

FYE June 2007

Outline of Non-Consolidated Interim Financial Statements

March 30, 2007

Name of listed company:	The Goodwill Group, Inc.	Listed exchange:	TSE
Code No:	4723	Prefecture in which head office located:	Tokyo
(URL http://www.goodwill.com)			
Position of representative:	Representative Director, Chairman and CEO	Name:	Masahiro Origuchi
Position of responsible contact:	Managing Director and CFO	Name:	Akira Kanezaki
Date of Board of Directors meeting to approve accounts:	March 30, 2007	Tel:	03-3405-9228
Minimum trading unit:	No		

1. Results for interim period ending December 2006 (July 1, 2006 to December 31, 2006)

(1) Business results Note: Amounts are presented rounded down to the nearest 1 million yen.

	Operating revenues		Operating profits		Recurring profits	
	million yen	%	million yen	%	million yen	%
Fiscal half-year ending December 2006	4,997	83.6	3,237	197.1	1,423	145.1
Fiscal half-year ending December 2005	2,722	-59.2	1,089	75.6	580	457.7
Fiscal year ending June 2006	5,699		2,537		1,488	
	Interim (current) net income or loss (-)		Interim (current) net income or loss (-) per share			
	million yen	%			yen	
Fiscal half-year ending December 2006	-28,571	-			-13,731.48	
Fiscal half-year ending December 2005	531	247.1			858.68	
Fiscal year ending June 2006	1,594				810.49	

Notes: 1) Average number of shares during term	Fiscal half-year ending December 2006	2,080,756 shares
	Fiscal half-year ending December 2005	619,383 shares
	Fiscal year ending June 2006	1,967,608 shares

2) Change in accounting methods	No
3) Percentages shown for revenues, operating profits, recurring profits and interim (current) net income or loss (-) represent year-on-year rates of change.	

(2) Financial status Note: Amounts are presented rounded down to the nearest 1 million yen.

	Total assets	Net assets	Capital ratio	Net assets per share
	million yen	million yen	%	yen
Fiscal half-year ending December 2006	223,697	16,459	7.4	7,866.38
Fiscal half-year ending December 2005	125,644	33,027	26.3	53,323.62
Fiscal year ending June 2006	125,820	44,471	35.3	21,413.57
Notes: 1) Issued and outstanding shares at end of term	Fiscal half-year ending December 2006		2,092,355 shares	
	Fiscal half-year ending December 2005		619,383 shares	
	Fiscal year ending June 2006		2,076,767 shares	
2) Treasury shares at end of term	Fiscal half-year ending December 2006		29,762 shares	
	Fiscal half-year ending December 2005		41 shares	
	Fiscal year ending June 2006		45,350 shares	

2. Results forecast for fiscal year ending June 2007 (July 1, 2006 to June 30, 2007)

The company is a holding company and is managed on a consolidated basis. It does not therefore publish non-consolidated results forecasts.

3. Dividend status

Cash dividend	Dividend per share (yen)					
	End of Q 1	End of H 1	End of Q 3	End of term	Others	Full-year
Fiscal year ending June 2006	-	1,125	-	500	-	1,625
Fiscal year ending June 2007 (actual)	-	-	-	-	-	-
Fiscal year ending June 2007 (forecast)	-	-	-	-	-	-

Non-Consolidated Interim Financial Statements, etc.

(1) Interim Balance Sheet

Classification	Note number	End of previous interim accounting term (December 31, 2005)		End of this interim accounting term (December 31, 2006)		Summary balance sheet at end of previous accounting term (June 30, 2006)	
		Amount (in million yen)	Percentage (%)	Amount (in million yen)	Percentage (%)	Amount (in million yen)	Percentage (%)
(Assets)							
Current assets							
Cash and deposits		8,225		17,548		833	
Accrued operating receivables		-		732		285	
Deferred tax assets		17		-		55	
Short-term loans		-		17,055		4,136	
Others		6,495		1,612		3,613	
Reserve against defaults		-0		-		-0	
Total current assets			14,738 11.7		36,948 16.5		8,923 7.1
Fixed assets							
Tangible fixed assets	*1,2						
Land		24,899		19,875		23,879	
Others		9,388		17,565		14,389	
Total tangible fixed assets		34,287		37,440		38,268	
Intangible fixed assets		13		10		11	
Investments and other assets							
Investment securities	*2	54,865		126,775		55,185	
Long-term loans		10,940		6,271		5,440	
Deferred tax assets		25		-		87	
Long-term accounts receivable		9,409		12,778		16,408	
Others		1,364		3,531		1,496	
Reserve against defaults		-1		-59		-1	
Total investments and other assets		76,605		149,298		78,616	
Total fixed assets			110,906 88.3		186,749 83.5		116,897 92.9
Total assets			125,644 100.0		223,697 100.0		125,820 100.0

