

CONSOLIDATED FINANCIAL RESULTS
for the first nine months of fiscal year ending 31 March 2008
(1 April 2007 through 31 December 2007)

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

31 January 2008

Company name : **JANOME SEWING MACHINE CO., LTD.**
 Stock exchange on which the shares are listed : Tokyo, Japan (First Section)
 Securities code : 6445
 URL : <http://www.janome.co.jp>
 Representative : Name: Sumikazu Kato
 Title: President
 Contact person : Name: Kengo Seki
 Title: Managing Director in charge of Administration Operations
 Phone: +81 3 3277 2111

(Amounts less than one million yen are rounded down.)

1. Consolidated results (1 April 2007 through 31 December 2007)

(1) Consolidated financial results % of change from the corresponding period of the preceding year

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
9 months ended								
31 December 2007	35,886	(0.2)	842	(48.1)	572	(62.1)	(149)	--
31 December 2006	35,963	(2.4)	1,621	(30.0)	1,510	(28.3)	641	(60.7)
(Ref) FY ended Mar'07	48,729	--	1,985	--	1,871	--	461	--

	Net income per share - basic	Net income per share - diluted
9 months ended	yen	yen
31 December 2007	0.77	--
31 December 2006	3.30	3.29
(Ref) FY ended Mar'07	2.37	2.36

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
9 months ended	Million yen	Million yen	%	yen
31 December 2007	61,822	21,556	33.6	107.57
31 December 2006	61,297	22,311	35.4	114.31
(Ref) FY ended Mar'07	59,553	22,373	36.4	111.05

(3) Consolidated cash flow position

	Operating activities	Investing activities	Financing activities	Cash & cash equivalents
9 months ended	Million yen	Million yen	Million yen	Million yen
31 December 2007	356	(1,854)	2,251	3,929
31 December 2006	313	(2,389)	49	3,982
(Ref) FY ended Mar'07	1,617	(2,110)	(2,417)	3,067

2. Cash dividends

	Cash dividends per share
(Record Date)	31 December
9 months ended	yen
31 December 2006	--
31 December 2007	--

[Ref.] 3. Forecast of consolidated results for fiscal year ending 31 March 2008

(1 April 2007 through 31 March 2008)

% of change from the corresponding period of the preceding year

	Net sales		Operating income		Ordinary income		Net income	
Full year	Million yen	%	Million yen	%	Million yen	%	Million yen	%
	48,500	(0.5)	1,200	(39.5)	800	(57.2)	(700)	--

	Net Income per share - basic
Full year	yen
	(3.61)

4. Others

(1) Changes in significant subsidiaries during this period : None

(Changes in specified subsidiaries resulting in changes in scope of consolidation)

(2) Adoption of simplified accounting methods : Yes

(3) Change of accounting method since the most recent consolidated fiscal year : None

(Ref.) Overview of non-consolidated results

(Amounts less than one million yen are rounded down.)

1. Non-consolidated results (1 April 2007 through 31 December 2007)

(1) Non-consolidated financial results

% of change from the corresponding period of the preceding year

	Net sales		Operating income		Ordinary income		Net income	
9 months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
31 December 2007	26,825	(5.5)	446	(41.5)	674	(54.0)	102	(88.3)
31 December 2006	28,377	(3.0)	762	(44.3)	1,465	(31.2)	875	(57.2)
(Ref) FY ended Mar'07	37,366	--	1,104	--	2,057	--	973	--

	Net income per share - basic	Net income per share - diluted
9 months ended	yen	yen
31 December 2007	0.53	--
31 December 2006	4.50	4.49
(Ref) FY ended Mar'07	5.00	4.99

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
9 months ended	Million yen	Million yen	%	yen
31 December 2007	52,778	16,964	32.1	87.75
31 December 2006	53,543	17,567	32.8	90.01
(Ref) FY ended Mar'07	51,446	17,664	34.3	90.51

