

**CONSOLIDATED FINANCIAL RESULTS  
FOR FISCAL YEAR ENDED MARCH 31, 2007 (JPNGAAP)**

Company Name: Square Enix Co., Ltd.  
Code: 9684

Market: Tokyo Stock Exchange, First Section  
URL: <http://www.square-enix.com/>

Representative: Yoichi Wada, President and Representative Director

Contact: Yosuke Matsuda, Director and Executive Officer

Annual general meeting of shareholders: June 23, 2007

Date of dividend payout: June 25, 2007

Presentation of Financial Report (Yuka-Shoken-Hokokusho): June 25, 2007

**1. FY2006 Consolidated Financial Results (April 1, 2006 to March 31, 2007)**

**1) Consolidated Financial Results (Millions of yen, except percentages and per share data)**

	Net Sales		Operating Income		Recurring Income		Net Income	
Fiscal Years Ended		%		%		%		%
March 31, 2007	163,472	31.3	25,916	67.5	26,241	68.8	11,619	(32.0)
March 31, 2006	124,473	68.5	15,470	(41.5)	15,547	(40.0)	17,076	14.4

	Earnings Per Share (basic)	Earnings Per Share (diluted)	Return on Equity	Recurring Income to Total Assets	Operating Margin
Fiscal Years Ended	Yen	Yen	%	%	%
March 31, 2007	105.06	104.71	9.3	12.2	15.9
March 31, 2006	154.65	153.44	14.9	9.0	12.4

Note: Equity in gain or loss of affiliated companies (Millions of yen)

Fiscal year ended March 31, 2007 (FY 2006)	29
Fiscal year ended March 31, 2006 (FY 2005)	(7)

**2) Consolidated Financial Position (Millions of yen, except percentages and per share data)**

	Total Assets	Net Assets	Shareholders' Equity Ratio	Book Value Per Share
Fiscal Years Ended			%	Yen
March 31, 2007	215,679	130,639	60.0	1,168.91
March 31, 2006	213,348	120,993	56.7	1,094.50

Note: Shareholders' equity (Millions of yen)

Fiscal year ended March 31, 2007 (FY 2006)	129,461
Fiscal year ended March 31, 2006 (FY 2005)	120,993

**3) Consolidated Statement of Cash Flows (Millions of yen)**

	From Operating Activities	From Investing Activities	From Financing Activities	Closing Cash and Cash Equivalents
Fiscal Years Ended				
March 31, 2007	32,809	(5,671)	(2,912)	99,847
March 31, 2006	9,174	(60,039)	44,153	75,252

**2. Dividends**

	Dividend Per Share			Total Annual Dividends Payment	Dividend Payout Ratio	Dividend on Equity Ratio
	Interim	Year-end	Annual			
	yen	yen	yen	million yen	%	%
FY2005	10.00	20.00	30.00	3,315	19.4	2.9
FY2006	10.00	25.00	35.00	3,874	33.3	3.1
FY2007 Projection	10.00	20.00	30.00	—	27.6	—

**3. FY2007 Consolidated Forecasts (April 1, 2007 to March 31, 2008) (Millions of yen, except percentages)**

	Net Sales		Operating Income		Recurring Income		Net Income		Earnings Per Share
		%		%		%		%	yen
First-half Year	72,000	(5.2)	3,800	(58.6)	3,200	(66.0)	1,700	(48.1)	15.37
Full Year	162,500	(0.6)	21,000	(19.0)	20,000	(23.8)	12,000	3.3	108.50

#### 4. Others

##### 1) Change in Scope of Consolidation and Application of the Equity Method

(Added) 1 (SQUARE ENIX OF AMERICA HOLDINGS, INC)

