Consolidated Statements of Shareholders' Equity Fujitsu Limited and Consolidated Subsidiaries

Balance at beginning of year \$519,720 \$455,963 \$497,882 \$4,219,339 Increase as a result of business acquisition	Years ended March 31		2005	Yen (millions)	U.S. Dollars (thousands) (Note 3)
Balance at beginning of year		2004			
Conversion of bonds — 1 — — Balance at end of year ¥324,624 ¥324,625 \$2,751,059 Capital surplus: Balance at beginning of year ¥519,720 ¥455,963 ¥497,882 \$4,219,339 Increase as a result of business acquisition — — 183 1,551 Gain on sales of treasury stocks 16 12 7 59 Increase as a result of deconsolidation of consolidated subsidiences — — (59) (500) Decrease as a result of deconsolidation of equity method affiliates (63,773) (8,249) — — — Balance at end of year ¥455,963 ¥497,882 ¥498,019 \$4,220,500 Retained earnings (Deficit): 8 460,718) ¥(35,734) ¥ (7,823) \$ (66,297) Retained earnings (Deficit): 8 49,704 31,907 68,545 580,890 Decrease as a result of changes — — — (85,980) (728,644) Net increase deginning of year ¥ (60,718) ¥ (35,734) ¥ (7,823)	Common stock:				
Balance at end of year	Balance at beginning of year	¥324,624	¥324,624	¥324,625	\$2,751,059
Capital surplus: Balance at beginning of year Y519,720	Conversion of bonds	_	1	_	_
Balance at beginning of year \$519,720 \$455,963 \$497,882 \$4,219,339 Increase as a result of business acquisition	Balance at end of year	¥324,624	¥324,625	¥324,625	\$2,751,059
Increase as a result of business acquisition	Capital surplus:				
Gain on sales of treasury stocks Increase as a result of stock exchange Decrease as a result of stock exchange Consolidated subsidiaries Consolidated subsidiaries Decrease as a result of deconsolidation of equity method affiliates Retained earnings (Deficit): Balance at beginning of year Very 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1,	Balance at beginning of year	¥519,720	¥455,963	¥497,882	\$4,219,339
Increase as a result of stock exchange	Increase as a result of business acquisition	_	_	183	1,551
Decrease as a result of deconsolidation of consolidated subsidiaries	Gain on sales of treasury stocks	16	12	7	59
Consolidated subsidiaries	Increase as a result of stock exchange	_	50,156	6	51
Decrease as a result of deconsolidation of equity method affiliates (63,773) (8,249) — — — — — — — — — — — — — — — — — — —	Decrease as a result of deconsolidation of				
equity method affiliates (63,773) (8,249) — — — — — — — — — — — — — — — — — — —	consolidated subsidiaries	_	_	(59)	(500)
Balance at end of year	Decrease as a result of deconsolidation of				
Retained earnings (Deficit): Balance at beginning of year	equity method affiliates	(63,773)	(8,249)	_	_
Balance at beginning of year	Balance at end of year	¥455,963	¥497,882	¥498,019	\$4,220,500
Balance at beginning of year	Retained earnings (Deficit):				
Net income		¥ (60,718)	¥ (35,734)	¥ (7,823)	\$ (66,297)
Decrease as a result of changes in accounting principles and practices in UK subsidiaries (Note 1) — — — — — — — — — — — — — — — — — —				68,545	
