



**Non-consolidated Financial Results for Third Quarter of Fiscal 2007,
from April 1 to December 31, 2006
(Translation of Japanese Flash Report, Released on February 1, 2007)**

Company name: Sun Frontier Fudousan Co., Ltd.

Stock listing: JASDAQ

Code number: 8934

URL: <http://www.sunfrt.co.jp>

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Representative: Tomoaki Horiguchi, President

Inquiry: Seichi Saito, Director and General Manager of Administration Division

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1. Items pertaining to creation of quarterly financial information

(1) Adoption of simplified accounting methods: Yes

Description: We adopt a simple set procedure that provides a sufficiently accurate picture of the Company without greatly misleading investors, rooted in the standards for creating the quarterly consolidated financial statements.

(2) Changes in accounting methods since most recent consolidated fiscal year: No

(3) The overall financial/operating figures for the third quarter of fiscal 2007 (from April 1, 2006 – December 31, 2006) have not been audited by an independent auditor.

2. Performance in Third Quarter of Fiscal 2007 (from April 1 to December 31, 2006)

*Amounts under one million yen have been rounded down.

(1) Results

(Millions of yen, except for per share figures)

	Net Sales	Operating Income	Ordinary Income
Third Quarter of Fiscal 2007	¥12,951 (12.0%)	¥3,002 (24.8%)	¥2,914 (29.9%)
Third Quarter of Fiscal 2006	¥11,558 (72.3%)	¥2,406 (72.2%)	¥2,244 (77.3%)
Fiscal 2006	¥16,525	¥3,756	¥3,587

	Net Income	Net Income per Share (Yen)	Fully Diluted Net Income per Share (Yen)
Third Quarter of Fiscal 2007	¥1,960 (50.1%)	¥6,211.91	¥6,178.59
Third Quarter of Fiscal 2006	¥1,306 (74.6%)	¥14,695.73	¥14,564.01
Fiscal 2006	¥1,890	¥20,520.41	¥20,339.14

Notes: 1. Weighted average number of shares outstanding

Third Quarter of Fiscal 2007: 315,634

Third Quarter of Fiscal 2006: 88,896

Fiscal 2006: 90,886

2. Percentage figures shown in the net sales, operating income, ordinary income, and net income columns indicate year-on year changes for those items.

3. The Company executed 3-for-1 stock split on April 1, 2006.



(2) Financial Position

(Millions of yen, except for per share figures)

	Total Assets	Net Assets	Equity Ratio (%)	Net Assets per Share (Yen)
Third Quarter of Fiscal 2007	¥30,226	¥19,983	66.1%	¥60,318.00
Third Quarter of Fiscal 2006	¥17,277	¥9,205	53.3%	¥94,936.28
Fiscal 2006	¥20,042	¥9,789	48.8%	¥100,700.82

Notes: 1. Number of shares issued and outstanding at end of the period

Third Quarter of Fiscal 2007: 331,303

Third Quarter of Fiscal 2006: 96,966

Fiscal 2006: 96,966

2. The Company executed 3-for-1 stock split on April 1, 2006.

3. Projections for Fiscal 2007 (from April 1, 2006 to March 31, 2007)

(Millions of yen)

	Net Sales	Ordinary Income	Net Income
Fiscal 2007	¥17,200	¥3,150	¥2,050

Reference: Projected net income per share (for the year): ¥6,187.68

Note: The projected net income per share (for the year) is calculated by the number of shares issued and outstanding at the end of third quarter of Fiscal 2007 as of December 31, 2006 (331,303 shares).

The Projections above has been made based on information obtainable on the date of release of these materials, and based on assumptions about uncertain elements that could impact future earnings, that were reasonable on the release date. Actual earnings could be greatly affected by various factors in the future.

