

# FY 2010 Consolidated Financial Results

May 11, 2010

## FUJIMI INCORPORATED

Stock exchanges on which the shares are listed: Tokyo, Nagoya

Code: #5384

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Scheduled date for board meeting to approve financial results: June 23, 2010

Scheduled date for the submission of securities report: June 23, 2010

Scheduled date for the commencement of dividend payments: June 24, 2010

### 1. Consolidated Financial Results for FY 2010 (April 1, 2009 – March 31, 2010)

#### (1) Consolidated Financial Results

(Fractions are rounded down to millions of yen.)

(% refers to the percentage of increase/decrease compared to the same term of the previous year.)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY 2010	28,177	(17.4)	1,496	(3.3)	1,699	3.3	1,161	93.5
FY 2009	34,122	(20.0)	1,547	(70.4)	1,645	(68.9)	600	(81.5)

  

	Net income per share	Net income per share (diluted)	Net income to shareholders' equity	Ordinary income to total assets	Ordinary income to net sales
	Yen	Yen	%	%	%
FY 2010	39.98	39.98	2.8	3.6	5.3
FY 2009	20.44	—	1.4	3.3	4.5

(Reference) Equity in earnings of affiliated companies: (FY 2010) – million yen (FY 2009) – million yen

#### (2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
FY 2010	47,462	41,426	86.7	1,432.59
FY 2009	45,969	41,451	89.7	1,413.55

(Reference) Shareholders' equity: (FY 2010) 41,171 million yen (FY 2009) 41,235 million yen

#### (3) Consolidated Cash Flows

	Operating activities	Investing activities	Financing activities	End-of-term cash and cash equivalents
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
FY 2010	6,768	(1,594)	(1,450)	14,639
FY 2009	5,986	(1,573)	(2,618)	10,899

### 2. Dividends

	Dividends per share					Total dividends (Yearly)	Div. payout (Consolidated)	Div./Net assets (Consolidated)
	1st quarter	2nd quarter	3rd quarter	4th quarter	Yearly			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
FY 2009	—	20.00	—	10.00	30.00	875	146.8	2.1
FY 2010	—	15.00	—	15.00	30.00	868	75.0	2.1
FY 2011 (Forecast)	—	15.00	—	15.00	30.00		53.9	

### 3. Consolidated Financial Forecast for FY 2011 (April 1, 2010 – March 31, 2011)

(% refers to the percentage of increase/decrease for the 2011 FY/first half compared to the 2010 FY/first half.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half	15,300	20.1	1,050	—	1,100	511.2	700	634.4	24.36
Fiscal year	31,300	11.1	2,400	60.4	2,450	44.2	1,600	37.7	55.67

#### 4. Others

(1) Changes in significant subsidiaries which affected the scope of consolidation during FY 2010: None

(2) Changes in accounting standards or processes, and notation methods for accounting procedures during preparation of the consolidated financial statements.

① Changes due to accounting standard revisions: Yes

② Changes other than ①: None

(3) Number of shares issued (common stock)

① Number of shares issued at the end of the term (including treasury stocks)

FY 2010: 30,699,500

FY 2009: 30,699,500

② Number of treasury stocks held at the end of the term

FY 2010: 1,960,008

FY 2009: 1,527,962

#### (Reference) Overview of Non-consolidated Financial Results

##### 1. Non-consolidated Financial Results for FY 2010 (April 1, 2009 – March 31, 2010)

###### (1) Non-consolidated Financial Results

(% refers to the percentage of increase/decrease compared to the same term of the previous year.)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY 2010	24,432	(7.8)	1,180	109.5	1,441	96.0	895	—
FY 2009	26,503	(25.0)	563	(87.5)	735	(84.4)	(240)	—

  

	Net income per share		Net income per share (diluted)	
	Yen		Yen	
FY 2010	30.80		30.80	
FY 2009	(8.18)		—	

###### (2) Non-consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
FY 2010	43,643	38,361	87.8	1,332.60
FY 2009	42,670	38,787	90.8	1,328.13

(Reference) Shareholders' equity: (FY 2010) 38,298 million yen (FY 2009) 41,235 million yen

