

(Translation)

February 9, 2007

**BRIEF STATEMENTS OF ACCOUNTS FOR THE THIRD QUARTER
OF THE YEAR ENDING MARCH 31, 2007 (CONSOLIDATED)**

(Based on accounting principles generally accepted in the U.S.A.)

Name of listed company:	Nippon Meat Packers, Inc. (URL http://www.nipponham.co.jp)
Code number:	2282
Listing exchange:	Tokyo Stock Exchange, First section and Osaka Securities Exchange, First section
Representative:	Yoshikiyo Fujii President and Representative Director
Inquiries to be directed to:	Noboru Takezoe Director, Senior Corporate Officer and General Manager of Corporate Planning Division

1. Matters concerning the preparation of quarterly financial information:

- 1) Adoption of simplified methods for account treatment: No.
- 2) Change in the methods for account treatment from the most recent consolidated fiscal year: No.
- 3) Changes in the scope of consolidation and the application of equity method: Yes.

Consolidated subsidiaries (inclusion):	1 company
Consolidated subsidiaries (exclusion):	10 companies
Companies subject to equity method (inclusion):	1 company
Companies subject to equity method (exclusion):	0 company

2. Summary of the financial and operating results for the third quarter of the fiscal year ending March 31, 2007 (from April 1, 2006 to December 31, 2006):

(1) Progress of consolidated operating results

(Each amount is shown by rounding any fraction of over half of a million yen thereof upward to the nearest million yen and disregarding the rest.)

	Third quarter ended December 31, 2006 (April 1, 2006 to December 31, 2006)	Third quarter ended December 31, 2005 (April 1, 2005 to December 31, 2005)	(For reference) Year ended March 31, 2006
Net sales:	¥762,126 million (2.1%)	¥746,273 million (2.3%)	¥963,664 million
Operating income:	¥17,892 million (34.7%)	¥13,279 million (- 54.5%)	¥10,074 million
Income before income taxes:	¥15,785 million (70.2%)	¥9,274 million (- 61.2%)	¥2,335 million
Net income:	¥8,721 million (36.6%)	¥6,385 million (- 52.4%)	¥952 million
Net income per share (basic):	¥38.21	¥27.97	¥4.17
Net income per share (diluted):	¥38.17	¥27.96	¥4.17

(Notes) (1) The percentages in the items of net sales, operating income, etc. indicate the rates of increase or decrease from the same quarterly period of the previous year.

(2) Operating income is calculated by deducting from net sales cost of goods sold and selling, general and administrative expenses, in accordance with the Japanese accounting practices.

[Qualitative information on the progress of consolidated operating results, etc.]

The Japanese economy during the third quarter of the fiscal year under review has continued a slow but long-standing expansion, supported by an increase in domestic demand, including private spending and housing investment. However, the food and fresh meats industry has been placed in a severe condition, due to increased prices of raw meats and rising energy costs and material costs on account of higher oil prices.

As for the activities of the Group, in October 2006, the Hokkaido Nippon Ham Fighters, Japanese professional baseball team, got the pennant, whereby not only enhancing the Group's corporate image and employees' motivations but providing a fair wind in its operations.

Under these circumstances, the Group has continued its efforts to strengthen its competitiveness in cost, promote quality improvement and implement various other management measures to produce the "corporate value improvement by ceaseless reform and challenge" set forth as the theme of its "New Medium-Term Management Plan Part II".

In its processed foods business, to make the most of the effect of the Fighters getting the pennant, the Group launched a massive sales campaign for its hams and sausages and processed

foods through its clients nationwide. Consequently, sales of its main brand products, including "SCHAU ESSEN" and "Ishigama Kobo", expanded among other products.

With regard to the year-end gift blitz, against the background of the effect of the Fighters, sales increased favorably in every sales channel. In addition, the Group has launched a new, high value added brand "Utsukushi-no-Kuni", hams made of pork produced by its group farms in Japan, and actively promoted sales through TV commercials. Thus, overall sales of gift products increased.

In its fresh meats business, while sales volume of imported beef from the United States have leveled off since the resumption of import thereof, the Company has strengthened cooperation with its fresh meats sales subsidiaries to expand sales of domestic beef. The Group has also increased sales by enhancing brand recognition of its fresh meats by taking advantage of its integration system covering production to marketing.

