



FY2010 Financial Results

(April 1, 2009 through March 31, 2010)

April 28, 2010

Company name : **KADOKAWA GROUP HOLDINGS, INC.**
 Stock exchange on which the shares are listed : Tokyo Stock Exchange
 Code number : 9477
 URL : <http://www.kadokawa-hd.co.jp/>
 Representative person : Tatsuo Sato, President and COO
 Contact person : Yasuaki Takayama, Director and General Manager
 Tel. (03)3238-8710
 Expected date of ordinary general meeting of shareholders : June 26, 2010
 Expected starting date of cash dividends paid : June 28, 2010
 Expected reporting date of annual security report : June 28, 2010

(Amounts less than one million yen are omitted)

1. Consolidated Financial Results of FY2010 (April 1, 2009 through March 31, 2010)

(1) Consolidated operating results (%: Changes from the previous year)

	Net sales		Operating income		Ordinary income	
	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%
FY2010	135,922	(4.0)	5,164	44.8	5,375	32.3
FY2009	141,611	(6.1)	3,565	(30.5)	4,062	(31.7)

	Net income		Net income per share-basic		Net income per share-diluted	
	(Millions of yen)	%	(Yen)	(Yen)	(Yen)	(Yen)
FY2010	1,429	—	56.68		54.58	
FY2009	(5,205)	—	(203.94)		—	

	Return on equity		Ratio of ordinary income to total assets		Ratio of operating income to net sales	
	%	%	%	%	%	%
FY2010	2.1		4.4		3.8	
FY2009	(7.3)		3.1		2.5	

(Reference) Equity in losses of affiliated companies: FY2010 627 million yen, FY2009 509 million yen

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	(Millions of yen)	(Millions of yen)	%	(Yen)
FY2010	119,252	67,461	56.0	2,645.78
FY2009	123,176	67,510	54.2	2,649.06

(Reference) Equity capital: FY2010 66,728 million yen, FY2009 66,810 million yen

(3) Consolidated cash flows

	From operating activities	From investing activities	From financing activities	Cash and cash equivalents at end of year
	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Millions of yen)
FY2010	1,990	(980)	(5,593)	21,747
FY2009	(36)	167	(2,193)	26,577

2. Cash dividends

(Record date)	Cash dividend per share					Total amount of annual cash dividends (Millions of yen)	Dividend payout ratio (Consolidated) %	Dividend to net assets (Consolidated) %
	1Q	2Q	3Q	Year-end	Annual			
FY2009	—	0.00	—	30.00	30.00	756	—	1.1
FY2010	—	0.00	—	30.00	30.00	756	52.9	1.1
FY2011 (Forecast)	—	0.00	—	30.00	30.00		38.0	

3. Consolidated Forecast for FY2011 (April 1, 2010 through March 31, 2011)

(%: Changes from the corresponding period of the previous year)

	Net sales		Operating income		Ordinary income	
	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%
FY2011 Semi-annual	60,000	(5.4)	1,300	(43.9)	1,500	(40.7)
FY2011	136,000	0.1	5,200	0.7	5,500	2.3

	Net income		Net income per share	
	(Millions of yen)	%	(Yen)	(Yen)
FY2011 Semi-annual	(300)	—	(11.00)	
FY2011	2,000	39.9	79.00	

4. Others

- (1) Changes in the significant subsidiaries (Accompanying changes in scope of the consolidation): None
- (2) Changes in accounting policy, procedure and presentation in the preparation of the consolidated financial statement
(Described in “Changes in the summary of significant accounting policies for preparing consolidated financial statements”)
- (a) Changes accompanying revisions of accounting standards, etc.:
Applicable, there is no impact of this change on current income statement.
- (b) Changes other than the above:
Applicable, changes only presentation of income statements and cash flows.
- (3) Outstanding shares (Common stock)
- (a) Number of shares issued and outstanding at the end of each year (including treasury stock):
FY2010 27,260,800 shares, FY2009 27,260,800 shares
- (b) Number of treasury stock at the end of each year:
FY2010 2,040,224 shares, FY2009 2,040,248 shares