(Removed) 0

##### 2) Change in policies of consolidated financial statements preparation

1. Related to changes in accounting standard      Applicable
2. Other changes      Not applicable

##### 3) Outstanding shares (common shares)

###### 1. Number of shares issued and outstanding (including treasury stock) at year-end

Fiscal year ended March 31, 2007 (FY 2006)      110,947,818

Fiscal year ended March 31, 2006 (FY 2005)      110,729,623

###### 2. Number of treasury stock at year-end

Fiscal year ended March 31, 2007 (FY 2006)      193,882

Fiscal year ended March 31, 2006 (FY 2005)      182,139

### [REFERENCE] NON-CONSOLIDATED FINANCIAL RESULTS

#### 1. FY2006 Non-Consolidated Financial Results (April 1, 2006 to March 31, 2007)

##### 1) Non-Consolidated Financial Results

(Millions of yen, except percentages and per share data)

	Net Sales	Operating Income	Recurring Income	Net Income
Fiscal Years Ended	%	%	%	%
March 31, 2007	62,852 (10.6)	19,017 51.0	19,694 44.5	18,164 (12.2)
March 31, 2006	70,283 9.9	12,597 (47.7)	13,633 (42.1)	20,691 52.6

	Earnings Per Share (basic)	Earnings Per Share (diluted)
Fiscal Years Ended	Yen	Yen
March 31, 2007	164.23	163.69
March 31, 2006	187.39	185.93

##### 2) Non-Consolidated Financial Position

(Millions of yen, except percentages and per share data)

	Total Assets	Net Assets	Shareholders' Equity Ratio	Book Value Per Share
Fiscal Years Ended			%	Yen
March 31, 2007	193,796	134,419	69.4	1,213.67
March 31, 2006	181,840	119,681	65.8	1,082.62

Note: Total shareholders' equity      Fiscal year ended March 31, 2007 (FY 2006)      134,419  
(Millions of yen)      Fiscal year ended March 31, 2006 (FY 2005)      119,681

#### 2. FY2007 Non-Consolidated Forecasts (April 1, 2007 to March 31, 2008)

(Millions of yen, except percentages)

	Net Sales	Operating Income	Recurring Income	Net Income	Earnings Per Share
First-half Year	24,800 (10.7)	1,400 (80.7)	1,400 (81.2)	900 (80.0)	8.14 yen
Full Year	60,000 (4.5)	10,000 (47.4)	10,000 (49.2)	6,000 (67.0)	54.25

Percentages in net sales, operating income, recurring income, and net income are percentage changes compared with the same period of the previous fiscal year.

#### Disclaimer

The forward-looking statements in this document are based upon the information currently available, and necessarily include elements that are not entirely predictable. Actual results may differ from the forward-looking statements in this document.

# Consolidated Financial Statements for Fiscal Year Ended March 31, 2007

## Consolidated Balance Sheet

(Millions of yen)

Account	FY2005 (As of March 31, 2006)		FY2006 (As of March 31, 2007)		Change
	Amount	Rate	Amount	Rate	
(Assets)		%		%	
I Current assets					
1. Cash and deposits	75,257		99,852		
2. Notes and accounts receivable	33,215		21,206		
3. Inventories	5,489		4,188		
4. Content production account	7,312		11,903		
5. Deferred tax assets	7,877		5,634		
6. Other	3,968		4,656		
Allowance for doubtful accounts	(868)		(832)		
Total current assets	132,251	62.0	146,608	68.0	14,356
II Non-current assets					
1. Property and equipment					
1) Buildings and structures	18,694		17,316		
Accumulated depreciation	11,546	7,148	11,354	5,962	
2) Tools and fixtures	12,481		11,365		
Accumulated depreciation	8,761	3,719	7,963	3,401	
3) Amusement equipment	58,733		41,577		
Accumulated depreciation	45,292	13,440	30,778	10,798	
4) Other	26		24		
Accumulated depreciation	15	10	19	5	
5) Land	5,516		5,404		
6) Construction in progress	159		91		
Total property and equipment	29,995	14.1	25,664	11.9	(4,330)
2. Intangible assets					
1) Goodwill	23,446		20,276		
2) Other	1,942		1,381		
Total intangible assets	25,389	11.9	21,657	10.0	(3,731)
3. Investments and other assets					
1) Investment securities	1,459		455		
2) Long-term loans	173		176		
3) Rental deposits	17,361		14,198		
4) Construction cooperation fund	2,158		1,886		
5) Claim in bankruptcy	2,240		5,065		
6) Deferred tax assets	6,523		4,939		
7) Other	533		541		
Allowance for doubtful accounts	(4,738)		(5,515)		
Total investment and other assets	25,712	12.0	21,748	10.1	(3,964)
Total non-current assets	81,097	38.0	69,071	32.0	(12,026)
Total assets	213,348	100.0	215,679	100.0	2,330