In the marine products business, while prices of raw materials were soaring, the Group revised supply prices and exerted its efforts to increase the variety of fishes and sales channels. Thus, sales increased.

As a result of these activities, for the third quarter of the current fiscal year on a consolidated basis, net sales amounted to ¥762,126 million, up 2.1% from the corresponding period of the previous fiscal year. With regard to profits, income from consolidated operations before income taxes amounted to ¥15,785 million, up 70.2% from the corresponding period of the previous fiscal year. Net income amounted to ¥8,721 million, up 36.6%.

(2) Movement in the consolidated financial condition

(Each amount is shown by rounding any fraction of over half of a million yen thereof upward to the nearest million yen and disregarding the rest.)

	Third quarter ended December 31, 2006	Third quarter ended December 31, 2005	(For reference) Year ended March 31, 2006
Total assets	¥631,544 million	¥653,209 million	¥591,426 million
Shareholders' equity	¥297,761 million	¥289,864 million	¥291,580 million
Ratio of shareholders' equity to total assets	47.1%	44.4%	49.3%
Shareholders' equity per share	¥1,304.82	¥1,269.87	¥1,277.41

(Note) The amount of shareholders' equity is shown based on the U.S. GAAP.

[State of consolidated cash flows]

(Each amount is shown by rounding any fraction of over half of a million yen thereof upward to the nearest million yen and disregarding the rest.)

	Third quarter ended December 31, 2006 (April 1, 2006 to December 31, 2006)	Third quarter ended December 31, 2005 (April 1, 2005 to December 31, 2005)	(For reference) Year ended March 31, 2006
Cash flows from operating activities	¥6,847 million)	(¥48,137 million)	(¥21,207 million)
Cash flows from investing activities	(¥13,842 million)	(¥13,067 million)	(¥16,661 million)
Cash flows from financing activities	¥5,718 million	¥32,288 million	(¥1,745 million)
Cash and cash equivalents at end of the quarter (year)	¥25,903 million	¥37,877 million	¥27,180 million

[Qualitative information on the movement in the consolidated financial position, etc.]

<Financial position>

At the end of the third quarter of the fiscal year under review, total assets increased by 6.8% from the end of the previous fiscal year to account for ¥631,544 million, as trade notes and accounts receivable increased by 46.9% from the end of the previous fiscal year, accounting for ¥151,108 million, among other things.

Liabilities increased by 11.3% from the end of the previous fiscal year to account for ¥331,668 million as trade notes and accounts payable increased by 24.5% from the end of the previous fiscal year, accounting for ¥109,737 million. Interest-bearing debt increased by ¥13,439 million from the end of the previous fiscal year, accounting for ¥183,140 million.

Shareholders' equity increased by 2.1% from the end of the previous fiscal year to account for ¥297,761 million, principally due to net income.

As a result, the ratio of shareholders' equity to total assets declined by 2.2 points from the end of the previous fiscal year to 47.1%.

<Cash flows>

Net cash provided by operating activities amounted to ¥6,847 million due to an increase in trade notes and accounts payable, in spite of an increase in trade notes and accounts receivable.

Net cash provided by investing activities amounted to a negative ¥13,842 million, due to additions to property, plant and equipment.

Net cash provided by financing activities amounted to ¥5,718 million, due to an increase in long-term debt.

As a result, for the third quarter of the fiscal year under review, cash and cash equivalents at end of the quarter decreased by ¥1,277 million in comparison with the end of the previous fiscal year to amount to ¥25,903 million.

- Attached materials
Quarterly consolidated balance sheets, quarterly statements of consolidated income, etc.

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[For reference]

Forecast of consolidated operating results for the year ending March 31, 2007 (from April 1, 2006 to March 31, 2007):

[Qualitative information on the forecast of operating results, etc.]

With regard to the forecast of operating results for the fiscal year ending March 31, 2007, the forecast publicized in the brief statements of interim accounts as of November 15, 2006 has not been amended. However, it may be amended due to the possible occurrence of uncertain factors.

In the event that any amendment to the forecast of operating results becomes necessary, it will be publicized promptly.