Classification	Note number	End of previous interim accounting term (December 31, 2005)		End of this interim accounting term (December 31, 2006)		Summary balance sheet at end of previous accounting term (June 30, 2006)	
		Amount (in million yen)	Percentage (%)	Amount (in million yen)	Percentage (%)	Amount (in million yen)	Percentage (%)
(Liabilities)							
Current liabilities							
Short-term borrowings	*2	2,000		122,750		6,250	
Current portion of long-term borrowings	*2	7,256		16,378		11,949	
Accrued expenses		334		441		317	
Accrued corporate taxes etc.		90		-		-	
Others		2,774		2,253		3,179	
Total current liabilities			12,456 9.9		141,823 63.4		21,696 17.3
Non-current liabilities							
New share acquisition rights		25,000		-		-	
Long-term borrowings	*2	43,956		44,811		39,049	
Reserve for retirement benefits		2		1		2	
Long-term guarantees received		11,202		20,600		20,601	
Deferred tax liabilities		-		2		-	
Total non-current liabilities			80,160 63.8		65,415 29.2		59,653 47.4
Total liabilities			92,617 73.7		207,238 92.6		81,349 64.7
(Capital)							
Capital			14,118 11.3		- -		- -
Capital surplus							
Capital reserves		3,577		-		-	
Miscellaneous capital surplus		9,049		-		-	
Total capital surplus			12,626 10.0		- -		- -
Retained earnings							
Interim unallocated profits		6,290		-		-	
Total retained earnings			6,290 5.0		- -		- -
Net unrealized gain on other securities			-0 -0.0		- -		- -
Treasury shares			-8 -0.0		- -		- -
Total capital			33,027 26.3		- -		- -
Total capital and liabilities			125,644 100.0		- -		- -

Classification	Note number	End of previous interim accounting term (December 31, 2005)		End of this interim accounting term (December 31, 2006)		Summary balance sheet at end of previous accounting term (June 30, 2006)	
		Amount (in million yen)	Percentage (%)	Amount (in million yen)	Percentage (%)	Amount (in million yen)	Percentage (%)
(Net assets)							
Shareholders' equity							
Capital			- -		26,618 11.9		26,618 21.2
Capital surplus							
Capital reserves			-		6,654		16,077

Classification	Note number	End of previous interim accounting term (December 31, 2005)		End of this interim accounting term (December 31, 2006)		Summary balance sheet at end of previous accounting term (June 30, 2006)	
		Amount (in million yen)	Percentage (%)	Amount (in million yen)	Percentage (%)	Amount (in million yen)	Percentage (%)
Miscellaneous capital surplus		-		9,607		-	
Total capital surplus		-	-	16,261	7.3	16,077	12.8
Retained earnings							
Other earned surplus							
Earned surplus carried over		-		-23,803		5,806	
Total retained earnings		-	-	-23,803	-10.6	5,806	4.6
Treasury shares		-	-	-2,506	-1.1	-3,978	-3.2
Total shareholders equity		-	-	16,570	7.4	44,524	35.4
Valuation/translation discrepancy etc.							
Net unrealized gain on other securities		-	-	3	0.0	6	0.0
Deferred profit/loss on hedges		-	-	-115	-0.1	-59	-0.1
Total valuation/translation discrepancy etc.		-	-	-111	-0.0	-53	-0.1
Total net assets		-	-	16,459	7.4	44,471	35.3
Total net assets and liabilities		-	-	223,697	100.0	125,820	100.0

(2) Interim Profit and Loss Statement

Classification	Note number	Previous interim accounting term (From July 1, 2005 to December 31, 2005)		This interim accounting term (From July 1, 2006 to December 31, 2006)		Previous accounting year summary profit and loss statement (From July 1, 2005 to June 30, 2006)	
		Amount (in million yen)	Percentage (%)	Amount (in million yen)	Percentage (%)	Amount (in million yen)	Percentage (%)
Operating revenues		2,722	100.0	4,997	100.0	5,699	100.0
Operating expenses		1,632	60.0	1,760	35.2	3,161	55.5
Operating profits		1,089	40.0	3,237	64.8	2,537	44.5
Non-operating revenues	*1	165	6.1	150	3.0	322	5.7
Non-operating expenses	*2	673	24.8	1,964	39.3	1,372	24.1
Recurring profits		580	21.3	1,423	28.5	1,488	26.1
Extraordinary profits	*3	-	-	656	13.1	204	3.6
Extraordinary losses	*4	-	-	30,574	611.8	55	1.0
Pretax interim (current) net income or pretax interim net loss (-)		580	21.3	-28,493	-570.2	1,636	28.7
Corporate tax, residential tax and business tax	1			2		58	
Corporate tax etc. refund		-		30		-	
Corporate tax etc. adjustment		47	48	1,810	78	-15	42
Interim (current) net income or loss (-)		531	19.5	-28,571	-571.7	1,594	28.0
Earnings carried over at beginning of term		5,758		-		-	
Interim unallocated profits		6,290		-		-	