Attached materials

1. Summarized Quarterly Non-consolidated Balance Sheets
2. Summarized Quarterly Non-consolidated Statements of Income



1. Summarized Quarterly Non-consolidated Balance Sheets

(¥ thousand)

Items	Third Quarter of Fiscal 2007 (as of December 31, 2006)		Third Quarter of Fiscal 2006 (as of December 31, 2005)		Increase/ Decrease		Fiscal 2006 (as of March 31, 2006)	
	Amount	Share (%)	Amount	Share (%)	Amount	(%)	Amount	Share (%)
ASSETS								
Current Assets								
Cash and bank deposits	9,546,350		3,601,370		5,944,979	165.1	5,347,283	
Accounts receivable - trade	92,137		135,852		(43,715)	-32.2	171,013	
Inventories	11,512,801		4,411,614		7,101,187	161.0	5,823,881	
Short-term loans to affiliates	4,300,000		3,500,000		800,000	22.9	-	
Other current assets	1,076,248		441,679		634,568	143.7	828,521	
Allowance for doubtful accounts	(651)		(2,933)		2,281	-77.8	(2,074)	
Total Current Assets	26,526,886	87.8	12,087,584	70.0	14,439,301	119.5	12,168,625	60.7
Fixed Assets								
Property and Equipment								
Buildings	1,040,200		1,571,434		(531,233)	-33.8	1,070,737	
Land	1,186,585		1,963,835		(777,250)	-39.6	1,186,585	
Other	42,061		32,855		9,205	28.0	38,053	
Total Property and Equipment	2,268,847	7.5	3,568,124	20.7	(1,299,277)	-36.4	2,295,375	11.4
Intangible Fixed Assets	62,494	0.2	24,016	0.1	38,477	160.2	55,827	0.3
Investments and Other Assets								
Long-term loans to affiliates	-		1,040,000		(1,040,000)	-100.0	3,590,000	
Other assets	1,369,460		560,180		809,279	144.4	1,934,126	
Allowance for doubtful accounts	(1,307)		(2,013)		706	-36.4	(1,313)	
Total Investments and Other Assets	1,368,152	4.5	1,598,166	9.2	(230,013)	-14.4	5,522,813	27.6
Total Fixed Assets	3,699,494	12.2	5,190,307	30.0	(1,490,813)	-28.7	7,874,016	39.3
Total Assets	30,226,380	100.0	17,277,892	100.0	12,948,487	74.9	20,042,641	100.0



(¥ thousand)

