

Consolidated Operating Results and Financial Position for the Third Quarter Ended December 31, 2007

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(Fraction are rounded down to the nearest million yen)

1. Consolidated Business Results for the Third Quarter of Fiscal 2007 (April 1, 2007 to December 31, 2007)

(1) Consolidated Operating Results

(Percentage figures represent year-on-year changes.)

	Net Sales		Operating Income		Ordinary Profit		Net Income	
	million yen	%	million yen	%	million yen	%	million yen	%
3Q FY2007	389,227	9.4	32,912	5.9	36,291	4.1	20,296	6.4
3Q FY2006	355,810	7.2	31,072	(5.2)	34,872	(3.6)	19,067	(9.7)
FY2006	479,815	-	41,657	-	45,399	-	24,793	-

	Net Income Per Share		Diluted Net Income Per Share	
	million yen	%	million yen	%
3Q FY2007	117	36	-	-
3Q FY2006	110	26	-	-
FY2006	143	37	-	-

(2) Consolidated Financial Position as of the End of the Term

	Total Assets	Net Assets	Capital Ratio	Net Assets Per Share	
	million yen	million yen	%	million yen	yen
3Q FY2007	535,291	296,271	50.9	1,575	46
3Q FY2006	496,792	272,744	50.7	1,455	38
FY2006	508,021	279,650	50.7	1,489	49

(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
	million yen	million yen	million yen	million yen
3Q FY2007	27,838	(42,132)	11,347	41,491
3Q FY2006	30,014	(31,556)	(3,106)	40,920
FY2006	44,572	(43,003)	(5,896)	42,298

2. Consolidated Performance Forecasts for Fiscal 2007 (April 1, 2007 to March 31, 2008)

[For reference purposes only]

NOK has made no changes to the initial full-year forecasts that were issued on November 13, 2007.

(Percentage figures represent changes from the previous fiscal year.)

	Net Sales		Operating Income		Ordinary Profit		Net Income		Net Income Per Share	
	million yen	%	million yen	%	million yen	%	million yen	%	yen	
Full year	524,000	9.2	43,500	4.4	47,900	5.5	26,700	7.7	154	39

Note: The above forecasts are based on the best information currently available to management. Actual results may differ significantly from the forecast depending on various on-going factors.

3. Other Information

- (1) Changes during 3Q FY2007 in specific major subsidiaries (changes in specific subsidiaries as a result of changes in the scope of consolidation): None
- (2) Instances of application of simplified accounting treatments: Yes
- (3) Changes in consolidated accounting policies compared with previous consolidated fiscal year: Yes

(Note: Please refer to [Qualitative Information and Financial Statements, etc.] 3. Others on page 3 for further details.)

[Qualitative Information and Financial Statements, etc.]

1. Qualitative Information Concerning Consolidated Operating Results

Consolidated net sales for the three-month period ended December 31, 2007 totaled ¥389,227 million, an increase of 9.4% compared with the same period in the previous year. Operating income and ordinary profit expanded by 5.9% and 4.1%, respectively, on a year-on-year basis to ¥32,912 million and ¥36,291 million, respectively. Net income for the third quarter amounted to ¥20,296 million, an increase of 6.4% compared with a year earlier.

Segment information by business is outlined below.

Please note that the year-on-year comparisons are based on corrected figures for the previous fiscal year, as segmentation was changed in this fiscal year. (See page 8 for details.)

[Sealing products]

Reflecting mainly the robust sales of Japanese cars and construction machinery in overseas markets, the segment sales rose 10.6% on a year-on-year basis to ¥209,935 million. As a result, operating income surged 34.4% on a year-on-year basis to ¥19,797 million.

[Flexible printed circuits (FPC)]

While sales of FPCs for use mainly in mobile phones and hard disc drives (HDD) increased by 10.3% from the same period of the previous year to ¥136,295 million, operating income was negatively affected in large part by fluctuating prices and lower sales in a subsidiary in Taiwan, shrinking 20.2% on a year-on-year basis to ¥11,985 million.

[Roll products]

In this segment, net sales expanded 1.1% on a year-on-year basis to ¥30,334 million, while operating income decreased 9.0% from the same period of the previous year to ¥247 million.

[Others]

Net sales in this segment rose 2.7% compared with the same period of the previous year to ¥12,662 million, while operating income fell 14.6% to ¥842 million.

