

INABATA & CO., LTD. AND CONSOLIDATED SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
Years ended March 31, 2011 and 2010

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2011	2010	2011
Revenues:			
Net sales	¥ 469,091	¥ 410,783	\$ 5,641,503
Cost and expenses:			
Cost of sales	437,342	383,215	5,259,675
Selling, general and administrative expenses (Note 9)	23,849	22,058	286,819
Operating income	7,900	5,510	95,009
Other income (expenses):			
Interest and dividend income	1,410	1,115	16,957
Interest expense (Note 11)	(874)	(959)	(10,511)
Gain on sale of investment securities	-	211	-
Loss on sale of noncurrent assets	-	(191)	-
Reversal of provision for loss on business liquidation	-	411	-
Reversal of allowance for doubtful receivables	766	145	9,212
Gain on sale of investment in subsidiaries and affiliates	3,200	-	38,485
Provision for allowance for doubtful receivables	-	(206)	-
Equity in losses of unconsolidated subsidiaries and affiliates	(512)	(1,370)	(6,158)
Gain on foreign exchange	254	70	3,055
Loss on disposal of noncurrent assets	(1,577)	-	(18,966)
Loss on valuation of investment securities	(266)	(783)	(3,199)
Provision for loss on business liquidation	-	(47)	-
Loss on valuation of investment in subsidiaries and affiliates	-	(244)	-
Other, net	303	523	3,645
	2,704	(1,325)	32,520
Income before income taxes	10,604	4,185	127,529
Provision for income taxes (Note 7)			
Current	3,000	2,089	36,080
Deferred	200	198	2,405
	3,200	2,287	38,485
Income before minority interests	7,404	-	89,044
Minority interests	(172)	(136)	(2,069)
Net income	¥ 7,232	¥ 1,762	\$ 86,975
Amounts per share:			
	Yen		U.S. dollars (Note 1)
Net income per share - basic	¥ 111.34	¥ 27.08	\$ 1.34
Cash dividends per share applicable to the year	26.00	10.00	0.31

See accompanying Notes to Consolidated Financial Statements.

INABATA & CO., LTD. AND CONSOLIDATED SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
Years ended March 31, 2011 and 2010

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2011	2010	2011
Income before minority interests	¥ 7,404	¥ -	\$ 89,044
Other comprehensive income:			
Net unrealized holding gains on securities	(1,912)	-	(22,994)
Net unrealized holding gains on derivatives	6	-	72
Foreign currency translation adjustments	(1,194)	-	(14,360)
Share of other comprehensive income of affiliates accounted for using the equity method	118	-	1,419
Total other comprehensive income	(2,982)	-	(35,863)
Comprehensive income	¥ 4,422	¥ -	\$ 53,181
Comprehensive income attributable to:			
Comprehensive income attributable to owners of the parent	¥ 4,255	¥ -	\$ 51,173
Comprehensive income attributable to minority interests	167	-	2,008

See accompanying Notes to Consolidated Financial Statements.