

Statements of Earnings and Retained Earnings (non-consolidated)

For the years ended
March 31, 1999 and 1998

	Millions of yen 1999	Millions of yen 1998	Thousands of U.S. dollars 1999
Net sales	¥95,022	¥120,699	\$788,237
Cost of sales	76,222	95,989	632,285
Gross profit	18,800	24,710	155,952
Selling, general and administrative			
Expenses	19,550	22,414	162,173
Operating income (loss)	(750)	2,296	(6,221)
Other income:			
Interest and dividends	644	341	5,342
Gain on property sold	—	2,649	—
Others	790	715	6,553
	1,434	3,705	11,895
Other expenses:			
Interest	1,235	869	10,245
Others	1,141	482	9,465
	2,376	1,351	19,710
Earnings (loss) before income tax	(1,692)	4,650	(14,036)
Income taxes:	25	30	207
Net earnings (loss)	(1,717)	4,620	(14,243)
Unappropriated retained earnings:			
Balance at beginning of year	4,874	254	40,431
Appropriation			
Cash dividends	834	—	6,918
Transfer to legal reserve	85	—	705
Total appropriation	919	—	7,623
Balance at end of year	2,238	4,874	18,565
Earnings (loss) per share	¥(10.29)	¥27.68	\$(0.09)

In millions of yen (thousands of U.S. dollars) except for Earnings per common share.
See accompanying notes to financial statements.