



The 3rd Quarter Financial Results  
For the Nine Months ended September 30, 2005

Table of Contents

Financial Summary	2
Consolidated Balance Sheet (Summary)	3
Consolidated Statements of Income (Summary)	4
Consolidated Statements of Cash Flows (Summary)	5
Business Segment Information	6
Geographical Segment Information	7
Overseas Sales	8

The following excerpt from the “ The 3rd Quarter Financial Results for the Nine Months ended September 30, 2005” is provided for reference only. The financial results are as of September 30, 2005. The report presented contains forward-looking statements that reflect the management’s current future outlook based on the currently available information. Thus, the forward-looking statements are subject to material difference due to various known and unknown factors.

## Financial Summary

For the 3rd Quarter Ended (For the 9 Months ended on 9/30/2005 and 9/30/2004 ) (Millions of Yen)

	September 30 2005	September 30 2004	December 31 2004
Net Sales	42,955	46,967	63,345
Operating Income	3,935	5,600	7,223
Income before Income Tax	3,514	5,374	6,589
Net Income	2,678	3,558	4,474
Total Assets	44,773	42,275	40,857
Total Shareholder's Equity	27,361	24,181	24,891

## Per Share Data

(Yen)

	September 30 2005	September 30 2004	December 31 2005
Net Income	94.95 yen	262.14 yen	323.52 yen
Shareholder's Equity	969.95 yen	1,714.52 yen	1,761.96 yen

\*Two-for-one stock split was effected on August 19, 2005. Thus, net income per share is calculated with the assumption that the stock split was executed at the beginning of the fiscal year.

## Cash Flows

(Millions of Yen)

	September 30 2005	September 30 2004	December 31 2004
Cash flow from operating activities	1,932	(388)	5,257
Cash flow from investing activities	(4,886)	(3,420)	(4,909)
Cash flow from financing activities	(659)	5,808	4,900
Cash and cash equivalents at the term end	7,721	8,051	11,144

Forecast for FY 2005 (January 1, 2005 ~ December 31, 2005)

(Millions of Yen)

	Net Sales	Ordinary Income	Net Income
December 31, 2005	58,000	3,600	2,800

## Consolidated Balance Sheet (Summary)

(Thousands of Yen)

	September 30 2005	September 30 2004	December 31 2004
<b>Asset</b>			
<b>Current Assets:</b>			
Cash and cash equivalents	7,721,175	8,051,087	11,144,704
Notes and accounts receivable - trade	10,299,526	9,516,488	7,857,023
Inventories	9,556,529	11,697,440	8,593,451
Other current assets	1,548,909	2,013,577	1,558,825
Total Current Assets	29,126,140	31,278,593	29,154,005
<b>Fixed Assets:</b>			
Tangible assets	12,933,005	9,559,299	9,681,205
Intangible assets	1,401,758	330,789	863,414
Investment and other assets	1,312,861	1,106,587	1,158,406
Total Fixed Assets	15,647,625	10,996,676	11,703,026
<b>Total Assets</b>	<b>44,773,765</b>	<b>42,275,270</b>	<b>40,857,031</b>
<b>Current Liabilities:</b>			
Notes and accounts payable - trade	5,139,732	4,396,067	3,482,649
Short-term loans payable	4,846,141	5,238,177	4,845,350
Income taxes payable	169,998	793,772	878,839
Other current liabilities	2,880,725	2,902,181	2,618,222
Total Current Liabilities	13,036,598	13,330,198	11,825,061
<b>Long-term Liabilities:</b>			
Long-term loans payable	3,287,313	3,787,172	3,184,227
Other long-term liabilities	1,088,275	976,448	956,523
Total Long-term liabilities	4,375,588	4,763,620	4,140,751
Total Liabilities	17,412,187	18,093,819	15,965,813
<b>Shareholders' Equity</b>			
Common stock	6,923,075	6,923,075	6,923,075
Capital surplus	7,440,327	7,440,327	7,440,327
Retained earnings	13,132,183	10,282,488	11,197,882
Unrealized gain on other marketable securities	169,852	77,821	103,130
Foreign currency translation adjustments	(283,956)	(523,489)	(754,165)
Treasury stock, at cost	(19,902)	(18,772)	(19,032)
Total Shareholders' Equity	27,361,578	24,181,450	24,891,218
<b>Total Liabilities and Shareholders' Equity</b>	<b>44,773,765</b>	<b>42,275,270</b>	<b>40,857,031</b>

