

## 7. First-Quarter Consolidated Statements of Changes in Net Assets

(Million yen)

|  | Shareholders' Equity |                 |                             |                |                            | Valuation and Translation Adjustments                 |  |                    |                  |
|--|----------------------|-----------------|-----------------------------|----------------|----------------------------|---|--|--------------------|------------------|
|  | Common stock         | Capital surplus | Retained earnings (Deficit) | Treasury stock | Total shareholders' equity | Valuation difference on available-for-sale securities | Foreign currency translation adjustments | Minority interests | Total net assets |
| Balance at March 31, 2007  | Y 324,625            | 498,029         | 54,319                      | (1,969)        | 875,004                    | 125,383   | (30,865)                                 | 191,197            | 1,160,719        |
| Increase (decrease) during the term:   |                      |                 |                             |                |                            |   |  |                    |                  |
| Cash dividends   |                      | (6,201)         |                             |                | (6,201)                    |   |  |                    | (6,201)          |
| Transfer of capital surplus to retained earnings                                     |                      | (240,464)       | 240,464                     |                | -                          |   |  |                    | -                |
| Net income (loss)  |                      |                 | (14,780)                    |                | (14,780)                   |   |  |                    | (14,780)         |
| Purchase of treasury stock   |                      |                 |                             | (26,611)       | (26,611)                   |   |  |                    | (26,611)         |
| Sales of treasury stock  |                      |                 |                             | 4              | 4                          |   |  |                    | 4                |
| Others   |                      |                 | (38)                        |                | (38)                       |   |  |                    | (38)             |
| Net increase (decrease) during the term, except for items under shareholders' equity |                      |                 |                             |                |                            | 14,760  | 15,543                                   | 1,684              | 31,987           |
| Total  | -                    | (246,665)       | 225,646                     | (26,607)       | (47,626)                   | 14,760  | 15,543                                   | 1,684              | (15,639)         |
| Balance at June 30, 2007   | Y 324,625            | 251,364         | 279,965                     | (28,576)       | 827,378                    | 140,143   | (15,322)                                 | 192,881            | 1,145,080        |

Note:

Transfer of capital surplus to retained earnings is appropriation from the Company's other capital surplus for the elimination of the Company's accumulated deficit recorded in its unconsolidated retained earnings as resolved by the board of directors on May 24, 2007.