

**Asahi Holdings, Inc. Flash Report (Consolidated Basis)**

Asahi Holdings, Inc.(Securities No.5857, Tokyo Stock Exchange first section)  
(URL <http://www.asahiholdings.com>)

CEO& COO: Mitsuharu Terayama

For information, contact: Yukio Tanabe, Director, Corporate Financial Officer  
(Phone: +81-3-6270-1833)

**1. Consolidated results for the first quarter of the fiscal year ending March 31, 2010**

(From April 1, 2009 to June 30, 2009)

**(1) Consolidated operating results** [Rounded off to millions of yen]

	The three months ended June 30, 2009	The three months ended June 30, 2008
	(%)	(%)
Net sales (Millions of yen)	18,570 ( — )	— ( — )
Operating income (Millions of yen)	1,052 ( — )	— ( — )
Ordinary income (Millions of yen)	998 ( — )	— ( — )
Net income (Millions of yen)	592 ( — )	— ( — )
Net income per share for the first quarter	¥18.38	— —
Diluted net income per share for the first quarter	— —	— —

**(2) Changes in the consolidated financial position**

	As of June 30, 2009	As of March 31, 2009
Total assets (Millions of yen)	43,938	—
Net assets (Millions of yen)	27,071	—
Equity ratio (%)	61.6	—
Net assets per share	¥840.05	— —

Note: Equity capital (millions of yen)

The three months ended June 30,2009: 27,062 Fiscal year ended March 31,2009:—

**2. Dividends**

	the fiscal year ended March 31, 2009	the fiscal year ended March 31, 2010	the fiscal year ended March 31, 2010 [forecast]
Dividends per share			
-The three months-end dividend(Yen)	—	—	—
-Interim dividend(Yen)	—	—	25.00
-The nine months-end dividend(Yen)	—	—	—
-Year -end dividend(Yen)	—	—	25.00
-Annual dividend(Yen)	—	—	50.00

Notice: Changes in forecast of dividends for this quarter: None

**3. Forecast for the fiscal year ending March 31, 2010** (From April 1, 2009 to March 31, 2010)

	1 <sup>st</sup> half	Full year
	(%)	(%)
Net sales (Millions of yen)	36,000 ( - )	75,000 ( - )
Operating income(Millions of yen)	1,600 ( - )	4,000 ( - )
Ordinary income (Millions of yen)	1,600 ( - )	4,000 ( - )
Net income (Millions of yen)	900 ( - )	2,200 ( - )
Forecasted net income per share (Yen)	27.94	68.29

Notes: Changes in forecast for this quarter: None

(Notice for the use of the forecasts, and other instructions)

- (1) The financial forecasts stated above are based on currently available information and may change depending on the fluctuation of the price of the precious metal and other factors.
- (2) There are no figures for the preceding fiscal year since the Company was incorporated on April 1, 2009.

CONSOLIDATED BALANCE SHEET

At June 30, 2009

	At June 30,		At June 30,
	2009	%	2009
	Millions of yen		Thousands of U.S.dollars
<b>ASSETS</b>			
Current assets			
Cash and deposits	2,008		20,918
Notes and accounts receivable-trade	4,594		47,850
Merchandise and finished goods	2,566		26,735
Work in process	5,495		57,240
Raw materials and supplies	61		637
Other	1,195		12,456
Allowance for doubtful accounts	(7)		(82)
Total current assets	15,913	36.2	165,753
Noncurrent assets			
Property, plant and equipment			
Buildings and structures, net	9,042		94,179
Land	11,296		117,662
Other, net	4,164		43,371
Total property, plant and equipment	24,502	55.8	255,213
Intangible assets			
Goodwill	1,657		17,262
Other	609		6,344
Total intangible assets	2,266	5.2	23,606
Investments and other assets			
Total investments and other assets	1,254	2.8	13,069
Total noncurrent assets	28,024	63.8	291,888
Total assets	43,938	100.0	457,641
<b>LIABILITIES</b>			
Current liabilities			
Notes and accounts payable-trade	1,944		20,256
Short-term loans payable	12,200		127,070
Current portion of long-term loans payable	7		75
Income taxes payable	41		429
Provision for bonuses	288		3,000
Provision for repairs	24		258
Other	2,020		21,048
Total current liabilities	16,526	37.6	172,136
Noncurrent liabilities			
Provision for retirement benefits	177		1,850
Other	162		1,690
Total noncurrent liabilities	339	0.8	3,540
Total liabilities	16,866	38.4	175,676