##### 2. Non-consolidated Financial Forecast for FY 2011 (April 1, 2010 – March 31, 2011)

(% refers to the percentage of increase/decrease for the 2011 FY/first half compared to the 2010 FY/first half.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half	12,600	11.2	700	—	800	887.7	500	—	17.40
Fiscal year	25,800	5.6	1,700	44.0	1,900	31.8	1,200	34.1	41.75

#### \*Notes regarding appropriate use of the forecast and other special information

(Cautions regarding the forecast statements and other information in this documentation)

The information contained in this documentation is based on data available to the company and certain assumptions judged to be reasonable. It should not be construed as an assurance or guarantee of future performance. Actual results may differ from the figures provided due to many variable factors.

The amounts for accounting and other items published in the Consolidated Financial Results were conventionally reported in thousands of yen units. However, starting from the consolidated accounts for this fiscal year, the unit used has been changed to millions of yen. For comparative purposes, accounts of the previous fiscal year have been modified and are displayed in units of millions of yen.

Consolidated Financial Statement for FY 2010  
(1) Consolidated Balance Sheet

(Millions of yen)

	FY 2009 (as of March 31, 2009)	FY 2010 (as of March 31, 2010)
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents	10,095	13,835
Notes and accounts receivable	5,912	8,027
Marketable securities	103	2,303
Merchandise and finished goods	3,362	2,573
Products in process	1,306	1,094
Raw materials and inventory	2,575	1,008
Prepaid expenses	87	—
Deferred tax assets	236	751
Short-term loans receivable	802	—
Accrued refunded corporate tax, etc.	841	—
Other	133	133
Allowance for doubtful accounts	(197)	(110)
<b>Total current assets</b>	<b>25,260</b>	<b>29,617</b>
Fixed assets		
Tangible fixed assets		
Buildings and structures	15,597	15,414
Accumulated depreciation	(7,300)	(7,845)
Buildings and structures (net)	8,297	7,568
Machinery, equipment and vehicles	19,613	19,350
Accumulated depreciation	(15,116)	(16,169)
Machinery, equipment and vehicles (net)	4,496	3,181
Land	3,428	3,400
Construction in progress	32	89
Other	7,414	7,449
Accumulated depreciation	(5,984)	(6,449)
Other (net)	1,430	999
<b>Total tangible fixed assets</b>	<b>17,685</b>	<b>15,239</b>
Intangible fixed assets		
Software	328	238
Other	35	93
<b>Total intangible fixed assets</b>	<b>363</b>	<b>331</b>
Investments and other assets		
Investment in securities	184	253
Long-term loans receivable	1	—
Deferred tax assets	360	82
Other	2,121	1,954
Allowance for doubtful accounts	(8)	(16)
<b>Total investments and other assets</b>	<b>2,659</b>	<b>2,273</b>
<b>Total fixed assets</b>	<b>20,708</b>	<b>17,844</b>
<b>Total assets</b>	<b>45,969</b>	<b>47,462</b>

## (1) Consolidated Balance Sheet (cont.)

(Millions of yen)

	FY 2009 (as of March 31, 2009)	FY 2010 (as of March 31, 2010)
<b>LIABILITIES</b>		
Current liabilities		
Notes and accounts payable	2,414	3,335
Short-term loans payable	145	184
Accrued expenses	300	339
Corporate tax payable	76	476
Allowance for bonuses payable	368	456
Notes payable for facilities	25	—
Other	833	971
Total current liabilities	4,164	5,763
Fixed liabilities		
Long-term borrowing	250	161
Deferred tax liabilities	7	5
Allowance for employees' retirement benefits	85	98
Other	9	5
Total fixed liabilities	352	271
Total liabilities	4,517	6,035
<b>NET ASSETS</b>		
Shareholders' equity		
Paid-in capital	4,753	4,753
Capital surplus	5,070	5,069
Retained earnings	34,679	35,111
Treasury stock	(2,104)	(2,764)
Total shareholders' equity	42,398	42,170
Gain/Loss on valuation and transactions		
Gain/Loss on valuation of other marketable securities	30	79
Foreign currency transaction adjustment	(1,193)	(1,078)
Total gain/loss on valuation and transactions	(1,162)	(998)
Stock acquisition rights	44	63
Minority interests	172	191
Total net assets	41,451	41,426
Total liabilities and net assets	45,969	47,462

