

Consolidated Financial Statements – Summary

May 13, 2008

(For the year ended March 31, 2008)

English translation from the original Japanese-language document

(All financial information has been prepared in accordance with accounting principles generally accepted in Japan.)

Scheduled Date of Annual Meeting of Stockholders: June 25, 2008

Scheduled Date of Commencement of Dividend Payments: June 26, 2008

Scheduled Date of Filing of Securities Report: June 25, 2008

Company name: **NICHIREI CORPORATION** (Code number 2871)

1. Results of FY2008 (April 1, 2007 through March 31, 2008)

(1) Consolidated financial results

(Amounts less than one million yen are omitted)

	Net sales	Operating income	Recurring income	Net income
	Million yen	Million yen	Million yen	Million yen
FY 2008	463,591	17,355	16,890	9,623
FY 2007	457,655	18,148	17,388	10,845

	E.P.S.	Diluted E.P.S.	Return on equity	Recurring income/ Total capital	Operating income/Net sales
	Yen	Yen	%	%	%
FY 2008	31.04	-	8.5	6.4	3.7
FY 2007	34.97	-	10.1	6.5	4.0

Note: Equity in earnings of affiliates in FY 2008: 331million yen, FY 2007: 535 million yen

(2) Consolidated financial position

	Total assets	Shareholders' equity	Equity ratio	Equity per share
	Million yen	Million yen	%	Yen
FY 2008	257,812	116,488	44.3	368.56
FY 2007	269,166	113,071	41.3	358.08

Note: Shareholders' equity: FY2008: 114,262 million yen, FY 2007: 111,035 million yen.

(3) Consolidated cash flows

	From operating activities	From investing activities	From financing activities	Cash and cash equivalents at end of period
	Million yen	Million yen	Million yen	Million yen
FY 2008	20,290	(6,443)	(13,919)	4,121
FY 2007	22,431	(5,861)	(16,567)	3,514

2. Dividend Status

(Base date)	Dividend per share			Total cash dividends (annual)	Dividend payout ratio (consolidated)	Dividend on equity ratio (consolidated)
	End of interim period	End of FY	Annual			
FY 2007	Yen 3.00	Yen 5.00	Yen 8.00	Million yen 2,481	% 22.9	% 2.3
FY 2008	4.00	4.00	8.00	2,481	25.8	2.2
FY 2009 (estimated)	4.00	5.00	9.00	-	31.0	-

3. Estimation of Business Results (April 1, 2007 through March 31, 2009)

	Net sales	Operating income	Recurring income	Net income	E.P.S.
	Million yen	Million yen	Million yen	Million yen	Yen
FY 2009 interim	237,900	8,900	8,100	3,700	11.93
FY 2009	479,600	17,800	16,200	9,000	29.03

This statement was prepared based on information available at the time of disclosure. Actual results may vary significantly as a result of a variety of factors. Please refer to the "Cautionary Statements" on page 8.

Consolidated Balance Sheets

NICHIREI CORPORATION

(Million yen; amounts less than one million yen are omitted)

	FY 2007 (As of Mar. 31, 2007)	FY 2008 (As of Mar. 31, 2008)	Increase (Decrease)
<Assets>			
Current assets			
Cash and time deposits	3,514	4,121	607
Notes and account receivable - trade	66,615	64,325	(2,289)
Inventories	32,601	30,266	(2,335)
Deferred tax assets	1,632	1,004	(628)
Other current assets	3,410	3,525	114
Less allowance for doubtful accounts	(113)	(145)	(31)
Total	107,660	103,097	(4,562)
Fixed assets			
1. Tangible assets			
(1) Buildings and structures	190,799	193,500	
Accumulated depreciation	(125,606)	(129,955)	
Net	65,193	63,544	(1,648)
(2) Machinery and equipment	61,533	63,086	
Accumulated depreciation	(45,698)	(47,564)	
Net	15,834	15,522	(312)
(3) Land	26,509	30,434	3,924
(4) Construction in progress	478	915	436
(5) Other tangible fixed assets	7,768	7,948	
Accumulated depreciation	(6,250)	(6,490)	
Net	1,517	1,458	(59)
Total	109,534	111,876	2,341
2. Intangible assets			
(1) Goodwill	417	305	(112)
(2) Other intangible fixed assets	3,202	3,366	164
Total	3,620	3,671	51
3. Investments and other assets			
(1) Investment securities	33,054	23,966	(9,087)
(2) Deferred tax assets	1,615	1,363	(252)
(3) Other assets	14,819	14,283	(535)
Less allowance for doubtful accounts	(1,138)	(447)	691
Total	48,350	39,166	(9,184)
Total fixed assets	161,505	154,714	(6,790)
Total assets	269,166	257,812	(11,353)

