



Interim Financial Results for FYE 2006

ALSO

November 17, 2005

Contents

Section 1

Summary of Interim Financial Results	2
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Section 2

Financial Forecast for FYE 2006	16
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Section 3

Home Security	19
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Section 4

New Products	22
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Section 1

Summary of Interim Financial Results

Summary of Profits and Losses

(Unit:¥ billion)	2Q FYE3/06	2Q FYE3/05	Change s	Ratio(%)
S a l e s	131.5	126.2	5.3	4.3
Gross profit	32.6	31.3	1.3	4.0
Operating i n c o m e	4.2	4.0	0.1	3.0
R e c u r r i n g p r o f i t	4.9	4.5	0.4	7.7
Net income	1.1	1.1	- 0	- 5.1

Comparison With Business Plan

(Unit:¥ billion)	2Q FYE3/06	Original Plan	Compared to Plan	Achievement Ratio(%)
S a l e s	131.5	131.5	0	100.1
Gross profit	32.6	32.9	- 0.3	98.9
Operating income	4.2	3.8	0.4	109.1
Recurring profit	4.9	4.1	0.7	117.8
Net income	1.1	0.7	0.4	146.6

Sales by Client Industry

(Unit:¥ billion)	2Q FYE3/06 (Ratio%)	2Q FYE3/05 (Ratio%)	Changes Ratio(%)	
F i n a n c i a l i n s t i t u t i o n s	40.1 (30.5%)	39.1 (31.0%)	1.0	2.7
B u s i n e s s c o r p o r a t i o n s	72.9 (55.4%)	69.0 (54.7%)	3.9	5.7
G o v e r n m e n t o f f i c e s	14.8 (11.3%)	15.1 (12.0%)	- 0.3	- 2.3
I n d i v i d u a l s	3.7 (2.8%)	2.9 (2.3%)	0.8	27.4
T o t a l	131.5 (100.0%)	126.2 (100.0%)	5.3	4.3

Electronic Security Services Overview

(Unit:¥ billion) **2Q FYE3/06** 2Q FYE3/05 Changes Ratio(%)

S a l e s	69.0	66.6	2.3	3.6
(R a t i o %)	(52.5%)	(52.8%)		

Number of contracts	417,113	383,741	33,372	8.7
Corporate clients	335,710	319,105	16,605	5.2
Individual clients	81,403	64,636	16,767	25.9

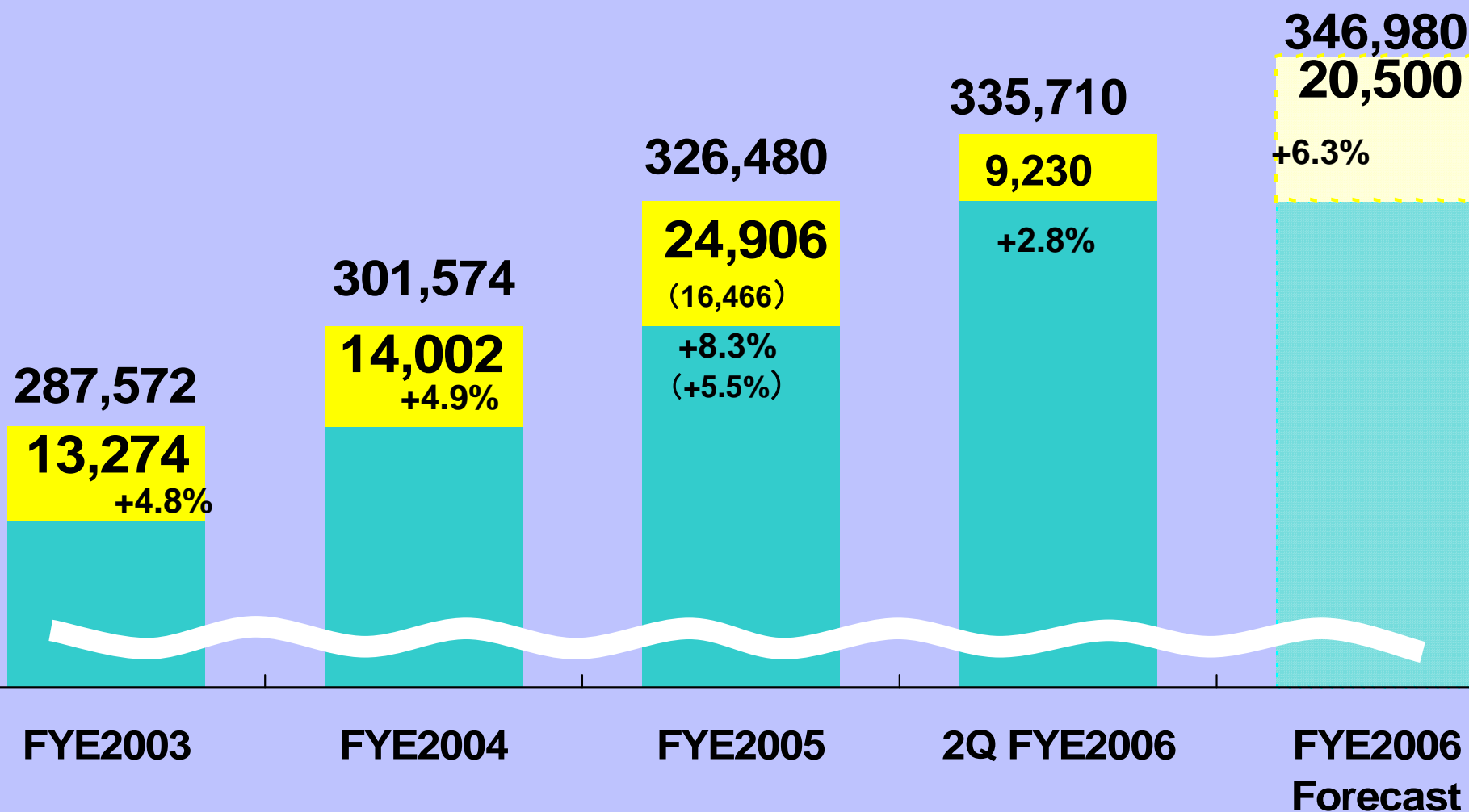
Net growth of corporate clients for 2Q — 9,230 (YOY +1.5%)