(3) Interim Statement of Change in Shareholders Equity etc

Current interim accounting term (From July 1, 2006 to December 31, 2006)

	Shareholders' equity							
	Capital	Capital surplus			Retained earnings		Treasury shares	Total shareholders equity
		Capital reserves	Miscellaneous capital surplus	Total capital surplus	Other earned surplus	Total retained earnings		
					Earned surplus carried over			
Balance as at June 30, 2006 (in million yen)	26,618	16,077	-	16,077	5,806	5,806	-3,978	44,524
Change during interim accounting term								
Withdrawal of capital reserves	-	-9,422	9,422	-	-	-	-	-
Surplus dividend	-	-	-	-	-1,038	-1,038	-	-1,038
Interim net loss	-	-	-	-	-28,571	-28,571	-	-28,571
Acquisition of treasury shares	-	-	-	-	-	-	-682	-682
Share swap	-	-	184	184	-	-	2,154	2,339
(Net) Change in accounts other than shareholders equity during the interim accounting term	-	-	-	-	-	-	-	-
Total change during the interim accounting term (in million yen)	-	-9,422	9,607	184	-29,610	-29,610	1,472	-27,953
Balance as at December 31, 2006 (in million yen)	26,618	6,654	9,607	16,261	-23,803	-23,803	-2,506	16,570
				Valuation/translation discrepancy etc.			Total net assets	
				Net unrealized gain on other securities	Deferred profit/loss on hedges	Total valuation/translation discrepancy etc.		
Balance as at June 30, 2006 (in million yen)				6	-59	-53	44,471	
Change during interim accounting term								
Withdrawal of capital reserves				-	-	-	-	
Surplus dividend				-	-	-	-1,038	
Interim net loss				-	-	-	-28,571	
Acquisition of treasury shares				-	-	-	-682	
Share swap				-	-	-	2,339	
(Net) Change in accounts other than shareholders equity during the interim accounting term				-2	-55	-58	-58	
Total change during interim accounting term (in million yen)				-2	-55	-58	-28,011	
Balance as at December 31, 2006 (in million yen)				3	-115	-111	16,459	

Previous accounting term (From July 1, 2005 to June 30, 2006)

	Shareholders' equity							
	Capital	Capital surplus			Retained earnings		Treasury shares	Total shareholders equity
		Capital reserves	Miscellaneous capital surplus	Total capital surplus	Other earned surplus	Total retained earnings		
					Earned surplus carried over			
Balance as at end of previous accounting term (in million yen)	14,118	3,577	12,926	16,503	6,283	6,283	-3,885	33,020
Change during accounting term								
Issuance of new shares	12,500	12,499	-	12,499	-	-	-	24,999
Surplus dividend	-	-	-	-	-1,161	-1,161	-	-1,161
Director bonuses from allocation of profits	-	-	-	-	-60	-60	-	60
Net income	-	-	-	-	1,594	1,594	-	1,594
Acquisition of treasury shares	-	-	-	-	-	-	-13,869	-13,869
Write-off of treasury shares	-	-	-12,926	-12,926	-850	-850	13,776	-
(Net) change in accounts other than shareholders equity during the accounting term	-	-	-	-	-	-	-	-
Total change during the accounting term (in million yen)	12,500	12,499	-12,926	-426	-476	-476	-92	11,504
Balance as at end of accounting term (in million yen)	26,618	16,077	-	16,077	5,806	5,806	-3,978	44,524
		Valuation/translation discrepancy etc.						
		Net unrealized gain on other securities	Deferred profit/loss on hedges	Total valuation/translation discrepancy etc.			Total net assets	
Balance as at end of previous accounting term (in million yen)		0	-	0			33,020	
Change during accounting term								
Issuance of new shares		-	-	-			24,999	
Surplus dividend		-	-	-			-1,161	
Director bonuses from allocation of profits		-	-	-			-60	
Net income		-	-	-			1,594	
Acquisition of treasury shares		-	-	-			-13,869	
Write-off of treasury shares		-	-	-			-	
(Net) Change in accounts other than shareholders equity during the accounting term		5	-59	-53			-53	
Total change during the accounting term (in million yen)		5	-59	-53			11,450	
Balance as at end of accounting term (in million yen)		6	-59	-53			44,471	