NICHIREI CORPORATION

(Million yen; amounts less than one million yen are omitted)

	FY 2007 (As of Mar. 31, 2007)	FY 2008 (As of Mar. 31, 2008)	Increase (Decrease)
<Liabilities>			
Current liabilities			
Notes and account payable - trade	29,046	26,083	(2,963)
Short-term bank loans	10,123	10,419	296
Commercial paper	1,000	2,000	1,000
Current portion of long-term loans	2,556	7,004	4,448
Current portion of bonds	10,000	5,000	(5,000)
Accrued expenses	19,947	19,652	(294)
Income taxes payable	4,114	1,721	(2,393)
Directors' and statutory auditors' bonuses	191	182	(8)
Other current liabilities	9,309	9,183	(126)
Total	86,289	81,247	(5,042)
Long-term liabilities			
Bonds	15,000	10,000	(5,000)
Long-term loans	34,291	31,714	(2,577)
Deferred tax liabilities	3,560	1,834	(1,726)
Employees' retirement benefits	3,037	2,976	(60)
Directors' and statutory auditors' retirement benefits	221	214	(7)
Deposits received	11,362	11,438	75
Goodwill	115	86	(29)
Lease assets impairment account	1,941	1,685	(255)
Other long-term liabilities	274	126	(148)
Total	69,805	60,076	(9,728)
Total liabilities	156,094	141,323	(14,770)
<Net assets>			
Owners' equity			
Common stock	30,307	30,307	-
Capital surplus	23,709	23,711	2
Retained earnings	46,847	53,678	6,831
Treasury stock	(321)	(359)	(38)
Total	100,543	107,338	6,795
Valuation and translation adjustments			
Net unrealized holding gains on securities	8,203	4,141	(4,062)
Deferred gains or losses on hedges	312	(101)	(413)
Translation adjustment	1,975	2,882	906
Total	10,491	6,923	(3,568)
Minority interests	2,036	2,226	190
Total net assets	113,071	116,488	3,416
Total liabilities and net assets	269,166	257,812	(11,353)

Consolidated Statements of Income

NICHIREI CORPORATION

(Million yen; amounts less than one million yen are omitted)

	FY 2007 (Apr. 2006 – Mar. 2007)	FY 2008 (Apr. 2007 – Mar. 2008)	Increase (Decrease)
Net sales	457,655	463,591	5,936
Cost of sales	368,855	373,797	4,942
Gross profit	88,799	89,794	994
Selling, general and administrative expenses			
Selling expenses			
Transportation and storage expense	14,283	14,065	(217)
Sales promotion expense	17,055	17,338	283
Advertising expense	4,386	4,956	570
Sales commission expense	3,403	2,953	(450)
Bad debts expense	0	3	3
Provision for doubtful accounts	33	92	58
Other selling expenses	2,059	2,270	211
Subtotal	41,222	41,679	457
General and administrative expenses			
Remuneration, salary and bonuses	13,669	13,994	325
Provision for employees' retirement benefits	(60)	382	443
Provision for accrued bonuses for directors	191	182	(8)
Provision for accrued retirement benefit for directors	148	90	(57)
Fringe benefit	2,024	2,051	26
Depreciation and amortization	597	663	66
Amortization of goodwill	201	137	(64)
Traveling expenses	1,609	1,715	106
Communication expenses	488	518	29
Rent expense	2,101	2,133	31
Business consignment fee	2,116	2,291	174
Research and development expense	2,034	2,050	15
Other general and administrative expenses	4,305	4,548	242
Subtotal	29,428	30,759	1,330
Total	70,651	72,439	1,788
Operating income	18,148	17,355	(793)
Non-operating revenues			
Interest income	136	118	(18)
Dividend income	340	367	26
Equity in earnings of affiliates	535	331	(204)
Other non-operating revenues	1,698	1,550	(147)
Total	2,710	2,367	(343)
Non-operating expenses			
Interest expenses	1,213	1,118	(94)
Loss on disposal of obsolete inventories	298	440	141
Other non-operating expenses	1,958	1,272	(686)
Total	3,470	2,831	(639)
Recurring income	17,388	16,890	(497)
Extraordinary income			
Gain on sale of property, plant and equipment	643	720	76
Gain on sale of affiliates' stock	2,987	-	(2,987)
Reimbursement of previous year's fixed assets tax	1,280	-	(1,280)
Reversal of allowance for doubtful receivables	155	38	(116)
Gain on sale of investment securities	20	411	390
Total	5,088	1,170	(3,918)
Extraordinary losses			
Loss on sale of property, plant and equipment	51	133	81
Loss on disposal of property, plant and equipment	747	876	128
Impairment loss	1,196	46	(1,150)
Loss on restructuring of flower businesses	711	-	(711)
Loss on discontinued operations	405	141	(263)
Loss on devaluation of investment securities	163	390	227
Total	3,276	1,588	(1,687)
Income before income taxes and minority interests	19,200	16,472	(2,727)
Income taxes – current	6,219	4,539	(1,679)
Income taxes – deferred	2,036	2,081	44
Total	8,256	6,621	(1,634)
Minority interests in net income of consolidated subsidiaries	98	227	128
Net income	10,845	9,623	(1,221)