(Millions of yen)

Account	FY2005 (As of March 31, 2006)		FY2006 (As of March 31, 2007)		Change
	Amount	Rate	Amount	Rate	
(Liabilities)		%		%	
I Current liabilities					
1. Notes and accounts payable	12,124		13,275		
2. Other accounts payable	6,509		4,773		
3. Accrued expenses	6,413		3,379		
4. Accrued corporate taxes	4,848		994		
5. Accrued consumption taxes	1,245		895		
6. Advance payments received	991		1,188		
7. Deposits received	421		490		
8. Reserve for bonuses	2,648		1,872		
9. Allowance for sales returns	1,186		2,271		
10. Allowance for losses due to closure of game arcade	292		2,973		
11. Other	1,159		289		
Total current liabilities	37,840	17.8	32,404	15.0	(5,436)
II Non-current liabilities					
1. Corporate bond	50,000		50,000		
2. Allowance for retirement benefits	3,001		2,169		
3. Allowance for directors' retirement benefits	189		262		
4. Other	202		204		
Total non-current liabilities	53,394	25.0	52,635	24.4	(758)
Total liabilities	91,234	42.8	85,040	39.4	(6,194)
(Minority interests)					
Minority interests in consolidated subsidiaries	1,120	0.5	—	—	
(Shareholders' equity)					
I Common stock	7,803	3.7	—	—	
II Capital surplus reserve	37,044	17.4	—	—	
III Retained earnings	76,022	35.6	—	—	
IV Unrealized gain on revaluation of other investment securities	531	0.2	—	—	
V Foreign currency translation adjustment	97	0.0	—	—	
VI Treasury stock	(506)	(0.2)	—	—	
Total shareholders' equity	120,993	56.7	—	—	
Total liabilities, minority interests and shareholders' equity	213,348	100.0	—	—	

(Millions of Yen)

Account	FY2005 (As of March 31, 2006)		FY2006 (As of March 31, 2007)		Change
	Amount	Rate	Amount	Rate	
(Net assets)		%		%	
I Shareholders' equity					
1. Common stock	—	—	8,038	3.7	
2. Capital surplus reserve	—	—	37,279	17.3	
3. Retained earnings	—	—	84,315	39.1	
4. Treasury stock	—	—	(540)	(0.3)	
Total shareholders' equity	—	—	129,092	59.8	
II Valuation and translation adjustment					
1. Unrealized gains on revaluation of other investment securities	—	—	(8)	(0.0)	
2. Foreign currency translation adjustment	—	—	377	0.2	
Total Valuation and translation adjustment	—	—	368	0.2	
III Minority interests in consolidated subsidiaries	—	—	1,178	0.6	
Total net assets	—	—	130,639	60.6	
Total liabilities and net assets	—	—	215,679	100.0	

# Consolidated Statements of Income

(Millions of yen)

