

Consolidated Statements of Shareholders' Equity

Years ended March 31, 2006, 2005 and 2004

	Number of shares of common stock (Thousands)	Millions of yen					Treasury stock
		Common stock	Capital surplus	Retained earnings	Net unrealized holding gains (losses) on securities	Foreign currency translation adjustments	
Balance at March 31, 2003.....	123,073	¥17,814	¥21,389	¥54,746	¥ (114)	¥(1,648)	¥(4,620)
Net income	—	—	—	4,251	—	—	—
Adjustments from translation of foreign currency financial statements	—	—	—	—	—	(1,070)	—
Change in net unrealized holding gains on securities	—	—	—	—	863	—	—
Treasury stock.....	—	—	—	—	—	—	(1,606)
Cash dividends paid.....	—	—	—	(1,086)	—	—	—
Bonuses to directors.....	—	—	—	(38)	—	—	—
Cumulative effect of adopting tax effect accounting by overseas subsidiaries.....	—	—	—	102	—	—	—
Balance at March 31, 2004.....	123,073	17,814	21,389	57,975	749	(2,718)	(6,226)
Net income	—	—	—	8,363	—	—	—
Adjustments from translation of foreign currency financial statements	—	—	—	—	—	324	—
Change in net unrealized holding gains on securities	—	—	—	—	(4)	—	—
Treasury stock.....	—	—	—	—	—	—	(1,381)
Cash dividends paid.....	—	—	—	(1,805)	—	—	—
Bonuses to directors.....	—	—	—	(48)	—	—	—
Increase in retained earnings of a consolidated foreign subsidiary in accordance with U.S. GAAP	—	—	—	512	—	—	—
Decrease in retained earnings of a consolidated foreign subsidiary in accordance with U.K. GAAP.....	—	—	—	(38)	—	—	—
Balance at March 31, 2005.....	123,073	17,814	21,389	64,959	745	(2,394)	(7,607)
Net income	—	—	—	11,502	—	—	—
Gain on sale of treasury stock.....	—	—	26	—	—	—	—
Adjustments from translation of foreign currency financial statements	—	—	—	—	—	2,392	—
Change in net unrealized holding gains on securities	—	—	—	—	955	—	—
Treasury stock.....	—	—	—	—	—	—	14
Cash dividends paid.....	—	—	—	(2,203)	—	—	—
Bonuses to directors.....	—	—	—	(58)	—	—	—
Decrease in retained earnings of a consolidated foreign subsidiary in accordance with U.K. GAAP.....	—	—	—	(110)	—	—	—
Decrease in retained earnings of a consolidated foreign subsidiary in accordance with Australian GAAP.....	—	—	—	(10)	—	—	—
Balance at March 31, 2006.....	123,073	¥17,814	¥21,415	¥74,080	¥1,700	¥ (2)	¥(7,593)

	Thousands of U.S. dollars (Note 1)						
	Common stock	Capital surplus	Retained earnings	Net unrealized holding gains (losses) on securities	Foreign currency translation adjustments	Treasury stock	
Balance at March 31, 2005.....	\$151,647	\$182,081	\$552,984	\$ 6,342	\$(20,380)	\$(64,757)	
Net income	—	—	97,914	—	—	—	
Gain on sale of treasury stock.....	—	221	—	—	—	—	
Adjustments from translation of foreign currency financial statements	—	—	—	—	20,363	—	
Change in net unrealized holding gains on securities.....	—	—	—	8,130	—	—	
Treasury stock.....	—	—	—	—	—	119	
Cash dividends paid.....	—	—	(18,754)	—	—	—	
Bonuses to directors.....	—	—	(494)	—	—	—	
Decrease in retained earnings of a consolidated foreign subsidiary in accordance with U.K. GAAP.....	—	—	(936)	—	—	—	
Decrease in retained earnings of a consolidated foreign subsidiary in accordance with Australian GAAP.....	—	—	(85)	—	—	—	
Balance at March 31, 2006.....	\$151,647	\$182,302	\$630,629	\$14,472	\$ (17)	\$(64,638)	

See accompanying notes.