagoya stock exchanges, and Sapporo Stock Exchange

Representative: Yukio Nagai, President & CEO

Contact: Takamichi Takahashi, General Manager, Corporate Communication Dept. Phone: +81-3-3575-2777

(Amounts below one million yen are truncated.)

1. Consolidated Performance for the First Three Quarters of the Year Ending December 31, 2007

(From January 1, 2007, to September 30, 2007)

(1) Consolidated operating results

Percentages represent comparisons with the corresponding period of the preceding fiscal year.

	Net sales		Operating income		Ordinary income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
First three quarters of year ending December 31, 2007	52,598	3.9	363	(70.7)	428	(65.2)
First three quarters of year ended December 31, 2006	50,619	(4.8)	1,239	(22.4)	1,231	(18.5)
Year ended December 31, 2006	72,966		2,415		2,356	

	Net income		Net income per share	Fully diluted net income per share
	Millions of yen	%	Yen	Yen
First three quarters of year ending December 31, 2007	285	229.0	4.37	3.81
First three quarters of year ended December 31, 2006	86	(82.7)	1.33	1.16
Year ended December 31, 2006	883		13.51	11.76

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
First three quarters of year ending December 31, 2007	54,499	19,445	31.5	262.21
First three quarters of year ended December 31, 2006	55,821	18,623	29.9	255.21
Year ended December 31, 2006	58,309	19,414	29.9	266.66

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
First three quarters of year ending December 31, 2007	2,019	(471)	(1,474)	2,375
First three quarters of year ended December 31, 2006	3,304	(3,212)	(826)	2,683
Year ended December 31, 2006	3,562	(2,579)	(2,098)	2,301

2. Dividend Status

Record date	Dividends per share		
	June 30	December 31	Full year
	Yen	Yen	Yen
Year ended December 31, 2006	—	7.00	7.00
Year ending December 31, 2007	—	—	
Year ending December 31, 2007 (Forecast)	—	7.00	7.00

3. Forecast Consolidated Performance for the Year Ending December 31, 2007 [Reference]

(From January 1, 2007, to December 31, 2007)

Percentages represent comparisons with the corresponding period of the preceding fiscal year.

	Net sales		Operating income		Ordinary income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ending December 31, 2007 (full year)	77,000	5.5	1,900	(21.4)	2,000	(15.1)

	Net income		Net income per share
	Millions of yen	%	Yen
Year ending December 31, 2007 (full year)	900	1.9	13.76

4. Other

(1) Changes in important subsidiaries during the period (changes in specific subsidiaries owing to changes in the scope of consolidation): None

(2) Application of simplified accounting methods: Yes

(3) Changes in accounting method from recent fiscal years: Yes

(For details, please refer to “4. Other” of “Qualitative Information, Financial Statements and Other” on Page 5.)

Cautionary statement regarding business performance forecasts

The projected performance figures indicated above are based on information available to the Company’s management as of the day of releasing the above data. Actual results could differ significantly from forecast figures depending on a variety of factors which may occur hereafter.

[Qualitative Information, Financial Statements and Other]

1. Qualitative Information Pertaining to Consolidated Operating Results

During the first three quarters of the fiscal year under review (January 1, 2007, to September 30, 2007), consolidated net sales grew 3.9% from the corresponding period of the preceding fiscal year, to ¥52,598 million. In particular, an increase in revenues of ¥1,269 million was generated during the third quarter (July 1 to September 30) through the Oenon Group's efforts to provide products attuned to customer needs.

Income was impacted by sharply higher crude oil and raw material costs, which led to a severe operating environment industrywide. Nevertheless, during the third quarter the Oenon Group boosted consolidated operating income by ¥63 million and ordinary income by ¥94 million. Although we attained growth in net income of ¥121 million over this quarter, we were unable to offset ongoing cost rises from the first half. As a result, during the first three quarters of the fiscal year, operating income decreased 70.7% to ¥363 million and ordinary income declined 65.2% to ¥428 million. The influence of a gain from the sale of investment securities recorded as extraordinary income bolstered net income for the period by 229.0%, to ¥285 million.

Performance by business segment is described below.

Alcoholic beverages

During the first three quarters of 2007, ended September 30, 2007, we continued with our sales shift toward high-value-added products, with promotion of sales based on customer consciousness of product value. As a result, during the third quarter (July 1 to September 30) net sales of alcoholic beverages rose 7.8% year on year, accompanied by growth in income. Compounded with performance during the first six months of the year, sales for the nine-month period ended September 30 advanced 4.1%, to ¥45,334 million. However, we recorded an operating loss of ¥658 million, compared with operating income of ¥62 million a year earlier, as a result of increased cost of sales arising from escalating raw material costs.

