

I-5) Statements of stockholders' equity

(Yen millions)

| | Common stock | Additional paid-in capital | Legal reserve | Retained earnings | Accumulated other comprehensive income (loss) | Treasury stock | Total stockholders' equity |
|--|--------------|----------------------------|---------------|-------------------|---|----------------|----------------------------|
| FY2007 (April 1, 2006 - Mar. 31, 2007) | | | | | | | |
| Balance at beginning of period (as previously reported) | 32,641 | 63,237 | 17,517 | 618,259 | (21,946) | (7,289) | 702,419 |
| Adjustment for the cumulative effect on prior years of the adoption of SAB No. 108 | - | - | - | (2,287) | - | - | (2,287) |
| Balance at beginning of period (after adjustment) | 32,641 | 63,237 | 17,517 | 615,972 | (21,946) | (7,289) | 700,132 |
| Non-cash compensation charges under a stock option plans | | 458 | | | | | 458 |
| Cash dividends | | | | (13,230) | | | (13,230) |
| Transferred to legal reserve | | | 1,327 | (1,327) | | | - |
| Comprehensive income: | | | | | | | |
| Net income | | | | 70,125 | | | 70,125 |
| Foreign currency translation adjustments | | | | | 4,383 | | 4,383 |
| Minimum pension liability adjustments | | | | | 2,290 | | 2,290 |
| Net unrealized gains (losses) on securities | | | | | 76 | | 76 |
| Total comprehensive income | | | | | | | 76,874 |
| Adjustment to initially apply SFAS 158, net of tax | | | | | (2,649) | | (2,649) |
| Acquisition of treasury stock | | | | | | (32) | (32) |
| Exercise of stock option | | | | (190) | | 1,349 | 1,159 |
| Balance at end of period | 32,641 | 63,695 | 18,844 | 671,350 | (17,846) | (5,972) | 762,712 |
| FY2008 (April 1, 2007 - Mar. 31, 2008) | | | | | | | |
| Balance at beginning of period | 32,641 | 63,695 | 18,844 | 671,350 | (17,846) | (5,972) | 762,712 |
| Non-cash compensation charges under a stock option plans | | 241 | | | | | 241 |
| Cash dividends | | | | (15,683) | | | (15,683) |
| Transferred to legal reserve | | | 666 | (666) | | | - |
| Comprehensive income: | | | | | | | |
| Net income | | | | 71,461 | | | 71,461 |
| Foreign currency translation adjustments | | | | | (55,757) | | (55,757) |
| Pension liability adjustments | | | | | (4,684) | | (4,684) |
| Net unrealized gains (losses) on securities | | | | | (3,296) | | (3,296) |
| Total comprehensive income | | | | | | | 7,724 |
| Acquisition of treasury stock | | | | | | (39,250) | (39,250) |
| Retirement of treasury stock | | | | (37,410) | | 37,410 | - |
| Exercise of stock option | | | | (333) | | 1,215 | 882 |
| Adjustment for employee stock awards to be reclassified as a liability | | (49) | | | | | (49) |
| Balance at end of period | 32,641 | 63,887 | 19,510 | 688,719 | (81,583) | (6,597) | 716,577 |

(U.S.\$ thousands)

| | Common stock | Additional paid-in capital | Legal reserve | Retained earnings | Accumulated other comprehensive income (loss) | Treasury stock | Total stockholders' equity |
|--|--------------|----------------------------|---------------|-------------------|---|----------------|----------------------------|
| FY2008 (April 1, 2007 - Mar. 31, 2008) | | | | | | | |
| Balance at beginning of period | 326,410 | 636,950 | 188,440 | 6,713,500 | (178,460) | (59,720) | 7,627,120 |
| Non-cash compensation charges under a stock option plans | | 2,410 | | | | | 2,410 |
| Cash dividends | | | | (156,830) | | | (156,830) |
| Transferred to legal reserve | | | 6,660 | (6,660) | | | - |
| Comprehensive income: | | | | | | | |
| Net income | | | | 714,610 | | | 714,610 |
| Foreign currency translation adjustments | | | | | (557,570) | | (557,570) |
| Pension liability adjustments | | | | | (46,840) | | (46,840) |
| Net unrealized gains (losses) on securities | | | | | (32,960) | | (32,960) |
| Total comprehensive income | | | | | | | 77,240 |
| Acquisition of treasury stock | | | | | | (392,500) | (392,500) |
| Retirement of treasury stock | | | | (374,100) | | 374,100 | - |
| Exercise of stock option | | | | (3,330) | | 12,150 | 8,820 |
| Adjustment for employee stock awards to be reclassified as a liability | | (490) | | | | | (490) |
| Balance at end of period | 326,410 | 638,870 | 195,100 | 6,887,190 | (815,830) | (65,970) | 7,165,770 |

Note:

U.S.\$1=Yen 100, for convenience only.