(Reference) Non-Consolidated Financial Results of FY2010 (April 1, 2009 through March 31, 2010)

(1) Non-consolidated operating results (%: Changes from the previous year)

	Operating revenue		Operating income		Ordinary income	
	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%
FY2010	3,960	(11.9)	946	(26.2)	1,320	(16.1)
FY2009	4,496	(7.2)	1,281	(38.6)	1,572	(36.0)

	Net income		Net income per share-basic		Net income per share-diluted	
	(Millions of yen)	%	(Yen)	(Yen)	(Yen)	(Yen)
FY2010	699	—	27.71	27.25	27.25	—
FY2009	(9,749)	—	(381.86)	(381.86)	(381.86)	—

(2) Non-consolidated financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	(Millions of yen)	(Millions of yen)	%	(Yen)
FY2010	91,529	61,621	67.3	2,442.12
FY2009	91,985	62,074	67.5	2,460.07

(Reference) Equity capital: FY2010 61,621 million yen, FY2009 62,074 million yen

Note regarding use of “Consolidated Forecast for FY2011”

The forecasts are based on information available at the time of preparation. Due to a number of inherent uncertainties in forecasts, actual results may differ from these forecasts.

1. Consolidated Financial Statements

(1) Consolidated balance sheets

(Millions of yen)

	FY2009	FY2010
	(As of March 31, 2009)	(As of March 31, 2010)
Assets		
Current assets		
Cash and deposits	25,611	24,435
Notes and accounts receivable-trade	33,118	34,830
Short-term investment securities	1,497	—
Inventories	9,181	11,279
Deferred tax assets	1,654	1,715
Other	3,118	2,415
Allowance for doubtful accounts	(184)	(163)
Total current assets	73,998	74,513
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	15,349	15,384
Accumulated depreciation	(8,285)	(8,776)
Buildings and structures, net	7,064	6,607
Tools, furniture and fixtures	4,410	4,286
Accumulated depreciation	(2,879)	(2,937)
Tools, furniture and fixtures, net	1,530	1,348
Land	10,509	10,531
Other	1,641	1,929
Accumulated depreciation	(1,220)	(1,378)
Other, net	421	550
Total property, plant and equipment	19,524	19,038
Intangible assets		
Goodwill	602	1,077
Other	2,446	2,350
Total intangible assets	3,048	3,428
Investments and other assets		
Investment securities	14,016	12,670
Deferred tax assets	931	1,149
Other	12,051	8,917
Allowance for doubtful accounts	(395)	(464)
Total investments and other assets	26,604	22,272
Total noncurrent assets	49,177	44,739
Total assets	123,176	119,252

(Millions of yen)

FY2009 **FY2010**
 (As of March 31, 2009) (As of March 31, 2010)

Liabilities**Current liabilities**

Notes and accounts payable-trade	19,284	18,701
Short-term loans payable	4,410	463
Current portion of bonds	11,400	—
Income taxes payable	2,230	2,732
Provision for bonuses	1,177	1,441
Provision for sales returns	3,305	3,819
Other	9,234	8,356

Total current liabilities

	51,042	35,516
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Noncurrent liabilities

Bonds with subscription rights to shares	—	11,000
Long-term loans payable	939	612
Deferred tax liabilities	676	660
Provision for retirement benefits	2,007	2,460
Other	999	1,540

Total noncurrent liabilities

	4,623	16,274
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Total liabilities

	55,665	51,791
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Net assets**Shareholders' equity**

Capital stock	26,330	26,330
Capital surplus	27,704	27,704
Retained earnings	21,679	22,352
Treasury stock	(5,879)	(5,879)

Total shareholders' equity

	69,835	70,508
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Valuation and translation adjustments

Valuation difference on available-for-sale securities	(1,585)	(2,012)
Revaluation reserve for land	(256)	(256)
Foreign currency translation adjustment	(1,182)	(1,511)