Attached materials

- Quarterly Financial Statements

1. CONSOLIDATED BALANCE SHEETS

	(Millions of yen)		
	Third quarter ended December 31, 2006 (as of December 31, 2006)	Third quarter ended December 31, 2005 (as of December 31, 2005)	(For reference) Year ended March 31, 2006 (as of March 31, 2006)
<u>Assets</u>			
Current assets:			
Cash and cash equivalents	25,903	37,877	27,180
Time deposits	6,053	2,586	4,507
Marketable securities	358	973	198
Trade notes (non-interest bearing) and accounts receivable	151,108	147,577	102,832
Allowance for doubtful receivables	(843)	(1,167)	(906)
Inventories	112,626	116,540	117,011
Deferred income taxes	4,457	4,794	4,832
Prepayments and other current assets	15,422	18,856	15,389
Total current assets	315,084	328,036	271,043
Investment and non-current receivables:			
Investment in and advances to associated companies	1,068	1,094	1,079
Other securities investments	24,126	26,419	26,792
Deposits and sundry investments	13,201	13,911	13,817
Total investments and non-current receivables	38,395	41,424	41,688
Property, plant and equipment - at cost, less accumulated depreciation	258,655	264,643	259,727
Deferred income taxes - non-current	8,050	10,947	8,795
Other assets	11,360	8,159	10,173
Total	631,544	653,209	591,426

(Millions of yen)

	Third quarter ended December 31, 2006 (as of December 31, 2006)	Third quarter ended December 31, 2005 (as of December 31, 2005)	(For reference) Year ended March 31, 2006 (as of March 31, 2006)
<u>Liabilities and Shareholders' equity</u>			
Current liabilities:			
Short-term bank loans	74,550	123,863	71,823
Current maturities of long-term debt	11,732	12,077	12,485
Trade notes (principally non-interest bearing) and accounts payable	109,737	110,520	88,141
Accrued income taxes	3,001	2,946	3,847
Deferred income taxes	855	460	723
Accrued expenses	10,109	8,807	14,342
Other current liabilities	10,103	7,034	5,552
Total current liabilities	220,087	265,707	196,913
Liability under retirement and severance program	10,138	22,625	10,743
Long-term debt, less current maturities	98,068	69,623	86,663
Deferred income taxes - non-current	3,375	3,472	3,577
Minority interests	2,115	1,918	1,950
Shareholders' equity:			
Common stock	24,166	24,166	24,166
Capital surplus	50,775	50,656	50,688
Retained earnings			
Appropriated for legal reserve	6,802	6,741	6,741
Unappropriated	208,547	208,975	203,542
Accumulated other comprehensive income (loss)	7,765	(458)	6,664
Treasury stock, at cost	(294)	(216)	(221)
Total shareholders' equity	297,761	289,864	291,580
Total	631,544	653,209	591,426

2. STATEMENTS OF CONSOLIDATED INCOME

(Millions of yen)

	Third quarter ended December 31, 2006 (from April 1, 2006 to December 31, 2006)	Third quarter ended December 31, 2005 (from April 1, 2005 to December 31, 2005)	Increase or decrease	(For reference) Year ended March 31, 2006 (from April 1, 2005 to March 31, 2006)
Revenues:				
Net sales	762,126	746,273	15,853	963,664
Other	1,257	3,360	(2,103)	4,022
Total	763,383	749,633	13,750	967,686
Cost and expenses:				
Cost of goods sold	614,319	608,487	5,832	789,411
Selling, general and administrative expenses	129,915	145,306	(15,391)	187,732
Subsidy from the government on the transfer of the substitutional portion of the Employees' Pension Fund	-	(27,434)	27,434	(27,434)
Interest expense	2,163	1,882	281	2,496
Other	1,201	12,118	(10,917)	13,146
Total	747,598	740,359	7,239	965,351
Income from consolidated operations before income taxes	15,785	9,274	6,511	2,335
Income taxes:				
Current	5,125	5,167	(42)	6,089
Deferred	1,862	(1,342)	3,204	(3,771)
Total	6,987	3,825	3,162	2,318
Income from consolidated operations	8,798	5,449	3,349	17
Equity in earnings of associated companies – net (less applicable income taxes)	(77)	(15)	(62)	(16)
Net income before extraordinary item and cumulative effect of accounting change	8,721	5,434	3,287	1
Extraordinary gain on negative goodwill	-	555	(555)	555
Cumulative effect of accounting change	-	396	(396)	396
Net income for the quarter (year)	8,721	6,385	2,336	952