Items	Period		Third Quarter of Fiscal 2007 (as of December 31, 2006)		Third Quarter of Fiscal 2006 (as of December 31, 2005)		Increase/ Decrease		Fiscal 2006 (as of March 31, 2006)	
	Amount	Share (%)	Amount	Share (%)	Amount	(%)	Amount	Share (%)		
LIABILITIES										
Current Liabilities										
Accounts payable - trade	104,953		88,537		16,415	18.5	123,800			
Short-term borrowings	4,369,000		2,987,000		1,382,000	46.3	4,723,000			
Current portion of bonds	108,000		328,000		(220,000)	-67.1	328,000			
Current portion of long-term debts	143,900		804,800		(660,900)	-82.1	183,300			
Accrued bonuses for employees	20,216		11,601		8,615	74.3	56,460			
Accrued bonuses for directors	30,600		-		30,600	-	-			
Construction warranty reserve	73,100		62,400		10,700	17.2	73,200			
Other current liabilities	539,072		1,002,960		(463,888)	-46.3	2,116,936			
Total Current Liabilities	5,388,842	17.8	5,285,299	30.6	103,542	2.0	7,604,697			37.9
Long-term Liabilities										
Corporate bond	540,000		1,308,000		(768,000)	-58.7	1,254,000			
Long-term debt	3,673,760		877,660		2,796,100	318.6	832,460			
Reserve for directors' retirement benefits	78,451		73,363		5,087	6.9	74,584			
Other long-term liabilities	561,790		527,977		33,813	6.4	487,343			
Total Long-term Liabilities	4,854,001	16.1	2,787,001	16.1	2,067,000	74.2	2,648,388			13.2
Total Liabilities	10,242,844	33.9	8,072,300	46.7	2,170,543	26.9	10,253,085			51.2
SHAREHOLDERS' EQUITY										
Common stock	-	-	3,050,911	17.7	(3,050,911)	-	3,050,911	15.2		
Additional paid-in capital	-	-	3,112,248	18.0	(3,112,248)	-	3,112,248	15.5		
Retained earnings	-	-	3,041,115	17.6	(3,041,115)	-	3,624,740	18.1		
Net unrealized holding gain on securities	-	-	1,316	0.0	(1,316)	-	1,654	0.0		
Total Shareholders' Equity	-	-	9,205,592	53.3	(9,205,592)	-	9,789,555	48.8		
Total Liabilities and Shareholders' Equity	-	-	<u>17,277,892</u>	100.0	<u>(17,277,892)</u>	-	<u>20,042,641</u>	100.0		
NET ASSETS										
Shareholders' Equity										
Common stock	7,227,668	23.9	-	-	7,227,668	-	-	-		
Additional paid-in capital	7,289,003	24.1	-	-	7,289,003	-	-	-		
Retained earnings	5,463,466	18.1	-	-	5,463,466	-	-	-		
Total Shareholders' Equity	19,980,138	66.1	-	-	19,980,138	-	-	-		
Valuation and Translation Adjustments										
Net unrealized holding gain on securities	3,397	0.0	-	-	3,397	-	-	-		
Total Valuation and Translation Adjustments	3,397	0.0	-	-	3,397	-	-	-		
Total Net Assets	19,983,535	66.1	-	-	19,983,535	-	-	-		
Total Liabilities and Net Assets	<u>30,226,380</u>	100.0	-	-	<u>30,226,380</u>	-	-	-		



2. Summarized Quarterly Non-consolidated Statements of Income

(¥ thousand)

Items	Third Quarter of Fiscal 2007 (April 1– December 31, 2006)		Third Quarter of Fiscal 2006 (April 1– December 31, 2005)		Increase/ Decrease		Fiscal 2006 (Apr. 1, 2005 – Mar. 31, 2006)	
	Amount	Share (%)	Amount	Share (%)	Amount	(%)	Amount	Share (%)
Net Sales	12,951,015	100.0	11,558,435	100.0	1,392,580	12.1	16,525,269	100.0
Cost of Sales	8,039,446	62.1	7,694,710	66.6	344,735	4.5	10,658,184	64.5
Gross Profit	4,911,569	37.9	3,863,724	33.4	1,047,845	27.1	5,867,084	35.5
Selling, General and Administrative Expenses	1,909,180	14.7	1,457,611	12.6	451,568	31.0	2,110,978	12.8
Operating Income	3,002,389	23.2	2,406,112	20.8	596,276	24.8	3,756,105	22.7
Other Income	56,196	0.4	17,518	0.2	38,677	220.8	37,573	0.2
Other Expenses	143,705	1.1	179,403	1.6	(35,697)	-19.9	206,281	1.3
Ordinary Income	2,914,879	22.5	2,244,227	19.4	670,652	29.9	3,587,397	21.7
Extraordinary Gains	1,016,074	7.9	-	-	1,016,074	-	183	0.0
Extraordinary Losses	1,369,238	10.6	25,675	0.2	1,343,563	-	26,022	0.2
Income before Income Taxes	2,561,715	19.8	2,218,552	19.2	343,163	15.5	3,561,558	21.6
Income taxes	601,023	4.6	912,159	7.9	(311,135)	-34.1	1,671,540	10.1
Net Income	<u>1,960,691</u>	15.2	<u>1,306,392</u>	11.3	<u>654,299</u>	50.1	<u>1,890,018</u>	11.4
Retained earnings at beginning of the year	-		1,565,165		-		1,565,165	
Unappropriated retained earnings	-		2,871,557		-		3,455,183	