## Consolidated Statements of Income (Summary)

(Thousands of Yen)

	September 30 2005	September 30 2004	December 31 2004
Net Sales	42,955,166	46,967,341	63,345,260
Cost of Sales	31,688,009	35,393,771	47,747,609
Gross Profit	11,267,156	11,573,570	15,597,651
Selling, general and administrative expenses	7,331,449	5,972,805	8,374,025
Operating Income	3,935,707	5,600,764	7,223,625
Non-operating Income:			
Interest and dividend income	8,001	5,343	7,598
Other	157,170	229,041	200,659
Total Non-operating Income	165,172	234,384	208,258
Non-operating Expenses:			
Interest expense	115,561	115,152	159,190
Other	470,451	345,953	683,387
Total Non-operating Expense	586,012	461,106	842,578
Ordinary Income	3,514,867	5,374,041	6,589,305
Extraordinary Profit	199,172	-	-
Income Before Income Tax	3,714,039	5,374,041	6,589,305
Income Taxes	1,035,501	1,815,109	2,114,979
Net Income	2,678,537	3,558,931	4,474,325

## Consolidated Statements of Cash Flows (Summary)

(Thousands of Yen)

	September 30 2005	September 30 2004	December 31 2004
<b>Cash Flows from Operating Activities:</b>			
Income before income taxes	3,714,039	5,374,041	6,589,305
Depreciation and amortization	1,498,325	983,947	1,468,778
(Increase) decrease in trade receivables	(1,769,509)	(465,934)	896,052
(Increase) decrease in inventories	(691,494)	(3,498,180)	(548,175)
Increase (decrease) in trade payables	815,675	(21,052)	(530,269)
Other - net	150,091	45,846	463,747
Sub-Total	3,717,128	2,418,668	8,339,437
Interest and dividend received	20,127	6,572	9,078
Interest paid	(166,058)	(116,977)	(160,714)
Income taxes paid	(1,688,391)	(2,696,753)	(2,930,371)
Net cash flow from operating activities	1,932,805	(388,489)	5,257,429
<b>Cash Flows from Investing Activities:</b>			
Purchases of property, plant and equipment	(4,400,254)	(3,232,417)	(4,176,880)
Other - net	(486,284)	(188,038)	(732,977)
Net cash flow from investing activities	(4,886,539)	(3,420,455)	(4,909,858)
<b>Cash Flows from Financing Activities</b>			
Net increase (decrease) in short-term loans	(118,156)	(713,379)	(1,009,574)
Proceeds from long-term loans	1,550,000	2,302,560	2,296,304
Repayment of long-term loans	(1,465,238)	(1,501,871)	(2,091,518)
Dividends paid	(625,271)	(452,621)	(468,072)
Proceeds from issuance of common stock	-	6,174,375	6,174,375
Other - net	(870)	(282)	(542)
Net cash flow from financing activities	(659,536)	5,808,781	4,900,791
Effect of exchange rate changes on cash and cash equivalents	189,740	53,183	(101,905)
Net increase (decrease) in cash and cash equivalents	(3,423,529)	2,053,020	5,146,637
Cash and cash equivalents at the beginning of the year	11,144,704	5,998,067	5,998,067
Cash and cash equivalents at the term end	7,721,175	8,051,087	11,144,704

## Business Segment Information

September 30, 2005

(Thousands of Yen)