2. Qualitative Information on Consolidated Financial Position

Total assets as of December 31, 2007 amounted to ¥535,291 million, an increase of ¥27,269 million from the end of the previous consolidated fiscal year (March 31, 2007). This growth mainly reflected increased tangible fixed assets due to capital investments relating to the expansion and upgrading of production capabilities inside and outside Japan and an increase in the notes and accounts receivable resulting from an expansion of operations.

Net assets totaled ¥296,271 million, an increase of ¥16,621 million compared with the previous consolidated fiscal year-end, reflecting an increase in retained earnings from the net income recorded for the quarter of ¥20,296 million. Consequently, the capital ratio was 50.9%.

3. Others

- (1) Changes during 3Q FY2007 in specific major subsidiaries (changes in specific subsidiaries as a result of changes in the scope of consolidation): None
- (2) Instances of application of simplified accounting treatments:
A simplified accounting treatment has been applied to calculation of income taxes.
- (3) Changes in consolidated accounting policies compared with the previous consolidated fiscal year:
Segment information by business category is presented using a new business segment classification. (Please see page 8 for details.)

3. Consolidated Quarterly Financial Statements (Summary)

(1) Consolidated Balance Sheets (Summary)

(million yen, %)

Item	FY2006 (as of March 31, 2007)		3Q FY2007 (as of December 31, 2007)		Year-on-Year Comparison	(Reference) 3Q FY2006 (as of December 31, 2006)	
	Amount	% to total	Amount	% to total	Change	Amount	% to total
Assets							
I. Current assets							
Cash and bank deposits	45,837		43,001		(2,836)	44,392	
Notes and accounts receivable	113,683		127,530		13,847	108,877	
Inventories	47,110		49,081		1,970	45,341	
Others	17,059		18,737		1,678	16,760	
Total current assets	223,691	44.0	238,350	44.5	14,659	215,372	43.4
II. Fixed assets							
Tangible fixed assets	170,239		190,125		19,885	163,733	
Intangible fixed assets	6,348		5,400		(948)	6,498	
Investments and other assets	107,741		101,415		(6,326)	111,187	
Total fixed assets	284,330	56.0	296,940	55.5	12,610	281,419	56.6
Total assets	508,021	100.0	535,291	100.0	27,269	496,792	100.0
Liabilities							
I. Current liabilities							
Notes and accounts payable–trade	54,632		59,739		5,106	53,675	
Short-term borrowings	35,114		50,653		15,539	38,186	
Others	62,621		55,878		(6,743)	54,997	
Total current liabilities	152,368	30.0	166,271	31.1	13,902	146,858	29.6
II. Fixed liabilities							
Long-term borrowings	14,774		15,740		965	13,912	
Reserve for retirement benefits	50,232		48,014		(2,217)	50,683	
Others	10,996		8,993		(2,002)	12,591	
Total fixed liabilities	76,002	15.0	72,748	13.6	(3,254)	77,188	15.5
Total liabilities	228,371	45.0	239,019	44.7	10,648	224,047	45.1
Net assets							
I. Shareholders' equity							
Common stock	23,335		23,335		–	23,335	
Additional paid-in capital	22,451		22,451		–	22,451	
Retained earnings	174,985		191,819		16,833	169,258	
Treasury stock	(194)		(196)		(2)	(193)	
Total shareholders' equity	220,578	43.4	237,410	44.4	16,831	214,852	43.3
II. Valuation and translation gains/losses							
Net unrealized gains on other securities	29,002		24,133		(4,869)	31,788	
Translation adjustments	8,016		10,920		2,903	5,059	
Total valuation and translation gains/losses	37,019	7.3	35,054	6.5	(1,965)	36,848	7.4
III. Minority interests	22,052	4.3	23,807	4.4	1,755	21,044	4.2
Total net assets	279,650	55.0	296,271	55.3	16,621	272,744	54.9
Total liabilities and net assets	508,021	100.0	535,291	100.0	27,269	496,792	100.0

(2) Consolidated Income Statements (Summary)

(million yen, %)