Net growth of individual clients for 2Q — 8,203 (YOY +172.3%)

Increase in Contracts of Electronic Security Services

Coporate Clients

Net growth

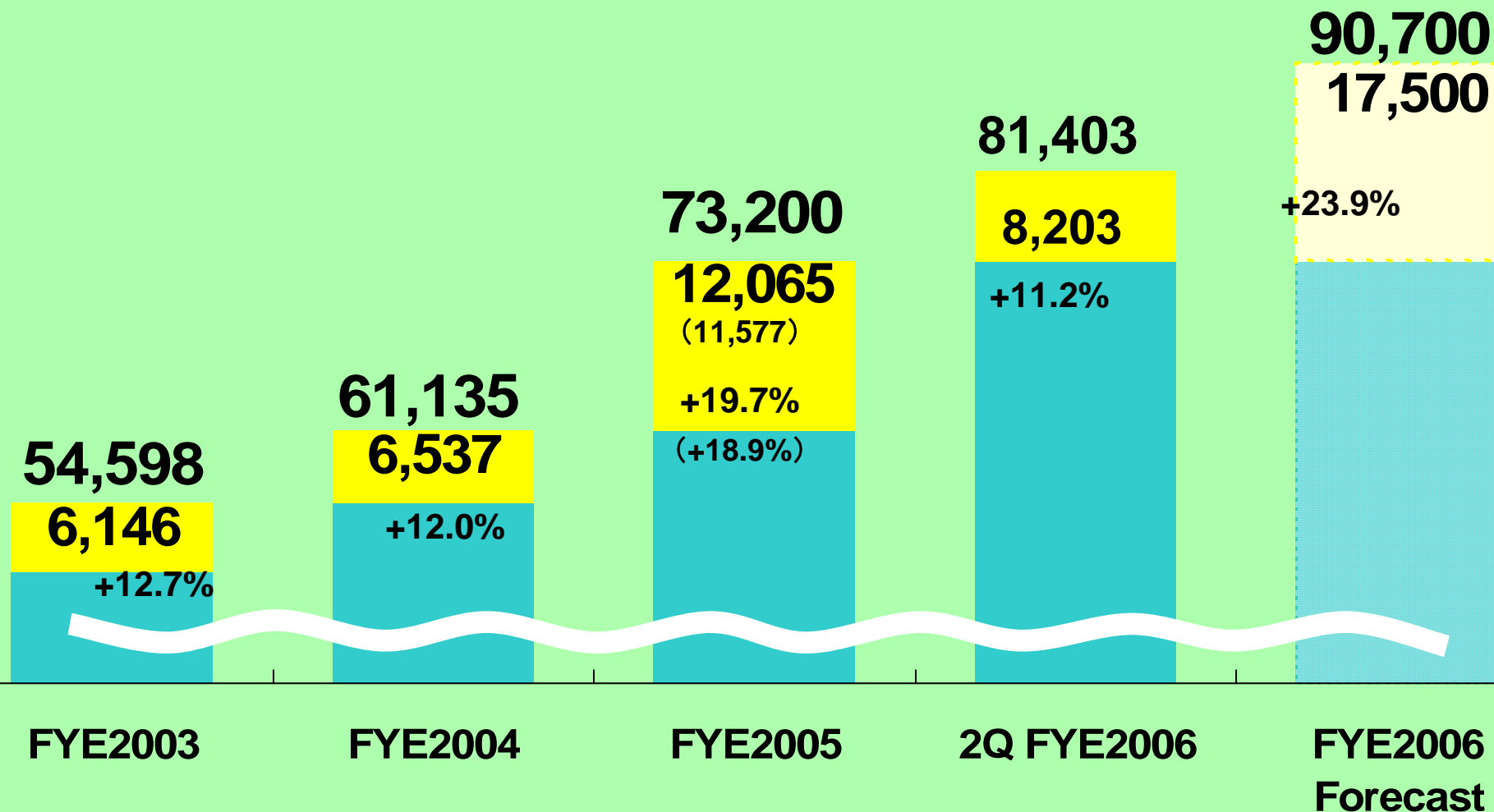


The number stated inside the () is the net growth excluding the numbers of Fukushima Sohgo Security Services Co., Ltd.

Increase in Contracts of Electronic Security Services

Individual Clients

Net growth



The number stated inside the () is the net growth excluding the numbers of Fukushima Sohgo Security Services Co., Ltd.

Stationed Security Services Overview

(Unit:¥ billion)	2Q FYE3/06	2Q FYE3/05	Changes	Ratio(%)
S a l e s	33.3	31.7	1.6	5.0
(R a t i o %)	(25.3%)	(25.2%)		

Number of contracts	2,710	2,637	73	2.8
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- Temporary security needs increased for the EXPO 2005 AICHI JAPAN
- Sales figures are increasing due to the increase in contracts made by shopping centers, universities, etc.

Transportation Security Services Overview

(Unit:¥ billion)	2Q FYE3/06	2Q FYE3/05	Changes	Ratio(%)
S a l e s	21.0	19.7	1.3	6.8
(R a t i o %)	(16.0%)	(15.6%)		

Number of contracts	28,188	24,896	3,292	13.2
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Significant increase in cash deposit machines and convenience-store ATM contracts

Cash deposit machines 600 new contracts (Cumulative total 5,400)

Convenience-store ATMs 450 new contracts (Cumulative total 10,450)

Other Services Overview

(Unit:¥ billion)	2Q FYE3/06	2Q FYE3/05	Changes	Ratio(%)
S a l e s	8.1	8.0	0.1	0.9
(R a t i o %)	(6.1%)	(6.4%)		

Number of contracts	51,511	50,503	1,008	2.0
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Anshin Mate



Security Robot D1



Analysis of Costs

Sales + ¥5.3 billion (YOY +4.3%)