Total valuation and translation adjustments

	(3,025)	(3,780)
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Minority interests

	699	733
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Total net assets

	67,510	67,461
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Total liabilities and net assets

	123,176	119,252
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(2) Consolidated statements of operations

(Millions of yen)

	FY2009 (April 2008 through March 2009)	FY2010 (April 2009 through March 2010)
Net sales	141,611	135,922
Cost of sales	106,618	101,068
Gross profit	34,993	34,853
Reversal of provision for sales returns	3,189	3,818
Provision for sales returns	3,298	3,806
Gross profit-net	34,884	34,866
Selling, general and administrative expenses	31,318	29,701
Operating income	3,565	5,164
Non-operating income		
Interest income	394	156
Dividends income	208	188
Amortization of negative goodwill	89	81
Gain on investments in partnership	44	—
Gain on valuation of compound financial instruments	—	144
Insurance income	218	187
Gain on sales of used papers	221	130
Other	131	200
Total non-operating income	1,309	1,088
Non-operating expenses		
Interest expenses	104	137
Equity in losses of affiliates	509	627
Loss on valuation of compound financial instruments	111	—
Other	88	112
Total non-operating expenses	813	877
Ordinary income	4,062	5,375
Extraordinary income		
Gain on sales of noncurrent assets	506	8
Gain on sales of investment securities	898	596
Gain on sales of subsidiaries and affiliates' stocks	—	12
Gain on change in equity	15	—
Gain from settlement of beneficial interest in trust	114	—
Total extraordinary income	1,535	617
Extraordinary loss		
Loss on sales of noncurrent assets	90	—
Loss on retirement of noncurrent assets	131	85
Impairment loss	2,253	145
Loss on sales of investment securities	70	9
Loss on valuation of investment securities	3,997	154
Loss on sales of subsidiaries and affiliates' stocks	—	88
Loss on change in equity	—	80
Loss on valuation of membership	1	0
Loss on litigation	59	—
Special retirement expenses	152	7
Retirement benefit expenses for prior periods	—	278
Total extraordinary losses	6,756	850
Income (loss) before income taxes and minority interests	(1,158)	5,142
Income taxes-current	3,464	3,840
Income taxes-deferred	506	(184)
Total income taxes	3,971	3,655
Minority interests in income	76	57
Net income (loss)	(5,205)	1,429

(3) Consolidated statements of changes in net assets

(Millions of yen)

	FY2009 (April 2008 through March 2009)	FY2010 (April 2009 through March 2010)
Shareholders' equity		
Capital stock		
Balance at the end of previous period	26,330	26,330
Changes of items during the period		
Total changes of items during the period	—	—
Balance at the end of current period	26,330	26,330
Capital surplus		
Balance at the end of previous period	27,704	27,704
Changes of items during the period		
Disposal of treasury stock	(0)	(0)
Total changes of items during the period	(0)	(0)
Balance at the end of current period	27,704	27,704
Retained earnings		
Balance at the end of previous period	28,013	21,679
Changes of items during the period		
Dividends from surplus	(798)	(756)
Net income (loss)	(5,205)	1,429
Reversal of revaluation reserve for land	(329)	—
Total changes of items during the period	(6,333)	672
Balance at the end of current period	21,679	22,352
Treasury stock		
Balance at the end of previous period	(4,778)	(5,879)
Changes of items during the period		
Purchase of treasury stock	(1,101)	(0)
Disposal of treasury stock	0	0
Total changes of items during the period	(1,101)	0
Balance at the end of current period	(5,879)	(5,879)
Total shareholders' equity		
Balance at the end of previous period	77,270	69,835
Changes of items during the period		
Dividends from surplus	(798)	(756)
Net income (loss)	(5,205)	1,429
Purchase of treasury stock	(1,101)	(0)
Disposal of treasury stock	0	0
Reversal of revaluation reserve for land	(329)	—
Total changes of items during the period	(7,434)	672
Balance at the end of current period	69,835	70,508

(Millions of yen)