Notes: For the year ended March 31, 2006 and the third quarter ended December 31, 2005 (from April 1, 2005 to December 31, 2005) :

1. The difference in the amount of ¥27,434 million between the accumulated retirement benefit obligations and the plan assets to be returned to the Japanese government due to the exemption of the payment obligations regarding the entrusted government's portion of retirement benefit obligations to the employees' pension fund is stated separately as the "subsidy from the government on the transfer of the substitutional portion of the Employees' Pension Fund".
2. The difference in the amount of ¥991 million between the estimated benefits obligations, which represent the portion of future pay hikes corresponding to the entrusted government's portion of retirement benefit obligations, and the accumulated retirement benefit obligations is accounted for as a transfer back from net periodic pension expenses and the lump-sum amortization of the balance of unamortized net loss equivalent to the entrusted government's portion of retirement benefit obligations is accounted for as a liquidation loss in the amount of ¥21,790 million.
3. Of the aggregate of the transfer back from the portion of future pay hikes and the liquidation loss, accounting for ¥20,799 million, ¥5,589 million and ¥15,210 million are included in the cost of goods sold and the selling, general and administrative expenses, respectively.

The gains and losses are summed up as "gain on return of substitutional portion of the Employees' Pension Fund liabilities" on the next page.

<For reference>

STATEMENTS OF CONSOLIDATED INCOME (with gain on transfer of the substitutional portion of the Employees' Pension Fund summed up and settlement loss from the restructuring of employees' benefit plans independently shown)

(Millions of yen)

	Third quarter ended December 31, 2006 (from April 1, 2006 to December 31, 2006)	Third quarter ended December 31, 2005 (from April 1, 2005 to December 31, 2005)	Increase or decrease	(For reference) Year ended March 31, 2006 (from April 1, 2005 to March 31, 2006)
Revenues:				
Net sales	762,126	746,273	15,853	963,664
Other	1,257	3,360	(2,103)	4,022
Total	763,383	749,633	13,750	967,686
Cost and expenses:				
Cost of goods sold	614,319	602,898	11,421	783,291
Selling, general and administrative expenses	129,915	130,096	(181)	170,299
Gain on transfer of the substitutional portion of the Employees' Pension Fund	-	(6,635)	6,635	(6,635)
Settlement loss from the restructuring of employees' benefit plans	-	-		2,754
Interest expense	2,163	1,882	281	2,496
Other	1,201	12,118	(10,917)	13,146
Total	747,598	740,359	7,239	965,351
Income from consolidated operations before income taxes	15,785	9,274	6,511	2,335
Income taxes:				
Current	5,125	5,167	(42)	6,089
Deferred	1,862	(1,342)	3,204	(3,771)
Total	6,987	3,825	3,162	2,318
Income from consolidated operations	8,798	5,449	3,349	17
Equity in earnings of associated companies - net (less applicable income taxes)	(77)	(15)	(62)	(16)
Net income before extraordinary item and cumulative effect of accounting change	8,721	5,434	3,287	1
Extraordinary gain on negative goodwill	-	555	(555)	555
Cumulative effect of accounting change	-	396	(396)	396
Net income for the quarter (year)	8,721	6,385	2,336	952
Operating income (based on Japanese accounting practices)	17,892	13,279	4,613	10,074

3. STATEMENTS OF CONSOLIDATED CASH FLOWS

(Millions of yen)