Account	FY2005		FY2006		Change Amount
	〔 April 1, 2005 to March 31, 2006 〕		〔 April 1, 2006 to March 31, 2007 〕		
	Amount	Rate	Amount	Rate	Amount
I Net sales	124,473	100.0	163,472	100.0	38,999
II Cost of sales	68,105	54.7	87,262	53.4	19,156
Gross profit	56,367	45.3	76,210	46.6	19,842
Reversal of allowance for sales returns	1,316	1.1	1,186	0.8	(129)
Provision for allowance for sales returns	1,186	1.0	2,271	1.4	1,084
Net gross profit	56,497	45.4	75,125	46.0	18,628
III Selling, general and administrative expenses					
1. Packaging freight charge	1,623		2,493		
2. Advertising expense	7,458		6,331		
3. Sales promotion expense	1,177		1,060		
4. Provision for doubtful accounts	101		—		
5. Compensation for directors	498		682		
6. Salary	11,604		15,482		
7. Provision to reserve for bonuses	1,350		2,237		
8. Net periodic pension costs	251		446		
9. Provision to reserve for directors' retirement benefits	19		42		
10. Welfare expense	1,511		2,046		
11. Rental expense	1,949		2,325		
12. Commissions paid	3,204		3,357		
13. Depreciation and amortization	1,648		1,464		
14. Other	8,625	41,026	11,238	49,209	30.1
Operating income	15,470	12.4	25,916	15.9	10,446
IV Non-operating income					
1. Interest income	139		467		
2. Dividends received	23		3		
3. Foreign exchange gain	508		147		
4. Rental income	63		69		
5. Support fees received	28		—		
6. Facilities installation cooperation fees	79		51		
7. Investment profit on equity method	—		29		
8. Miscellaneous income	202	1,046	407	1,176	0.7
V Non-operating expenses					
1. Interest expenses	29		2		
2. Commissions paid	94		—		
3. Loss on disposal of inventories	151		119		
4. Loss on write-off of content production account	460		—		
5. Loss on inventory evaluation	190		281		
6. Stock issuance expenses	—		31		
7. Corporate bond issuance expenses	17		—		
8. Loss on write-off of advance license payment	—		244		
9. Investment loss on equity method	7		—		
10. Miscellaneous loss	18	968	172	852	0.5
Recurring income	15,547	12.5	26,241	16.1	10,693

(Millions of yen)

Account	FY2005		FY2006		Change
	〔 April 1, 2005 to March 31, 2006 〕		〔 April 1, 2006 to March 31, 2007 〕		
	Amount	Rate	Amount	Rate	Amount
VI Extraordinary gain					
1. Gain on sale of investment securities	1,353		410		
2. Gain on divestiture of business	—		2,697		
3. Reversal of allowance for doubtful account	—		2		
4. Reversal of allowance for retirement benefits	—		465		
5. Other	8	1,361	203	3,778	2,417
VII Extraordinary loss					
1. Loss on sale of property and equipment	19		17		
2. Loss on disposal of property and equipment	457		1,085		
3. Impairment loss	4,426		368		
4. Loss on evaluation of investment securities	91		194		
5. Loss on disposal and write-down of assets associated with business restructuring	—		2,275		
6. Severance payments associated with business restructuring	—		925		
7. Loss on liquidation of affiliates	209		—		
8. Adjustment loss in connection with advanced received in mobile business	302		—		
9. Accelerated amortization of goodwill	—		1,831		
10. Extraordinary loss on inventory write-offs	1,652		—		
11. Provision of allowance for doubtful accounts	505		2,086		
12. Provision of allowance for game arcade closings	153		2,784		
13. Other	59	7,878	60	11,629	3,751
Income before income taxes and distribution of loss in partnership ( <i>tokumei-kumiai</i> )		9,031		18,390	9,359
Distribution of loss in partnership ( <i>tokumei-kumiai</i> )		40		16	(23)
Income before income taxes		8,990		18,374	9,383
Corporate, resident and enterprise taxes	1,835		2,915		
Refunded income taxes	(912)		(127)		
Deferred income taxes	(9,039)	(8,116)	3,941	6,730	14,847
Minority interest in consolidated subsidiaries		31		24	(6)
Net income		17,076		11,619	(5,456)

