

FY2006 Consolidated Financial Results for the First Half Ended September 30, 2005

(April 1,2005 through March 31,2006)

(All financial information has been prepared in accordance with accounting principles generally accepted in Japan)
English translation from the original Japanese-language document "KESSAN TANSHIN"

October 28, 2005

Listed Company Name :	UniCharm Corporation
Listing :	First Section, Tokyo Stock Exchange in Japan
Code Number :	8113
Location of The Head Office :	Ehime Prefecture
URL :	http://www.unicharm.co.jp
Company Representative :	Takahisa Takahara ,President and Chief Operating Officer
Contact Person :	Norizumi Yoshihara ,Senior Executive Officer
Telephone Number :	(03) 3447 - 5111
Date of Board of Director's meeting to approve financial statement :	Friday , October 28, 2005
U.S. Accounting Standards :	Not Applied

1. Consolidated Results for the First Half Ended September 30, 2005

(1) Consolidated financial results

(Amounts less than one million yen are omitted)

	Net Sales		Operating Income		Ordinary Income	
	Million yen	%	Million yen	%	Million yen	%
1st half FY 2005	129,090	6.2	13,567	△ 7.1	14,056	△ 6.4
1st half FY 2004	121,550	4.6	14,605	△ 3.6	15,023	△ 4.4
Year Ended FY2004	246,050	2.5	27,284	△ 11.2	27,978	△ 10.1

	Net income		Net income Per share-basic		Net income Per share-diluted	
	Million yen	%	Yen		Yen	
1st half FY 2005	7,751	△ 9.3	117.13		-	
1st half FY 2004	8,544	4.6	128.54		-	
Year Ended FY2004	16,381	0.9	244.25		-	

(Notes) 1:Equity method investment gain or loss:

1st half FY 2005 24 million yen
1st half FY 2004 28 million yen
Year Ended FY2004 105 million yen

2:Average number of shares outstanding(consolidated):

1st half FY 2005 66,176,856 shares
1st half FY 2004 66,474,413 shares
Year Ended FY2004 66,473,685 Shares

3:Changes in accounting policies: None

4:Percentage shown for Net sales, operating income ordinary income and net income are at the increase or decrease compared with the previous year.

(2) Consolidated financial position

	Total assets	Shareholders' equity	Ratio of shareholder' equity	shareholder' equity per share
	Million yen	Yen	%	Yen
1st half FY 2005	225,146	141,964	63.1	2,171.66
1st half FY 2004	206,818	130,297	63.0	1,960.14
Year Ended FY2004	215,365	137,696	63.9	2,069.30

(Notes) Number of shares outstanding at year-end (consolidated)

1st half FY 2005 65,371,475 shares
1st half FY 2004 66,473,626 shares
Year Ended FY2004 66,472,140 shares

(3) Consolidated Cash flows

	From operating activities	From investing activities	From financing activities	Cash and cash equivalents at the end of year
	Million yen	Million yen	Million yen	Million yen
1st half FY 2005	18,397	△ 6,857	△ 4,565	63,849
1st half FY 2004	8,978	△ 7,990	466	45,882
Year Ended FY2004	20,607	△ 8,437	△ 207	56,359

(4) Scope of consolidation and equity method

Number of consolidated subsidiaries	23companies
Number of non-consolidated subsidiaries	-
Number of affiliates	1companies

(5) Changes in scope of consolidation and equity method

Consolidated subsidiaries	
(Increase)	1companies
(Decrease)	-
Affiliates accounted for under the equity method	
(Increase)	-
(Decrease)	1companies

2. Projected Financial Results for the Fiscal Year ending March 31, 2006

(April 1, 2005 through March 31, 2006)

	Net Sales	Operating Income	Ordinary Income
	Million yen	Million yen	Million yen
FY 2005	257,000	28,400	14,000

Reference: Forecast net income per share for the 2005 fiscal year: 211.93 yen

(Notes) : The above-mentioned forecast is based on the information which is able to get hand at present, and including a potential risk and uncertainty. Therefore, actual achievements may differ from these forecast due to many factors.