## (2) Consolidated Statement of Income

(Millions of yen)

	FY 2009 (April 1, 2008 – March 31, 2009)	FY 2010 (April 1, 2009 – March 31, 2010)
Net sales	34,122	28,177
Cost of sales	25,178	20,573
Gross profit on sales	8,943	7,604
Selling and general administrative expenses		
Selling expenses	1,090	1,018
General administrative expenses	6,305	5,089
Total selling and general administrative expenses	7,396	6,107
Operating income	1,547	1,496
Non-operating income		
Interest received	90	50
Dividends received	4	—
Foreign exchange gain	—	44
Income from waste disposal	33	30
Income from subsidies	—	49
Other	53	50
Total non-operating income	183	225
Non-operating expenses		
Interest paid	47	16
Foreign exchange loss	16	—
Depreciation expense	—	2
Other	21	4
Total non-operating expenses	85	22
Ordinary income	1,645	1,699
Extraordinary profit		
Profit from adjustments to previous term	18	118
Profit from sales of fixed assets	3	1
Reversal of allowance for doubtful accounts	—	85
Income from subsidies	36	—
Other	—	15
Total extraordinary profit	58	220
Extraordinary loss		
Loss from adjustments to previous term	66	—
Loss from disposal of fixed assets	54	45
Loss due to impairment	90	403
Loss from investment securities re-evaluation	30	—
Loss due to business closure	47	—
Special severance payments for retired employees	22	—
Other	—	3
Total extraordinary loss	312	452
Net income before tax and other adjustments	1,392	1,467
Corporate tax, inhabitant tax, and business tax	304	546
Corporate tax adjustment	448	(255)
Total corporate tax, etc.	752	290
Minority interests	38	14
Net income	600	1,161

## (3) Consolidated Statement of Changes in Shareholders' Equity

(Millions of yen)

	FY 2009 (April 1, 2008 – March 31, 2009)	FY 2010 (April 1, 2009 – March 31, 2010)
<b>Shareholders' equity</b>		
<b>Paid-in capital</b>		
Balance at end of previous term	4,753	4,753
Changes during current term		
Total change during current term	—	—
Balance at end of current term	4,753	4,753
<b>Capital surplus</b>		
Balance at end of previous term	5,070	5,070
Changes during current term		
Sales of treasury stock	—	(0)
Total change during current term	—	(0)
Balance at end of current term	5,070	5,069
<b>Retained earnings</b>		
Balance at end of previous term	35,344	34,679
Increase/Decrease due to change in accounting procedures of overseas subsidiaries	0	—
Changes during current term		
Retained earnings dividends	(1,265)	(729)
Net income	600	1,161
Total change during current term	(665)	432
Balance at end of current term	34,679	35,111
<b>Treasury stock</b>		
Balance at end of previous term	(1,349)	(2,104)
Changes during current term		
Acquisition of treasury stock	(755)	(675)
Sales of treasury stock	—	15
Total change during current term	(755)	(660)
Balance at end of current term	(2,104)	(2,764)
<b>Total shareholders' equity</b>		
Balance at end of previous term	43,818	42,398
Increase/Decrease due to change in accounting procedures of overseas subsidiaries	0	—
Total changes during current term		
Retained earnings dividends	(1,265)	(729)
Net income	600	1,161
Acquisition of treasury stock	(755)	(675)
Sales of treasury stock	—	15
Total changes during current term	(1,420)	(227)
Balance at end of current term	42,398	42,170

## (3) Consolidated Statement of Changes in Shareholders' Equity (cont.)

(Millions of yen)