In addition to such existing lines of *shochu* as *Shiso Shochu Tantakatan* and *Hakata no Hana*, we aggressively marketed new products, including *Imozakari* *shochu*. As a result, we posted sales increases for Group B *shochu* (*otsu*-type *shochu*) during the nine-month period.

Despite an industrywide downtrend in Group A *shochu* (*kou*-type *shochu*) products, we concentrated on shifting our portfolio toward differentiated products, led by *Shochu Yuuyuu*, which has gained "Yokohama Goods" Yokohama 001 certification, and on providing products tailored to customer needs. This strategy rendered an increase in sales for the period under review.

Although the *sake* market is in a long-term slump, consolidated sales were boosted by the acquisition of Kitanohomare Shuzo Co., Ltd., and Koshinohana Shuzo Co., Ltd., in March 2007. Accordingly, sales jumped 15.7% during the third quarter compared with the corresponding period of the previous year, lifting overall sales of *sake* for the first three quarters of the year.

In the market for *sake* compounds, which includes our top *Genroku Bijin* brand, the Oenon Group posted sales gains during the third quarter, but sales declined over the nine-month period ended September 30, hit by dramatic industrywide sales decreases due to the impact of last year's revision of the liquor tax.

Net sales of other alcohol products, including alcohol for brewing and industrial uses, increased more than 20% during the period.

In addition to the items mentioned above, sales also doubled in the low-alcohol sector, which includes *chu-hi* (a refreshing beverage mixed with the clear distilled spirit *shochu*), spurred by the addition of *Umeshu* (plum liqueur) *Sparkling* and *Fruits Sparkling* series to our line of *La Cocktail* canned cocktail drinks. This aided growth in sales in the Japanese-style alcohol category, which includes *mirin* (sweet *sake* for cooking), of 4.8%, to ¥41,339 million.

In the Western-style alcohol category, sales of our *Ohshukubai* series of *ume* (plum) liquors rose from the corresponding nine months of the previous year. Moreover, the additions of such labels as French Grand Cru champagne *Mailly* ensured increases in the wine category during the period. *La Tomato*, made with domestically grown tomatoes, enjoyed a jump of approximately 70% in sales as a result of expanding sales channels from the commercial market to include the off-premise market. However, a decline in sales of liquor for confectioneries during the period and our withdrawal from low-profit imported Western-style alcohol products contributed to an overall 2.9% falloff in sales in the Western-style alcohol category, to ¥3,995 million.

Enzymes and pharmaceuticals

Performance by the enzymes and pharmaceuticals sector continued on its favorable path, with net sales increasing 1.6% year on year, to ¥2,482 million, and operating income climbing 19.6%, to ¥683 million.

Enzymes recorded substantial growth in sales during the period, principally attributable to stable progress by our mainstay lactose enzymes and increases in sales of cell dispersion enzymes and enzymes for protein degradation. However, sales of bulk pharmaceuticals for hyperlipidemia treatments and diagnostic pharmaceuticals, including our reagent to test for blood in the stool, diminished during the period.

Food products, real estate and others

Overall sales in the food products segment grew approximately 20% during the third quarter (July 1 to September 30). Sales of processing starch for use in beer brewing and for such products as snacks and confections were impacted by raw material price increases, but this was offset by rises in sales quantities and revisions to sales prices. As a result, sales for the full nine-month period ended September 30 advanced 4.5% to ¥3,556 million, accompanied by an upturn in income. The Oenon Group's real estate and other operations generated sales of ¥1,225 million during the term, easing 0.2% year-on-year, with operating income decreasing 16.9%, to ¥260 million.

2. Qualitative Information Pertaining to Consolidated Financial Position

At the end of the third quarter, total assets stood at ¥54,499 million, a year-on-year decrease of ¥1,322 million. The primary cause was a reduction in tangible fixed assets, offsetting an increase in inventories.

A decline in other current liabilities led to a contraction in total liabilities of ¥2,144 million, to ¥35,054 million. Moreover, net assets at the end of the third quarter were up ¥822 million from the end of the third quarter of the preceding term, to ¥19,445 million, principally due to growth in retained earnings. As a result, the equity ratio improved from 29.9% to 31.5%.

