

FY2006 Non-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 |
| Interim Dividend System : | Yes |
| Unit Stock System : | Yes(1 unit; 100 Shares) |

1. Results of the First Half Ended September 30, 2005

(1) Non-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 | 80,908 | △ 2.9 | 5,766 | △ 7.5 | 8,428 | △ 0.3 |
| 1st half FY 2004 | 83,346 | 4.8 | 6,231 | △ 7.9 | 8,457 | △ 7.2 |
| Year Ended FY2004 | 165,132 | 0.2 | 10,358 | △ 29.3 | 14,775 | △ 20.8 |

| | Net income | | Net income Per share-basic | |
|-------------------|-------------|--------|-------------------------------|--|
| | Million yen | % | Yen | |
| 1st half FY 2005 | 5,560 | 12.0 | 84.02 | |
| 1st half FY 2004 | 4,962 | △ 15.6 | 74.66 | |
| Year Ended FY2004 | 9,434 | △ 19.1 | 140.57 | |

(Notes) 1: Average number of shares during the term shares

1st half FY2005 66,176,856 shares

1st half FY2004 66,474,413 shares

Year Ended FY2004 66,473,685 shares

2: Changes in accounting methods: None

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

(2) Dividends status

| | Interim dividends | Year-end dividends |
|-------------------|----------------------|-----------------------|
| | Yen | Yen |
| 1st half FY 2005 | 16.00 | - |
| 1st half FY 2004 | 15.00 | - |
| Year Ended FY2004 | - | 30.00 |

(3) Non-consolidated financial position

| | Total assets | Shareholders' equity | Ratio of shareholder' equity | shareholder' equity per share |
|-------------------|--------------|----------------------|---------------------------------|----------------------------------|
| | Million yen | Yen | % | Yen |
| 1st half FY 2005 | 140,399 | 109,688 | 78.1 | 1,677.93 |
| 1st half FY 2004 | 136,702 | 104,795 | 76.7 | 1,576.50 |
| Year Ended FY2004 | 139,884 | 108,805 | 77.8 | 1,635.50 |

(Notes) 1: Number of shares outstanding at year-end

1st half FY2005 65,371,475 shares
 1st half FY2004 66,473,626 shares
 Year Ended FY2004 66,472,140 shares
 2: Number of treasury stock-at cost at year-end
 1st half FY2005 3,610,116 shares
 1st half FY2004 2,507,965 shares
 Year Ended FY2004 2,509,451 shares

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

(April 1, 2005 through March 31, 2006)

| | Net Sales | Operating Income | Ordinary Income | Annual Cash dividends per share | |
|---------|-------------|------------------|-----------------|---------------------------------|-------|
| | | | | Year-end dividends | |
| | Million yen | Million yen | Million yen | Yen | Yen |
| FY 2005 | 169,000 | 13,500 | 9,100 | 16.00 | 32.00 |

Reference: Forecast net income per share for the 2005 fiscal year: 137.47yen

(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.

Non 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 | 77,758 | 55.4 | 67,415 | 49.3 | 72,961 | 52.2 |
| II FIXED ASSETS | 62,640 | 44.6 | 69,287 | 50.7 | 66,922 | 47.8 |
| Net property, plant and equipment | 6,937 | 4.9 | 9,612 | 7.0 | 6,935 | 5.0 |
| Software and Intangibles | 1,999 | 1.4 | 2,415 | 1.8 | 2,284 | 1.6 |
| Investments and Other Assets | 53,704 | 38.3 | 57,259 | 41.9 | 57,702 | 41.1 |
| TOTAL | 140,399 | 100.0 | 136,702 | 100.0 | 139,884 | 100.0 |
| (LIABILITIES) | | | | | | |
| I CURRENT LIABILITIES | 23,988 | 17.1 | 25,453 | 18.6 | 24,414 | 17.4 |
| II LONG-TERM LIABILITIES | 6,721 | 4.8 | 6,454 | 4.7 | 6,664 | 4.8 |
| TOTAL LIABILITIES | 30,710 | 21.9 | 31,907 | 23.3 | 31,078 | 22.2 |
| (SHAREHOLDERS' EQUITY) | | | | | | |
| TOTAL SHAREHOLDERS' EQUITY | 109,688 | 78.1 | 104,795 | 76.7 | 108,805 | 77.8 |
| TOTAL | 140,399 | 100.0 | 136,702 | 100.0 | 139,884 | 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 | 80,908 | 100.0 | 83,346 | 100.0 | 165,132 | 100.0 |
| II COST OF SALES | 50,351 | 62.2 | 52,942 | 63.5 | 104,898 | 63.5 |
| Gross profit | 30,557 | 37.8 | 30,403 | 36.5 | 60,234 | 36.5 |
| III SELLING, GENERAL AND ADMINISTRATIVE EXPENSES | 24,790 | 30.7 | 24,172 | 29.0 | 49,875 | 30.2 |
| Operating income | 5,766 | 7.1 | 6,231 | 7.5 | 10,358 | 6.3 |
| IV NON-OPERATING INCOME | 2,746 | 3.4 | 2,306 | 2.7 | 4,563 | 2.7 |
| V NON-OPERATING EXPENSES | 84 | 0.1 | 80 | 0.1 | 147 | 0.1 |
| Ordinary income | 8,428 | 10.4 | 8,457 | 10.1 | 14,775 | 8.9 |
| VI EXTRAORDINARY INCOME | 853 | 1.1 | 2,215 | 2.7 | 3,411 | 2.1 |
| VII EXTRAORDINARY LOSSES | 1,366 | 1.7 | 3,264 | 3.9 | 5,298 | 3.2 |
| Income before Income taxes | 7,915 | 9.8 | 7,407 | 8.9 | 12,888 | 7.8 |
| Income Taxes - Current | 2,997 | 3.7 | 1,898 | 2.3 | 2,252 | 1.4 |
| Income Taxes - Deferred | △ 642 | △ 0.8 | 546 | 0.6 | 1,200 | 0.7 |
| Net income | 5,560 | 6.9 | 4,962 | 6.0 | 9,434 | 5.7 |
| Unappropriated retained earnings—carried forward | 3,667 | | 3,052 | | 3,052 | |
| Reversal of Land revaluation difference | — | | 148 | | 1,743 | |
| Interim cash dividends | — | | — | | 997 | |
| Unappropriated retained earnings at end of year | 9,227 | | 7,867 | | 9,747 | |