[Ref.] 2. Forecast of non-consolidated results for fiscal year ending 31 March 2008

(1 April 2007 through 31 March 2008)

% of change from the corresponding period of the preceding year

	Net sales		Operating income		Ordinary income		Net income	
Full year	Million yen	%	Million yen	%	Million yen	%	Million yen	%
	35,500	(5.0)	650	(41.1)	1,600	(22.2)	450	(53.8)

	Net income per share - basic
Full year	yen
	2.32

[Cautionary statement with respect to forward-looking statements]

1. Forecast of the consolidated results as well as non-consolidated results for fiscal year ending 31st March 2008, announced on 14th November 2007, is amended in this report.

2. The forward-looking statements including the forecasts for the results stated in this report have been prepared according to the best judgment of our company on the basis of currently available information. Actual performance may be materially different from any forecasts contained in this report due to any number of factors.

Consolidated Balance Sheets

JANOME SEWING MACHINE CO., LTD. AND ITS CONSOLIDATED SUBSIDIARIES

(Unit: Million yen, %)

	9 months ended		Increase (Decrease)	(Ref) FY ended %	31 Mar 2007 Million yen
	31 Dec 2007	31 Dec 2006			
	Million yen	Million yen	Million yen	%	Million yen
(ASSETS)					
I Current assets					
Cash on hand and in banks	4,630	4,588	42	0.9	3,885
Notes and accounts receivable	9,319	9,947	(627)	(6.3)	9,005
Inventories	8,645	8,401	244	2.9	8,737
Other current assets	3,072	3,669	(597)	(16.3)	2,304
Total current assets	25,668	26,607	(939)	(3.5)	23,932
II Fixed assets					
Tangible fixed assets	26,303	23,750	2,553	10.7	24,628
Intangible fixed assets	2,166	1,990	175	8.8	2,292
Investments and other assets	7,683	8,948	(1,265)	(14.1)	8,700
Total fixed assets	36,153	34,689	1,463	4.2	35,620
TOTAL ASSETS	61,822	61,297	524	0.9	59,553
(LIABILITIES)					
I Current liabilities					
Notes and accounts payable	4,767	4,163	604	14.5	4,677
Short-term borrowings	12,197	10,613	1,583	14.9	8,086
Current portion of short-term bond	1,300	250	1,050	420.0	1,250
Other current liabilities	3,307	3,355	(48)	(1.4)	3,149
Total current liabilities	21,573	18,382	3,190	17.4	17,162
II Fixed liabilities					
Bonds and notes	1,800	3,100	(1,300)	(41.9)	2,100
Long-term borrowings	6,377	6,846	(469)	(6.9)	7,328
Other fixed liabilities	10,515	10,656	(140)	(1.3)	10,589
Total fixed liabilities	18,692	20,602	(1,910)	(9.3)	20,017
TOTAL LIABILITIES	40,265	38,985	1,279	3.3	37,179
(NET ASSETS)					
I Shareholders equity					
Common stock	11,372	11,372	--	--	11,372
Capital surplus	823	823	0	0.0	823
Retained earnings	4,726	5,446	(719)	(13.2)	5,266
Treasury stock, at cost	(324)	(4)	(320)	--	(4)
Total shareholders equity	16,598	17,638	(1,040)	(5.9)	17,457
II Difference from revaluation and translation adjustments					
Difference from revaluation of other marketable securities	56	140	(83)	(59.4)	146
Gain (loss) on deferred hedge	(5)	--	(5)	--	(2)
Difference from revaluation of land	4,369	4,369	--	--	4,369
Foreign currency translation adjustments	(222)	(466)	243	--	(296)
Total of difference from revaluation and translation adjustments	4,197	4,043	154	3.8	4,216
III Minority interest share	760	629	130	20.7	699
TOTAL NET ASSETS	21,556	22,311	(755)	(3.4)	22,373
TOTAL OF LIABILITIES AND NET ASSETS	61,822	61,297	524	0.9	59,553

Note: Amounts less than one million yen are rounded down.