Consolidated Statements of Changes in Shareholders' Equity

NICHIREI CORPORATION

FY 2007 (Apr. 2006 – Mar. 2007)

(Million yen; amounts less than one million yen are omitted)

	Owners' equity					Valuation and translation adjustments				Minority interests	Total net assets
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total	Net unrealized holding gains on securities	Deferred gain or losses on hedges	Translation adjustments	Total		
Balance as of March 31, 2006	30,307	23,706	39,627	(261)	93,380	8,353	-	890	9,243	630	103,255
Changes during the fiscal year											
Distribution of retained earnings			(1,861)		(1,861)						(1,861)
Dividends from retained earnings			(930)		(930)						(930)
Bonuses to directors			(124)		(124)						(124)
Net income			10,845		10,845						10,845
Decrease in affiliates accounted for by the equity method			(708)		(708)						(708)
Acquisition of treasury stock				(64)	(64)						(64)
Sale of treasury stock		2		4	7						7
Non-owners' equity changes during the fiscal year						(149)	312	1,085	1,248	1,406	2,654
Total changes during the fiscal year	-	2	7,219	(59)	7,162	(149)	312	1,085	1,248	1,406	9,816
Balance as of March 31, 2007	30,307	23,709	46,847	(321)	100,543	8,203	312	1,975	10,491	2,036	113,071

FY 2008 (Apr. 2007 – Mar. 2008)

(Million yen; amounts less than one million yen are omitted)

	Owners' equity					Valuation and translation adjustments				Minority interests	Total net assets
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total	Net unrealized holding gains on securities	Deferred gain or losses on hedges	Translation adjustments	Total		
Balance as of March 31, 2007	30,307	23,709	46,847	(321)	100,543	8,203	312	1,975	10,491	2,036	113,071
Changes during the fiscal year											
Dividends of retained earnings			(2,791)		(2,791)						(2,791)
Net income			9,623		9,623						9,623
Acquisition of treasury stock				(47)	(47)						(47)
Sale of treasury stock		2		9	11						11
Non-owners' equity changes during the fiscal year						(4,062)	(413)	906	(3,568)	190	(3,378)
Total changes during the fiscal year	-	2	6,831	(38)	6,795	(4,062)	(413)	906	(3,568)	190	3,416
Balance as of March 31, 2008	30,307	23,711	53,678	(359)	107,338	4,141	(101)	2,882	6,923	2,226	116,488

Consolidated Statements of Cash Flows

NICHIREI CORPORATION

(Million yen; amounts less than one million yen are omitted)

