

February 7, 2008

**Summary of Quick Financial Announcement of Consolidated Financial Information for the Third Quarter of the fiscal year ending March 31, 2008**

Company name : AUTOBACS SEVEN CO., LTD.

Code number : 9832

(URL <http://www.autobacs.co.jp/>)

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Telephone : +81-3-6219-8728

Stock exchange listings : Osaka and Tokyo

Adoption of accounting principles generally accepted in the U.S.A.: No

1. Results for the nine months ended December 31, 2007 (From April 1, 2007 to December 31, 2007).

(Note: Amounts less than 1 million Yen have been rounded down. A figure in ( ) indicates a loss or a negative figure.)

(1) Results of operations:

(Unit: Millions of Yen except for per share information, and % information which indicates increase or decrease(.))

	Net sales		Operating income		Ordinary income	
<b>Nine months ended December 31, 2007</b>	<b>212,444</b>	<b>8.3</b>	<b>8,289</b>	<b>(32.3)</b>	<b>9,547</b>	<b>(40.0)</b>
Nine months ended December 31, 2006	196,178	1.6	12,241	(8.0)	15,911	(1.6)
Year ended March 31, 2007	242,532	-	12,219	-	16,323	-

  

	Net income		Basic net income per share (Yen)	Basic net income per share - diluted (Yen)
<b>Nine months ended December 31, 2007</b>	<b>3,992</b>	<b>(53.7)</b>	<b>104.44</b>	<b>104.15</b>
Nine months ended December 31, 2006	8,632	3.6	224.89	224.27
Year ended March 31, 2007	9,165	-	239.01	238.34

(2) Financial position:

(Unit: Millions of Yen except for per share information)

	Total assets	Total net assets	Equity ratio	Net assets per share (Yen)
<b>Nine months ended December 31, 2007</b>	<b>267,749</b>	<b>168,362</b>	<b>62.5</b>	<b>4,380.35</b>
Nine months ended December 31, 2006	262,134	167,594	63.8	4,373.17
Year ended March 31, 2007	240,627	168,650	69.8	4,394.15

(3) Statements of cash flows:

(Unit: Millions of Yen)

	Operating activities	Investing activities	Financing activities	Ending balances of cash and cash equivalents
<b>Nine months ended December 31, 2007</b>	<b>(1,125)</b>	<b>(9,841)</b>	<b>(414)</b>	<b>47,880</b>
Nine months ended December 31, 2006	8,245	(5,763)	(4,244)	52,028
Year ended March 31, 2007	17,215	(7,102)	(4,698)	59,226

2. Forecast for the fiscal year 2008 (from April 1, 2007 to March 31, 2008)

(Unit: Millions of Yen)

	Net sales	Operating income	Ordinary income	Net income
<b>Annual</b>	<b>270,600</b>	<b>6,000</b>	<b>6,300</b>	<b>1,500</b>

3. Notes concerning the preparation of the consolidated financial statements for the nine months ended December 31, 2007.

(1) Significant changes in subsidiaries during the third quarter (changes in certain subsidiaries resulting in a change in the consolidation scope) : None

(2) Whether the company has adopted simplified accounting procedures : None

(3) Accounting policies that differ from the fiscal year ended March 31, 2007 : Yes

Changes in accounting methods from most recent consolidated fiscal year.

Pursuant to an amendment to the Corporation Tax Law (Partial Revision of Income Tax Law, Law No.6 of March 30, 2007; Partial Revision of Income Tax Law Enforcement Ordinance, Cabinet Order No.83 of March 30, 2007), the treatment of depreciation on property, plant and equipment acquired after April 1, 2007, has been changed.

As a result, "Operating income", "Ordinary income" and "Net income" decrease 58 million yen compared with the previous policy respectively.

