

## Balance sheet

(As of march 31, 2003)

(Unit : yen)

Item	Amount	Item	Amount
<b>【Asset】</b>		<b>【Liabilities】</b>	
<b>【Current asset】</b>	<b>【547,441,454】</b>	<b>【Current liabilities】</b>	<b>【353,452,887】</b>
Cash and deposits	277,458,591	Accounts payable	150,997,644
Accounts receivable	222,990,863	Current portion of long-term loans	103,945,946
Marketable securities	1,000,337	Accounts payable-other	33,717,586
Work in process	37,848,062	Short-term borrowings	50,000,000
Stores	510,000	Accrued expenses	2,932
Income Tax refundable	1,478,200	Income taxes payable	65,600
Alternative payment	1,986,589	Consumption taxes payable	5,750,900
Accrued revenue	143,916	Money entrusted	7,746,644
Short term loans	1,627,565	Suspense received	66,861
Prepaid expenses	3,676,184	Deferred revenue	288,750
Suspense account payment	5,695	Stock warrant	720,000
Allowance for doubtful receivables	△ 1,284,548	Deferred tax liabilities	150,024
<b>【Fixed assets】</b>	<b>【158,629,195】</b>	<b>【Fixed liabilities】</b>	<b>【137,665,697】</b>
(Tangible fixed assets)	11,766,082	Long-term loans payable	136,537,283
Buildings and accessory equipment	4,119,524	Deferred tax liabilities	1,128,414
Tools, furniture and fixtures	21,464,679	<b>Total liabilities</b>	<b>491,118,584</b>
Accumulated depreciation expenses	△ 13,818,121	<b>【Equity】</b>	
(Intangible fixed assets)	72,672,024	<b>【Shareholder's equity】</b>	<b>【88,080,000】</b>
Telephone subscription right	226,666	Common stock	88,080,000
Software	72,445,358	<b>【Capital surplus】</b>	<b>【60,260,000】</b>
(Investments and other assets)	74,191,089	Capital reserve	60,260,000
Investments in securities	46,000,001	<b>【Earned Surplus】</b>	<b>【66,612,065】</b>
Stocks of subsidiaries	6,500,000	Earned reserve	1,900,000
Long-term loans	160,420	Added depreciation reserve	4,880,095
Long-term prepaid expenses	192,508	Unappropriated retained earnings	59,831,970
Investments	7,722,622	(Net income)	(7,066,758)
Guarantee deposits	13,616,500	<b>Total equity</b>	<b>214,952,065</b>
Other Investments	4,000,000	<b>Total liabilities and equity</b>	<b>706,070,649</b>
Allowance for doubtful receivables	△ 4,000,962		
<b>Total</b>	<b>706,070,649</b>		

**Profit & Loss Statement**

(April 1, 2002~March 31, 2003)

(Unit : Yen)

Item	Amount	
(Ordinary income or loss)		
<b>【Operating income or loss】</b>		
<b>【Operating income】</b>		
<b>【Sales】</b>		
Sales	730,504,500	
Total sales		730,504,500
<b>【Operating expenses】</b>		
<b>【Cost of sales】</b>		
Cost of purchased goods	5,000,000	
Cost of finished goods	583,503,351	
Total	588,503,351	
Cost of Software	△28,452,048	
Cost of sales		616,955,399
Gross profit		113,549,101
<b>【SG &amp; A expenses】</b>		
SG & A expenses total		90,782,040
Operating income		22,767,061
<b>【Non-operating income or loss】</b>		
<b>【Non-operating income】</b>		
Interest income	385,135	
Gain on reversal of allowance for doubtful accounts	14,369	
Interest on marketable Securities	19,553	
Miscellaneous Income	1,188,280	
Non-operating income total		1,607,337
<b>【Non-operating expenses】</b>		
Interest expenses	2,733,586	
Miscellaneous expenses	636,586	
Non-operating expenses total		3,370,172
Ordinary income		21,004,226
<b>【Extraordinary income or loss】</b>		
<b>【Extraordinary loss】</b>		
Loss on Sale of Investment Securities	4,999,999	
Extraordinary loss total		4,999,999
Income before income taxes		16,004,227
Income tax etc.		8,230,723
Income taxes adjustment		706,746
Net income		7,066,758
Retained earnings brought forward		52,765,212
Unappropriated retained earnings		59,831,970