Consolidated Statements of Income

JANOME SEWING MACHINE CO., LTD. AND ITS CONSOLIDATED SUBSIDIARIES

	9 months ended		Increase (Decrease)	(Unit: Million yen, %)	
	31 Dec 2007	31 Dec 2006		(Ref) FY ended	31 Mar 2007
	Million yen	Million yen	Million yen	%	Million yen
I Net sales	35,886	35,963	(76)	(0.2)	48,729
II Cost of sales	19,668	18,853	815	4.3	25,584
Gross profit	16,217	17,110	(892)	(5.2)	23,144
III Selling, general and administrative expenses	15,375	15,488	(112)	(0.7)	21,159
Operating income	842	1,621	(779)	(48.1)	1,985
IV Other income	274	421	(146)	(34.9)	553
V Other expenses	544	532	11	2.2	667
Ordinary profit	572	1,510	(938)	(62.1)	1,871
VI Extraordinary profit	96	468	(371)	(79.4)	473
VII Extraordinary loss	316	220	95	43.5	605
Income before income taxes and minority interest	352	1,758	(1,405)	(80.0)	1,740
Income taxes	475	1,083	(608)	(56.2)	1,244
Minority interest	26	32	(6)	(20.0)	34
Net income	(149)	641	(790)	--	461

Note: Amounts less than one million yen are rounded down.

Consolidated Statements of Shareholders Equity

JANOME SEWING MACHINE CO., LTD. AND ITS CONSOLIDATED SUBSIDIARIES

9 months ended 31 December 2007 (1 April 2007 through 31 December 2007)

Unit: Million yen

	Shareholders Equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total
Balances at 31 March 2007	11,372	823	5,266	(4)	17,457
Increase/Decrease					
1. Cash dividends			(390)		(390)
2. Net income			(149)		(149)
3. Repurchase of treasury stock				(320)	(320)
4. Sale of treasury stock		0		0	0
5. Increase/Decrease other than shareholders equity (net amount)					--
Total increase/decrease	--	0	(539)	(320)	(859)
Balances at 31 December 2007	11,372	823	4,726	(324)	16,598

Unit: Million yen

	Difference from Revaluation and Translation Adjustments					Minority interest share	Total net assets
	Revaluation of other marketable securities	Gain (loss) on deferred hedge	Revaluation of land	Foreign currency translation adjustments	Total difference		
Balances at 31 March 2007	146	(2)	4,369	(296)	4,216	699	22,373
Increase/Decrease							
1. Cash dividends						(4)	(394)
2. Net income						26	(122)
3. Repurchase of treasury stock							(320)
4. Sale of treasury stock							0
5. Increase/Decrease other than shareholders equity (net amount)	(89)	(3)	--	73	(18)	39	20
Total increase/decrease	(89)	(3)	--	73	(18)	60	(817)
Balances at 31 December 2007	56	(5)	4,369	(222)	4,197	760	21,556

Note: Amounts less than one million yen are rounded down.

Consolidated Statements of Cash Flows

JANOME SEWING MACHINE CO., LTD. AND ITS CONSOLIDATED SUBSIDIARIES

(Unit: Million yen)