Cost of Sales + ¥4.1 billion

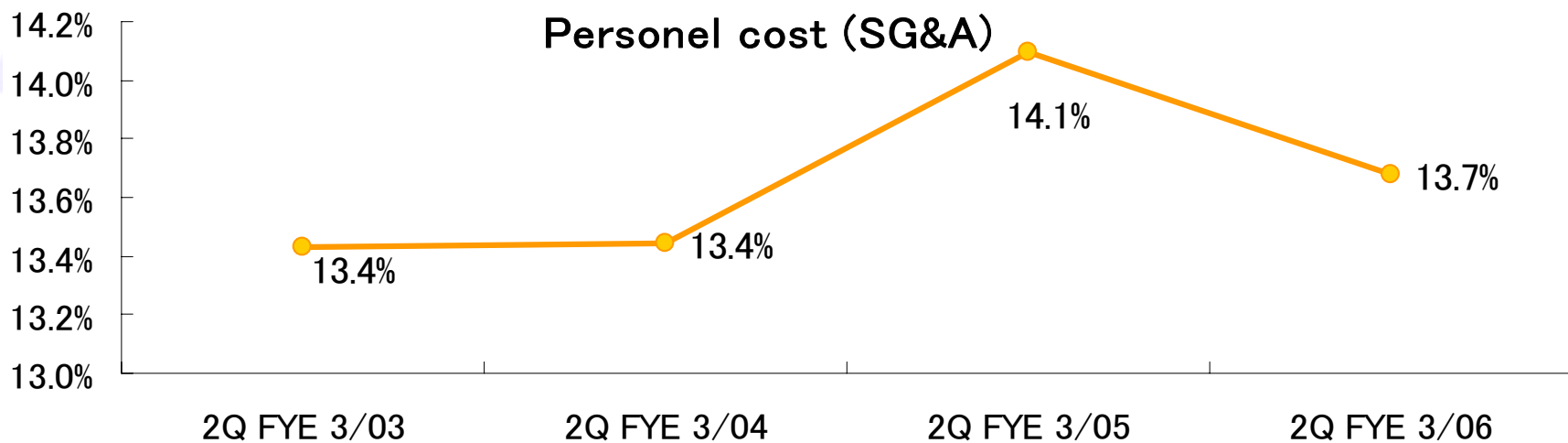
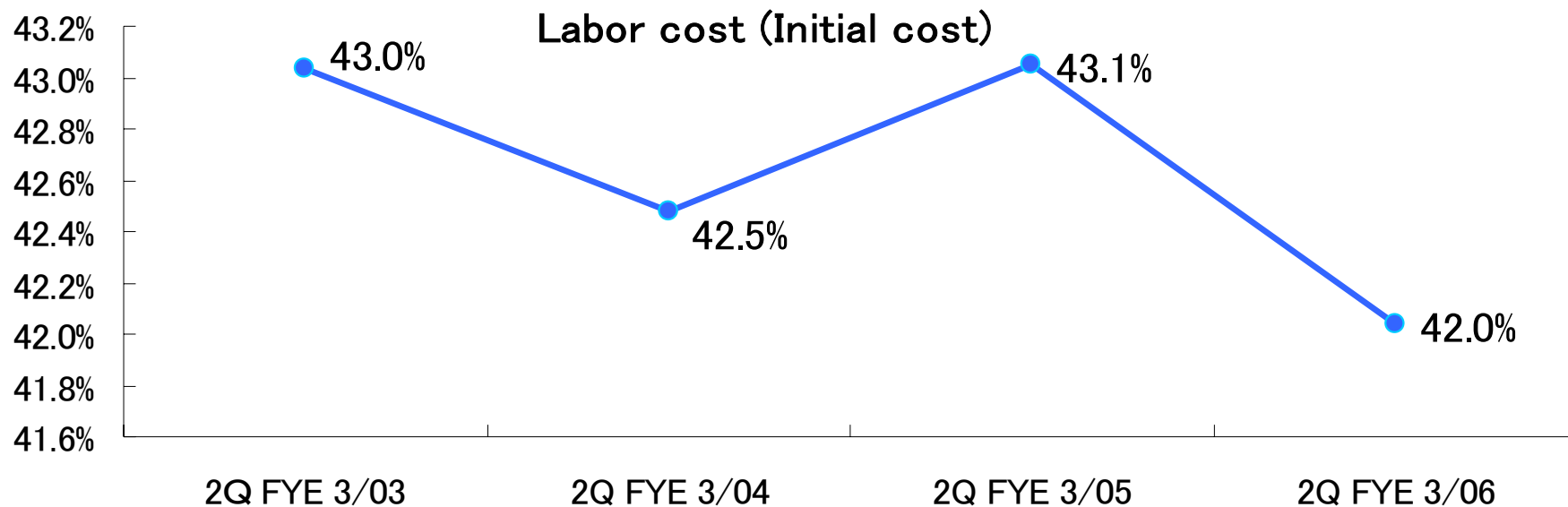
- Labor cost + ¥1.0 billion
- Subcontract cost + ¥1.2 billion
- Cost of products sale + ¥0.8 billion

SG&A + ¥1.1 billion

- Advertising cost + ¥0.5 billion
- Depreciation + ¥0.3 billion

Operating income + ¥0.1 billion

Percentage Against Sales



Others

Number of employees

(Unit: persons)

2Q FYE3/04	2Q FYE3/05	2Q FYE3/06
23,061	24,255	24,813

Capital expenditures

(Unit:¥ billion)

2Q FYE3/04	2Q FYE3/05	2Q FYE3/06
5.2	8.1	6.2

Depreciation

(Unit:¥ billion)

2Q FYE3/04	2Q FYE3/05	2Q FYE3/06
4.8	5.0	5.1

Balance Sheet (Cash for Transportation Security Services)

Current assets ¥146.4 billion

· Cash and deposits	¥87.5 billion
· Advance payment	¥25.3 billion
· Other	¥33.5 billion

Current liabilities ¥81.6 billion

· Short-term borrowings	¥43.5 billion
· Other	¥38.0 billion

Assuming it to exclude cash for Transportation Security Services...

