

Consolidated Statements of Shareholders' Equity

| | Number of common shares outstanding (Thousands) | Millions of yen | | | | | | | Total shareholders' equity |
|---|--|-----------------|----------------------------------|-----------------------------------|---|---|---|-------------------|----------------------------------|
| | | Common stock | Additional paid-in capital | Retained earnings/ (losses) | Net unrealized gain on revaluation of land | Net unrealized gain on other securities | Foreign currency translation adjustments | Treasury stock | |
| Balance at March 31, 2003..... | 282,744 | ¥26,100 | ¥33,559 | ¥(39,581) | ¥2,763 | ¥(1,123) | ¥(7,088) | ¥(12) | ¥14,617 |
| Net income..... | — | — | — | 6,305 | — | — | — | — | 6,305 |
| Decrease due to change in equity | | | | | | | | | |
| method affiliate..... | — | — | — | (6) | — | — | — | — | (6) |
| Change in treasury stock..... | — | — | — | — | — | — | — | (5) | (5) |
| Net unrealized gain (loss) on revaluation of land | — | — | — | 250 | (191) | — | — | — | 58 |
| Net unrealized gain on securities..... | — | — | — | — | — | 1,685 | — | — | 1,685 |
| Foreign currency translation adjustments..... | — | — | — | — | — | — | (1,637) | — | (1,637) |
| Others..... | — | — | — | (29) | — | — | — | — | (29) |
| Balance at March 31, 2004..... | 282,744 | 26,100 | 33,559 | (33,062) | 2,572 | 561 | (8,726) | (17) | 20,987 |
| Transfer to retained earnings..... | — | — | (30,889) | 30,889 | — | — | — | — | — |
| Net income..... | — | — | — | 5,111 | — | — | — | — | 5,111 |
| Change in treasury stock..... | — | — | — | — | — | — | — | (11) | (11) |
| Net unrealized loss on revaluation of land..... | — | — | — | — | (300) | — | — | — | (300) |
| Net unrealized gain on securities..... | — | — | — | — | — | 251 | — | — | 251 |
| Foreign currency translation adjustments..... | — | — | — | — | — | — | 695 | — | 695 |
| Others..... | — | — | — | (4) | — | — | — | — | (4) |
| Balance at March 31, 2005..... | 282,744 | 26,100 | 2,669 | 2,934 | 2,272 | 813 | (8,031) | (29) | 26,729 |
| Net income..... | — | — | — | 5,862 | — | — | — | — | 5,862 |
| Change in accounting standard for overseas subsidiary..... | — | — | — | (1,331) | — | — | 1,367 | — | 35 |
| Change in treasury stock..... | — | — | — | — | — | — | — | (10) | (10) |
| Net unrealized gain (loss) on revaluation of land.. | — | — | — | 1,020 | (1,028) | — | — | — | (8) |
| Net unrealized gain on securities..... | — | — | — | — | — | 104 | — | — | 104 |
| Foreign currency translation adjustments..... | — | — | — | — | — | — | 1,771 | — | 1,771 |
| Others..... | — | — | — | (2) | — | — | — | — | (2) |
| Balance at March 31, 2006..... | 282,744 | ¥26,100 | ¥ 2,669 | ¥ 8,483 | ¥1,244 | ¥ 918 | ¥(4,891) | ¥(39) | ¥34,484 |

| | Number of common shares outstanding (Thousands) | Thousands of U.S. dollars | | | | | | | Total shareholders' equity |
|---|--|---------------------------|----------------------------------|----------------------|---|---|---|-------------------|----------------------------------|
| | | Common stock | Additional paid-in capital | Retained earnings | Net unrealized gain on revaluation of land | Net unrealized gain on other securities | Foreign currency translation adjustments | Treasury stock | |
| Balance at March 31, 2005..... | 282,744 | \$222,186 | \$22,725 | \$24,980 | \$19,347 | \$6,926 | \$(68,368) | \$(252) | \$227,546 |
| Net income..... | — | — | — | 49,910 | — | — | — | — | 49,910 |
| Change in accounting standard for overseas subsidiary..... | — | — | — | (11,338) | — | — | 11,644 | — | 306 |
| Change in treasury stock..... | — | — | — | — | — | — | — | (87) | (87) |
| Net unrealized gain (loss) on revaluation of land.. | — | — | — | 8,684 | (8,752) | — | — | — | (68) |
| Net unrealized gain on securities..... | — | — | — | — | — | 890 | — | — | 890 |
| Foreign currency translation adjustments..... | — | — | — | — | — | — | 15,080 | — | 15,080 |
| Others..... | — | — | — | (18) | — | — | — | — | (18) |
| Balance at March 31, 2006..... | 282,744 | \$222,186 | \$22,725 | \$72,218 | \$10,594 | \$7,817 | \$(41,643) | \$(339) | \$293,560 |

The accompanying notes are an integral part of these consolidated financial statements.