	9 months ended		(Ref) FY ended
	31 Dec 2007	31 Dec 2006	31 Mar 2007
	Million yen	Million yen	Million yen
I Cash flows from operating activities			
Net income before income taxes and minority interest	352	1,758	1,740
Depreciations	816	785	1,113
Interest and dividend income	(65)	(77)	(111)
Interest payment	346	319	435
Increase/decrease in accounts receivable	(370)	(296)	1,057
Increase/decrease in inventories	78	(888)	(1,003)
Increase/decrease in accounts payable	101	109	169
Others	(50)	(762)	(567)
Sub total	1,208	946	2,834
Interest and dividend received	66	78	108
Interest paid	(349)	(307)	(414)
Payment for income taxes	(453)	(404)	(626)
Others	(115)	--	(284)
Net cash generated by operating activities	356	313	1,617
II Cash flows from investing activities			
Expenditures for purchase of tangible fixed assets	(2,243)	(1,174)	(1,907)
Others	389	(1,214)	(203)
Net cash generated by investing activities	(1,854)	(2,389)	(2,110)
III Cash flows from financing activities			
Net increase/decrease in short-term borrowings	4,568	3,771	1,963
Proceeds from long-term borrowings	--	5,800	6,616
Expenditures for repayment of long-term debts	(1,327)	(8,188)	(9,663)
Others	(989)	(1,333)	(1,333)
Net cash used for financing activities	2,251	49	(2,417)
IV Effect of exchange rate changes on cash and cash equivalents	108	60	29
V Increase/decrease in cash and cash equivalents	861	(1,965)	(2,880)
VI Cash and cash equivalents at beginning of this period	3,067	5,947	5,947
VII Cash and cash equivalents at end of this period	3,929	3,982	3,067

Note: Amounts less than one million yen are rounded down.

Consolidated Segment Information

JANOME SEWING MACHINE CO., LTD. AND ITS CONSOLIDATED SUBSIDIARIES

[Operating results by segment]

9 months ended 31 December 2007 (1 April 2007 through 31 December 2007)

(Unit: Million yen)

	Home use sewing machines	Industrial equipment	EDP and other services	24-Hour Clean Bath systems	Total	Intersegment elimination or corporate	Consolidated
Net sales							
(1) Net sales to external customers	26,960	4,063	3,283	1,578	35,886	--	35,886
(2) Intersegment sales or transfers	42	852	970	31	1,896	(1,896)	--
Total	27,003	4,916	4,253	1,610	37,783	(1,896)	35,886
Operating expenses	26,573	4,585	4,142	1,617	36,919	(1,874)	35,044
Operating income (loss)	429	330	111	(7)	864	(21)	842

9 months ended 31 December 2006 (1 April 2006 through 31 December 2006)

(Unit: Million yen)

	Home use sewing machines	Industrial equipment	EDP and other services	24-Hour Clean Bath systems	Total	Intersegment elimination or corporate	Consolidated
Net sales							
(1) Net sales to external customers	26,801	3,467	3,787	1,906	35,963	--	35,963
(2) Intersegment sales or transfers	38	834	792	35	1,701	(1,701)	--
Total	26,839	4,302	4,580	1,942	37,664	(1,701)	35,963
Operating expenses	25,577	4,129	4,428	1,922	36,058	(1,716)	34,341
Operating income (loss)	1,261	172	152	19	1,605	15	1,621

(Ref.) Fiscal year ended 31 March 2007 (1 April 2006 through 31 March 2007)

(Unit: Million yen)

	Home use sewing machines	Industrial equipment	EDP and other services	24-Hour Clean Bath systems	Total	Intersegment elimination or corporate	Consolidated
Net sales							
(1) Net sales to external customers	36,448	4,685	5,125	2,470	48,729	--	48,729
(2) Intersegment sales or transfers	51	1,259	1,063	45	2,419	(2,419)	--
Total	36,499	5,944	6,188	2,515	51,148	(2,419)	48,729
Operating expenses	35,056	5,570	6,070	2,487	49,185	(2,441)	46,744
Operating income	1,443	373	118	28	1,963	21	1,985

Note: Major products in each business segment are as follows:

- | | | |
|--------------------------------|-------|--|
| (1) Home use sewing machines | | Home use sewing machines and sewing-related products/accessories |
| (2) Industrial equipment | | Industrial robots, electro-press machines and die-cast products/plastic parts |
| (3) EDP and other services | | IT software/electronic data processing services, real estate, maintenance services and restaurant operations |
| (4) 24-Hour Clean Bath systems | | 24-Hour Clean Bath and water ionizer |