	Third quarter ended December 31, 2006 (from April 1, 2006 to December 31, 2006)	Third quarter ended December 31, 2005 (from April 1, 2005 to December 31, 2005)	(For reference) Year ended March 31, 2006 (from April 1, 2005 to March 31, 2006)
Operating Activities:			
Net income	8,721	6,385	952
Adjustments to reconcile net income to net cash provided by operating activities:			
Cumulative effect of accounting changes	-	(396)	(396)
Depreciation and amortization	17,696	17,914	24,452
Subsidy from the government on the transfer of the substitutional portion of the Employees' Pension Fund	-	(27,434)	(27,434)
Settlement loss from the transfer of the substitutional portion of the Employees' Pension Fund	-	20,799	20,799
Settlement loss from the restructuring of employees' benefit plans	-	-	2,754
Income taxes – deferred	1,862	(1,342)	(3,771)
Extraordinary gain on negative goodwill	-	(555)	(555)
Increase in trade notes and accounts receivable	(47,767)	(49,931)	(5,293)
Decrease (increase) in inventories	5,491	(19,858)	(20,494)
Decrease (increase) in current assets	1,439	(7,020)	(3,192)
Increase (decrease) in trade notes and accounts payable	21,910	20,093	(1,971)
Decrease in accrued income taxes	(848)	(2,213)	(1,578)
Decrease in accrued expenses and other current liabilities	(1,049)	(6,783)	(3,681)
Other – net	(608)	2,204	(1,799)
Net cash provided by (used in) operating activities	6,847	(48,137)	(21,207)
Investing Activities:			
Additions to property, plant, and equipment	(12,157)	(15,991)	(19,809)
Proceeds from sales of property, plant and equipment	968	1,190	3,660
Decrease (increase) in time deposits	(1,525)	824	(818)
Purchases of marketable securities and other securities investment	(397)	(772)	(1,102)
Proceeds from sales of marketable securities and other securities investment	105	2,715	3,669
Decrease in deposits and other investments	1,001	1,163	1,159
Other – net	(1,837)	(2,196)	(3,420)
Net cash used in investing activities	(13,842)	(13,067)	(16,661)
Financing Activities:			
Cash dividends	(3,668)	(3,669)	(3,669)
Increase (decrease) in short-term bank loans	113	44,362	(6,636)
Proceeds from long-term debt	19,115	16,817	36,780
Repayments of long-term debt	(9,963)	(25,201)	(28,193)
Others– net	121	(21)	(27)
Net cash provided by (used in) financing activities	5,718	32,288	(1,745)

(Millions of yen)

	Third quarter ended December 31, 2006 (from April 1, 2006 to December 31, 2006)	Third quarter ended December 31, 2005 (from April 1, 2005 to December 31, 2005)	(For reference) Year ended March 31, 2006 (from April 1, 2005 to March 31, 2006)
Net decrease in cash and cash equivalents	(1,277)	(28,916)	(39,613)
Cash and cash equivalents at beginning of the quarter (year)	27,180	66,793	66,793
Cash and cash equivalents at end of the quarter (year)	25,903	37,877	27,180
Additional Information:			
Cash payment for the quarter (year)			
Interest paid	2,105	1,759	2,450
Income taxes paid	4,556	8,636	8,367
Capital lease obligations incurred	978	-	423

4. SEGMENT INFORMATION

[Segment information by business category]

For the third quarter ended December 31, 2006 (from April 1, 2006 to December 31, 2006):

(Millions of yen)

Items	Fresh meat-related businesses	Other businesses	Total	Eliminations or group-wide	Consolidation
Net sales					
(1) Sales to outside customers	660,285	101,841	762,126	-	762,126
(2) Inter-segment sales	19,700	2,265	21,965	(21,965)	-
Total	679,985	104,106	784,091	(21,965)	762,126
Operating expenses	662,308	103,998	766,306	(22,072)	744,234
Operating income	17,677	108	17,785	107	17,892

- (Notes) 1. Businesses are categorized in accordance with the similarities of products in types and features. However, any net sales and any operating income of any business other than fresh meat-related businesses account for less than 10% of the total net sales and operating income of all the segments, respectively. Hence, all businesses other than fresh meat-related businesses are indicated collectively as the "other businesses". Operating income is calculated by deducting from net sales cost of goods sold and selling, general and administrative expenses, in accordance with the Japanese accounting practices.
2. Principal products included in the fresh meat-related businesses are as follows: Hams and sausages, processed foods and fresh meats, etc.

