Consolidated Statements of Changes in Net Assets

Kiyo Holdings, Inc. and its consolidated subsidiaries Years ended March 31, 2008 and 2007

	Millions of yen (Note 1)						
	Shareholders' equity						
	Preferred and common stock	Capital surplus	Retained earnings	Treasury stock	Total		
Balance at March 31, 2007	¥58,350	¥77,128	¥24,398	¥(12,566)	¥147,309		
Changes during year:							
Cash dividends			(2,095)		(2,095)		
Net income			13,359		13,359		
Purchase of treasury stock				(23)	(23)		
Disposal of treasury stock		(1)		6	4		
Cancellation of treasury stock		(12,494)		12,494			
Increase due to changes in the Company's equity in subsidiaries				(21)	(21)		
Net changes in items other than shareholders' equity							
Total changes during year		(12,495)	11,264	12,455	11,223		
Balance at March 31, 2008	¥58,350	¥64,632	¥35,662	¥ (111)	¥158,533		

	Valuation and translation adjustments						
	gains availa	unrealized (losses) on ıble-for-sale curities	Net deferred losses on hedging instruments		Total	Minority interests	Total net assets
Balance at March 31, 2007	. ¥	5,545	¥(3)	¥	5,542	¥1,792	¥154,644
Changes during year:							
Cash dividends							(2,095)
Net income							13,359
Purchase of treasury stock							(23)
Disposal of treasury stock							4
Cancellation of treasury stock							
Increase due to changes in the Company's equity in subsidiaries							(21)
Net changes in items other than shareholders' equity	. (1	19,863)	2	(19,860)	41	(19,818)
Total changes during year	. (1	19,863)	2	(19,860)	41	(8,595)
Balance at March 31, 2008	. ¥(14,317)	¥(0)	¥(14,318)	¥1,834	¥146,049

See accompanying notes.

	Millions of yen (Note 1)						
	Shareholders' equity						
	Preferred and common stock	Capital surplus	Retained earnings	Treasury stock	Total		
Balance at March 31, 2006 Changes during year:	¥42,600	¥61,384	¥16,218	¥(12,526)	¥107,677		
Issuance of stock	15,750	15,750			31,500		
Net income			8,180		8,180		
Purchase of treasury stock				(39)	(39)		
Disposal of treasury stock		(6)		33	26		
Increase due to changes in the Company's equity in subsidiaries				(34)	(34)		
Net changes in items other than shareholders' equity							
Total changes during year	15,750	15,743	8,180	(40)	39,632		
Balance at March 31, 2007	¥58,350	¥77,128	¥24,398	¥(12,566)	¥147,309		

	Valuation a	nd translation a			
	Net unrealized gains on available-for-sale securities	Net deferred losses on hedging instruments	Total	Minority interests	Total net assets
Balance at March 31, 2006	¥3,078	¥—	¥3,078	¥1,412	¥112,168
Changes during year:					
Issuance of stock					31,500
Net income					8,180
Purchase of treasury stock					(39)
Disposal of treasury stock					26
Increase due to changes in the Company's equity in subsidiaries					(34)
Net changes in items other than shareholders' equity	2,466	(3)	2,463	379	2,843
Total changes during year	2,466	(3)	2,463	379	42,475
Balance at March 31, 2007	¥5,545	¥(3)	¥5,542	¥1,792	¥154,644

	Thousands of U.S. dollars (Note 1)						
	Shareholders' equity						
	Preferred and common stock	Capital surplus	Retained earnings	Treasury stock	Total		
Balance at March 31, 2007 Changes during year:	\$582,394	\$769,818	\$243,526	\$(125,432)	\$1,470,306		
Cash dividends			(20,912)		(20,912)		
Net income Purchase of treasury stock			133,339	(235)	133,339 (235)		
Disposal of treasury stock		(12)		61	49		
Cancellation of treasury stock		(124,709)		124,709	_		
Increase due to changes in the Company's equity in subsidiaries				(218)	(218)		
Net changes in items other than shareholders' equity							
Total changes during year		(124,721)	112,427	124,317	112,023		
Balance at March 31, 2008	\$582,394	\$645,097	\$355,953	\$ (1,115)	\$1,582,329		

	Valuation ar	nd translation			
	Net unrealized gains (losses) on available-for-sale securities		Total	Minority interests	Total net assets
Balance at March 31, 2007	\$ 55,348	\$(30)	\$ 55,318	\$17,891	\$1,543,515
Changes during year:					
Cash dividends					(20,912)
Net income					133,339
Purchase of treasury stock					(235)
Disposal of treasury stock					49
Cancellation of treasury stock					_
Increase due to changes in the Company's equity in subsidiaries					(218)
Net changes in items other than shareholders' equity	(198,256)	23	(198,233)	419	(197,814)
Total changes during year	(198,256)	23	(198,233)	419	(85,791)
Balance at March 31, 2008	\$(142,908)	\$ (7)	\$(142,915)	\$18,310	\$1,457,724