	FY 2007 (Apr. 2006- Mar. 2007)	FY 2008 (Apr. 2007 - Mar. 2008)	Increase (Decrease)
Cash flows from operating activities			
Income before income taxes and minority interests	19,200	16,472	(2,727)
Depreciation and amortization	9,327	9,481	153
Impairment loss	1,196	46	(1,150)
Decrease in provision for doubtful accounts	(211)	(657)	(446)
Decrease in provision for employees' retirement benefits	(250)	(73)	177
Increase in prepaid pension expenses	(1,805)	(662)	1,142
Equity in earnings of affiliates	(535)	(331)	204
Loss on disposal of property, plant and equipment	426	371	(54)
Loss on restructuring of flower businesses	705	-	(705)
Loss on discontinued operations	266	38	(227)
Loss on devaluation of investment securities	163	390	227
Interest and dividend income	(476)	(485)	(8)
Interest expense	1,213	1,118	(94)
Reimbursement of previous year's fixed assets tax	(1,280)	-	1,280
Gain on sale of property, plant and equipment	(591)	(586)	5
Gain on sale of affiliates' stock	(2,987)	-	2,987
Gain on sale of investment securities	(20)	(411)	(390)
Decrease (increase) in notes and accounts receivable – trade	(1,836)	3,410	5,247
Decrease (increase) in inventories	(1,627)	1,257	2,885
Increase (decrease) in notes and accounts payable – trade	2,777	(3,084)	(5,862)
Other	3,689	1,792	(1,897)
Subtotal	27,341	28,088	746
Interest and dividend income received	890	815	(75)
Interest expense paid	(1,253)	(1,141)	112
Income taxes paid	(5,827)	(7,472)	(1,644)
Reimbursement of previous year's fixed assets tax received	1,280	-	(1,280)
Net cash provided by operating activities	22,431	20,290	(2,141)
Cash flows from investing activities			
Purchase of property, plant and equipment	(9,103)	(8,883)	219
Proceeds from sale of property, plant and equipment	767	1,658	890
Purchase of investment securities	(2,401)	(1,355)	1,046
Proceeds from sale of investment securities	4,883	2,533	(2,349)
Proceeds from acquisition of subsidiary shares following change in scope of consolidation	587	3	(583)
Decrease in short-term loans receivable	54	10	(44)
Proceeds from collection of long-term loans receivable	2	-	(2)
Other	(652)	(401)	241
Net cash used in investing activities	(5,861)	(6,443)	(581)
Cash flows from financing activities			
Increase (decrease) in short-term bank loans	(3,239)	137	3,376
Increase in commercial paper	1,000	1,000	-
Proceeds from long-term debt	300	341	41
Repayment of long-term debt	(1,740)	(2,536)	(795)
Redemption of bonds	(10,000)	(10,000)	-
Dividends paid	(2,788)	(2,784)	4
Other	(98)	(77)	21
Net cash used in financing activities	(16,567)	(13,919)	2,648
Effects of exchange rate changes on cash and cash equivalents	221	288	67
Net increase in cash and cash equivalents	223	216	(7)
Cash and cash equivalents at beginning of period	3,290	3,514	223
Increase in cash and cash equivalents following change in scope of consolidation	-	391	391
Cash and cash equivalents at end of period	3,514	4,121	607

Industrial Segment Information

NICHIREI CORPORATION

(1) FY 2007 (Apr. 2006 – Mar. 2007)

(Million yen; amounts less than one million yen are omitted)

	Processed Foods	Marine Products	Meat and Poultry Products	Logistics	Real Estate	Other	Total	Intercompany eliminations and corporate	Consolidated
Operating revenues	176,799	73,480	77,984	119,243	6,487	3,659	457,655	-	457,655
Intra-group sales and transfers	506	1,177	2,925	14,829	1,394	3,313	24,147	(24,147)	-
Total	177,305	74,657	80,910	134,073	7,882	6,972	481,802	(24,147)	457,655
Operating expenses	171,287	75,011	80,260	126,846	3,416	6,832	463,654	(24,148)	439,506
Operating income (loss)	6,018	(353)	649	7,227	4,465	140	18,148	0	18,148
Assets	74,156	26,646	16,380	106,391	21,306	5,964	250,845	18,320	269,166
Depreciation and amortization	2,484	73	41	5,576	766	185	9,128	401	9,529
Impairment loss	-	-	-	716	-	480	1,196	-	1,196
Capital expenditures	4,321	95	71	4,268	421	47	9,225	525	9,751

