

## ① BALANCE SHEETS

As of March 31, 2010

Thousands of yen

<b>(ASSETS)</b>		
<b>I</b>	<b>Current Assets</b>	
1	Cash and Bank deposits	1,524,931
2	Notes receivable-trade	597,294
3	Accounts receivable-trade	14,909,545
4	Inventories	838,518
5	Advance payment	1,875,927
6	Prepaid expenses	68,869
7	Accounts receivable-non-trade	144,257
8	Deposits receivable	3,524,966
9	Deferred tax assets-current	106,884
10	Other current assets	26,302
11	Allowance for doubtful receivables	△ 10,000
	<b>Total current assets</b>	<b>23,607,496</b>
<b>II</b>	<b>Fixed Assets</b>	
1	Tangible fixed assets	
(1)	Buildings	22,519
(2)	Machinery and equipment	16,260
(3)	Autos and trucks	168
(4)	Furniture and fixtures	18,766
(5)	Lease asset	4,428
	Total tangible fixed assets	62,142
2	Intangible fixed assets	
(1)	Software	462
(2)	Other intangible fixed assets	217
	Total intangible fixed assets	680
3	Investments and other fixed assets	
(1)	Investment securities	134,533
(2)	Deposits	153,120
(3)	Deferred tax assets-non-current	16,489
(4)	Investment in affiliated companies	55,740
(5)	Others	134,161
(6)	Allowance for doubtful receivables	△ 28,345
	Total investment and other fixed assets	465,700
	<b>Total fixed assets</b>	<b>528,523</b>
	<b>Total Assets</b>	<b>24,136,020</b>

Sojitz Machinery Corporation

<b>(LIABILITIES)</b>		
<b>I</b>	<b>Current Liabilities</b>	
1	Notes payable-trade	884,167
2	Accounts payable-trade	15,367,813
3	Short-term loans payable	1,500,000
4	Short-term lease debt	1,360
5	Accounts payable-non-trade	435,813
6	Income taxes payable	13,705
7	Deposits received	44,542
8	Advance received	2,112,071
9	Other current liabilities	167,388
		20,526,862
<b>II</b>	<b>Fixed Liabilities</b>	
1	Long-term deposit	93,000
2	Other fixed liabilities	45,608
3	Long-term lease debt	3,288
		141,896
	<b>Total liabilities</b>	<b>20,668,759</b>
<b>(SHAREHOLDERS' EQUITY)</b>		
<b>I</b>	<b>Common Stock</b>	1,500,000
<b>II</b>	<b>Capital surplus</b>	833,000
<b>III</b>	<b>Retained Earnings</b>	1,146,611
1	Legal reserve	81,601
2	General reserve	24,000
3	Unappropriated earned surplus/loss	1,041,009
<b>IV</b>	<b>Securities Gain/Loss</b>	Δ 2,455
	<b>Deferred hedge profit and loss</b>	Δ 9,894
	<b>Total Shareholders' equity</b>	<b>3,467,260</b>
	<b>Total Liabilities and shareholders' equity</b>	<b>24,136,020</b>

**② STATEMENTS OF INCOME**

For the year ended March 31,2010

Thousands of yen

<b>Net sales</b>	65,272,559
Cost of sales	60,940,799
Gross trading profit	4,331,760
Selling,general and administrative expenses	3,207,626
<b>Operating income</b>	1,124,133
Non-operating income	
Interest income	21,211
Receipt dividends	15,663
Other income	16,476
	53,351
Non-operating expenses	
Interest expense	22,321
Foreign exchange loss	9,671
Bill of exchange discount fee	18,006
Factoring discount fee	7,762
Other expenses	971
	58,734
<b>Recurring profit</b>	1,118,750
Extraordinary income	
Income from discharge of indebtedness	5,003
	5,003
<b>Income before income taxes</b>	1,123,753
Income taxes current	399,250
Income taxes deferred	82,198
	481,449
<b>Net Income/Loss</b>	642,304