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RIGAKU AMERICAS CORPORATION AND SUBSIDIARIES

Consolidated Financial Report

February 28, 2007

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RIGAKU AMERICAS CORPORATION AND SUBSIDIARIES
Consolidated Balance Sheet
February 28, 2007

	Assets	
Current Assets		38,068,405
Property and Equipment - Net		18,516,778
Goodwill		1,754,695
Other Assets		3,028,393
Total assets	**$**	**61,368,271**
	Liabilities and Stockholders' Equity	
Current Liabilities	$	30,599,020
Long-term Debt - Net of current portion		9,358,729
Deferred Tax Liability		884,000
Stockholders' Equity		20,526,522
Total liabilities and stockholders' equity	**$**	**61,368,271**

The section 700 accounts prepared were an extract of the consolidated financial statements which were approved by the Board of Directors on 27 June 2007.

Paul Edmiston
Director

RIGAKU AMERICAS CORPORATION AND SUBSIDIARIES

Consolidated Statement of Operations
For the period to February 28, 2007

Net Sales	$ 78,709,420
Cost of Sales	(45,759,886)
Gross Profit	32,949,534
Operating Expenses	(31,727,393)
Operating Income	1,222,141
Non operating Income (Expenses)	(932,902)
Income - Before income taxes	289,239
Income Tax Expense	(116,193)
Net Income	**$ 173,046**

RIGAKU AMERICAS CORPORATION AND SUBSIDIARIES

Notes to Consolidated Financial Statements
February 28, 2007

Note 1 - Nature of Business and Significant Accounting Policies

The Company is engaged in the distribution, sale, and servicing of analytical instrumentation, including parts and accessories for the foregoing services, manufactured by the Parent. The Company is also engaged in the manufacture and sale of x-ray optical products, as well as the manufacture and integration of automation products for structural biology. The Company has extensive transactions and relationships with the Parent and its affiliates. Accordingly, the accompanying consolidated financial statements may not necessarily be indicative of the conditions that would have existed or the results of operations that would have occurred if the company had operated without such affiliates.

Sales are predominately to companies located in the United States and Europe.

Cash Equivalents - The Company considers all investments with an original maturity of three months or less when purchased to be cash equivalents.

Basis of Presentation - The consolidated financial statements include all domestic and foreign subsidiaries, including the Company's Canadian and European branches. All significant intercompany accounts and transactions have been eliminated in consolidation.

Accounts Receivable - Accounts receivable are stated at net invoice amounts.

Inventory - Inventory is stated at the owner of cost or market, with cost determined on the first-in, first-out (FIFO) method.

Property and Equipment - Property and equipment are recorded at cost. Depreciation is provided on the straight-lined method over the estimated useful lives of the individual assets. The estimated lives of the assets range from 3 to 40 years. Costs of maintenance and repairs are charged to expense when incurred.

Comprehensive Income - Accounting principles generally require that recognised revenue, expenses, gains and losses to be included in net income. Certain changes in assets and liabilities, however, such as foreign currency translation adjustments, are reported as a direct adjustment to the equity section of the consolidated balance sheet. Such items, along with net income, are considered components of comprehensive income.

Foreign Currency Translation - Assets and liabilities of the Company's foreign branches are translated into U.S. dollars at the rate of exchange in effect at the close of the period. Income and expenses are translated at an average rate of exchange for the period. The aggregate effect of translating the consolidated financial statements is included in other comprehensive income.

Note 1 - Nature of Business and Significant Accounting Policies - continued

Goodwill - The recorded amounts of goodwill from prior business combinations are based on management's best estimates of the fair values of assets acquired and liabilities assumed at the date of acquisition. Goodwill is not amortised, but rather is

assessed at least on an annual basis for impairment. No impairment charge was recognised in 2007.

Revenues and Cost Recognition - Revenue from sales of spare parts and accessories are recognised at the time of shipment. Sales of apparatus systems are recognised on a customer-acceptance basis as certain performance standards must be met prior to acceptance by the customer. Payments received before the customer's acceptance are recorded at customer deposits. The Company bills customers in advance for service contracts. Revenues derived from these contracts are deferred and recognised in income ratable over the term of the contracts.

Income Taxes - A current tax liability or asset is recognised for the estimated taxes payable or refundable on tax returns for the year. Deferred tax liabilities or assets are recognised for the estimated future tax effects of temporary differences between financial reporting and tax accounting.

Accounting for Uncertainty in Income Taxes (FIN 48) - In July 2006, the FASB issued FASB Interpretation No. 48, Accounting for Uncertainty in Income Taxes, (FIN 48). FIN 48 clarifies the guidance for the recognition and measurement of income tax benefits related to uncertain tax positions in accordance with SFAS No. 109, Accounting for Income Taxes. FIN 48 will be effective for the fiscal year beginning March 1, 2007. The Company is currently assessing the impact this interpretation will have on its consolidated financial statements.

Notes to Consolidated Financial Statements
February 28, 2007

Note 2 - Property and Equipment

Property and equipment are summarised as follows:

Land and Buildings	$	13,307,917
Other plant and Machinery		16,912,095
Leasehold improvements		601,813
Total cost		30,821,825
Accumulated depreciation		12,305,047
Net property and equipment	$	18,516,778

Depreciation expense was $2,822,068 in 2007.

At February 28, 2007, the company had net property an equipment of $583,777 located in foreign jurisdictions.

Note 3 - Capital Stock

The Company's stock consists of $1 par value common stock with 300,000 shares authorised and 42,000 shares issued and outstanding at February 28,2007.

TO ALL TO WHOM these presents shall come I **ALASTAIR GEORGE CAISLEY** Notary Public of Kenwood House 1 Upper Grosvenor Road Tunbridge Wells Kent TN1 2EL duly admitted and sworn

was present at Kenwood House 1 Upper Grosvenor Road Tunbridge Wells Kent TN1 2EL and did see **OPHELIE THENAULT** a Project Manager of Cicero Translations of 5 Clanricarde Gardens Tunbridge Wells Kent TN1 1PE who is personally known to me and the said Ophelie Thenault produced a Certificate of Translation dated 10th February 2009 together with an Auditor's Report, Annual Report, Balance Sheet, Minutes of Ordinary General Meeting and Notes to Accounts of Sanyo Airconditioners Europe SRL in Italian for the year ending 31st March 2008 and an English translation and I hereby certify the attached are the said documents

IN FAITH AND TESTIMONY whereof I the said notary have subscribed my name and set and affixed my seal of office at aforesaid this Eleventh day of February Two Thousand and Nine

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Alastair G Caisley
Notary Public