[Geographic information]

9 months ended 31 December 2007 (1 April 2007 through 31 December 2007)

(Unit: Million yen)

	Japan	North America	South and East Asia	Other regions	Total	Intersegment elimination or corporate	Consolidated
Net sales							
(1) Net sales to external customers	22,787	7,429	518	5,151	35,886	--	35,886
(2) Intersegment sales or transfers	9,037	--	13,685	48	22,772	(22,772)	--
Total	31,824	7,429	14,204	5,200	58,658	22,772	35,886
Operating expenses	31,476	7,529	13,776	5,009	57,792	(22,747)	35,044
Operating income (loss)	348	(99)	427	190	866	(24)	842

9 months ended 31 December 2006 (1 April 2006 through 31 December 2006)

(Unit: Million yen)

	Japan	North America	South and East Asia	Other regions	Total	Intersegment elimination or corporate	Consolidated
Net sales							
(1) Net sales to external customers	24,294	7,605	492	3,571	35,963	--	35,963
(2) Intersegment sales or transfers	8,742	--	13,939	--	22,682	(22,682)	--
Total	33,037	7,605	14,432	3,571	58,646	(22,682)	35,963
Operating expenses	32,071	7,467	14,077	3,450	57,066	(22,724)	34,341
Operating income	965	138	354	120	1,579	41	1,621

(Ref.) Fiscal year ended 31 March 2007 (1 April 2006 through 31 March 2007)

(Unit: Million yen)

	Japan	North America	South and East Asia	Other regions	Total	Intersegment elimination or corporate	Consolidated
Net sales							
(1) Net sales to external customers	32,030	10,236	709	5,752	48,729	--	48,729
(2) Intersegment sales or transfers	11,643	--	19,406	251	31,301	(31,301)	--
Total	43,674	10,236	20,116	6,003	80,030	(31,301)	48,729
Operating expenses	42,439	10,122	19,638	5,812	78,012	(31,268)	46,744
Operating income	1,235	113	477	191	2,018	(32)	1,985

Notes:

1. Countries or regional analyses are presented, based on geographic contiguity.

2. Major countries or regions are as follows:

- (1) North America U.S.A., Canada
- (2) South and East Asia R.O.C. (Taiwan), Thailand
- (3) Other regions U.K., Netherlands, Switzerland, Australia, New Zealand, Chile

[Overseas sales by region]

9 months ended 31 December 2007 (1 April 2007 through 31 December 2007) (Unit: Million yen)

	North America	Europe	Other regions	Total
I Overseas sales	8,036	8,164	5,820	22,020
II Consolidated sales				35,886
III Ratio of overseas sales to consolidated sales	22.4%	22.8%	16.2%	61.4%

9 months ended 31 December 2006 (1 April 2006 through 31 December 2006) (Unit: Million yen)

	North America	Europe	Other regions	Total
I Overseas sales	8,266	7,330	4,772	20,370
II Consolidated sales				35,963
III Ratio of overseas sales to consolidated sales	23.0%	20.4%	13.3%	56.6%

(Ref.) Fiscal year ended 31 March 2007 (1 April 2006 through 31 March 2007) (Unit: Million yen)

	North America	Europe	Other regions	Total
I Overseas sales	11,007	10,588	6,482	28,079
II Consolidated sales				48,729
III Ratio of overseas sales to consolidated sales	22.6%	21.7%	13.3%	57.6%

Notes:

1. Countries or regional analyses are presented, based on geographic contiguity.
2. Major countries or regions are as follows:
 - (1) North America U.S.A., Canada
 - (2) Europe U.K., Netherlands, Germany, Switzerland
 - (3) Other regions South and East Asia, Oceania, Middle East, Africa, Central and South America
3. Overseas sales are presented, excluding consolidated sales in domestic Japan.