	FY2009 (April 2008 through March 2009)	FY2010 (April 2009 through March 2010)
Valuation and translation adjustments		
Valuation difference on available-for-sale securities		
Balance at the end of previous period	268	(1,585)
Changes of items during the period		
Net changes of items other than shareholders' equity	(1,853)	(427)
Total changes of items during the period	(1,853)	(427)
Balance at the end of current period	(1,585)	(2,012)
Revaluation reserve for land		
Balance at the end of previous period	(586)	(256)
Changes of items during the period		
Net changes of items other than shareholders' equity	329	—
Total changes of items during the period	329	—
Balance at the end of current period	(256)	(256)
Foreign currency translation adjustment		
Balance at the end of previous period	(421)	(1,182)
Changes of items during the period		
Net changes of items other than shareholders' equity	(761)	(328)
Total changes of items during the period	(761)	(328)
Balance at the end of current period	(1,182)	(1,511)
Total valuation and translation adjustments		
Balance at the end of previous period	(739)	(3,025)
Changes of items during the period		
Net changes of items other than shareholders' equity	(2,285)	(755)
Total changes of items during the period	(2,285)	(755)
Balance at the end of current period	(3,025)	(3,780)
Minority interests		
Balance at the end of previous period	1,748	699
Changes of items during the period		
Net changes of items other than shareholders' equity	(1,049)	33
Total changes of items during the period	(1,049)	33
Balance at the end of current period	699	733
Total net assets		
Balance at the end of previous period	78,280	67,510
Changes of items during the period		
Dividends from surplus	(798)	(756)
Net income (loss)	(5,205)	1,429
Purchase of treasury stock	(1,101)	(0)
Disposal of treasury stock	0	0
Reversal of revaluation reserve for land	(329)	—
Net changes of items other than shareholders' equity	(3,335)	(721)
Total changes of items during the period	(10,769)	(48)
Balance at the end of current period	67,510	67,461

(4) Consolidated statements of cash flows

(Millions of yen)

	FY2009 (April 2008 through March 2009)	FY2010 (April 2009 through March 2010)
Cash flows from operating activities		
Income (loss) before income taxes and minority interests	(1,158)	5,142
Depreciation and amortization	2,237	1,991
Amortization of goodwill	1,102	251
Increase (decrease) in provision for retirement benefits	179	437
Interest and dividends income	(603)	(344)
Interest expenses	104	137
Equity in (earnings) losses of affiliates	509	627
Loss (gain) on valuation of investment securities	4,108	154
Impairment loss	2,253	145
Decrease (increase) in notes and accounts receivable-trade	(225)	253
Decrease (increase) in inventories	(77)	(1,504)
Increase (decrease) in notes and accounts payable-trade	(2,858)	(1,190)
Other, net	(1,646)	(1,267)
Subtotal	<u>3,925</u>	<u>4,833</u>
Interest and dividends income received	663	351
Interest expenses paid	(94)	(144)
Income taxes paid	(4,531)	(3,050)
Net cash provided by (used in) operating activities	<u>(36)</u>	<u>1,990</u>
Cash flows from investing activities		
Decrease (increase) in time deposits	(55)	(354)
Purchase of short-term investment securities	(1,998)	—
Proceeds from sales of short-term investment securities	2,500	500
Purchase of property, plant and equipment	(1,505)	(752)
Purchase of intangible assets	(926)	(553)
Proceeds from sales of property, plant and equipment	1,442	9
Purchase of investment securities	(265)	(412)
Proceeds from sales of investment securities	1,366	1,224
Purchase of investments in subsidiaries resulting in change in scope of consolidation	—	(1,921)
Proceeds from purchase of investments in subsidiaries resulting in change in scope of consolidation	47	—
Proceeds from sales of investments in subsidiaries resulting in change in scope of consolidation	—	34
Proceeds from cancellation of insurance funds	—	1,390
Other, net	(437)	(144)
Net cash provided by (used in) investing activities	<u>167</u>	<u>(980)</u>
Cash flows from financing activities		
Increase (decrease) in short-term loans payable	129	(3,832)
Repayment of long-term loans payable	(367)	(614)
Proceeds from issuance of bonds	—	10,990
Redemption of bonds	—	(11,400)
Purchase of treasury stock	(1,075)	(0)
Cash dividends paid	(798)	(756)
Other, net	(80)	20
Net cash provided by (used in) financing activities	<u>(2,193)</u>	<u>(5,593)</u>
Effect of exchange rate change on cash and cash equivalents	(503)	(246)
Net increase (decrease) in cash and cash equivalents	<u>(2,566)</u>	<u>(4,829)</u>
Cash and cash equivalents at beginning of period	<u>29,144</u>	<u>26,577</u>
Cash and cash equivalents at end of period	<u>26,577</u>	<u>21,747</u>