Item	3Q FY2006 (April 1, 2006 to December 31, 2006)		3Q FY2007 (April 1, 2007 to December 31, 2007)		Year-on-Year Comparison		FY2006 (April 1, 2006 to March 31, 2007)	
	Amount	% to net sales	Amount	% to net sales	Change		Amount	% to net sales
I. Net sales	355,810	100.0	389,227	100.0	33,417	9.4	479,815	100.0
II. Cost of sales	278,089	78.2	306,674	78.8	28,584	10.3	376,675	78.5
Gross profit	77,720	21.8	82,553	21.2	4,832	6.2	103,140	21.5
III. Selling, general and administrative expenses	46,647	13.1	49,641	12.7	2,993	6.4	61,482	12.8
Operating income	31,072	8.7	32,912	8.5	1,839	5.9	41,657	8.7
IV. Non-operating income	5,788		6,200		412		6,995	
Interest and dividend income	1,351		1,592		240		1,684	
Equity in earnings of affiliates	2,447		2,785		337		2,680	
Others	1,988		1,822		(165)		2,631	
V. Non-operating expenses	1,988		2,821		832		3,254	
Interest paid	1,375		1,732		357		1,840	
Others	613		1,088		475		1,413	
Ordinary profit	34,872	9.8	36,291	9.3	1,418	4.1	45,399	9.5
VI. Extraordinary gains	1,614		1,683		68		2,299	
VII. Extraordinary losses	1,118		553		(565)		2,923	
Income before income taxes and minority interests	35,367	9.9	37,420	9.6	2,053	5.8	44,775	9.3
Income taxes	13,685		14,152		467		16,781	
Minority interests	2,614		2,972		357		3,200	
Net income	19,067	5.4	20,296	5.2	1,228	6.4	24,793	5.2

(3) Consolidated Cash Flow Statements (Summary)

(million yen)

Item	3Q FY2006 (April 1, 2006 to December 31, 2006)	3Q FY2007 (April 1, 2007 to December 31, 2007)	FY2006 (April 1, 2006 to March 31, 2007)
	Amount	Amount	Amount
I. Cash flows from operating activities			
Income before income taxes and minority interests	35,367	37,420	44,775
Depreciation and amortization	19,847	23,965	27,512
Increase in accounts receivable	(5,506)	(11,037)	(3,967)
Increase in inventories	(3,792)	(1,198)	(5,030)
Increase (Decrease) in accounts payable	(3,675)	2,489	(5,065)
Others	706	(9,400)	1,614
Subtotal	42,946	42,239	59,838
Income taxes paid	(13,760)	(14,922)	(16,296)
Others	828	520	1,029
Net cash flows from operating activities	30,014	27,838	44,572
II. Cash flows from investing activities			
Payments for purchase of tangible fixed assets	(32,939)	(44,196)	(45,625)
Others	1,382	2,604	2,621
Net cash flows from investing activities	(31,556)	(42,132)	(43,003)
III. Cash flows from financing activities			
Net increase (decrease) in short-term borrowings	7,498	16,281	3,733
Proceeds from long-term borrowings	2,512	4,930	5,399
Repayment of long-term borrowings	(8,104)	(5,292)	(9,871)
Dividends paid	(3,693)	(3,348)	(3,803)
Others	(1,319)	(1,225)	(1,354)
Net cash flows from financing activities	(3,106)	11,347	(5,896)
IV. Adjustment on foreign currency translation of cash and cash equivalents	1,419	1,765	2,349
V. Net decrease in cash and cash equivalents	(3,228)	(1,181)	(1,978)
VI. Cash and cash equivalents at beginning of period	44,081	42,298	44,081
VII. Increase in cash and cash equivalents due to changes in scope of consolidation	67	375	194
VIII. Cash and cash equivalents at end of period	40,920	41,491	42,298

Note: Comparison of the amounts of cash and cash equivalents as of the end of the period and those shown in the summary of the consolidated balance sheet (million yen)

Item	3Q FY2006 (April 1, 2006 to December 31, 2006)	3Q FY2007 (April 1, 2007 to December 31, 2007)	FY2006 (April 1, 2006 to March 31, 2007)
Cash and bank deposits	44,392	43,001	45,837
Time deposits of more than 3 months	(3,471)	(1,509)	(3,539)
Total	40,920	41,491	42,298

(4) Segment Information

[Segment information by business category]

3Q FY2006 (April 1, 2006 to December 31, 2006)

	Sealing Product (million yen)	FPC (million yen)	Other (million yen)	Total (million yen)	Eliminations/ Corporate (million yen)	Consolidated (million yen)
Net sales						
(1) Sales to external customers	157,614	123,621	74,573	355,810	–	355,810
(2) Inter-segment sales/transfers	1,237	45	5,398	6,681	(6,681)	–
Total	158,852	123,667	79,972	362,491	(6,681)	355,810
Operating expenses	146,069	108,641	76,752	331,464	(6,727)	324,737
Operating income	12,782	15,025	3,219	31,027	45	31,072

Notes: 1. Business segment classification method:

Businesses are categorized according to product group.