Current assets ¥83.2 billion

· Cash and deposits	¥49.3 billion
· Advance payment	¥0.3 billion
· Other	¥33.5 billion

Current liabilities ¥46.6 billion

· Short-term borrowings	¥8.5 billion
· Other	¥38.0 billion

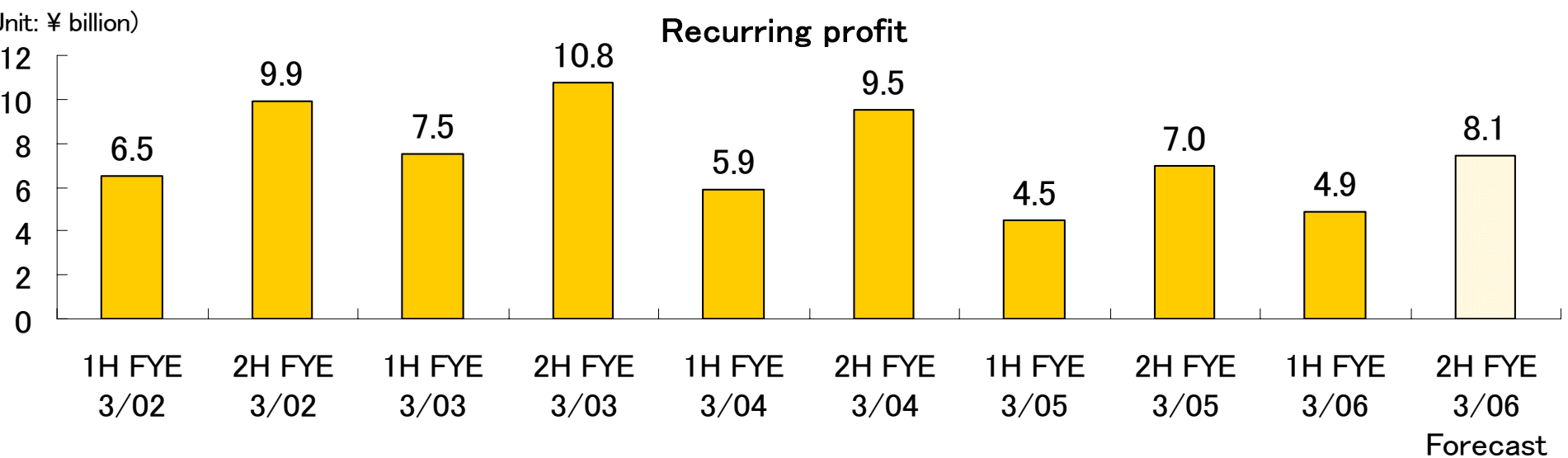
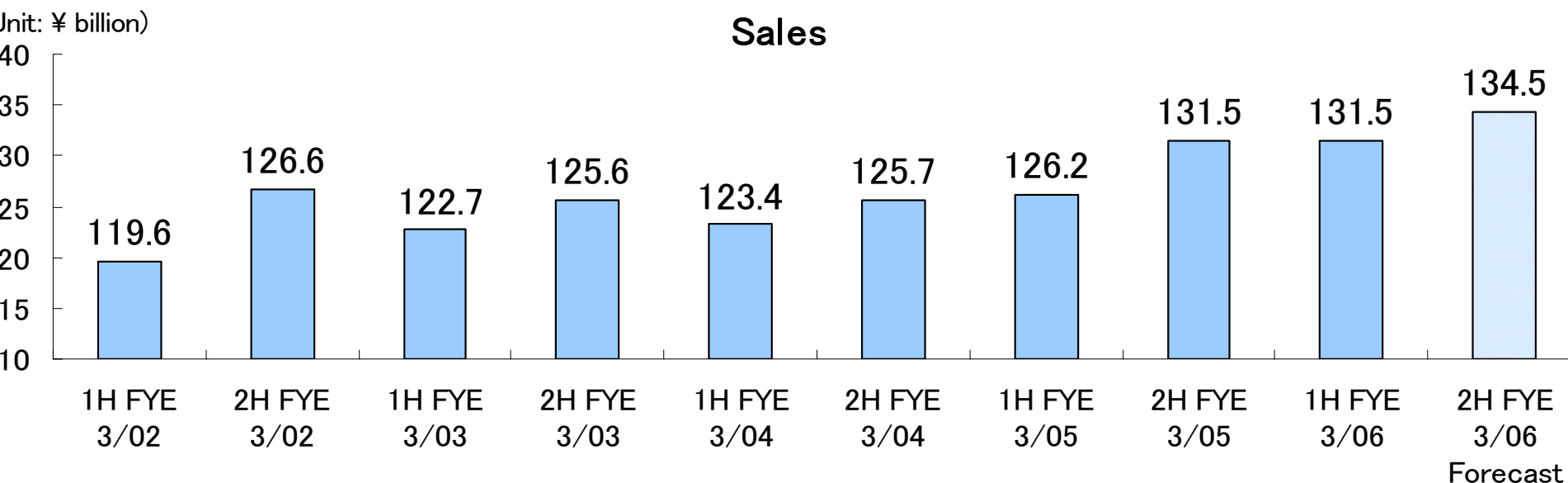
Section 2