(5) Notes on Premise of Going Concern

Not applicable

2. Segment Information

(1) Business Segment Information

FY2009 (April 2008 through March 2009)

(Millions of yen)

	Publication	Movie/ Visual	Cross Media	Others	Total	Elimination and/or Corporate	Consolidated
Sales							
(1) Outside customers	71,158	33,919	26,266	10,267	141,611	—	141,611
(2) Inter-segment	1,073	307	689	2,470	4,541	(4,541)	—
Total sales	72,231	34,226	26,956	12,737	146,152	(4,541)	141,611
Operating expenses	66,620	35,334	26,979	12,619	141,554	(3,508)	138,045
Operating income (loss)	5,610	(1,108)	(22)	118	4,598	(1,032)	3,565
Total assets	44,937	25,781	12,450	5,909	89,079	34,096	123,176
Depreciation and amortization	832	697	267	143	1,941	280	2,221
Impairment losses	—	2,202	50	—	2,253	—	2,253
Capital expenditures	696	869	523	111	2,201	163	2,365

FY2010 (April 2009 through March 2010)

(Millions of yen)

	Publication	Movie/ Visual	Cross Media	Others	Total	Elimination and/or Corporate	Consolidated
Sales							
(1) Outside customers	73,476	30,803	23,032	8,611	135,922	—	135,922
(2) Inter-segment	1,382	176	385	1,846	3,791	(3,791)	—
Total sales	74,858	30,979	23,417	10,458	139,714	(3,791)	135,922
Operating expenses	67,155	32,178	23,227	10,665	133,225	(2,467)	130,758
Operating income (loss)	7,703	(1,198)	189	(207)	6,488	(1,323)	5,164
Total assets	50,017	23,430	10,173	5,469	89,091	30,161	119,252
Depreciation and amortization	694	520	253	155	1,623	332	1,955
Impairment losses	—	145	—	—	145	—	145
Capital expenditures	544	292	196	130	1,165	250	1,416

Note: Kadokawa Group Holdings, Inc. and its consolidated subsidiaries operate primarily in the following business segments.

- (1) Publication: books, story magazines, life magazines, distribution and others
- (2) Movie/Visual: films, DVD movies and others
- (3) Cross Media: information magazines, web-site, digital content and others
- (4) Others: game software, ad agency, real estate rental and others

(2) Geographic Segment Information

Geographic segment information was not presented as domestic sales and assets exceed 90% of consolidated net sales and assets, respectively.

(3) Overseas Sales

Overseas sales were not presented as overseas sales less than 10% of total consolidated net sales.

3. Non-Consolidated Financial Statements

(1) Balance sheets

(Millions of yen)