in accounting principles and practices in UK subsidiaries (Note 1) — — — — — — — — — — — — — — — — — —	Decrease as a result of changes				
in UK subsidiaries (Note 1) — — — — — — — — — — — — — — — — — —					
Cash dividends paid — (12,001) (12,408) (105,153) Bonuses to directors and statutory auditors (620) (620) (596) (5,051) Increase as a result of deconsolidation of equity method affiliates (27,706) — — — — — — — — — — — — — — — — — — —		_	_	(85,980)	(728,644)
Bonuses to directors and statutory auditors Increase as a result of deconsolidation of equity method affiliates — 7,961 — — — Decrease as a result of deconsolidation of equity method affiliates — 7,961 — — — Other, net — 3,606 — 664 — (2,223) — 18,838 Balance at end of year — ¥(35,734) — ¥(7,823) — ¥(40,485) — \$(343,093) Unrealized gains on securities, net of taxes: Balance at beginning of year — ¥2,152 — ¥149,629 — ¥ 98,076 — \$831,153 Increase (decrease) — 147,477 — (51,553) — 81,638 — 691,847 Balance at end of year — ¥149,629 — ¥ 98,076 — ¥179,714 — \$1,523,000 Revaluation surplus on land, net of taxes: Balance at beginning of year — ¥ 3,938 — ¥ 3,453 — ¥ 3,453 — \$2,263 Increase (decrease) — (485) — — (949) — (8,043) Balance at end of year — ¥ 3,453 — ¥ 3,453 — ¥ 2,504 — \$21,220 Foreign currency translation adjustments: Balance at beginning of year — ¥ (86,517) — ¥ (69,901) — ¥ (57,980) — \$ (491,356) Change during the period — 16,616 — 11,921 — 12,113 — 102,653 Balance at end of year — ¥ (89,901) — ¥ (57,980) — ¥ (45,867) — \$ (388,703) Treasury stock: Balance at beginning of year — ¥ (809) — ¥ (857) — ¥ (1,243) — \$ (10,534) (Increase) decrease — (48) — (386) — (222) — (1,881)	Cash dividends paid	_	(12,001)		
Increase as a result of deconsolidation of equity method affiliates — 7,961 — 7,961 — — Decrease as a result of deconsolidation of equity method affiliates (27,706) — — — — — Other, net 3,606 664 (2,223) 18,838 Balance at end of year ¥ (35,734) ¥ (7,823) ¥ (40,485) \$ (343,093) Unrealized gains on securities, net of taxes: Balance at beginning of year ¥ 2,152 ¥149,629 ¥ 98,076 \$ 831,153 Increase (decrease) 147,477 (51,553) 81,638 691,847 Balance at end of year ¥ 149,629 ¥ 98,076 ¥179,714 \$1,523,000 Revaluation surplus on land, net of taxes: Balance at beginning of year ¥ 3,938 ¥ 3,453 ¥ 3,453 \$ 29,263 Increase (decrease) (485) — (949) (8,043) Balance at end of year ¥ 3,453 ¥ 3,453 ¥ 2,504 \$ 21,220 Foreign currency translation adjustments: Balance at beginning of year ¥ (86,517) ¥ (69,901) ¥ (57,980) \$ (491,356) Change during the period 16,616 11,921 12,113 102,653 Balance at end of year ¥ (69,901) ¥ (57,980) \$ (388,703) Treasury stock: Balance at beginning of year ¥ (809) ¥ (857) ¥ (1,243) \$ (10,534) (Increase) decrease (48) (386) (222) (1,881)	·	(620)			