## Consolidated Balance Sheets

(Unit: Millions of Yen)

Assets	December 31, 2007		December 31, 2006		March 31, 2007	
	Amount	Ratio	Amount	Ratio	Amount	Ratio
		%		%		%
<b>Current assets</b>						
Cash and deposits	36,378		31,126		34,020	
Trade notes and accounts receivable	38,296		34,947		15,833	
Marketable securities	15,764		26,062		30,005	
Inventories	27,981		23,468		19,654	
Deferred tax assets	1,890		2,299		2,325	
Accounts receivable-other	21,875		20,919		14,922	
Other current assets	3,417		3,238		2,862	
Allowance for doubtful receivables	(600)		(387)		(359)	
Total current assets	<b>145,003</b>	<b>54.2</b>	<b>141,675</b>	<b>54.0</b>	<b>119,264</b>	<b>49.6</b>
<b>Fixed assets</b>						
<b>Tangible fixed assets</b>						
Buildings and structures	21,601		21,623		21,334	
Land	25,451		22,421		23,512	
Other fixed assets	7,596		6,861		7,078	
Total tangible fixed assets	<b>54,648</b>		<b>50,907</b>		<b>51,925</b>	
<b>Intangible fixed assets</b>						
Goodwill	7,450		5,369		5,645	
Software	7,713		6,525		6,456	
Other intangible fixed assets	1,005		943		939	
Total intangible fixed assets	<b>16,168</b>		<b>12,838</b>		<b>13,041</b>	
<b>Investments</b>						
Investment securities	22,912		28,785		29,369	
Long-term loans	1,149		1,353		1,245	
Deferred tax assets	4,507		3,005		2,496	
Rental deposits	21,948		22,077		21,884	
Other investments	2,167		3,020		2,088	
Allowance for doubtful receivables	(756)		(1,530)		(690)	
Total investments	<b>51,928</b>		<b>56,713</b>		<b>56,395</b>	
Total fixed assets	<b>122,745</b>	<b>45.8</b>	<b>120,459</b>	<b>46.0</b>	<b>121,362</b>	<b>50.4</b>
<b>Total assets</b>	<b>267,749</b>	<b>100.0</b>	<b>262,134</b>	<b>100.0</b>	<b>240,627</b>	<b>100.0</b>

(Unit: Millions of Yen)

Liabilities and Net assets	December 31, 2007		December 31, 2006		March 31, 2007	
	Amount	Ratio	Amount	Ratio	Amount	Ratio
		%		%		%
<b>Current liabilities</b>						
Trade notes and accounts payable-trade	47,499		47,002		25,497	
Short-term borrowings	2,347		1,845		2,196	
Accounts payable other	13,290		12,935		10,964	
Income taxes payable	1,807		3,357		3,426	
Accrued bonuses for directors and corporate auditors	-		113		-	
Allowance for point card	875		-		430	
Other current liabilities	7,142		5,566		6,365	
Total current liabilities	72,962	27.2	70,821	27.0	48,881	20.3
<b>Long-term liabilities</b>						
Bonds	195		-		235	
Zero coupon convertible bonds	-		270		270	
Long-term debt	15,479		14,044		13,608	
Liability for retirement benefits	99		89		108	
Accrued retirement benefits for directors and corporate auditors	432		394		427	
Provision for business restructuring	252		585		274	
Other long-term liabilities	9,966		8,334		8,172	
Total long-term liabilities	26,424	9.9	23,718	9.1	23,095	9.6
Total liabilities	99,387	37.1	94,540	36.1	71,977	29.9
<b>Owners' equity</b>						
Common stock	33,998	12.7	33,998	13.0	33,998	14.1
Capital surplus	34,512	12.9	34,512	13.1	34,512	14.4
Retained earnings	104,773	39.1	102,542	39.1	103,075	42.8
Treasury stock at cost	(5,540)	(2.0)	(5,532)	(2.1)	(5,534)	(2.3)
Total owners' equity	167,744	62.7	165,521	63.1	166,052	69.0
<b>Valuation and translation adjustments</b>						
Net unrealized gain on available-for-sale securities	(297)	(0.1)	1,734	0.7	1,935	0.8
Foreign currency translation adjustments	11	0.0	(61)	(0.0)	6	0.0
Total valuation and translation adjustments	(285)	(0.1)	1,673	0.7	1,942	0.8
<b>Minority interests</b>	903	0.3	400	0.1	655	0.3
Total net assets	168,362	62.9	167,594	63.9	168,650	70.1
<b>Total liabilities and net assets</b>	<b>267,749</b>	<b>100.0</b>	<b>262,134</b>	<b>100.0</b>	<b>240,627</b>	<b>100.0</b>