Financial Forecast for FYE 2006

Financial Forecast for FYE2006

(Unit:¥ billion)	FYE 3/06 Forecast (announcement on March 17)	FYE 3/06 Forecast (announcement on November 14)	FYE 3/05	Changes (Ratio%)
S a l e s	265.9	266.0	257.7	8.3 (3.2%)
Operating income	11.8	12.1	10.9	1.2 (10.4%)
Recurring profit	12.3	13.0	11.5	1.5 (12.1%)
Net income	5.3	5.6	4.9	0.7 (13.1%)

Trends by Semiannual Term



Section 3

Home Security

ALSO

ALSOK Home Security 7

12,600 contracts booked since its release

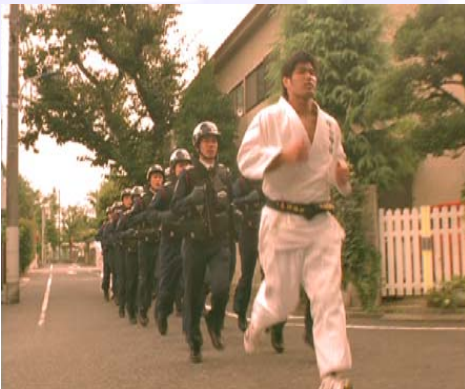
- 《Key factors》
1. Market acceptable monthly fee
 2. Reliability and name value of ALSOK

Over 50% of our clients became interested through the publicity by

TV (topics in TV program  commercial) and

Advertisement !!

Advertisement in the newspaper



TV commercial

井上康生のすばやさで、
あなたのお家を守ります。



ALSOKホームセキュリティのサービスは、月々4,000円からという
その価格だけであります。また、24時間年中無休のサービスは、
新しい業界で驚かされたポイントです。
一瞬で相手の手に届くほど、井上康生のすばやさであなたのお家を守ります。
ホームセキュリティをお家で選ぶなら、まずはALSOKまでお電話ください。

大好評! 月々4,000円からのしっかりホームセキュリティ。

ALSOK ホームセキュリティ **0120-39-2413**

365日・24時間、3大機能があるあなたのお家をしっかりガード
外出中に 盗犯(侵入検知)・緊急時に 災害(防災検知)・まさかの出火に 火災(火災検知)

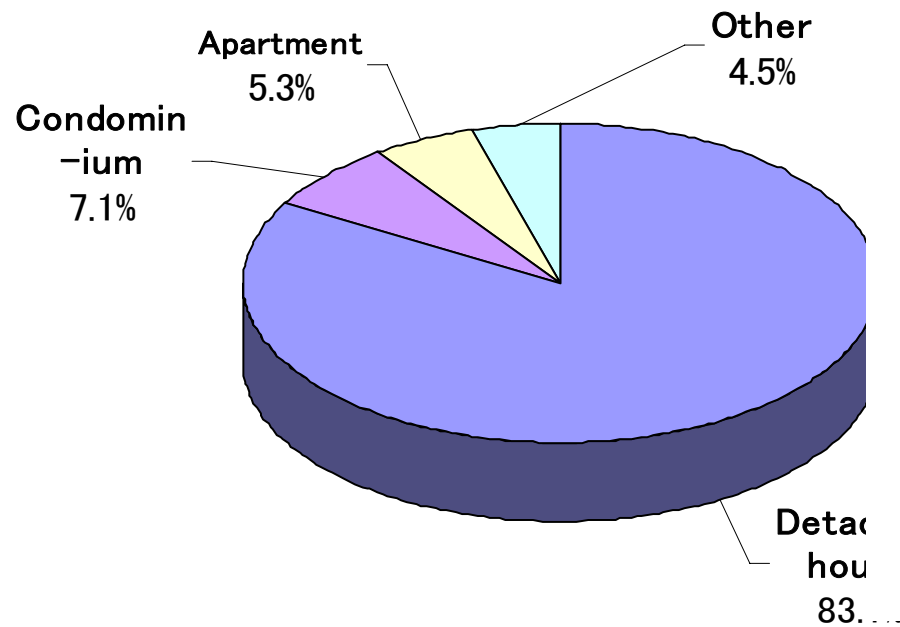
24時間年中無休のセキュリティアドバイザー(注)が常駐中! www.alsok.co.jp

