

**Fiscal Year 2007
Consolidated Income Statements**

(Million Yen)

| Item | Fiscal Year 2006 | Fiscal Year 2007 | Change |
|---|-------------------------------|-------------------------------|---------|
| | Jan. 1, 2006 to Dec. 31, 2006 | Jan. 1, 2007 to Dec. 31, 2007 | |
| I Net sales | 203,272 | 213,938 | 10,666 |
| II Cost of sales | 27,302 | 39,480 | 12,178 |
| Gross profit | 175,970 | 174,458 | -1,512 |
| III Selling, general and administrative expenses | 146,821 | 174,339 | 27,518 |
| Operating income | 29,149 | 119 | -29,030 |
| IV Non-operating income | 4,892 | 5,057 | 165 |
| Interest and dividend income | 1,324 | 1,981 | 657 |
| Gain on sales of securities | 2,053 | 1,105 | -948 |
| Foreign exchange gain | 244 | 259 | 15 |
| Equity in earnings of affiliates | 854 | 1,047 | 193 |
| Other | 417 | 664 | 247 |
| V Non-operating expenses | 3,634 | 2,799 | -835 |
| Interest expenses | 1,616 | 1,505 | -111 |
| Commission expenses | 1,216 | 670 | -546 |
| Other | 802 | 624 | -178 |
| Ordinary income | 30,406 | 2,377 | -28,029 |
| VI Special gains | 11,575 | 57,441 | 45,866 |
| Gain on sales of fixed assets | 9,261 | 1,085 | -8,176 |
| Gain on sales of investment securities | -- | 659 | 659 |
| Gain on sales of stock of affiliate | -- | 53,873 | 5,387 |
| Gain on sales of securities of other affiliates | -- | 1,037 | 1,037 |
| Gain on changes in equity interests of subsidiaries and affiliates | 1,495 | 598 | -897 |
| Other | 820 | 188 | -632 |
| VII Special losses | 38,771 | 9,144 | -29,627 |
| Loss on disposal of fixed assets | 663 | 1,426 | 763 |
| Transfer to statutory reserve for security brokerage business | 830 | 778 | -52 |
| Loss on cancellation of leases | 289 | 3,108 | 2,819 |
| Provision for allowance for doubtful account | 6,465 | -- | -6,465 |
| Provision for allowance for interest repayment | 3,005 | -- | -3,005 |
| Loss on revaluation of investment securities | -- | -- | -- |
| Impairment loss | -- | -- | -- |
| Other | 27,519 | 3,833 | -23,686 |
| Net income (loss) before income taxes and minority interests | 3,211 | 50,673 | 47,462 |
| Corporate, inhabitant's and enterprise taxes | 4,457 | 14,971 | 10,514 |
| Income (loss) attributable to minority interests | -3,948 | -1,197 | 2,751 |
| Net income (loss) | 2,703 | 36,899 | 34,196 |