

Consolidated Financial Statements for the 2<sup>nd</sup> Quarter of the Fiscal Year Ending March 31, 2009

Balance Sheet

(Unit : ¥1000)

	As of September 30, 2007	As of September 30, 2008	Fiscal Year Ended March 31, 2008
	Amount	Amount	Amount
(Assets)			
I Current Assets			
1. Cash & Equivalents	1,779,483	3,400,137	2,165,101
2. A/R Trade	1,829,015	1,268,571	1,703,961
3. Inventories	25,168	—	—
4. Merchandise and Finished Goods	—	2,608	1,647
5. Work in Process	—	70,119	14,385
6. Raw materials and Supplies	—	3,225	3,683
7. Other Accounts	408,233	—	—
8. Other Current Assets	564,698	1,239,216	893,565
Allowance for Bad Debt	△72,544	△44,328	△51,504
Current Assets Total	4,534,056	5,939,550	4,730,840
II Fixed Assets			
1. Tangible Assets			
(1) Building&Structures	1,123,359	1,010,877	1,039,894
(2) Other Tangible Assets	189,733	337,318	148,587
Tangible Assets Total	1,313,092	1,348,195	1,188,482
2. Intangible Assets			
(1) Goodwill	28,772	16,671	22,221
(2) Other Intangible Assets	294,188	339,551	268,797
Intangible Assets Total	322,960	356,222	291,019
3. Investments & Others			
(1) Investment securities	353,107	—	—
(2) Guarantee Money Paid	450,789	—	—
(3) Other	141,753	754,079	747,563
Allowance for Bad Debt	△74,930	△84,169	△84,891
Investment & Others Total	870,719	669,909	662,672
Fixed Assets Total	2,506,772	2,374,327	2,142,174
Assets Total	7,040,829	8,313,878	6,873,014

	As of September 30, 2007	As of September 30, 2008	Fiscal Year Ended March 31, 2008
	Amount	Amount	Amount
(Liability)			
I Current Liability			
1. Account Payable trade	740,099	953,501	965,703
2. Current installment of L/T Loan	158,250	113,250	150,250
3. Account Payable	357,907	—	—
4. Income Taxes Payable	—	415,179	126,901
5. Advance Received	626,773	—	—
6. Accrued Bonus	143,672	142,707	112,321
7. Other Current Liability	541,721	1,307,448	927,457
Current Liability Total	2,568,424	2,932,087	2,282,633
II Fixed Liability			
1. Long-term Loan	250,250	137,000	162,000
2. Accrued Retirement Benefit	28,566	38,046	31,700
3. Other L/T Liability	21,052	80,036	26,428
Fixed Liability Total	299,869	255,083	220,129
Liability Total	2,868,293	3,187,170	2,502,762
(Net Asset)			
I Shareholders Equity			
1. Capital Stock	944,770	985,789	944,770
2. Additional Paid-in Capital	509,594	546,418	505,399
3. Accumulated Profit	2,600,215	3,765,941	3,088,282
4. Own Shares	△1,831	△137,000	△137,000
Total Shareholders Equity	4,052,748	5,161,150	4,401,452
II Evaluation Translation Difference			
1. Unrealized Appreciation of Securities	△22,337	△26,113	459
2. Cumulative Translation Adjustment	79,577	△23,661	△52,889
Total Evaluation Translation Difference	57,240	△49,775	△52,429
III Stock Option	3,729	—	3,729
IV Minority Interest	58,817	15,333	17,500
Total Net Asset	4,172,535	5,126,708	4,370,251
Total Liability Net Asset	7,040,829	8,313,878	6,873,014

## Income Statement

	2QTR Ended September 30, 2007	2QTR Ended September 30, 2008	Fiscal Year Ended March 31, 2008
	Amount	Amount	Amount
			%
I Sales	6,509,981	7,439,124	13,438,986
II Cost of Sales	4,841,589	5,350,758	10,059,080
Gross Profit	1,668,391	2,088,366	3,379,905
III SGA Expenses	836,605	781,951	1,573,585
Operating Income	831,785	1,306,415	1,806,320
IV Non-operating Income			
1. Interest Earned	6,151	9,619	12,355
2. Dividend Earned	12	20	12
3. Equity method investment gain	11,497	2,571	26,641
4. Rent Received	3,547	—	—
5. Exchange Gain	3,526	—	—
6. Other Income	7,462	4,318	22,178
Non-operating Income Total	32,197	16,530	61,187
V Non-operating Expenses			
1. Interest Expense	4,301	3,248	8,393
2. Transfer to allowance for bad debt	—	—	22,661
3. Exchange Loss	—	58,341	—
4. Rand Paid	5,072	—	8,296
5. Commission paid	4,000	—	8,608
6. Other Expenses	8,972	6,043	2,169
Non-operating Expenses Total	22,345	67,633	50,129
Ordinary Income	841,637	1,255,312	1,817,378
VI Special Income			
1. Reversal of Allowance for Doubtful Accounts	—	7,211	20,940
2. Gain on bad Debts Recovered	—	17,465	—
3. Refund of Tax	—	13,166	—
4. Subsidy for equipment	196,546	—	227,377
5. Other Special Income	9,865	2,952	21,035
Special Income Total	206,411	40,795	269,353
VII Special Loss			
1. Impairment Loss	—	22,802	—
3. Fixed asset advanced depreciation deduction	196,546	—	227,377
4. Penalty	—	—	200,000
5. Other Special Loss	23,710	1,794	51,362
Special Loss Total	220,256	24,596	478,739
Income/Loss before Tax	827,792	1,271,511	1,607,992
T a x e s	242,935	505,469	557,091
Deferred Tax Expense	55,665	△23,188	△1,073
M i n o r i t y I n t e r e s t	△1,960	△1,076	22,840
Net Income / Loss	531,152	790,306	1,074,813