# Consolidated Statements of Cash Flows

(Millions of yen)

Account	FY2005	FY2006	Change
	( April 1, 2005 ) ( March 31, 2006 )	( April 1, 2006 ) ( March 31, 2007 )	
	Amount	Amount	Amount
I Cash flows from operating activities			
Income before income taxes	8,990	18,374	
Depreciation and amortization	8,419	11,115	
Impairment loss	4,426	368	
Increase in allowance for doubtful accounts	611	734	
(Decrease) increase in reserve for bonuses	643	(775)	
Increase (decrease) in allowance for sales returns	(155)	1,077	
(Decrease) increase in allowance for retirement benefits	(1,213)	(832)	
Increase in allowance for directors' retirement benefits	19	72	
Increase in allowance for losses due to closure of game arcade and other allowances	153	2,773	
Interest and dividends received	(163)	(470)	
Interest expenses	29	2	
Foreign exchange gain	—	(76)	
Gain on sale of investment securities	(1,353)	(410)	
Losses on investments in securities	91	194	
Losses on disposal of property and equipment	457	1,085	
Losses on sale of property and equipment	19	17	
Gain on divestiture of business	—	(2,697)	
Amortization of goodwill	—	1,386	
Accelerated amortization of goodwill	—	1,831	
Other losses	—	693	
Decrease (increase) in accounts receivable	(16,330)	11,090	
(Increase) decrease in inventories	9,140	(2,780)	
Increase (decrease) in purchase liabilities	1,797	1,671	
(Decrease) increase in accrued consumption taxes	102	(320)	
Decrease (increase) in other current assets	57	800	
(Increase) decrease in other non-current assets	358	(158)	
(Decrease) increase in other current liabilities	391	(5,432)	
Other	2,643	243	
Subtotal	19,138	39,577	20,439
Interest and dividends received	121	487	
Interest paid	(30)	(5)	
Income taxes paid	(10,054)	(7,249)	
Net cash provided by (used in) operating activities	9,174	32,809	23,635
II Cash flows from investing activities			
Payments for acquiring property and equipment	(8,258)	(10,733)	
Payments for acquiring intangible assets	(340)	(413)	
Proceeds from sale of investment securities	1,504	443	
Payments for acquisition of shares in consolidated subsidiary	(53,747)	(63)	
Proceeds from divestiture of business	—	4,514	
Proceeds from return of guarantee money deposited	1,160	1,113	
Payments for provision of guarantee money	(234)	(398)	
Other	(122)	(134)	
Net cash (used in) provided by investing activities	(60,039)	(5,671)	54,367
III Cash flows from financing activities			
Proceeds from short-term loans	40,000	—	
Payment of short-term loans	(40,000)	—	
Proceeds from issuance of corporate bonds	50,000	—	
Proceeds from exercise of stock options	—	438	
Payments for acquisition of treasury stock	(104)	(37)	
Payments for dividends	(6,617)	(3,314)	
Payments for dividends for minority interests	—	(2)	
Other	876	2	
Net cash (used in) provided by financing activities	44,153	(2,912)	(47,066)
IV Effect of exchange rate changes on cash and cash equivalents	719	356	(362)
V Net (decrease) increase in cash and cash equivalents	(5,991)	24,582	30,574
VI Cash and cash equivalents at beginning of year	81,243	75,252	(5,991)
VII Cash and cash equivalents of newly consolidated subsidiaries	—	13	13
VIII Cash and cash equivalents at end of year	75,252	99,847	24,595



## Segment Information

### 1. Consolidated Business Segment Information

FY2005 (April 1, 2005 to March 31, 2006)