Security On **ALSOK**

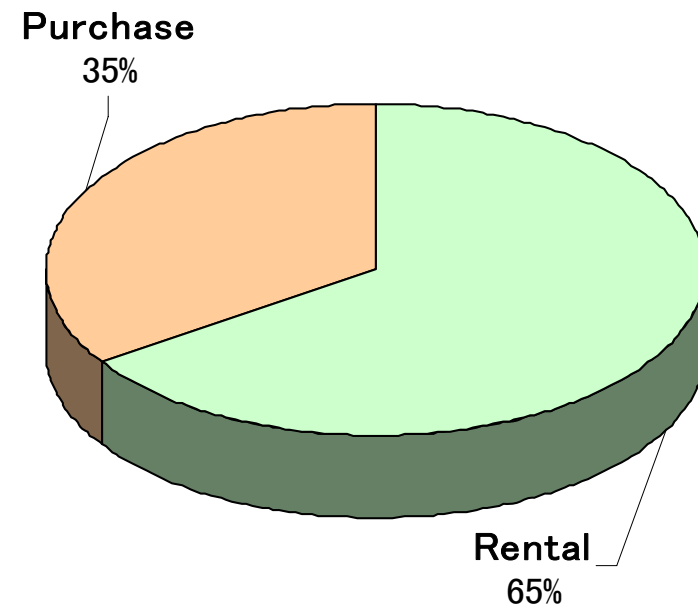
株式会社ALSOK 東京都中央区本町2-1-1

Characteristics of Home Security Clients

【 Type of housing 】



【 Rental / Purchase 】



Section 4

New Products

ALSOK

Overview

Product ALSOK Home Security X7
Release November 1, 2005
Monthly fee for detached house (base plan wired)

¥7,200 / month for rental

¥3,500 / month for purchase

Sales target of 2,000 contracts this fiscal year



ALSOK Home Security X7

**Corresponding to
broader client needs**

Features

- ◆ Video monitoring on control panel and by cell-phone through installed cameras in the premises