Net cash provided by operating activities came to ¥2,019 million. Major factors included income before taxes and minority interests, depreciation and amortization and decrease in trade receivables, in addition to decrease in accounts payable and accrued liquor tax and payment of corporate and other taxes.

Net cash used in investing activities amounted to ¥471 million, owing to the acquisition of fixed assets. Net cash used in financing activities was ¥1,474 million, attributable to such factors as loan repayments and dividend payments.

3. Qualitative Information Pertaining to Operating Results Forecast

At this time, we make no revisions to our full-term business performance forecast announced in August 2007, projecting a 5.5% rise in consolidated net sales from the previous fiscal year, to ¥77.0 billion, a 21.4% drop in operating income to ¥1.9 billion, and a 15.1% fall in ordinary income to ¥2.0 billion. These are anticipated to lead to a 1.9% increase in net income, to ¥0.9 billion.

4. Other

- (1) Changes in important subsidiaries during the period (changes in specific subsidiaries owing to changes in the scope of consolidation): None
- (2) Application of simplified accounting methods: The simplified method for accounting for corporate and other taxes is used.
- (3) Changes in accounting method from recent fiscal years: From the current fiscal year, in accordance with 2007 revisions to the Corporate Tax Law, depreciation and amortization for tangible fixed assets acquired on or after April 1, 2007, shall be accounted for using the depreciation method stipulated under the revised corporate tax code. The impact of this change on income is minor.

5. Consolidated Financial Statements (Abbreviated)
(1) Consolidated Balance Sheets (Abbreviated)

(Amounts below one million yen are truncated.)

Account item	First three quarters of fiscal year ended December 31, 2006 (As of September 30, 2006)	First three quarters of fiscal year ending December 31, 2007 (As of September 30, 2007)	Change		(For reference) Fiscal year Ended December 31, 2006 (As of December 31, 2006)
	Millions of yen	Millions of yen	Millions of yen	%	Millions of yen
(Assets)					
I. Current assets					
Cash and deposits	3,188	2,390	(797)	(25.0)	2,306
Notes and accounts receivable	13,569	14,357	788	5.8	19,015
Inventories	9,156	10,275	1,118	12.2	8,429
Other current assets	1,175	1,314	138	11.8	1,056
Total current assets	27,089	28,337	1,248	4.6	30,807
II. Fixed assets					
Tangible fixed assets	23,557	22,245	(1,311)	(5.6)	21,980
Intangible fixed assets	1,523	733	(790)	(51.9)	1,491
Investments and other assets	3,651	3,182	(468)	(12.8)	4,030
Total fixed assets	28,732	26,162	(2,570)	(8.9)	27,501
Total assets	55,821	54,499	(1,322)	(2.4)	58,309
(Liabilities)					
I. Current liabilities					
Notes and accounts payable	5,213	5,834	620	11.9	6,050
Short-term debt	6,059	4,868	(1,191)	(19.7)	5,003
Other payables	3,195	3,794	599	18.7	5,499
Accrued liquor tax	5,040	5,829	788	15.7	7,241
Other current liabilities	4,282	1,501	(2,781)	(64.9)	2,155
Total current liabilities	23,792	21,828	(1,964)	(8.3)	25,950
II. Long-term liabilities					
Warrant bonds	3,990	3,984	(6)	(0.2)	3,984
Long-term debt	4,161	3,660	(500)	(12.0)	3,949
Long-term deposits payable	3,277	3,350	73	2.2	3,254
Allowance for employees' retirement benefits	950	1,185	234	24.7	1,021
Other long-term liabilities	1,027	1,045	18	1.8	735
Total long-term liabilities	13,406	13,225	(180)	(1.3)	12,944
Total liabilities	37,198	35,054	(2,144)	(5.8)	38,894
(Net Assets)					
I. Shareholders' equity					
Common stock	6,943	6,946	3	0.0	6,946
Capital surplus	5,573	5,577	3	0.1	5,577
Retained earnings	3,548	4,172	624	17.6	4,344
Treasury stock	(46)	(51)	(5)	—	(47)
Total shareholders' equity	16,019	16,644	625	3.9	16,820
II. Valuation, currency translation and other adjustments					
Valuation difference of other securities	669	493	(176)	(26.3)	619
Deferred hedging gains	—	8	8	—	0
Total valuation, currency translation and other adjustments	669	501	(167)	(25.1)	620
III. Minority interests	1,934	2,298	364	18.9	1,974
Total net assets	18,623	19,445	822	4.4	19,414
Total liabilities and net assets	55,821	54,499	(1,322)	(2.4)	58,309

(2) Consolidated Statements of Income (Abbreviated)

(Amounts below one million yen are truncated.)