	FY2009 (As of March 31, 2009)	FY2010 (As of March 31, 2010)
Assets		
Current assets		
Cash and deposits	10,997	12,224
Accounts receivable-trade	193	89
Short-term investment securities	1,497	—
Supplies	1	1
Prepaid expenses	12	12
Short-term loans receivable	12,519	7,684
Other	524	585
Allowance for doubtful accounts	—	(69)
Total current assets	25,745	20,528
Noncurrent assets		
Property, plant and equipment		
Buildings	4,834	4,836
Accumulated depreciation	(2,978)	(3,076)
Buildings, net	1,855	1,760
Structures	141	141
Accumulated depreciation	(108)	(111)
Structures, net	33	30
Vehicles	16	16
Accumulated depreciation	(14)	(14)
Vehicles, net	1	1
Tools, furniture and fixtures	1,350	1,366
Accumulated depreciation	(569)	(659)
Tools, furniture and fixtures, net	781	707
Land	4,934	4,934
Construction in progress	0	0
Total property, plant and equipment	7,607	7,434
Intangible assets		
Software	896	848
Other	39	39
Total intangible assets	935	887
Investments and other assets		
Investment securities	9,248	8,920
Stocks of subsidiaries and affiliates	41,444	49,456
Investments in capital	10	10
Long-term loans receivable from subsidiaries and affiliates	—	475
Long-term prepaid expenses	0	0
Long-term time deposits	3,700	1,500
Insurance funds	3,027	2,051
Other	390	390
Allowance for doubtful accounts	(126)	(126)
Total investments and other assets	57,696	62,678
Total noncurrent assets	66,239	71,000
Total assets	91,985	91,529

(Millions of yen)

FY2009 **FY2010**
(As of March 31, 2009) (As of March 31, 2010)

Liabilities**Current liabilities**

Short-term loans payable	4,021	—
Current portion of bonds	11,400	—
Accounts payable-other	77	115
Accrued expenses	222	159
Income taxes payable	26	33
Advances received	15	15
Deposits received	13,673	18,191
Provision for bonuses	32	35
Other	62	6

Total current liabilities	29,530	18,556
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Noncurrent liabilities

Bonds with subscription rights to shares	—	11,000
Provision for retirement benefits	75	84
Other	304	266

Total noncurrent liabilities	379	11,351
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Total liabilities	29,910	29,908
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Net assets**Shareholders' equity**

Capital stock	26,330	26,330
Capital surplus		
Legal capital surplus	27,375	27,375
Total capital surpluses	27,375	27,375

Retained earnings		
Legal retained earnings	567	567

Other retained earnings		
Retained earnings brought forward	16,040	15,983
Total retained earnings	16,608	16,550

Treasury stock	(5,853)	(5,853)
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Total shareholders' equity	64,459	64,402
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Valuation and translation adjustments

Valuation difference on available-for-sale securities	(1,611)	(2,007)
Revaluation reserve for land	(773)	(773)

Total valuation and translation adjustments	(2,385)	(2,780)
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Total net assets	62,074	61,621
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Total liabilities and net assets	91,985	91,529
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(2) Statements of operations

(Millions of yen)

	FY2009	FY2010
	(April 2008 through March 2009)	(April 2009 through March 2010)
Operating revenue	4,496	3,960
Operating expenses	3,214	3,014
Operating income	1,281	946
Non-operating income		
Interest income	48	24
Interest on securities	100	30
Dividends income	204	185
Gain on investments in partnership	44	—
Gain on valuation of compound financial instruments	—	144
Insurance income	127	102
Other	10	12
Total non-operating income	535	499
Non-operating expenses		
Interest expenses	46	57
Interest on bonds	—	31
Loss on valuation of compound financial instruments	111	—
Depreciation of lease assets	8	—
Commission fee	78	26
Other	—	11
Total non-operating expenses	244	125
Ordinary income	1,572	1,320
Extraordinary income		
Gain on sales of noncurrent assets	506	—
Gain on sales of investment securities	898	529
Total extraordinary income	1,404	529
Extraordinary loss		
Loss on sales of noncurrent assets	88	—
Loss on retirement of noncurrent assets	0	3
Loss on sales of investment securities	—	9
Loss on valuation of investment securities	3,938	72
Loss on valuation of stocks of subsidiaries and affiliates	8,695	1,056
Total extraordinary losses	12,722	1,142
Income (loss) before income taxes	(9,745)	706
Income taxes-current	3	7
Total income taxes	3	7
Net income (loss)	(9,749)	699