	Photographic Products	Optical Components	Commercial / Industrial use Optics	Total	Eliminations and/or Corporate	Consolidated
Net Sales						
Outside customer	11,315,969	23,466,117	8,173,079	42,955,166	-	42,955,166
Intersegment sales or transfer	-	-	-	-	-	-
Total	11,315,969	23,466,117	8,173,079	42,955,166	-	42,955,166
Operating Expenses	9,780,904	19,968,660	7,981,398	37,730,964	1,288,495	39,019,459
Operating Income	1,535,064	3,497,456	191,680	5,224,202	(1,288,495)	3,935,707

September 30, 2004

(Thousands of Yen)

	Photographic Products	Optical Components	Commercial / Industrial use Optics	Total	Eliminations and/or Corporate	Consolidated
Net Sales						
Outside customer	7,136,218	33,565,704	6,265,418	46,967,341	-	46,967,341
Intersegment sales or transfer	-	-	-	-	-	-
Total	7,136,218	33,565,704	6,265,418	46,967,341	-	46,967,341
Operating Expenses	6,667,317	28,112,642	5,670,830	40,450,791	915,786	41,366,577
Operating Income	468,900	5,453,062	594,587	6,516,550	(915,786)	5,600,764

### Business Segment Classification:

Business Segment	Main Business
Photographic Products	Interchangeable lenses for 35mm single-lens reflex cameras, medium-format cameras, interchangeable lenses for medium-format cameras and related accessories
Optical Components	Camcorder lenses, digital still camera lenses, cellular phone camera lenses
Commercial / Industrial-use Optics	Lenses for CCTV cameras, projection lenses, test plates, high-precision molds, injection-molded parts & components, optical device units

## Geographical Segment Information

September 30, 2005

(Thousands of Yen)

	Japan	North America	Europe	Asia	Total	Eliminations and/or Corporate	Consolidated
Net Sales							
Outside customer	35,201,531	3,401,504	2,220,845	2,131,285	42,955,166	-	42,955,166
Intersegment sales or transfer	4,230,725	-	1,290	14,229,218	18,461,234	(18,461,234)	-
Total	39,432,256	3,401,504	2,222,135	16,360,504	61,416,400	(18,461,234)	42,955,166
Operating Expenses	35,647,705	3,217,793	2,104,970	15,239,182	56,209,651	(17,190,192)	39,019,459
Operating Income	3,784,550	183,711	117,165	1,121,321	5,206,749	(1,271,041)	3,935,707

September 30, 2004

(Thousands of Yen)

	Japan	North America	Europe	Asia	Total	Eliminations and/or Corporate	Consolidated
Net Sales							
Outside customer	41,057,039	2,732,373	1,392,646	1,785,281	46,967,341	-	46,967,341
Intersegment sales or transfer	3,386,504	-	-	15,089,705	18,476,210	(18,476,210)	-
Total	44,443,544	2,732,373	1,392,646	16,874,987	65,443,552	(18,476,210)	46,967,341
Operating Expenses	38,980,853	2,727,145	1,400,386	15,800,355	58,908,739	(17,542,162)	41,366,577
Operating Income	5,462,691	5,228	(7,739)	1,074,631	6,534,812	(934,047)	5,600,764

<Principal markets in the above designated areas>

North America: U.S.A

Europe: Germany, France

Asia: Hong Kong, China

Country and regional segments are classified on the basis of geographic proximity

## Overseas Sales

September 30, 2005

(Thousands of Yen)

	North America	Europe	Asia	Total
Overseas Sales	3,642,528	3,047,311	6,405,360	13,095,200
Consolidated Sales				42,955,166
Percentage of consolidated sales(%)	8.5%	7.1%	14.9%	30.5%

September 30, 2004

(Thousands of Yen)

	North America	Europe	Asia	Total
Overseas Sales	3,533,357	2,090,276	7,310,746	12,934,381
Consolidated Sales				46,967,341
Percentage of consolidated sales(%)	7.5%	4.5%	15.6%	27.5%

<Principal markets in the above designated areas>

North America: U.S.A, Canada

Europe: Germany, France, England, and other Northern European countries

Asia: Hong Kong, China, and other Asian countries

Country and regional segments are classified on the basis of geographic proximity

Overseas sales represent those of Tamron Co.,Ltd. and consolidated companies in countries and regions other than Japan.