

Non-Consolidated Balance Sheets

At 31 March 2011 and 2010

Millions of yen

Thousands of U.S. dollars

	2011	2010	2011
ASSETS			
Current Assets:			
Cash and time deposits	¥23,590	¥20,121	\$283,707
Notes and accounts receivable:			
Third parties	19,446	20,343	233,878
Subsidiaries and affiliates	130	91	1,569
	19,577	20,435	235,447
Less: allowance for doubtful accounts	(40)	(53)	(483)
	19,537	20,381	234,964
Short-term loans receivable from subsidiaries	200	204	2,405
Work and software in progress and merchandise	133	83	1,610
Merchandise	3	3	40
Supplies	9	11	112
Prepaid expenses	536	585	6,453
Accounts receivable-other	347	157	4,183
Deferred tax assets	3,490	3,304	41,984
Other current assets	264	284	3,186
Total current assets	48,114	45,136	578,644
Investments and Advances:			
Investments in securities	5,432	6,263	65,335
Investments in and advances to subsidiaries and affiliates	12,694	13,936	152,664
Investments in other securities of subsidiaries and affiliates	96	195	1,165
Long-term loans receivable from subsidiaries	2,311	4,655	27,795
Other investments	60	94	724
Less: allowance for doubtful accounts	(1,907)	(3,053)	-22,938
Total investments and advances	18,687	22,092	224,745
Property and equipment, at cost, less accumulated depreciation	3,054	4,061	36,738
Leasehold deposits	3,032	3,243	36,468
Suspense payments for litigation	2,557	-	30,760
Deferred charges, intangibles and other	1,747	3,816	21,017
Deferred tax assets	2,603	3,633	31,312
Prepaid pension costs	1,518	1,846	18,261
Total assets	¥81,316	¥83,829	\$977,945

The accompanying notes are an integral part of the financial statements.

At 31 March 2011 and 2010

	2011	Millions of yen 2010	Thousands of U.S. dollars 2011
LIABILITIES AND NET ASSETS			
Current Liabilities:			
Short-term debt	¥200	¥ -	\$2,405
Current portion of long-term bank loans	12,092	8,485	145,434
Current portion of bonds	1,050	1,050	12,628
Accounts payable:			
Third parties	4,766	4,630	57,330
Subsidiaries and affiliates	1,084	943	13,044
Income taxes payable	5,851	5,573	70,374
Accrued expenses	265	333	3,197
Accrued bonuses for employees	3,841	4,063	46,195
Other current liabilities	2,709	2,436	32,586
Total current liabilities	1,532	1,637	18,431
	27,543	23,579	331,250
Non-Current Liabilities:			
Bonds	1,600	2,650	19,242
Long-term debt	7,968	15,432	95,835
Provision for loss on guarantees	2,555	2,548	30,735
Other non-current liabilities	342	156	4,124
Total non-current liabilities	12,467	20,787	149,936
Total liabilities	40,010	44,366	481,186
Net assets:			
Stockholders' Equity			
Common stock:			
Authorized 150,000,000 shares at 31 March 2011 and 2010	29,065	29,065	349,561
Issued 48,794,046 shares at 31 March 2011 and 2010	20,510	20,511	246,669
Other capital surplus	8,023	5,607	96,495
Retained earnings			
Treasury stock, at cost, 7,648,617 and 7,646,736 shares at 31 March 2011 and 2010, respectively	(15,922)	(15,921)	(191,492)
Total stockholders' equity	41,677	39,262	501,233
Valuation and translation adjustments:			
Valuation difference on available-for-sale securities:	(372)	199	(4,474)
Total net assets	41,305	39,462	496,759
Total liabilities and net assets	¥81,316	¥83,829	\$977,945

The accompanying notes are an integral part of the financial statements.