Account item	First three quarters of fiscal year ended December 31, 2006 (Jan. 1 – Sep. 30, 2006)	First three quarters of fiscal year ending December 31, 2007 (Jan. 1 – Sep. 30, 2007)	Change		(For reference) Fiscal year ended December 31, 2006 (Jan. 1 – Dec. 31, 2006)
	Millions of yen	Millions of yen	Millions of yen	%	Millions of yen
I. Net sales	50,619	52,598	1,978	3.9	72,966
II. Cost of sales	36,354	38,316	1,962	5.4	52,126
Gross profit	14,265	14,282	16	0.1	20,840
III. Selling, general and administrative expenses	13,025	13,918	893	6.9	18,424
Operating income	1,239	363	(876)	(70.7)	2,415
IV. Nonoperating income	149	265	116	77.9	170
V. Nonoperating expenses	157	200	42	26.9	230
Ordinary income	1,231	428	(802)	(65.2)	2,356
VI. Extraordinary income	81	957	875	—	848
VII. Extraordinary loss	735	695	(40)	(5.5)	1,268
Income before income taxes and minority interests	577	690	113	19.6	1,936
Income, residential and enterprise taxes	378	414	36	9.6	901
Interest in income in minority holdings	111	(10)	(122)	—	151
Net income	86	285	198	229.0	883

(3) Consolidated Statements of Changes in Net Assets

First Three Quarters of the Year Ended December 31, 2006 (January 1, 2006 to September 30, 2006)

(Amounts below one million yen are truncated.)

	Shareholders' equity				Total shareholders' equity (Millions of yen)
	Common stock (Millions of yen)	Capital surplus (Millions of yen)	Retained earnings (Millions of yen)	Treasury stock (Millions of yen)	
Balance as of December 31, 2005	6,938	5,568	3,973	(41)	16,439
Changes during the period under review					
New share issuance	5	4	–	–	10
Dividends from capital surplus	–	–	(457)	–	(457)
Directors' bonuses from appropriation of earnings	–	–	(54)	–	(54)
Net income during the period under review	–	–	86	–	86
Acquisition of treasury stock	–	–	–	(5)	(5)
Disposal of treasury stock	–	0	–	1	1
Net changes to items other than shareholders' equity during the period under review	–	–	–	–	–
Total change during the period under review	5	5	(425)	(4)	(419)
Balance as of September 30, 2006	6,943	5,573	3,548	(46)	16,019

(Amounts below one million yen are truncated.)

	Valuation, currency translation and other adjustments	Minority interests (Millions of yen)	Total net assets (Millions of yen)
	Valuation difference of other securities (Millions of yen)		
Balance as of December 31, 2005	717	1,843	18,999
Changes during the period under review			
New share issuance	–	–	10
Dividends from capital surplus	–	–	(457)
Directors' bonuses from appropriation of earnings	–	–	(54)
Net income during the period under review	–	–	86
Acquisition of treasury stock	–	–	(5)
Disposal of treasury stock	–	–	1
Net changes to items other than shareholders' equity during the period under review	(47)	90	43
Total change during the period under review	(47)	90	(376)
Balance as of September 30, 2006	669	1,934	18,623

First Three Quarters of the Year Ending December 31, 2007 (January 1, 2007 to September 30, 2007)

(Amounts below one million yen are truncated.)

	Shareholders' equity				
	Common stock (Millions of yen)	Capital surplus (Millions of yen)	Retained earnings (Millions of yen)	Treasury stock (Millions of yen)	Total shareholders' equity (Millions of yen)
Balance as of December 31, 2006	6,946	5,577	4,344	(47)	16,820
Changes during the period under review					
Dividends from capital surplus	–	–	(457)	–	(457)
Net income during the period under review	–	–	285	–	285
Acquisition of treasury stock	–	–	–	(5)	(5)
Disposal of treasury stock	–	0	–	1	2
Net changes to items other than shareholders' equity during the period under review	–	–	–	–	–
Total change during the period under review	–	0	(172)	(3)	(175)
Balance as of September 30, 2007	6,946	5,577	4,172	(51)	16,644