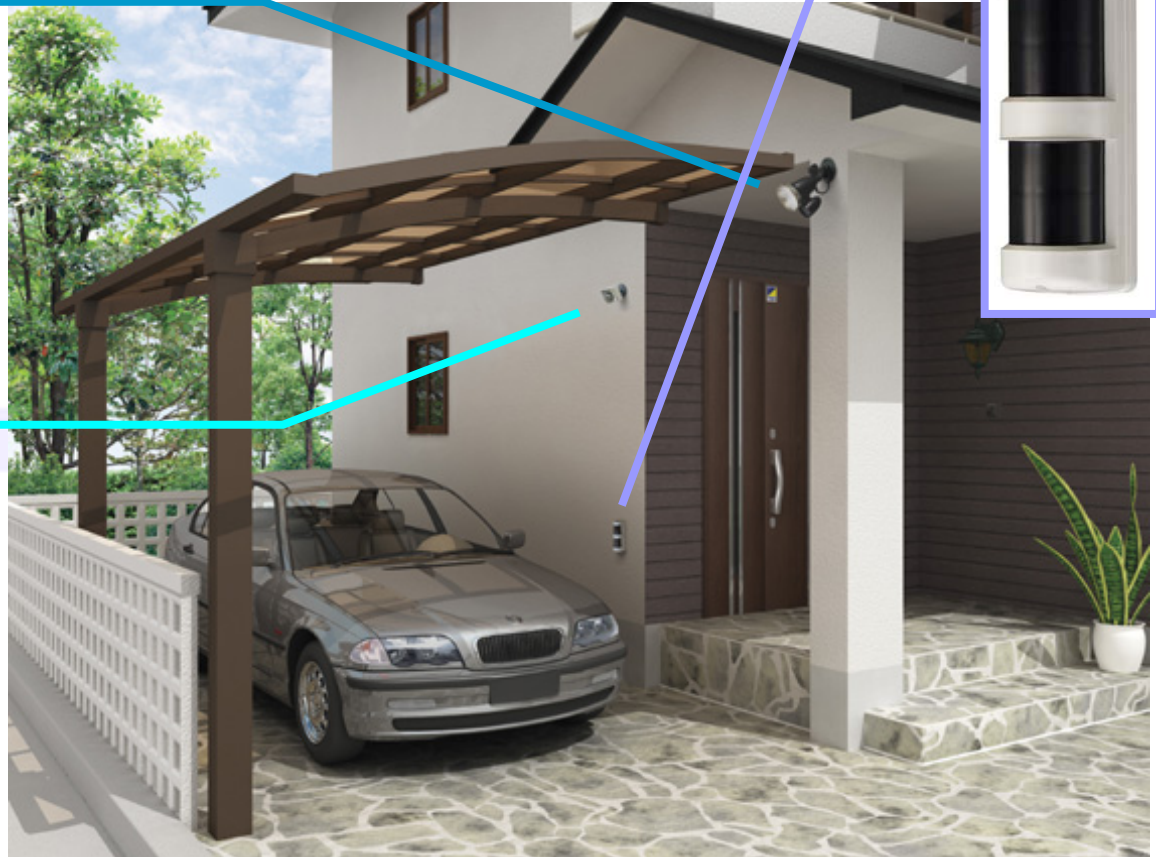
Outdoor motion detector



Automatic light

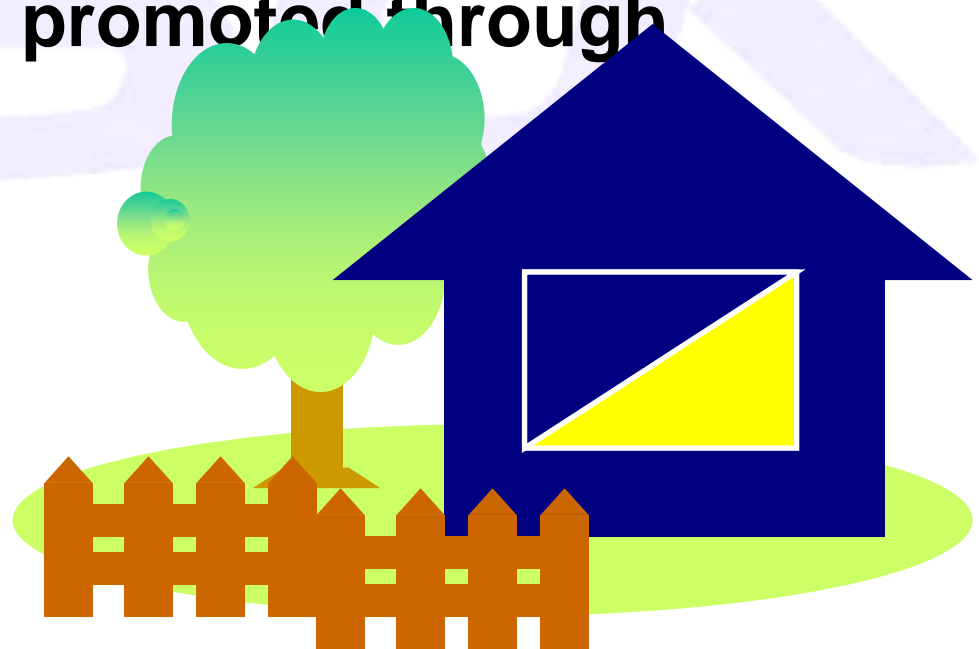


Web camera



Features

- ◆ **Suitable to duplex and dual-purpose houses**
- ◆ **Suitable to large housing site**
- ◆ **Recess / resume control by cell-phone**
- ◆ **Security service promoted through Internet**



Cash Deposit Machine On-line System

Product : Downsized Cash Deposit Machine On-line System

Release : October 1, 2005

《Target》 Shops which deal less than ¥0.5 million / day

- 《Features》**
- Safe keeping
 - Enhanced efficiency of fund operation as ongoing model, and
 - Reasonable price
 - Space-saving



Downsized
Cash Deposit
Machine

Disclaimer

Figures regarding the company's current plans and strategies that are not historical facts are forecasts of future performance, which contain risks and uncertainty.

Actual performance may differ widely from these figures as a result of economic conditions, competitive situation, progress in technology and other factors. Investors are advised to use independent judgement before making any investment.

Security
On

ALSOK

綜合警備保障