equity method affiliates — 7,961 — — — — Decrease as a result of deconsolidation of equity method affiliates (27,706) — — — — — — Other, net 3,606 664 (2,223) 18,838 Balance at end of year ¥ (35,734) ¥ (7,823) ¥ (40,485) \$ (343,093) Unrealized gains on securities, net of taxes: Balance at beginning of year ¥ 2,152 ¥149,629 ¥ 98,076 \$ 831,153 Increase (decrease) 147,477 (51,553) 81,638 691,847 Balance at end of year ¥149,629 ¥ 98,076 ¥179,714 \$1,523,000 Revaluation surplus on land, net of taxes: Balance at beginning of year ¥ 3,938 ¥ 3,453 ¥ 3,453 \$ 29,263 Increase (decrease) (485) — (949) (8,043) Balance at end of year ¥ 3,453 ¥ 3,453 ¥ 2,504 \$ 21,220 Foreign currency translation adjustments: Balance at beginning of year ¥ (86,517) ¥ (69,901) ¥ (57,980) \$ (491,356) Change during the period 16,616 11,921 12,113 102,653 Balance at end of year ¥ (69,901) ¥ (57,980) ¥ (45,867) \$ (388,703) Treasury stock: Balance at beginning of year ¥ (809) ¥ (857) ¥ (1,243) \$ (10,534) (Increase) decrease (48) (386) (222) (1,881)	-				. ,
Decrease as a result of deconsolidation of equity method affiliates (27,706) — — — — — — — — — — — — — — — — — — —		_	7.961	_	_
equity method affiliates (27,706) — — — — — — — Other, net 3,606 664 (2,223) 18,838 Balance at end of year \$\frac{4}{35,734}\$\frac{4}{35,732}\$\frac{4}{35,938}\$\frac{4}{35,938}\$\frac{4}{35,938}\$\frac{4}{35,938}\$\frac{4}{35,938}\$\frac{4}{35,938}\$\frac{4}{35,938}\$\frac{4}{35,938}\$\frac{4}{35,938}\$\frac{4}{35,938}\$\frac{4}{35,938}\$\frac{4}{35,938}\$\frac{4}{35,945}\$,		
Other, net 3,606 664 (2,223) 18,838 Balance at end of year ¥ (35,734) ¥ (7,823) ¥ (40,485) \$ (343,093) Unrealized gains on securities, net of taxes: Balance at beginning of year ¥ 2,152 ¥ 149,629 ¥ 98,076 \$ 831,153 Increase (decrease) 147,477 (51,553) 81,638 691,847 Balance at end of year ¥ 149,629 ¥ 98,076 ¥ 179,714 \$ 1,523,000 Revaluation surplus on land, net of taxes: Balance at beginning of year ¥ 3,938 ¥ 3,453 ¥ 3,453 \$ 29,263 Increase (decrease) (485) — (949) (8,043) Balance at end of year ¥ 3,453 ¥ 3,453 ¥ 2,504 \$ 21,220 Foreign currency translation adjustments: Balance at beginning of year ¥ (86,517) ¥ (69,901) ¥ (57,980) \$ (491,356) Change during the period 16,616 11,921 12,113 102,653 Balance at end of year ¥ (69,901) ¥ (57,980) ¥ (45,867) \$ (388,703)		(27,706)	_	_	_
Balance at end of year ¥ (35,734) ¥ (7,823) ¥ (40,485) \$ (343,093) Unrealized gains on securities, net of taxes: Balance at beginning of year ¥ 2,152 ¥149,629 ¥ 98,076 \$ 831,153 Increase (decrease) 147,477 (51,553) 81,638 691,847 Balance at end of year ¥149,629 ¥ 98,076 ¥179,714 \$1,523,000 Revaluation surplus on land, net of taxes: Balance at beginning of year ¥ 3,938 ¥ 3,453 ¥ 3,453 \$ 29,263 Increase (decrease) (485) — (949) (8,043) Balance at end of year ¥ 3,453 ¥ 3,453 ¥ 2,504 \$ 21,220 Foreign currency translation adjustments: Balance at beginning of year ¥ (86,517) ¥ (69,901) ¥ (57,980) \$ (491,356) Change during the period 16,616 11,921 12,113 102,653 Balance at end of year ¥ (69,901) ¥ (57,980) \$ (491,356) Treasury stock: Balance at beginning of year \$ (809) \$ (857) \$ (1,243) \$ (10,534) (Increase) decrease (48) (386) (222) (1,881)	• •		664	(2,223)	18,838