	FY 2009 (April 1, 2008 – March 31, 2009)	FY 2010 (April 1, 2009 – March 31, 2010)
Gain/Loss in valuation and transactions		
Gain/Loss in valuation of other marketable securities		
Balance at end of previous term	80	30
Changes during current term		
Changes to items other than shareholders' equity during current term (net)	(49)	49
Total change during current term	(49)	49
Balance at end of current term	30	79
Foreign exchange transaction adjustment		
Balance at end of previous term	442	(1, 193)
Changes during current term		
Changes to items other than shareholders' equity during current term (net)	(1, 635)	115
Total change during current term	(1, 635)	115
Balance at end of current term	(1, 193)	(1, 078)
Total gain/loss in valuation and transactions		
Balance at end of previous term	522	(1, 162)
Changes during current term		
Changes to items other than shareholders' equity during current term (net)	(1, 685)	164
Total change during current term	(1, 685)	164
Balance at end of current term	(1, 162)	(998)
Stock acquisition rights		
Balance at end of previous term	11	44
Changes during current term		
Changes to items other than shareholders' equity during current term (net)	33	19
Total change during current term	33	19
Balance at end of current term	44	63
Minority interests		
Balance at end of previous term	183	172
Changes during current term		
Changes to items other than shareholders' equity during current term (net)	(11)	19
Total change during current term	(11)	19
Balance at end of current term	172	191
Total net assets		
Balance at end of previous term	44, 536	41, 451
Increase/Decrease due to changes in accounting procedures of overseas subsidiaries	0	—
Changes during current term		
Retained earnings dividends	(1, 265)	(729)
Net income	600	1, 161
Acquisition of treasury stock	(755)	(675)
Sales of treasury stock	—	15
Changes to items other than shareholders' equity during current term (net)	(1, 663)	202
Total change during current term	(3, 084)	(25)
Balance at end of current term	41, 451	41, 426

## (4) Consolidated Cashflow Statement

(Millions of yen)

	FY 2009 (April 1, 2008 – March 31, 2009)	FY 2010 (April 1, 2009 – March 31, 2010)
Cashflow from operating activities		
Net income before tax adjustment	1,392	1,467
Depreciation expense	3,183	2,448
Amortization for long-term prepaid expense	13	13
Loss due to business closure	47	—
Loss due to impairment	90	403
Stock compensation expense	33	22
Special severance payments for retired employees	22	—
Profit/Loss from adjustments to previous term	47	(116)
Increase/Decrease in allowance for doubtful accounts	188	(79)
Increase/Decrease in allowance for employees' retirement benefits	(4)	13
Increase/Decrease in allowance for bonuses payable	(201)	87
Interest and dividends received	(95)	(53)
Interest paid	47	16
Foreign exchange gain/loss	64	15
Profit/Loss from investment securities re-evaluation	30	—
Profit/Loss from sales of tangible fixed assets	50	43
Income from subsidies	(36)	—
Increase/Decrease in receivables	5,777	(2,081)
Increase/Decrease in payables	(2,140)	856
Increase/Decrease in inventories	(359)	2,656
Increase/decrease in accrued amount payable	(365)	81
Increase/Decrease in accrued enterprise tax	(23)	23
Other	(18)	124
Subtotal	7,743	5,944
Income from interests and dividends	89	51
Income from subsidies	33	99
Expense due to business closure	(17)	—
Interest paid	(48)	(16)
Income from business closure	—	32
Corporate tax, etc. paid	(1,814)	(135)
Corporate tax refunded	—	791
Cashflow from operating activities	5,986	6,768

## (4) Consolidated Cashflow Statement (cont.)

(Millions of yen)

	FY 2009 (April 1, 2008 – March 31, 2009)	FY 2010 (April 1, 2009 – March 31, 2010)
<b>Cashflow from investing activities</b>		
Payments for time deposits	—	(1, 500)
Proceeds from payment of time deposits	800	150
Proceeds from sales of marketable securities	—	99
Payment for acquisition of tangible fixed assets	(2, 382)	(256)
Proceeds from sales of tangible fixed assets	66	—
Payment for acquisition of intangible fixed assets	(59)	(90)
Payment for acquisition of investment securities	(3)	—
Payment of loans	(2)	—
Income from loan collection	3	—
Other	4	2
Cashflow from investing activities	(1, 573)	(1, 594)
<b>Cashflow from financing activities</b>		
Net increase/decrease in short-term borrowing	(487)	37
Expense for reimbursement of long-term borrowing	(106)	(93)
Expense for acquisition of treasury stock	(755)	(675)
Income from use of stock options	—	15
Payment of dividends	(1, 265)	(729)
Other	(4)	(4)
Cashflow from financing activities	(2, 618)	(1, 450)
Profit/Loss on cash/cash-equivalent transactions	(624)	17
Increase/Decrease in cash/cash-equivalent transactions	1, 169	3, 740
Balance of cash/cash-equivalent transactions at beginning of term	9, 729	10, 899
Balance of cash/cash-equivalent transactions at end of term	10, 899	14, 639