For the third quarter ended December 31, 2005 (from April 1, 2005 to December 31, 2005):

(Millions of yen)

Items	Fresh meat-related businesses	Other businesses	Total	Eliminations or group-wide	Consolidation
Net sales					
(1) Sales to outside customers	647,339	98,934	746,273	-	746,273
(2) Inter-segment sales	17,797	1,816	19,613	(19,613)	-
Total	665,136	100,750	765,886	(19,613)	746,273
Operating expenses	651,734	100,838	752,572	(19,578)	732,994
Operating income (loss)	13,402	(88)	13,314	(35)	13,279

- (Notes) 1. Businesses are categorized in accordance with the similarities of products in types and features. However, any net sales and any operating income of any business other than fresh meat-related businesses account for less than 10% of the total net sales and operating income of all the segments, respectively. Hence, all businesses other than fresh meat-related businesses are indicated collectively as the "other businesses". Operating income is calculated by deducting from net sales cost of goods sold and selling, general and administrative expenses, in accordance with the Japanese accounting practices.
- No income or loss due to the return of the substitutional portion of employees' pension fund liabilities is included.
2. Principal products included in the fresh meat-related businesses are as follows: Hams and sausages, processed foods and fresh meats, etc.

[Segment information by geographic area]

For the third quarter ended December 31, 2006 (from April 1, 2006 to December 31, 2006):

(Millions of yen)

Items	Japan	Other areas	Total	Eliminations or group-wide	Consolidation
Net sales					
(1) Sales to outside customers	690,013	72,113	762,126	-	762,126
(2) Inter-segment sales	731	67,554	68,285	(68,285)	-
Total	690,744	139,667	830,411	(68,285)	762,126
Operating expenses	673,165	139,476	812,641	(68,407)	744,234
Operating income	17,579	191	17,770	122	17,892

- (Notes) 1. Countries and areas are categorized in accordance with their geographic nearness. However, any net sales in any country or area other than Japan account for less than 10% of the total net sales of all the segments. Hence, all the countries and areas other than Japan are indicated collectively as the "other areas". Operating income is calculated by deducting from net sales cost of goods sold and selling, general and administrative expenses, in accordance with the Japanese accounting practices.
2. The other areas principally consist of Australia, the United States and Thailand.

For the third quarter ended December 31, 2005 (from April 1, 2005 to December 31, 2005):

(Millions of yen)

Items	Japan	Other areas	Total	Eliminations or group-wide	Consolidation
Net sales					
(1) Sales to outside customers	680,490	65,783	746,273	-	746,273
(2) Inter-segment sales	1,160	64,330	65,490	(65,490)	-
Total	681,650	130,113	811,763	(65,490)	746,273
Operating expenses	668,014	130,289	798,303	(65,309)	732,994
Operating income (loss)	13,636	(176)	13,460	(181)	13,279

- (Notes) 1. Countries and areas are categorized in accordance with their geographic nearness. However, any net sales in any country or area other than Japan account for less than 10% of the total net sales of all the segments. Hence, all the countries and areas other than Japan are indicated collectively as the "other areas". Operating income is calculated by deducting from net sales cost of goods sold and selling, general and administrative expenses, in accordance with the Japanese accounting practices.
- No income or loss due to the return of the substitutional portion of employees' pension fund liabilities is included.
2. The other areas principally consist of Australia, the United States and Thailand.

5. BREAKDOWN OF CONSOLIDATED NET SALES

	Third quarter ended December 31, 2006 (from April 1, 2006 to December 31, 2006)		Third quarter ended December 31, 2005 (from April 1, 2005 to December 31, 2005)		Rate of increase or decrease from the correspond ing period of the previous year	Year ended March 31, 2006 (from April 1, 2005 to March 31, 2006)	
	Amount	Component ratios	Amount	Component ratios		Amount	Component ratios
	(millions of yen)	(%)	(millions of yen)	(%)		(millions of yen)	(%)
Hams and sausages	105,562	13.9	107,106	14.4	(1.4)	134,045	13.9
Processed foods	141,351	18.5	140,370	18.8	0.7	184,751	19.2
Fresh meats	395,196	51.9	383,886	51.4	2.9	496,772	51.6
Sea foods	68,742	9.0	64,838	8.7	6.0	82,497	8.6
Dairy products	16,718	2.2	16,589	2.2	0.8	21,707	2.2
Others	34,557	4.5	33,484	4.5	3.2	43,892	4.5
Total	762,126	100.0	746,273	100.0	2.1	963,664	100.0