Balance at beginning of year \$\frac{2}{152}\$ \$\frac{149}{629}\$ \$\frac{9}{80,076}\$ \$\frac{831}{153}\$ Increase (decrease) 147,477 (51,553) \$\frac{81}{638}\$ 691,847 Balance at end of year \$\frac{149}{629}\$ \$\frac{9}{90,076}\$ \$\frac{179}{174}\$ \$\frac{1,523}{3,000}\$ Revaluation surplus on land, net of taxes: Balance at beginning of year \$\frac{3}{3,938}\$ \$\frac{3}{3,453}\$ \$\frac{29}{3,453}\$ \$\frac{29}{3,453}\$ \$\frac{29}{3,453}\$ \$\frac{29}{3,453}\$ \$\frac{29}{3,453}\$ \$\frac{29}{3,453}\$ \$\frac{29}{3,453}\$ \$\frac{29}{3,453}\$ \$\frac{29}{3,453}\$ \$\frac{21}{3,220}\$ Foreign currency translation adjustments: Balance at beginning of year \$\frac{2}{3,453}\$			¥ (7,823)		\$ (343,093)
Balance at beginning of year \$\frac{2}{152}\$ \$\frac{149}{629}\$ \$\frac{9}{80,076}\$ \$\frac{831}{153}\$ Increase (decrease) 147,477 (51,553) \$\frac{81}{638}\$ 691,847 Balance at end of year \$\frac{149}{629}\$ \$\frac{9}{90,076}\$ \$\frac{179}{174}\$ \$\frac{1,523}{3,000}\$ Revaluation surplus on land, net of taxes: Balance at beginning of year \$\frac{3}{3,938}\$ \$\frac{3}{3,453}\$ \$\frac{29}{3,453}\$ \$\frac{29}{3,453}\$ \$\frac{29}{3,453}\$ \$\frac{29}{3,453}\$ \$\frac{29}{3,453}\$ \$\frac{29}{3,453}\$ \$\frac{29}{3,453}\$ \$\frac{29}{3,453}\$ \$\frac{29}{3,453}\$ \$\frac{21}{3,220}\$ Foreign currency translation adjustments: Balance at beginning of year \$\frac{2}{3,453}\$	Unrealized gains on securities, net of taxes:				_
Increase (decrease)		¥ 2.152	¥149.629	¥ 98.076	\$ 831.153
Balance at end of year ¥149,629 ¥ 98,076 ¥179,714 \$1,523,000 Revaluation surplus on land, net of taxes: Balance at beginning of year ¥ 3,938 ¥ 3,453 ¥ 3,453 \$ 29,263 Increase (decrease) (485) — (949) (8,043) Balance at end of year ¥ 3,453 ¥ 3,453 ¥ 2,504 \$ 21,220 Foreign currency translation adjustments: Balance at beginning of year ¥ (86,517) ¥ (69,901) ¥ (57,980) \$ (491,356) Change during the period 16,616 11,921 12,113 102,653 Balance at end of year ¥ (69,901) ¥ (57,980) ¥ (45,867) \$ (388,703) Treasury stock: Balance at beginning of year ¥ (809) ¥ (857) ¥ (1,243) \$ (10,534) (Increase) decrease (48) (386) (222) (1,881)					
Balance at beginning of year \$\frac{1}{3},938\$ \$\frac{1}{3},453\$ \$\frac{1}{3},453\$ \$\frac{2}{9},263\$ Increase (decrease) (485) — (949) (8,043) Balance at end of year \$\frac{1}{3},453\$ \$\frac{1}{3},453\$ \$\frac{1}{2},504\$ \$\frac{2}{2},220\$ Foreign currency translation adjustments: Balance at beginning of year \$\frac{1}{2}(86,517)\$ \$\frac{1}{2}(69,901)\$ \$\frac{1}{2}(57,980)\$ \$\frac{1}{2}(413)\$ \$\frac{1}{2}(48,653)\$ Change during the period \$\frac{1}{2}(69,901)\$ \$\frac{1}{2}(57,980)\$ \$\frac{1}{2}(45,867)\$ \$\frac{1}{2}(388,703)\$ Treasury stock: Balance at beginning of year \$\frac{1}{2}(809)\$ \$\frac{1}{2}(857)\$ \$\frac{1}{2}(1,243)\$ \$\frac{1}{2}(10,534)\$ (Increase) decrease (48) (386) (222) (1,881)	Balance at end of year				