	Valuation, currency translation and other adjustments			Minority interests (Millions of yen)	Total net assets (Millions of yen)
	Valuation difference of other securities (Millions of yen)	Deferred hedging gains (losses) (Millions of yen)	Total valuation, currency translation and other adjustments (Millions of yen)		
Balance as of December 31, 2006	619	0	620	1,974	19,414
Changes during the period under review					
Dividends from capital surplus	–	–	–	–	(457)
Net income during the period under review	–	–	–	–	285
Acquisition of treasury stock	–	–	–	–	(5)
Disposal of treasury stock	–	–	–	–	2
Net changes to items other than shareholders' equity during the period under review	(126)	7	(118)	324	206
Total change during the period under review	(126)	7	(118)	324	30
Balance as of September 30, 2007	493	8	501	2,298	19,445

(For Reference)

Preceding Consolidated Fiscal Year (January 1, 2006 to December 31, 2006)

(Amounts below one million yen are truncated.)

	Shareholders' equity				Total shareholders' equity (Millions of yen)
	Common stock (Millions of yen)	Capital surplus (Millions of yen)	Retained earnings (Millions of yen)	Treasury stock (Millions of yen)	
Balance as of December 31, 2005	6,938	5,568	3,973	(41)	16,439
Changes during the period under review					
New share issuance	8	7	–	–	16
Dividends from capital surplus	–	–	(457)	–	(457)
Directors' bonuses from appropriation of earnings	–	–	(54)	–	(54)
Net income during the period under review	–	–	883	–	883
Acquisition of treasury stock	–	–	–	(7)	(7)
Disposal of treasury stock	–	0	–	0	1
Net changes to items other than shareholders' equity during the period under review	–	–	–	–	–
Total change during the period under review	8	8	371	(6)	381
Balance as of December 31, 2006	6,946	5,577	4,344	(47)	16,820

	Valuation, currency translation and other adjustments			Minority interests (Millions of yen)	Total net assets (Millions of yen)
	Valuation difference of other securities (Millions of yen)	Deferred hedging gains (losses) (Millions of yen)	Total valuation, currency translation and other adjustments (Millions of yen)		
Balance as of December 31, 2005	717	–	717	1,843	18,999
Changes during the period under review					
New share issuance	–	–	–	–	16
Dividends from capital surplus	–	–	–	–	(457)
Directors' bonuses from appropriation of earnings	–	–	–	–	(54)
Net income during the period under review	–	–	–	–	883
Acquisition of treasury stock	–	–	–	–	(7)
Disposal of treasury stock	–	–	–	–	1
Net changes to items other than shareholders' equity during the period under review	(97)	0	(96)	130	33
Total change during the period under review	(97)	0	(96)	130	415
Balance as of December 31, 2006	619	0	620	1,974	19,414

4. Consolidated Statements of Cash Flows (Abbreviated)

(Amounts below one million yen are truncated.)

	First three quarters of fiscal year ended December 31, 2006 (Jan. 1 – Sep. 30, 2006)	First three quarters of fiscal year ending December 31, 2007 (Jan. 1 – Sep. 30, 2007)	(For reference) Fiscal year ended December 31, 2006 (Jan. 1 – Dec. 31, 2006)
Category	Millions of yen	Millions of yen	Millions of yen
I. Cash flows from operating activities:			
Income before income taxes and minority interests	577	690	1,936
Depreciation and amortization	1,527	1,470	2,095
Asset impairment loss	381	472	436
Decrease in trade receivables	7,038	4,853	1,591
Increase in inventories	(754)	(1,433)	(198)
Decrease in accounts payable	(1,426)	(266)	(589)
Others	(2,887)	(3,022)	(402)
Subtotal	4,454	2,764	4,868
Income taxes paid	(1,044)	(681)	(1,159)
Other	(105)	(64)	(146)
Net cash provided by operating activities	3,304	2,019	3,562
II. Cash flows from investing activities:			
Net change in fixed assets	(2,630)	(1,462)	(1,988)
Net change in investment securities	(3)	910	(4)
Others	(579)	80	(586)
Net cash used in investing activities	(3,212)	(471)	(2,579)
III. Cash flows from financing activities:			
Net decrease (increase) in loans payable	(351)	(1,001)	(1,620)
Dividends paid	(455)	(455)	(457)
Others	(19)	(17)	(19)
Net cash used in financing activities	(826)	(1,474)	(2,098)
IV. Net increase (decrease) in cash and cash equivalents	(733)	73	(1,115)
V. Cash and cash equivalents at beginning of period	3,417	2,301	3,417
VI. Cash and cash equivalents at end of period	2,683	2,375	2,301

5. Segment Information

Business segments

First Three Quarters of Fiscal Year 2006 (January 1, 2006 to September 30, 2006)

(Amounts below one million yen are truncated.)