	At June 30, 2009		At June 30, 2009
	Millions of yen	%	Thousands of U.S.dollars
<u>NET ASSETS</u>			
Shareholders' equity			
Capital stock	4,480	10.2	46,670
Capital surplus	4,510	10.3	46,981
Retained earnings	24,007	54.6	250,050
Treasury stock	(5,920)	(13.5)	(61,670)
Total shareholders' equity	27,077	61.6	282,032
Valuation and translation adjustments			
Valuation difference on available-for-sale securities	3	0.0	37
Deferred gains or losses on hedges	8	0.0	85
Foreign currency translation adjustment	(26)	(0.0)	(280)
Total valuation and translation adjustments	(15)	(0.0)	(158)
<u>MINORITY INTERESTS</u>	8	0.0	91
<u>TOTAL NET ASSETS</u>	27,071	61.6	281,965
<u>TOTAL LIABILITIES AND NET ASSETS</u>	43,938	100.0	457,641

U.S. dollar amounts represent translations using the approximate exchange rate on June 30, 2009 of yen 96.01=US\$1, and are included solely for the convenience of readers.

## CONSOLIDATED STATEMENTS OF INCOME

For the three months ended June 30, 2009

	2009		2009
	Millions of yen	%	Thousands of U.S.dollars
Net sales	18,570	100.0	193,419
Cost of sales	16,490	88.8	171,754
Gross profit	2,080	11.2	21,665
Selling, general and administrative expenses	1,027	5.5	10,699
Operating income	1,052	5.7	10,966
Non-operating income	17	0.1	180
Non-operating expenses	71	0.4	742
Ordinary income	998	5.4	10,404
Extraordinary income	0	0.0	1
Extraordinary loss	2	0.0	22
Income before income taxes and minority interests	996	5.4	10,383
Income taxes-current	51	0.3	537
Income taxes-deferred	353	1.9	3,680
Income taxes	404	2.2	4,216
Net income	592	3.2	6,166

U.S. dollar amounts represent translations using the approximate exchange rate on June 30, 2009 of yen 96.01=US\$1, and are included solely for the convenience of readers.

## CONSOLIDATED STATEMENTS OF CASH FLOWS

For the three months ended June 30, 2009

	2009	2009
	Millions of yen	Thousands of U.S.dollars
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	996	10,383
Depreciation and amortization	515	5,369
Amortization of goodwill	55	573
Amortization of negative goodwill	(0)	(10)
Increase (decrease) in provision for retirement benefits	24	251
Interest and dividends income	(1)	(15)
Interest expenses	16	174
Loss (gain) on sales and retirement of noncurrent assets	2	21
Decrease (increase) in notes and accounts receivable-trade	(183)	(1,911)
Decrease (increase) in inventories	993	10,347
Increase (decrease) in notes and accounts payable-trade	436	4,550
Increase (decrease) in accounts payable-other	(159)	(1,663)
Other, net	35	374
Sub-total	2,730	28,444
Interest and dividends income received	1	19
Interest expenses paid	(16)	(171)
Income taxes paid	(108)	(1,133)
Net cash provided by (used in) operating activities	2,607	27,159
Net cash provided by (used in) investing activities		
Proceeds from collection of guarantee deposits	3	36
Purchase of property, plant and equipment	(123)	(1,287)
Proceeds from sales of property, plant and equipment	2	28
Purchase of intangible assets	(397)	(4,138)
Other payments	(27)	(281)
Net cash provided by (used in) investing activities	(541)	(5,643)
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	(1,100)	(11,457)
Repayment of long-term loans payable	(3)	(37)
Repayments of finance lease obligations	(2)	(29)
Purchase of treasury stock	(0)	(1)
Cash dividends paid	(793)	(8,266)
Net cash provided by (used in) financing activities	(1,900)	(19,790)
Effect of exchange rate change on cash and cash equivalents	18	192
Net increase (decrease) in cash and cash equivalents	184	1,917
Cash and cash equivalents at beginning of period	1,824	19,000
Cash and cash equivalents at the end of period	2,008	20,918

U.S. dollar amounts represent translations using the approximate exchange rate on June 30, 2009 of yen 96.01=US\$1, and are included solely for the convenience of readers.