(3) Statements of changes in net assets

(Millions of yen)

	FY2009 (April 2008 through March 2009)	FY2010 (April 2009 through March 2010)
Shareholders' equity		
Capital stock		
Balance at the end of previous period	26,330	26,330
Changes of items during the period		
Total changes of items during the period	—	—
Balance at the end of current period	26,330	26,330
Capital surplus		
Legal capital surplus		
Balance at the end of previous period	27,375	27,375
Changes of items during the period		
Total changes of items during the period	—	—
Balance at the end of current period	27,375	27,375
Retained earnings		
Legal retained earnings		
Balance at the end of previous period	567	567
Changes of items during the period		
Total changes of items during the period	—	—
Balance at the end of current period	567	567
Other retained earnings		
Retained earnings brought forward		
Balance at the end of previous period	26,918	16,040
Changes of items during the period		
Dividends from surplus	(798)	(756)
Net income (loss)	(9,749)	699
Disposal of treasury stock	(0)	(0)
Reversal of revaluation reserve for land	(329)	—
Total changes of items during the period	(10,877)	(57)
Balance at the end of current period	16,040	15,983
Total retained earnings		
Balance at the end of previous period	27,485	16,608
Changes of items during the period		
Dividends from surplus	(798)	(756)
Net income (loss)	(9,749)	699
Disposal of treasury stock	(0)	(0)
Reversal of revaluation reserve for land	(329)	—
Total changes of items during the period	(10,877)	(57)
Balance at the end of current period	16,608	16,550
Treasury stock		
Balance at the end of previous period	(4,779)	(5,853)
Changes of items during the period		
Purchase of treasury stock	(1,075)	(0)
Disposal of treasury stock	0	0
Total changes of items during the period	(1,074)	0
Balance at the end of current period	(5,853)	(5,853)

(Millions of yen)

	FY2009 (April 2008 through March 2009)	FY2010 (April 2009 through March 2010)
Total shareholders' equity		
Balance at the end of previous period	76,411	64,459
Changes of items during the period		
Dividends from surplus	(798)	(756)
Net income (loss)	(9,749)	699
Purchase of treasury stock	(1,075)	(0)
Disposal of treasury stock	0	0
Reversal of revaluation reserve for land	(329)	—
Total changes of items during the period	<u>(11,951)</u>	<u>(57)</u>
Balance at the end of current period	<u>64,459</u>	<u>64,402</u>
Valuation and translation adjustments		
Valuation difference on available-for-sale securities		
Balance at the end of previous period	233	(1,611)
Changes of items during the period		
Net changes of items other than shareholders' equity	(1,845)	(395)
Total changes of items during the period	<u>(1,845)</u>	<u>(395)</u>
Balance at the end of current period	<u>(1,611)</u>	<u>(2,007)</u>
Revaluation reserve for land		
Balance at the end of previous period	(1,102)	(773)
Changes of items during the period		
Net changes of items other than shareholders' equity	329	—
Total changes of items during the period	<u>329</u>	<u>—</u>
Balance at the end of current period	<u>(773)</u>	<u>(773)</u>
Total valuation and translation adjustments		
Balance at the end of previous period	(869)	(2,385)
Changes of items during the period		
Net changes of items other than shareholders' equity	(1,516)	(395)
Total changes of items during the period	<u>(1,516)</u>	<u>(395)</u>
Balance at the end of current period	<u>(2,385)</u>	<u>(2,780)</u>
Total net assets		
Balance at the end of previous period	75,542	62,074
Changes of items during the period		
Dividends from surplus	(798)	(756)
Net income (loss)	(9,749)	699
Purchase of treasury stock	(1,075)	(0)
Disposal of treasury stock	0	0
Reversal of revaluation reserve for land	(329)	—
Net changes of items other than shareholders' equity	(1,516)	(395)
Total changes of items during the period	<u>(13,467)</u>	<u>(452)</u>
Balance at the end of current period	<u>62,074</u>	<u>61,621</u>