Balance at beginning of year \$\frac{1}{3},938\$ \$\frac{1}{3},453\$ \$\frac{1}{3},453\$ \$\frac{2}{9},263\$ Increase (decrease) (485) — (949) (8,043) Balance at end of year \$\frac{1}{3},453\$ \$\frac{1}{3},453\$ \$\frac{1}{2},504\$ \$\frac{2}{2},220\$ Foreign currency translation adjustments: Balance at beginning of year \$\frac{1}{2}(86,517)\$ \$\frac{1}{2}(69,901)\$ \$\frac{1}{2}(57,980)\$ \$\frac{1}{2}(413)\$ \$\frac{1}{2}(48,653)\$ Change during the period \$\frac{1}{2}(69,901)\$ \$\frac{1}{2}(57,980)\$ \$\frac{1}{2}(45,867)\$ \$\frac{1}{2}(388,703)\$ Treasury stock: Balance at beginning of year \$\frac{1}{2}(809)\$ \$\frac{1}{2}(857)\$ \$\frac{1}{2}(1,243)\$ \$\frac{1}{2}(10,534)\$ (Increase) decrease (48) (386) (222) (1,881)	Revaluation surplus on land, net of taxes:				_
Increase (decrease)		¥ 3.938	¥ 3.453	¥ 3.453	\$ 29.263
Balance at end of year ¥ 3,453 ¥ 3,453 ¥ 2,504 \$ 21,220 Foreign currency translation adjustments: Balance at beginning of year ¥ (86,517) ¥ (69,901) ¥ (57,980) \$ (491,356) Change during the period 16,616 11,921 12,113 102,653 Balance at end of year ¥ (69,901) ¥ (57,980) ¥ (45,867) \$ (388,703) Treasury stock: Balance at beginning of year ¥ (809) ¥ (857) ¥ (1,243) \$ (10,534) (Increase) decrease (48) (386) (222) (1,881)			_		
Foreign currency translation adjustments: Balance at beginning of year \$\fomage (86,517)\$ \$\fomage (69,901)\$ \$\fomage (57,980)\$ \$\fomage (491,356)\$ Change during the period \$16,616\$ \$11,921\$ \$12,113\$ \$102,653\$ Balance at end of year \$\fomage (69,901)\$ \$\fomage (57,980)\$ \$\fomage (45,867)\$ \$\fomage (388,703)\$ Treasury stock: Balance at beginning of year \$\fomage (809)\$ \$\fomage (857)\$ \$\fomage (1,243)\$ \$\fomage (10,534)\$ \$\fomage (10,534)\$ \$\fomage (1,881)\$			¥ 3.453		
Balance at beginning of year \$\(486,517\) \$\(469,901\) \$\(457,980\) \$\(491,356\) Change during the period \$16,616 \$11,921 \$12,113 \$102,653 Balance at end of year \$\(469,901\) \$\(457,980\) \$\(445,867\) \$\(388,703\) Treasury stock: Balance at beginning of year \$\(480\) \$\(4857\) \$\(41,243\) \$\(10,534\) (Increase) decrease \$\(48\) \$\(386\) \$\(222\) \$\(1,881\)		1 0,100	1 3,133	1 2,304	Ψ 21,220
Change during the period 16,616 11,921 12,113 102,653 Balance at end of year ¥ (69,901) ¥ (57,980) ¥ (45,867) \$ (388,703) Treasury stock: Balance at beginning of year ¥ (809) ¥ (857) ¥ (1,243) \$ (10,534) (Increase) decrease (48) (386) (222) (1,881)		V (OC E17)	V (60 001)	V (E7 000)	¢ (401.3E6)
Balance at end of year \$ (69,901) \$ (57,980) \$ (45,867) \$ (388,703) Treasury stock: Balance at beginning of year \$ (809) \$ (857) \$ (1,243) \$ (10,534) (Increase) decrease (48) (386) (222) (1,881)					
Treasury stock: Balance at beginning of year \$\fmathbf{x}\$ (809) \$\fmathbf{x}\$ (857) \$\fmathbf{x}\$ (1,243) \$\fmathbf{x}\$ (10,534) (Increase) decrease (48) (386) (222) (1,881)		<u> </u>			
Balance at beginning of year \$ (809) \$ (857) \$ (1,243) \$ (10,534) (Increase) decrease (48) (386) (222) (1,881)		¥ (69,901)	¥ (5/,980)	¥ (45,867)	\$ (388,703)
(Increase) decrease (48) (386) (222) (1,881)	Treasury stock:				
Balance at end of year ¥ (857) ¥ (1,243) ¥ (1,465) \$ (12,415)					
	Balance at end of year	¥ (857)	¥ (1,243)	¥ (1,465)	\$ (12,415)

The accompanying Notes to Consolidated Financial Statements are an integral part of these statements.