## Consolidated Statements of Income

(Unit: Millions of Yen)

	Nine months ended December 31, 2007		Nine months ended December 31, 2006		Year ended March 31, 2007	
	Amount	Ratio %	Amount	Ratio %	Amount	Ratio %
<b>Net sales</b>	<b>212,444</b>	<b>100.0</b>	196,178	100.0	242,532	100.0
Cost of goods sold	147,627	69.5	137,323	70.0	167,788	69.2
<b>Gross profit</b>	<b>64,816</b>	<b>30.5</b>	58,854	30.0	74,743	30.8
Selling, general and administrative expenses	56,527	26.6	46,613	23.8	62,524	25.8
<b>Operating income</b>	<b>8,289</b>	<b>3.9</b>	12,241	6.2	12,219	5.0
Non-operating income						
Interest income	383		276		395	
Rental income	57		29		47	
Commission income	488		516		684	
Lease revenue - system equipment	764		667		885	
Other non-operating income	3,109		3,524		4,048	
<b>Total non-operating income</b>	<b>4,802</b>	<b>2.3</b>	5,013	2.6	6,062	2.5
Non-operating expenses						
Interest expenses	183		137		182	
Lease cost - system equipment	552		494		635	
Loss on disposal of fixed assets	53		116		153	
Write-down of investment securities	1,480		-		-	
Other non-operating expenses	1,273		594		987	
<b>Total non-operating expenses</b>	<b>3,544</b>	<b>1.7</b>	1,343	0.7	1,958	0.8
<b>Ordinary income</b>	<b>9,547</b>	<b>4.5</b>	15,911	8.1	16,323	6.7
Extraordinary gains						
Gain on sales of fixed assets	-		34		50	
Reversal of allowance for business restructuring	17		85		396	
Reversal of allowance for doubtful receivables	-		257		445	
Gain on change in equity of an affiliated company	-		72		72	
<b>Total extraordinary gains</b>	<b>17</b>	<b>0.0</b>	449	0.2	965	0.4
Extraordinary losses						
Loss on sale of fixed assets	-		62		64	
Impairment losses on fixed assets	109		362		222	
Provision for businesses restructuring	-		190		216	
Loss on sale of investment securities	576		-		-	
Loss on arrangement of stores	76		101		213	
Other extraordinary losses	-		-		22	
<b>Total extraordinary losses</b>	<b>762</b>	<b>0.4</b>	717	0.3	740	0.3
<b>Income before income taxes and minority interests</b>	<b>8,801</b>	<b>4.1</b>	15,644	8.0	16,549	6.8
Income taxes - current	4,810	2.2	6,275	3.2	6,314	2.6
Income taxes - deferred	(76)	(0.0)	861	0.5	1,219	0.5
Minority interests in net (income) loss	(74)	(0.0)	126	0.1	150	0.1
<b>Net income</b>	<b>3,992</b>	<b>1.9</b>	8,632	4.4	9,165	3.8

## Consolidated Statement of Changes in Net assets

Nine months ended December 31, 2007(from April 1, 2007 to December 31, 2007)

(Unit: Millions of Yen)

	Owners' equity					Valuation and translation adjustments			Minority interests	Total net assets
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total owners' equity	Net unrealized gain on available-for-sale securities	Foreign currency translation adjustments	Total valuation and translation adjustments		
<b>Balance at the end of previous period</b>	33,998	34,512	103,075	(5,534)	166,052	1,935	6	1,942	655	168,650
<b>Change of items during the period</b>										
Dividends from surplus			( 2,294 )		( 2,294 )					( 2,294 )
Net income			3,992		3,992					3,992
Purchase of treasury stock				(6)	(6)					(6)
Net changes of items other than owners' equity						(2,233)	5	(2,228)	247	(1,980)
<b>Total change of items during the period</b>	-	-	1,698	(6)	1,692	(2,233)	5	(2,228)	247	(287)
<b>Balance at the end of the 3rd Quarter</b>	33,998	34,512	104,773	(5,540)	167,744	(297)	11	(285)	903	168,362