	(Millions of Yen)								
	Games (Offline)	Games (Online)	Mobile Phone Content	Publication	Amusement	Others	Total	Eliminations or unallocated	Consolidated total
Sales and operating income									
Net Sales									
(1) Sales to outside customers	45,916	15,720	5,067	9,742	41,069	6,957	124,473	—	124,473
(2) Intersegment sales	—	—	—	—	—	—	—	—	—
Total	45,916	15,720	5,067	9,742	41,069	6,957	124,473	—	124,473
Operating expenses	36,326	9,812	4,341	6,875	42,240	4,949	104,545	4,457	109,003
Operating income	9,590	5,907	726	2,866	(1,170)	2,007	19,927	(4,457)	15,470
Assets, depreciation and capital expenditures									
Assets	67,658	15,421	4,056	12,348	80,897	6,912	187,293	26,055	213,348
Depreciation	690	663	47	15	6,364	68	7,714	569	8,419
Impairment loss	1,308	1,308	1,308	—	271	—	4,197	229	4,426
Capital expenditures	1,075	640	89	1	6,521	91	8,401	748	9,169

Notes: 1. The classification of business segments is made according to the types of products and services.

2. Major products offered by each business segment

Segment	Major Products
Games (Offline)	Games
Games (Online)	Online games
Mobile Phone Content	Content for mobile phones
Publication	Magazine comics, serial comics, game-related books
Amusement	All the businesses of the Taito group including Amusement Operation and Rental, Sales of Goods and Merchandise and Content Services
Others	Derivative products such as character merchandise, school for game designers

3. Unallocated operating expenses included in "Eliminations or unallocated" totaled ¥4,457 million.

These expenses are related to administrative departments, such as accounting and general affairs, of the Company, which provide services and operational support that cannot be allocated to specific business

4. Unallocated assets included in "Eliminations or Unallocated" totaled ¥26,055 million. These assets are mainly comprised of deferred tax assets.

FY2006 (April 1, 2006 to March 31, 2007)

(Millions of Yen)

	Games (Offline)	Games (Online)	Mobile Phone Content	Publication	Amusement	Others	Total	Eliminations or unallocated	Consolidated total
Sales and operating income									
Net Sales									
(1) Sales to outside customers	51,316	13,660	7,759	11,208	75,610	3,915	163,472	—	163,472
(2) Intersegment sales	—	—	7	—	91	62	161	(161)	—
Total	51,316	13,660	7,767	11,208	75,702	3,978	163,634	(161)	163,472
Operating expenses	34,968	6,893	4,753	7,604	76,054	2,666	132,941	4,614	137,555
Operating income	16,348	6,767	3,013	3,603	(351)	1,311	30,693	(4,776)	25,916
Assets, depreciation and capital expenditures									
Assets	60,153	18,062	8,695	9,544	74,491	7,865	178,812	36,866	215,679
Depreciation	402	593	246	12	9,134	82	10,471	643	11,115
Impairment loss	—	—	—	—	368	—	368	—	368
Capital expenditures	428	411	79	22	9,477	108	10,528	832	11,360

Notes: 1. The classification of business segments is made according to the types of products and services.

2. Major products offered by each business segment

Segment	Major Products
Games (Offline)	Games
Games (Online)	Online games
Mobile Phone Content	Content for mobile phones
Publication	Magazine comics, serial comics, game-related books
Amusement	All the businesses of the Taito group including Amusement Operation and Rental, Sales of Goods and Merchandise and Content Services
Others	Derivative products such as character merchandise, school for game designers

3. Unallocated operating expenses included in "Eliminations or unallocated" totaled ¥4,614 million.

These expenses are related to administrative departments, such as accounting and general affairs, of the Company, which provide services and operational support that cannot be allocated to specific business

4. Unallocated assets included in "Eliminations or Unallocated" totaled ¥36,866 million. These assets are mainly comprised of cash and cash deposits, deferred tax assets and property and equipment related to administrative department.