Non-consolidated Financial Statement  
(1) Non-consolidated Balance Sheet

(Millions of yen)

	FY 2009 (as of March 31, 2009)	FY 2010 (as of March 31, 2010)
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents	7,973	11,177
Notes receivable	959	1,340
Accounts receivable	4,238	6,489
Marketable securities	99	2,299
Merchandise and finished goods	1,787	1,476
Products in process	1,171	1,005
Raw materials and inventory	2,084	684
Prepaid expenses	18	29
Deferred tax assets	157	539
Short-term loans receivable	919	—
Accrued refunded corporate tax, etc.	778	—
Other	165	82
Allowance for doubtful accounts	(189)	(104)
Total current assets	20,164	25,022
Fixed assets		
Tangible fixed assets		
Buildings	11,961	11,744
Accumulated depreciation	(5,806)	(6,216)
Buildings (net)	6,154	5,528
Structures (net)	1,195	1,187
Accumulated depreciation	(788)	(846)
Buildings (net)	406	340
Machinery and equipment	16,850	16,571
Accumulated depreciation	(12,748)	(13,698)
Machinery and equipment (net)	4,101	2,872
Vehicles	116	114
Accumulated depreciation	(101)	(107)
Vehicles (net)	14	7
Tools, furniture and fixtures	6,841	6,826
Accumulated depreciation	(5,514)	(5,906)
Tools, furniture and fixtures (net)	1,327	920
Land	3,350	3,321
Lease assets	17	17
Accumulated depreciation	(4)	(8)
Lease assets (net)	13	9
Construction in progress	10	77
Total tangible fixed assets	15,379	13,078
Intangible fixed assets		
Leasehold rights	20	20
Software	308	224
Lease assets	0	0
Software suspense account	1	—
Telephone subscription rights	8	—
Other	4	71
Total intangible fixed assets	343	317

## (1) Non-consolidated Balance Sheet (cont.)

(Millions of yen)

	FY 2009 (as of March 31, 2009)	FY 2010 (as of March 31, 2010)
<b>Investments and other assets</b>		
Investments in securities	184	253
Shares of affiliated companies	2,949	2,949
Long-term loans receivable	0	—
Long-term loans for employees	1	—
Long-term prepaid expenses	45	—
Deferred tax assets	356	88
Long-term accrued revenue from affiliated companies	1,182	—
Long-term savings	1,950	1,800
Memberships, etc.	30	—
Other	91	142
Allowance for doubtful accounts	(8)	(8)
<b>Total investments and other assets</b>	<b>6,782</b>	<b>5,225</b>
<b>Total fixed assets</b>	<b>22,505</b>	<b>18,621</b>
<b>Total assets</b>	<b>42,670</b>	<b>43,643</b>
<b>LIABILITIES</b>		
<b>Current liabilities</b>		
Notes payable	132	707
Accounts payable	1,194	2,411
Lease obligations	4	5
Accrued liabilities	541	692
Accrued expenses	134	171
Corporate tax payable	—	457
Allowance for bonuses payable	368	456
Notes payable for facilities	25	—
Accrued liabilities for facilities	106	102
Other	116	173
<b>Total current liabilities</b>	<b>2,625</b>	<b>5,177</b>
<b>Fixed liabilities</b>		
Lease obligations	9	5
Allowance for affiliated companies' business losses	1,161	—
Allowance for employees' retirement benefits	85	98
<b>Total fixed liabilities</b>	<b>1,256</b>	<b>104</b>
<b>Total liabilities</b>	<b>3,882</b>	<b>5,282</b>
<b>NET ASSETS</b>		
<b>Shareholders' equity</b>		
Paid-in capital	4,753	4,753
<b>Capital surplus</b>		
Capital reserves	5,038	5,038
Other	31	31
<b>Total capital surplus</b>	<b>5,070</b>	<b>5,069</b>
<b>Retained earnings</b>		
Retained earnings reserves	362	362
<b>Other</b>		
Other reserves	29,000	27,000
Retained earnings carried forward	1,631	3,797
<b>Total retained earnings</b>	<b>30,994</b>	<b>31,159</b>
Treasury stock	(2,104)	(2,764)
<b>Total shareholders' equity</b>	<b>38,713</b>	<b>38,218</b>
<b>Gain/Loss in valuation and transactions</b>		
Gain/Loss in valuation of other marketable securities	30	79
<b>Total gain/loss in valuation and transactions</b>	<b>30</b>	<b>79</b>
Stock acquisition rights	44	63
<b>Total net assets</b>	<b>38,787</b>	<b>38,361</b>
<b>Total liabilities and net assets</b>	<b>42,670</b>	<b>43,643</b>