**Consolidated Statements of Cash Flows**  
(Unit: Millions of Yen)

	Nine months ended December 31, 2007 Amount	Nine months ended December 31, 2006 Amount	Year ended March 31, 2007 Amount
<b>Operating Activities:</b>			
Income before income taxes and minority interests	8,801	15,644	16,549
Depreciation and amortization	4,877	3,621	5,874
Impairment losses on fixed assets	109	362	222
Increase in trade notes and accounts receivable	(29,408)	(28,538)	(2,888)
Increase in inventories	(5,813)	(6,058)	(1,942)
Increase in trade notes and accounts payable	20,768	30,757	8,651
Others	5,279	(370)	(2,317)
Subtotal	4,614	15,417	24,149
Interest and dividend received	784	619	915
Interest paid	(171)	(131)	(173)
Taxes paid	(6,353)	(7,659)	(7,676)
Net cash (used in) provided by operating activities	(1,125)	8,245	17,215
<b>Investing Activities:</b>			
Payment for marketable securities	(499)	(10,999)	(12,999)
Proceeds from sales of marketable securities	1,000	17,300	20,300
Payment for tangible and intangible fixed assets other than software	(4,990)	(5,624)	(7,557)
Payment for software development	(2,743)	(2,852)	(2,798)
Payment for investment securities	(2,799)	(8,306)	(9,456)
Proceeds from sale of investment securities	3,895	5,692	5,878
Cash of acquisition of business	(3,272)	-	-
Payment for loans	(391)	(914)	(1,136)
Collection of loans	673	925	1,100
Payment for rental deposits	(1,220)	(571)	(648)
Others	507	(412)	216
Net cash used in investing activities	(9,841)	(5,763)	(7,102)
<b>Financing Activities:</b>			
Net increase (decrease) in short-term borrowings	154	(2,007)	(2,054)
Proceeds from long-term debt	3,220	3,000	3,000
Repayments of long-term debt	(1,352)	(1,287)	(1,693)
Purchase of treasury stock	(4)	(1,931)	(1,932)
Dividends paid	(2,294)	(2,075)	(2,075)
Others	(137)	58	57
Net cash used in financing activities	(414)	(4,244)	(4,698)
Effect of exchange rate changes on cash and cash equivalents	35	167	189
Net (decrease) increase in cash and cash equivalents	(11,346)	(1,594)	5,604
Cash and cash equivalents, beginning of period / year	59,226	53,622	53,622
<b>Cash and cash equivalents, end of period / year</b>	<b>47,880</b>	<b>52,028</b>	<b>59,226</b>

### Consolidated Sales Component and Percentage by Division

(Unit: Millions of Yen)

Divisions	Nine months ended December 31, 2007		Nine months ended December 31, 2006		Year ended March 31, 2007	
	Amount	Ratio %	Amount	Ratio %	Amount	Ratio %
Wholesale	119,737	56.4	116,433	59.4	138,586	57.1
Retail	89,565	42.1	76,904	39.2	100,151	41.3
Others	3,141	1.5	2,840	1.4	3,793	1.6
<b>Total</b>	<b>212,444</b>	<b>100.0</b>	<b>196,178</b>	<b>100.0</b>	<b>242,532</b>	<b>100.0</b>

Note: "Others" is consisted of revenue of Rent and Lease.

### Consolidated Sales Component and Percentage by Product Category

(Unit: Millions of Yen)

Products	Nine months ended December 31, 2007		Nine months ended December 31, 2006		Year ended March 31, 2007	
	Amount	Ratio %	Amount	Ratio %	Amount	Ratio %
Tires and wheels	42,998	20.2	42,843	21.8	50,878	21.0
Car electronics	55,619	26.2	56,612	28.9	68,903	28.4
Oil and batteries	19,860	9.4	13,925	7.1	17,686	7.3
Car exterior items	24,084	11.3	20,016	10.2	23,644	9.7
Car interior items	19,216	9.0	18,058	9.2	23,685	9.8
Motor sports goods	15,829	7.5	15,984	8.1	20,109	8.3
Service	13,526	6.4	10,976	5.6	14,343	5.9
Others	21,310	10.0	17,760	9.1	23,281	9.6
<b>Total</b>	<b>212,444</b>	<b>100.0</b>	<b>196,178</b>	<b>100.0</b>	<b>242,532</b>	<b>100.0</b>

Note: "Others" is consisted of revenue of Car sales, Rent and Lease.