2. Principal products in each business segment:

Business Segment	Main Products
Sealing products	Oil seals, O-rings, vibration controls, resin products, gaskets
FPC	Flexible printed circuits
Others	Rubber rolls for office machines and equipment, chemical products, special lubricants, mechanical seals

3Q FY2007 (April 1, 2007 to December 31, 2007)

	Sealing Products (million yen)	FPC (million yen)	Roll Products (million yen)	Other (million yen)	Total (million yen)	Eliminations/ Corporate (million yen)	Consolidated (million yen)
Net sales							
(1) Sales to external customers	209,935	136,295	30,334	12,662	389,227	–	389,227
(2) Inter-segment sales/transfers	3,274	655	–	1,341	5,271	(5,271)	–
Total	213,209	136,950	30,334	14,004	394,499	(5,271)	389,227
Operating expenses	193,412	124,965	30,086	13,162	361,626	(5,311)	356,315
Operating income	19,797	11,985	247	842	32,873	39	32,912

Notes: 1. Business segment classification method

Business segments are classified in consideration of similarities between product lines and related markets, based on internal management practices.

2. Principal products in each business segment:

Business Segment	Main Products
Sealing products	Oil seals, O-rings, vibration controls, resin products, gaskets, chemical products and mechanical seals
FPC	Flexible printed circuits
Roll products	Rubber rolls for office machines and equipment
Others	Special lubricants, etc.

3. Changes in the Segmentation of Business

In the three-year Management Plan commencing in the current consolidated fiscal year, the Roll products business has been managed separately from Other business. In addition, products in each segment were changed to reflect the management system review of each business category. By focusing on the relationship between Sealing products and the manufacturing process, the category of chemical products was shifted from Other business to the Sealing products business, and also mechanical seals were moved from Other business to the Sealing products business as a result of similarities in the market.

Segment information by business for the third quarter of FY 2006 and the full year performance for FY 2006 would have been as illustrated below, if the classification used for the third quarter of FY 2007 had been applied.

NOK Corporation (7240): Summary of Financial and Business Results for the Third Quarter Ended December 31, 2007

3Q FY2006 (April 1, 2006 to December 31, 2006)

	Sealing Products (million yen)	FPC (million yen)	Roll Products (million yen)	Others (million yen)	Total (million yen)	Eliminations/ Corporate (million yen)	Consolidated (million yen)
Net sales							
(1) Sales to external customers	189,865	123,621	29,995	12,328	355,810	–	355,810
(2) Inter-segment sales/transfers	2,196	45	–	881	3,123	(3,123)	–
Total	192,061	123,667	29,995	13,209	358,933	(3,123)	355,810
Operating expenses	177,325	108,641	29,722	12,223	327,913	(3,176)	324,737
Operating income	14,735	15,025	272	986	31,020	52	31,072

FY 2006 (April 1, 2006 to March 31, 2007)

	Sealing Products (million yen)	FPC (million yen)	Roll Products (million yen)	Others (million yen)	Total (million yen)	Eliminations/ Corporate (million yen)	Consolidated (million yen)
Net sales							
(1) Sales to external customers	255,443	167,715	39,869	16,787	479,815	–	479,815
(2) Inter-segment sales/transfers	2,843	227	–	1,050	4,122	(4,122)	-
Total	258,287	167,943	39,869	17,837	483,938	(4,122)	479,815
Operating expenses	238,211	147,687	39,792	16,612	442,303	(4,145)	438,158
Operating income	20,076	20,256	77	1,225	41,634	23	41,657

(Reference) FY 2006 (April 1, 2006 to March 31, 2007)

	Sealing Products (million yen)	FPC (million yen)	Others (million yen)	Total (million yen)	Eliminations/ Corporate (million yen)	Consolidated (million yen)
Net sales						
(1) Sales to external customers	212,336	16,715	99,763	479,815	–	479,815
(2) Inter-segment sales/transfers	1,532	227	7,623	9,384	(9,384)	–
Total	213,869	167,943	107,387	489,200	(9,384)	479,815
Operating expenses	196,403	147,687	103,454	447,544	(9,386)	438,158
Operating income	17,466	20,256	3,932	41,655	2	41,657

Notes: 1. Business segment classification method:

Businesses are categorized according to product group.