## (2) Non-consolidated Statement of Income

(Millions of yen)

	FY 2009 (April 1, 2008 – March 31, 2009)	FY 2010 (April 1, 2009 – March 31, 2010)
Net sales		
Sales of merchandise	997	777
Sales of finished goods	25,506	23,654
Total net sales	26,503	24,432
Cost of sales		
Cost of merchandise sold		
Merchandise inventory at the beginning of the term	8	1
Purchase of merchandise for the term	927	705
Total	935	706
Merchandise inventory at the end of the term	1	—
Cost of merchandise sold	933	706
Cost of finished goods sold		
Finished goods inventory at the beginning of the term	1,988	1,786
Production cost for finished goods for the term	17,858	16,586
Purchases of finished goods for the term	1,068	580
Total	20,915	18,953
Transfer from other finished goods accounts	15	10
Finished goods inventory at the end of the term	1,786	1,476
Cost of finished goods sold	19,114	17,466
Total cost of finished goods sold	20,048	18,172
Gross profit on sales	6,455	6,259
Selling and general administrative expenses		
Shipping expenses	811	731
Sales commissions	131	175
Advertising expenses	39	19
Directors' remuneration	160	122
Employee salaries and bonuses	1,498	1,460
Transfer of allowance for employee bonuses	156	209
Employee retirement benefit expenses	53	67
Legal welfare expenses	246	258
Welfare expenses	60	57
Education and training expenses	30	26
Recruiting expenses	42	34
Rental expenses	90	81
Tax and public expenses	51	52
Supplies expenses	430	321
Travel and transportation expenses	130	88
Telecommunication expenses	33	28
Business entertainment expenses	11	8
Transfer allowance for doubtful accounts	183	—
Depreciation expense	985	690
Commissions paid	281	266
Other	465	376
Total selling and general administrative expenses	5,891	5,078
Operating income	563	1,180

## (2) Non-consolidated Statement of Income (cont.)

(Millions of yen)

	FY 2009 (April 1, 2008 – March 31, 2009)	FY 2010 (April 1, 2009 – March 31, 2010)
Non-operating income		
Interest received	48	20
Dividends received	42	13
Royalties received	129	127
Income from subsidies	—	49
Income from waste disposal	28	—
Rental payment received	36	—
Other	43	66
Total non-operating income	328	277
Non-operating expenses		
Foreign exchange loss	61	10
Depreciation expense	77	2
Other	17	4
Total non-operating expenses	156	16
Ordinary income	735	1,441
Extraordinary profit		
Profit from adjustments to previous term	22	100
Reversal of allowance for doubtful accounts	—	85
Income from subsidies	36	—
Income from penalties	441	—
Transfer allowance for affiliate companies' business losses	—	31
Other	—	3
Total extraordinary income	500	219
Extraordinary loss		
Loss from adjustments to previous term	66	—
Loss from sale of fixed assets	0	—
Loss from disposal of fixed assets	21	45
Transfer allowance for affiliate companies' business losses	750	—
Loss from investment securities re-evaluation	30	—
Loss due to impairment	—	403
Other	2	2
Total extraordinary loss	872	451
Net income before taxes	363	1,209
Corporate tax, inhabitant tax, and business tax	33	446
Corporate tax adjustment	570	(132)
Total corporate tax, etc.	603	314
Net income/loss	(240)	895

