

## FY2006 Consolidated Financial Results (Unaudited) for the Third Quarter Ended December 31, 2005

(April 1, 2005 through December 31, 2005)

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

January 31, 2006

<b>Listed Company Name :</b>	<b>Unicharm Corporation</b>
<b>Listing :</b>	<b>First Section, Tokyo Stock Exchange in Japan</b>
<b>Code Number :</b>	<b>8113</b>
<b>Location of The Head Office :</b>	<b>Ehime Prefecture</b>
<b>URL :</b>	<b>http://www.unicharm.co.jp</b>
<b>Company Representative :</b>	<b>Takahisa Takahara , President and Chief Executive Officer</b>
<b>Contact Person :</b>	<b>Norizumi Yoshihara , Senior Executive Officer</b>
<b>Telephone Number :</b>	<b>(03) 3447 - 5111</b>
<b>Date of Board of Director's meeting to approve financial statement :</b>	<b>Tuesday , January 31, 2006</b>
<b>U.S. Accounting Standards :</b>	<b>Not Applied</b>

### 1. Consolidated Results for the Third Quarter Ended December 31, 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	%
3rd Q FY 2005	200,989	8.0	21,184	△ 4.4	21,839	△ 3.0
3rd Q FY 2004	186,019	2.3	22,164	△ 10.3	22,512	△ 11.3
Year Ended FY2004	246,050		27,284		27,978	

	Net income		Net income Per share-basic		Net income Per share-diluted	
	Million yen	%	Yen	Yen	Yen	Yen
3rd Q FY 2005	11,899	△ 7.9	180.55		180.11	
3rd Q FY 2004	12,913	△ 1.9	194.26		192.80	
Year Ended FY2004	16,381		244.25		242.69	

1: 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
3rd Q FY 2005	235,725	147,227	62.5	2,252.18
3rd Q FY 2004	211,779	134,614	63.6	2,025.10
Year Ended FY2004	215,365	137,696	63.9	2,069.30

#### (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
3rd Q FY 2005	22,720	△ 10,998	△ 6,400	62,362
3rd Q FY 2004	11,723	△ 10,144	1,128	47,207
Year Ended FY2004	20,607	△ 8,437	△ 207	56,359

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

(April 1, 2005 through March 31, 2006)

	Net Sales	Ordinary Income	Net Income
	Million yen	Million yen	Million yen
Full Year	257,000	28,400	14,000

Reference : Consolidated Projected 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

	3rd quarter FY 2005 (As of December 31,2005)		3rd quarter FY 2004 (As of December 31,2004)		Year Ended FY2004 (As of March 31,2005)	
	Million yen	%	Million yen	%	Million yen	%
(ASSETS)						
I CURRENT ASSETS	125,210	53.1	94,699	44.7	104,657	48.6
II FIXED ASSETS	110,515	46.9	117,079	55.3	110,707	51.4
Net property,plant and equipment	73,073	31.0	77,925	36.8	72,798	33.8
Software and Intangibles	1,938	0.8	2,552	1.2	2,337	1.1
Investments and Other Assets	35,503	15.1	36,601	17.3	35,571	16.5
TOTAL	235,725	100.0	211,779	100.0	215,365	100.0
(LIABILITIES)						
I CURRENT LIABILITIES	66,490	28.2	59,543	28.1	59,745	27.7
II LONG-TERM LIABILITIES	11,066	4.7	8,656	4.1	8,776	4.1
TOTAL LIABILITIES	77,557	32.9	68,200	32.2	68,522	31.8
MINORITY INTERESTS	10,940	4.6	8,964	4.2	9,146	4.3
(SHAREHOLDERS' EQUITY)						
TOTAL SHAREHOLDERS' EQUITY	147,227	62.5	134,614	63.6	137,696	63.9
TOTAL	235,725	100.0	211,779	100.0	215,365	100.0

## Consolidated Statements of Income

	3rd quarter FY 2005 (April 1,2005 through December 31,2005)		3rd quarter FY 2004 (April 1,2004 through December 31,2004)		Year Ended FY2004 (April 1,2004 through March 31,2005)	
	Million yen	%	Million yen	%	Million yen	%
I NET SALES	200,989	100.0	186,019	100.0	246,050	100.0
II COST OF SALES	113,621	56.5	103,174	55.5	137,341	55.8
Gross profit	87,368	43.5	82,844	44.5	108,709	44.2
III SELLING,GENERAL AND ADMINISTRATIVE EXPENSES	66,183	33.0	60,680	32.6	81,424	33.1
Operating income	21,184	10.5	22,164	11.9	27,284	11.1
IV NON-OPERATING INCOME	1,333	0.7	1,089	0.6	1,639	0.7
V NON-OPERATING EXPENSES	678	0.3	741	0.4	945	0.4
Ordinary income	21,839	10.9	22,512	12.1	27,978	11.4
VI EXTRAORDINARY INCOME	1,072	0.5	4,308	2.3	5,627	2.3
VII EXTRAORDINARY LOSSES	586	0.3	3,841	2.1	5,009	2.1
Income before Income taxes	22,326	11.1	22,979	12.3	28,597	11.6
Income Taxes	8,975	4.5	8,702	4.7	10,647	4.3
Minority interests in net income	1,451	0.7	1,363	0.7	1,567	0.6
Net income	11,899	5.9	12,913	6.9	16,381	6.7

## Consolidated Statements of Cash Flows

	3rd quarter FY 2005	3rd quarter FY 2004	Year Ended FY2004
	(April 1,2005 through December 31,2005)	(April 1,2004 through December 31,2004)	(April 1,2004 through March 31,2005)
	Million yen	Million yen	Million yen
I Net cash provided by operating activities	22,720	11,723	20,607
II Investing activities	△ 10,998	△ 10,144	△ 8,437
III Financing activities	△ 6,400	1,128	△ 207
IV Foreign currency translation adjustments on cash and cash equivalents	309	66	△ 37
V Net increase(decrease) in cash and cash equivalents	5,631	2,773	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-ends	371	—	—
VIII Cash and cash equivalents, end of year	62,362	47,207	56,359