## 2. Consolidated Geographic Segment Information

FY2005 (April 1, 2005 to March 31, 2006)

(Millions of Yen)

	Japan	North America	Europe	Asia	Total	Eliminations or unallocated	Consolidated Total
<b>Sales and operating income</b>							
Net Sales							
(1) Sales to outside custome	107,354	14,670	413	2,035	124,473	—	124,473
(2) Intersegment sales	4,316	837	364	5	5,523	(5,523)	—
<b>Total</b>	<b>111,670</b>	<b>15,507</b>	<b>778</b>	<b>2,040</b>	<b>129,997</b>	<b>(5,523)</b>	<b>124,473</b>
Operating expenses	99,910	12,109	728	1,778	114,526	(5,523)	109,003
<b>Operating income</b>	<b>11,760</b>	<b>3,398</b>	<b>49</b>	<b>262</b>	<b>15,470</b>	<b>—</b>	<b>15,470</b>
Assets	196,210	12,683	1,207	3,247	213,348	—	213,348

- Notes: 1. The classification of geographic segments is made according to geographical distances.  
 2. Main countries included in each segment:  
 1) North America.....the United States of America  
 2) Europe.....United Kingdom  
 3) Asia.....China, Korea  
 3. There are no unallocated operating expenses included in "Eliminations or Unallocated."  
 4. There are no unallocated assets included in "Eliminations or Unallocated."

FY2006 (April 1, 2006 to March 31, 2007)

(Millions of Yen)

	Japan	North America	Europe	Asia	Total	Eliminations or unallocated	Consolidated Total
<b>Sales and operating income</b>							
Net Sales							
(1) Sales to outside custome	128,665	22,341	11,409	1,056	163,472	—	163,472
(2) Intersegment sales	9,776	833	457	11	11,078	(11,078)	—
<b>Total</b>	<b>138,441</b>	<b>23,174</b>	<b>11,867</b>	<b>1,067</b>	<b>174,551</b>	<b>(11,078)</b>	<b>163,472</b>
Operating expenses	119,465	17,552	9,901	1,713	148,633	(11,077)	137,555
<b>Operating income</b>	<b>18,976</b>	<b>5,621</b>	<b>1,965</b>	<b>(645)</b>	<b>25,917</b>	<b>(0)</b>	<b>25,916</b>
Assets	203,303	11,881	7,585	2,747	225,517	(9,838)	215,679

- Notes: 1. The classification of geographic segments is made according to geographical distances.  
 2. Main countries included in each segment:  
 1) North America.....the United States of America  
 2) Europe.....United Kingdom  
 3) Asia.....China, Korea  
 3. There are no unallocated operating expenses included in "Eliminations or Unallocated."  
 4. There are no unallocated assets included in "Eliminations or Unallocated."

### 3. Consolidated Overseas Sales

FY2005 (April 1, 2005 to March 31, 2006)

(Millions of Yen)

	North America	Europe	Asia	Total
I Overseas sales	15,635	1,378	3,025	20,039
II Consolidated sales	—	—	—	124,473
III Percentage of overseas sales to consolidated sales	12.6%	1.1%	2.4%	16.1%

- Notes: 1. The classification of geographic segments is made according to geographical distances.
2. Main countries included in each segment:
- 1) North America.....the United States of America, Canada
  - 2) Europe.....United Kingdom, France, Germany, others
  - 3) Asia.....China, Korea, Taiwan, others
3. Overseas sales represent sales of the Company and its consolidated subsidiaries to countries and areas outside

FY2006 (April 1, 2006 to March 31, 2007)

(Millions of Yen)

	North America	Europe	Asia	Total
I Overseas sales	23,801	12,271	1,551	37,624
II Consolidated sales	—	—	—	163,472
III Percentage of overseas sales to consolidated sales	14.6%	7.5%	1.0%	23.0%

- Notes: 1. The classification of geographic segments is made according to geographical distances.
2. Main countries included in each segment:
- 1) North America.....the United States of America, Canada
  - 2) Europe.....United Kingdom, France, Germany, others
  - 3) Asia.....China, Korea, Taiwan, others
3. Overseas sales represent sales of the Company and its consolidated subsidiaries to countries and areas outside