## (3) Non-consolidated Statement of Changes in Shareholders' Equity

(Millions of yen)

	FY 2009 (April 1, 2008 – March 31, 2009)	FY 2010 (April 1, 2009 – March 31, 2010)
<b>Shareholders' equity</b>		
Paid-in capital		
Balance at end of previous term	4,753	4,753
Changes during current term		
Total change during current term	—	—
Balance at end of current term	4,753	4,753
Capital surplus		
Capital reserve		
Balance at end of previous term	5,038	5,038
Changes during current term		
Total change during current term	—	—
Balance at end of current term	5,038	5,038
Other		
Balance at end of previous term	31	31
Changes during current term		
Sales of treasury stock	—	(0)
Total change during current term	—	(0)
Balance at end of current term	31	31
Total capital surplus		
Balance at end of previous term	5,070	5,070
Changes during current term		
Sales of treasury stock	—	(0)
Total change during current term	—	(0)
Balance at end of current term	5,070	5,069
Retained earnings		
Retained earnings reserves		
Balance at end of previous term	362	362
Changes during current term		
Total change during current term	—	—
Balance at end of current term	362	362
Other		
Other reserves		
Balance at end of previous term	27,000	29,000
Changes during current term		
Funding of other reserves	2,000	—
Reversal of other reserves	—	(2,000)
Total change during current term	2,000	(2,000)
Balance at end of current term	29,000	27,000
Retained earnings carried forward		
Balance at end of previous term	5,137	1,631
Changes during current term		
Retained earnings dividends	(1,265)	(729)
Net profit/loss	(240)	895
Funding of other reserves	(2,000)	—
Reversal of other reserves	—	2,000
Total change during current term	(3,506)	2,165

## (3) Non-consolidated Statement of Changes in Shareholders' Equity (cont.)

(Millions of yen)

	FY 2009 (April 1, 2008 – March 31, 2009)	FY 2010 (April 1, 2009 – March 31, 2010)
Balance at end of current term	1, 631	3, 797
Total retained earnings		
Balance at end of previous term	32, 500	30, 994
Changes during current term		
Retained earnings dividend	(1, 265)	(729)
Net income/loss	(240)	895
Funding of other reserves	—	—
Reversal of other reserves	—	—
Total change during current term	(1, 506)	165
Balance at end of current term	30, 994	31, 159
Treasury stock		
Balance at end of previous term	(1, 349)	(2, 104)
Changes during current term		
Acquisition of treasury stock	(755)	(675)
Sales of treasury stock	—	15
Total change during current term	(755)	(660)
Balance at end of current term	(2, 104)	(2, 764)
Total shareholders' equity		
Balance at end of previous term	40, 974	38, 713
Changes during current term		
Retained earnings dividends	(1, 265)	(729)
Net income/loss	(240)	895
Acquisition of treasury stock	(755)	(675)
Sales of treasury stock	—	15
Total change during current term	(2, 261)	(494)
Balance at end of current term	38, 713	38, 218
Gain/Loss in valuation and transactions		
Gain/loss in valuation of other marketable securities		
Balance at end of previous term	80	30
Changes during current term		
Changes to items other than shareholders' equity during current term (net)	(49)	49
Total change during current term	(49)	49
Balance at end of current term	30	79
Total gain/loss in valuation and transactions		
Balance at end of previous term	80	30
Changes during current term		
Changes to items other than shareholders' equity during current term (net)	(49)	49
Total change during current term	(49)	49
Balance at end of current term	30	79
Stock acquisition rights		
Balance at end of previous term	11	44
Changes during current term		
Changes to items other than shareholders' equity during current term (net)	33	19
Total change during the current term	33	19
Balance at end of current term	44	63
Total net assets		
Balance at end of previous term	41, 066	38, 787
Changes during current term		
Retained earnings dividends	(1, 265)	(729)
Net income/loss	(240)	895
Acquisition of treasury stock	(755)	(675)
Sales of treasury stock	—	15
Changes to items other than shareholders' equity during current term (net)	(16)	68
Total change during the current term	(2, 278)	(426)
Balance at end of current term	38, 787	38, 361