(2) FY 2008 (Apr. 2007 – Mar. 2008)

(Million yen; amounts less than one million yen are omitted)

	Processed Foods	Marine Products	Meat and Poultry Products	Logistics	Real Estate	Other	Total	Intercompany eliminations and corporate	Consolidated
Operating revenues	174,505	73,941	81,019	124,981	6,146	2,996	463,591	-	463,591
Intra-group sales and transfers	502	727	2,919	13,763	1,381	3,339	22,634	(22,634)	-
Total	175,008	74,668	83,939	138,745	7,528	6,335	486,226	(22,634)	463,591
Operating expenses	170,895	75,124	83,330	130,238	3,268	6,099	468,957	(22,721)	446,236
Operating income (loss)	4,112	(455)	609	8,506	4,259	236	17,268	86	17,355
Assets	73,001	24,258	15,798	104,205	25,026	3,910	246,200	11,612	257,812
Depreciation and amortization	2,755	79	61	5,488	602	96	9,084	397	9,481
Impairment loss	-	-	-	0	46	-	46	-	46
Capital expenditures	2,655	64	820	3,269	380	46	7,237	532	7,770

Forecast of FY2009

NICHIREI CORPORATION

(1) Forecast of Interim FY2009 (Apr. 2008 – Sep. 2008)

(Million yen; amounts less than one million yen are omitted)

	Processed Foods	Marine Products	Meat and Poultry Products	Logistics	Real Estate	Other	Intercompany eliminations and corporate	Consolidated
Operating revenues (*1)	92,700	38,000	43,600	69,700	3,600	3,100	(12,800)	237,900
Operating expenses	89,500	37,900	43,200	65,900	1,800	3,200	(12,500)	229,000
Operating income	3,200	100	400	3,800	1,800	(100)	(300)	8,900

(2) Forecast of FY2009 (Apr. 2008 – Mar. 2009)

(Million yen; amounts less than one million yen are omitted)

	Processed Foods	Marine Products	Meat and Poultry Products	Logistics	Real Estate	Other	Intercompany eliminations and corporate	Consolidated
Operating revenues (*1)	187,800	74,400	86,000	142,500	7,300	6,600	(25,000)	479,600
Operating expenses	182,100	74,200	85,200	134,700	3,700	6,500	(24,600)	461,800
Operating income	5,700	200	800	7,800	3,600	100	(400)	17,800
Depreciation and amortization	3,120	80	200	6,260	630	80	570	10,940
Capital expenditure	9,450	130	160	10,660	600	70	1,530	22,600

(*1) Operating revenues include Intra-group sales and transfers.

Cautionary Statement with Respect to Forward-Looking Statements

This interim financial statement contains, in addition to historical facts, forward-looking statements regarding plans, outlook, strategies and future results. These explanations concerning future business results may or may not include words such as "believes," "expects," "plans," "strategy," "prospects," "estimates," and "forecasts," or variations of these words or similar expressions. All such statements are based on management's assumptions and beliefs derived from the information available to it at the time of publication of this report. A variety of important factors may cause actual results to differ significantly from these forecasts. Thus, it is advised that investors refrain from making investment decisions based solely on these forward-looking statements. Nichirei and its Group companies will not necessarily revise their forward-looking statements in accordance with new information, future events and other results. Risks and uncertainties that could affect the actual results of Nichirei and its Group companies include, but are not limited to:

- 1) Economic conditions and industry environment surrounding the business activities of Nichirei and its Group companies;
- 2) Foreign exchange rate fluctuations, particularly involving U.S. dollars and euros;
- 3) The feasibility of establishing a unified quality control structure covering product development, purchasing of ingredients, production and sales;
- 4) The feasibility of new product and service development;
- 5) Nichirei's and its Group companies' ability to implement growth strategies and build a low-cost structure;
- 6) The feasibility of achieving effective alliances between the Nichirei Group and outside companies;
- 7) Contingency and related risk, etc.

However, factors that may affect the performance of the Nichirei Group are not limited to those listed above. Further, risks and uncertainties include the possibility of future events that may have a serious and unpredictable impact on the Group.