Consolidated Balance Sheets

	1st Half FY 2005 (As of September 30,2005)		1st Half FY 2004 (As of September 30,2004)		Year Ended FY2004 (As of March 31,2005)	
	Million yen	%	Million yen	%	Million yen	%
(ASSETS)						
I CURRENT ASSETS	117,530	52.2	91,951	44.5	104,657	48.6
II FIXED ASSETS	107,615	47.8	114,866	55.5	110,707	51.4
Net property,plant and equipment	72,648	32.3	76,174	36.8	72,798	33.8
Software and Intangibles	2,104	0.9	2,579	1.2	2,337	1.1
Investments and Other Assets	32,863	14.6	36,112	17.5	35,571	16.4
TOTAL	225,146	100.0	206,818	100.0	215,365	100.0
(LIABILITIES)						
I CURRENT LIABILITIES	63,004	28.0	60,577	29.3	59,745	27.7
II LONG-TERM LIABILITIES	9,963	4.4	8,573	4.1	8,776	4.1
TOTAL LIABILITIES	72,967	32.4	69,150	33.4	68,522	31.8
MINORITY INTERESTS	10,214	4.5	7,369	3.6	9,146	4.3
(SHAREHOLDERS' EQUITY)						
TOTAL SHAREHOLDERS' EQUITY	141,964	63.1	130,297	63.0	137,696	63.9
TOTAL	225,146	100.0	206,818	100.0	215,365	100.0

Consolidated Statements of Income

	1st Half FY 2005 (April 1,2005 through September 30,2005)		1st Half FY 2004 (April 1,2004 through September 30,2004)		Year Ended FY2004 (April 1,2004 through March 31,2005)	
	Million yen	%	Million yen	%	Million yen	%
I NET SALES	129,090	100.0	121,550	100.0	246,050	100.0
II COST OF SALES	72,974	56.5	67,514	55.5	137,341	55.8
Gross profit	56,116	43.5	54,035	44.5	108,709	44.2
III ADMINISTRATIVE EXPENSES	42,548	33.0	39,430	32.5	81,424	33.1
Operating income	13,567	10.5	14,605	12.0	27,284	11.1
IV NON-OPERATING INCOME	947	0.8	916	0.8	1,639	0.7
V NON-OPERATING EXPENSES	458	0.4	498	0.4	1,133	0.4
Ordinary income	14,056	10.9	15,023	12.4	27,978	11.4
VI EXTRAORDINARY INCOME	906	0.7	3,945	3.3	5,627	2.3
VII EXTRAORDINARY LOSSES	498	0.4	3,589	3.0	5,009	2.1
Income before Income taxes	14,464	11.2	15,380	12.7	28,597	11.6
Income Taxes - Current	5,557	4.3	4,582	3.8	7,984	3.2
Income Taxes - Deferred	260	0.2	1,419	1.2	2,663	1.1
Minority interests in net income	893	0.7	833	0.7	1,567	0.6
Net income	7,751	6.0	8,544	7.0	16,381	6.7

Consolidated Statements of Cash Flows

	1st Half FY 2005	1st Half FY 2004	Year Ended FY2004
	(April 1,2005 through September 30,2005)	(April 1,2004 through September 30,2004)	(April 1,2004 through March 31,2005)
	Million yen	Million yen	Million yen
I Net cash provided by operating activities	18,397	8,978	20,607
II Investing activities	△ 6,857	△ 7,990	△8,437
III Financing activities	△ 4,565	466	△207
IV Foreign currency translation adjustments on cash and cash	145	△ 5	△37
V Net increase(decrease)in cash and cash equivalents	7,118	1,448	11,925
VI Cash and cash equivalents, beginning of year	56,359	44,434	44,434
VII Net increase(decrease) in cash and cash equivalents due to change in subsidiaries' year-	371	—	—
VIII Cash and cash equivalents, end of year	63,849	45,882	56,359