Non-Consolidated Statements of Income

For the years ended 31 March 2011, 2010 and 2009

	2011	Millions of yen 2010	2009	Thousands of U.S. dollars 2011
Net Sales	¥123,667	¥124,280	¥137,060	\$1,487,281
Cost of Sales	103,724	103,111	114,445	1,247,439
Gross profit	19,942	21,169	22,614	239,842
Selling, general and administrative expenses	14,923	15,682	18,813	179,478
Operating income	5,019	5,487	3,800	60,364
Non-operating income (expenses):				
Interest income	107	101	169	1,292
Interest expense	(458)	(394)	(388)	(5,520)
Dividend income	19	217	54	230
Interest income on securities	-	1	-	-
Interest on bonds	(53)	(69)	(50)	(646)
Commitment fee	(23)	(98)	(191)	(280)
Loss on investment of voluntary association	-	-	(380)	-
Loss on investments in partnership	(40)	(218)	-	(482)
Loss on sale/disposal of property and equipment	(54)	(151)	(116)	(652)
Provision for loss on litigation	-	(2,548)	-	-
Loss on impairment of fixed assets	(1,561)	(1,581)	(140)	(18,782)
Gain on sale of non-current assets	6	10	7	75
Loss on sale of non-current assets	-	-	(58)	-
Gain on subsidy account	487	552	158	5,857
Gain on sale/disposal of investment in securities	1,700	124	10	20,445
Loss on sale/disposal of investment in securities	-	-	(51)	-
Write-down of investment in affiliates	(1,028)	(1,202)	(1,492)	(12,370)
Loss on dissolution of subsidiary	(33)	(93)	(15,530)	(397)
Gain on dissolution of subsidiary	64	498	31	779
Write-down of marketable securities and investment in securities	(87)	(1,490)	(31)	(1,053)
Reversal of reserve for loss on liabilities for guarantee	-	-	(1,068)	-
Provision for loss on guarantees	-	1,068	-	-
Loss in investment in movie business fund	-	-	(365)	-
Gain on transfer of business	-	3,959	-	-
Loss on extinguishment of tie-in share	-	(1,110)	-	-
Other, income	419	665	96	5,039
Other, expenses	(598)	(2,316)	(1,012)	(7,196)
Total non-operating income (expenses)	(1,135)	(4,073)	(20,350)	(13,661)
Income(loss) before income taxes	3,883	1,413	(16,549)	46,703
Income taxes				
- Current	84	70	44	1,014
- Deferred	971	89	(5,468)	11,684
Net income (loss)	¥2,827	¥1,253	¥(11,125)	\$34,005
		Yen		U.S. dollars
Per share:				
Basic net income(loss) per share	¥68.72	¥31.88	¥(281.69)	\$0.83
Cash dividends	¥33.0	¥10.0	¥-	\$0.40
Weighted average number of shares (in thousands)	41,146	39,328	39,497	-

The accompanying notes are an integral part of the financial statements.

Non-Consolidated Statements of Changes in Net Assets

For the years ended 31 March 2011 and 2010

Millions of yen

	Number of shares of common stock in issue	Common stock	Other capital surplus	Retained earnings	An earned surplus reserve	Treasury stock, at cost	Unrealized gains on marketable securities and investment in securities	Total
Balance at 31 March 2009	48,794,046	¥29,065	¥23,009	¥4,019	¥334	¥(19,749)	¥484	¥37,164
Changes by share exchanges	-	-	(2,494)	-	-	3,818	-	1,323
Changes by merger	-	-	(0)	-	-	0	-	0
Acquisition of treasury stock	-	-	-	-	-	(0)	-	(0)
Disposal of treasury stock	-	-	(4)	-	-	9	-	5
Net income for the year ended 31 March 2010	-	-	-	1,253	-	-	-	1,253
Other changes	-	-	-	-	-	-	(285)	(285)
Balance at 31 March 2010	48,794,046	¥29,065	¥20,511	¥5,273	¥334	¥(15,921)	¥199	¥39,462
Cash dividends	-	-	-	(452)	41	-	-	(411)
Changes by share exchanges	-	-	-	-	-	-	-	-
Changes by merger	-	-	-	-	-	-	-	-
Acquisition of treasury stock	-	-	-	-	-	(1)	-	(1)
Disposal of treasury stock	-	-	(0)	-	-	1	-	0
Net income for the year ended 31 March 2011	-	-	-	2,827	-	-	-	2,827
Other changes	-	-	-	-	-	-	(571)	(571)
Balance at 31 March 2011	48,794,046	¥29,065	¥20,510	¥7,647	¥375	¥(15,922)	¥(372)	¥41,305

Thousands of U.S. dollars

Balance at 31 March 2009	\$349,561	\$276,725	\$48,339	\$4,023	\$(237,514)	\$5,827		\$446,961
Changes by share exchanges	-	(29,996)	-	-	45,918	-		15,922
Changes by merger	-	(2)	-	-	4	-		2
Acquisition of treasury stock	-	-	-	-	(2)	-		(2)
Disposal of treasury stock	-	(48)	-	-	110	-		62
Net income for the year ended 31 March 2011	-	-	15,076	-	-	-		15,076
Other changes	-	-	-	-	-	(3,429)		(3,429)
Balance at 31 March 2010	\$349,561	\$246,679	\$63,415	\$4,023	\$(191,484)	\$2,398		\$474,592
Cash dividends	-	-	(5,443)	495	-	-		(4,948)
Changes by share exchanges	-	-	-	-	-	-		-
Changes by merger	-	-	-	-	-	-		-
Acquisition of treasury stock	-	-	-	-	(24)	-		(24)
Disposal of treasury stock	-	(10)	-	-	16	-		6
Net income for the year ended 31 March 2011	-	-	34,005	-	-	-		34,005
Other changes	-	-	-	-	-	(6,872)		(6,872)
Balance at 31 March 2011	\$349,561	\$246,669	\$91,977	\$4,518	\$(191,492)	\$(4,474)		\$496,759