	Alcoholic beverages	Food products	Enzymes and Pharmaceuticals	Real estate	Others	Total	Elimination or corporate	Consolidated
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Net sales								
(1) Sales to outside customers	43,546	3,402	2,442	273	954	50,619	—	50,619
(2) Inter-segment sales/transfers	52	1	—	395	4,851	5,301	(5,301)	—
Total net sales	43,598	3,404	2,442	668	5,806	55,920	(5,301)	50,619
Operating expenses	43,536	3,110	1,871	277	5,884	54,680	(5,301)	49,379
Operating income (loss)	62	293	570	391	(78)	1,239	(—)	1,239

First Three Quarters of Fiscal Year 2007 (January 1, 2007 to September 30, 2007)

	Alcoholic beverages	Food products	Enzymes and Pharmaceuticals	Real estate	Others	Total	Elimination or corporate	Consolidated
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Net sales								
(1) Sales to outside customers	45,334	3,556	2,482	272	952	52,598	—	52,598
(2) Inter-segment sales/transfers	51	0	—	380	4,895	5,327	(5,327)	—
Total net sales	45,386	3,556	2,482	652	5,848	57,926	(5,327)	52,598
Operating expenses	46,045	3,477	1,799	281	5,959	57,562	(5,327)	52,235
Operating income (loss)	(658)	79	683	371	(111)	363	(—)	363

(For Reference)

Preceding Consolidated Fiscal Year (January 1, 2006 to December 31, 2006)

(Amounts below one million yen are truncated.)

	Alcoholic beverages	Food products	Enzymes and Pharmaceuticals	Real estate	Others	Total	Elimination or corporate	Consolidated
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Net sales								
(1) Sales to outside customers	63,491	4,645	3,154	364	1,310	72,966	—	72,966
(2) Inter-segment sales/transfers	72	2	—	519	6,876	7,471	(7,471)	—
Total net sales	63,564	4,648	3,154	883	8,186	80,437	(7,471)	72,966
Operating expenses	62,852	4,236	2,399	365	8,168	78,021	(7,471)	70,550
Operating income	711	412	755	518	17	2,415	(—)	2,415

Geographical Segments

As sales in Japan accounted for more than 90% of total net sales in each category for the first three quarters under review (January 1, 2007 to September 30, 2007), the first three quarters of the preceding term (January 1, 2006 to September 30, 2006) and the preceding consolidated fiscal year (January 1, 2006 to December 31, 2006), segment sales by geographical region are omitted.

Overseas Sales

As overseas sales accounted for less than 10% of total net sales for the first three quarters under review (January 1, 2007 to September 30, 2007), the first three quarters of the preceding term (January 1, 2006 to September 30, 2006) and the preceding consolidated fiscal year (January 1, 2006 to December 31, 2006), information on overseas sales is omitted.

6. Sales performance

Sales performance by major product category for the first three quarters is as follows:

Business segment		First three quarters of fiscal year ended December 31, 2006 (Jan. 1 – Sep. 30, 2006)	First three quarters of fiscal year ending December 31, 2007 (Jan. 1 – Sep. 30, 2007)	Fiscal year 2006 (Jan. 1, 2006 to Dec. 31, 2006)
	Item (Major product category)			
Alcoholic beverages		Millions of yen	Millions of yen	Millions of yen
	<i>Shochu</i>	25,927	26,415	37,049
	<i>Chu-hi</i>	844	1,775	1,100
	<i>Sake</i>	5,380	5,682	8,256
	<i>Sake compounds</i>	3,990	3,726	5,952
	Brewing alcohol	2,257	2,784	3,151
	<i>Mirin</i> (sweet <i>sake</i> for cooking)	1,030	956	1,558
	Western-style alcohol	4,114	3,995	6,421
	Total	43,546	45,334	63,491
Food products		3,402	3,556	4,645
Enzymes and pharmaceuticals		2,442	2,482	3,154
Real estate		273	272	364
Others		954	952	1,310
Total		50,619	52,598	72,966