2. Principal products in each business segment:

Business Category	Main Products
Sealing products	Oil seals, O-rings, vibration controls, resin products, gaskets
FPC	Flexible printed circuits
Others	Rubber rolls for office machines and equipment, chemical products, special lubricants, mechanical seals

[Segment information by geographic area]

3Q FY2006 (April 1, 2006 to December 31, 2006)

	Japan (million yen)	Asia (million yen)	Other Areas (million yen)	Total (million yen)	Eliminations/ Corporate (million yen)	Consolidated (million yen)
Net sales						
(1) Sales to external customers	227,612	113,291	14,906	355,810	–	355,810
(2) Inter-segment sales/transfers	37,829	14,268	294	52,392	(52,392)	–
Total	265,442	127,559	15,200	408,202	(52,392)	355,810
Operating expenses	246,440	115,873	15,223	377,537	(52,799)	324,737
Operating income	19,001	11,686	(23)	30,665	407	31,072

3Q FY2007 (April 1, 2007 to December 31, 2007)

	Japan (million yen)	Asia (million yen)	Other Areas (million yen)	Total (million yen)	Eliminations/ Corporate (million yen)	Consolidated (million yen)
Net sales						
(1) Sales to external customers	242,730	134,018	12,478	389,227	–	389,227
(2) Inter-segment sales/transfers	35,870	19,252	792	55,915	(55,915)	–
Total	278,600	153,270	13,271	445,142	(55,915)	389,227
Operating expenses	256,737	142,519	13,051	412,307	(55,992)	356,315
Operating income	21,862	10,751	220	32,835	77	32,912

(Reference) FY 2006 (April 1, 2006 to March 31, 2007)

	Japan (million yen)	Asia (million yen)	Other Areas (million yen)	Total (million yen)	Eliminations/ Corporate (million yen)	Consolidated (million yen)
Net sales						
(1) Sales to external customers	304,400	155,363	20,051	479,815	–	479,815
(2) Inter-segment sales/transfers	50,356	18,210	474	69,041	(69,041)	–
Total	354,757	173,573	20,525	548,857	(69,041)	479,815
Operating expenses	329,892	157,474	20,398	507,766	(69,608)	438,158
Operating income	24,864	16,099	127	41,091	566	41,657

- Notes: 1. Countries and areas are classified according to geographic proximity.
 2. Principal countries and areas belonging to each segment above except Japan are as follows:
 (1) Asia: Singapore, Thailand, Taiwan, and China
 (2) Other areas: The United States and Germany

[Overseas sales]

3Q FY2006 (April 1, 2006 to December 31, 2006)

(million yen)

	Asia	Other Areas	Total
I. Overseas sales	118,812	19,561	138,373
II. Consolidated sales	–	–	355,810
III. Percentage of overseas sales in consolidated sales	33.4%	5.5%	38.9%

3Q FY2007 (April 1, 2007 to December 31, 2007)

(million yen)

	Asia	Other Areas	Total
I. Overseas sales	145,403	21,159	166,562
II. Consolidated sales	–	–	389,227
III. Percentage of overseas sales in consolidated sales	37.4%	5.4%	42.8%

(Reference) FY 2006 (April 1, 2006 to March 31, 2007)

(million yen)

	Asia	Other Areas	Total
I. Overseas sales	164,591	25,911	190,472
II. Consolidated sales	–	–	479,815
III. Percentage of overseas sales in consolidated sales	34.3%	5.4%	39.7%

- Notes: 1. Countries and areas are classified according to geographic proximity.
 2. Principal countries and areas belonging to each segment above except Japan are as follows:
 (1) Asia: Singapore, Thailand, Taiwan, and China
 (2) Other areas: The United States and Germany
 3. Overseas sales represent sales of the Company and its consolidated subsidiaries in countries and areas outside Japan.