

No. 1795

MHI Announces FY2013 Consolidated Financial Results

Tokyo, May 9, 2014 -- Mitsubishi Heavy Industries, Ltd. (MHI) today announced its **consolidated** financial results for fiscal year (FY) 2013 ended March 31, 2014.

	(billions of yen)		
	FY2013	FY2012	Changes (%)
Orders Received	3,420.0	3,032.2	12.8
Net Sales	3,349.5	2,817.8	18.9
Operating Income	206.1	163.5	26.1
Ordinary Income	183.1	149.0	22.9
Income Before Taxes and Minority Interests	214.4	155.4	37.9
Net Income	160.4	97.3	64.8
Operating Cash Flow	296.2	288.3	
Investment Cash Flow	(151.5)	(76.7)	
Financing Cash Flow	(136.6)	(154.2)	
Net Income Per Share	47.81yen	29.01yen	64.8

Figures in parentheses are negative.

Consolidated financial results (continued)**Sales by Operational Segment**

(billions of yen)

	FY2013	FY2012
Energy & Environment	1,253.9	1,042.1
Commercial Aviation & Transportation Systems	463.6	393.1
Integrated Defense & Space Systems	469.4	391.6
Machinery, Equipment & Infrastructure	1,096.3	925.2
Others	185.0	170.0
Eliminations or Corporate	(118.9)	(104.4)
TOTAL	3,349.5	2,817.8

Operating Income (Loss) by Operational Segment

(billions of yen)

	FY2013	FY2012
Energy & Environment	112.3	89.9
Commercial Aviation & Transportation Systems	18.3	21.4
Integrated Defense & Space Systems	27.6	21.9
Machinery, Equipment & Infrastructure	51.6	36.5
Others	14.6	11.8
Eliminations or Corporate	(18.4)	(18.3)
TOTAL	206.1	163.5

Figures in parentheses are negative.

Consolidated financial results (continued)

Estimate of Consolidated Financial Results for FY 2014

For the fiscal year 2014 ending March 31, 2015, MHI is expecting 4,000 billion yen in net sales, 250 billion yen in operating income, 230 billion yen in ordinary income, and 130 billion yen in net income. This estimate is based on the assumption of currency exchange rate of US\$ 1.00 = ¥100 and €1.00 = ¥130 for the portion yet to be fixed.

Please note that this estimate has been projected with currently available information and data. As such, these projections involve risks and uncertainties. For this reason, investors are recommended not to depend solely on these projections for making investment decisions. The actual results, therefore, may diverge broadly with the influence of a variety of outside factors such as economics surrounding MHI, currency movement of the yen to the U.S. dollar and other foreign currencies, and trends of stock markets in Japan. Also, the results projected here should not be construed in any way as being guaranteed by the company.

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CONSOLIDATED BALANCE SHEETS (1/2)

(Millions of Yen)

	As of Mar.31, 2013	As of Mar.31, 2014
<u>ASSETS</u>		
Current assets:		
Cash and deposits	328,365	381,056
Trade receivables	931,469	1,188,928
Securities	2	29
Merchandise and finished products	139,157	161,401
Work in process	746,640	846,201
Raw materials and supplies	124,038	143,298
Deferred income taxes	138,934	177,253
Others	222,550	290,707
Allowance for doubtful accounts	(6,333)	(8,015)
Total current assets	2,624,824	3,180,861
Fixed assets:		
Property, plant and equipment:		
Buildings and structures	339,262	373,000
Machinery and transportation equipment	225,547	262,123
Tools, equipment and furniture	41,877	43,502
Land	138,382	176,418
Leased assets	4,599	4,843
Construction in progress	43,263	70,609
Subtotal	792,932	930,498
Intangible assets:		
Goodwill	4,278	116,175
Others	24,937	54,925
Subtotal	29,216	171,100
Investments and advances:		
Investment securities	297,625	402,827
Long-term loans and advances	6,863	3,212
Asset for retirement benefit	-	80,468
Deferred income taxes	10,087	41,091
Others	182,459	85,056
Allowance for doubtful accounts	(8,891)	(9,081)
Subtotal	488,144	603,575
Total fixed assets	1,310,294	1,705,174
TOTAL ASSETS	3,935,119	4,886,035

CONSOLIDATED BALANCE SHEETS (2/2)

(Millions of Yen)

	As of Mar.31, 2013	As of Mar.31, 2014
<u>LIABILITIES</u>		
Current liabilities:		
Trade payables	663,451	801,445
Short-term borrowings	154,014	166,296
Current portion of long-term borrowings	150,171	186,245
Current portion of bonds	50,000	70,000
Income taxes payable	8,723	64,487
Reserve for product warranties	22,135	18,314
Reserve for loss on construction contracts	35,405	62,523
Reserve for loss on passenger vessel construction business	-	64,126
Reserve for legal claims	61	-
Advance payments received on contracts	427,390	567,470
Others	182,470	284,368
Total current liabilities	1,693,822	2,285,278
Long-term liabilities:		
Bonds	200,000	175,000
Long-term borrowings	477,053	359,946
Deferred income taxes	9,922	25,377
Reserve for treatment of PCB waste	10,865	10,459
Reserve for retirement allowance	51,904	-
Liability for retirement benefit	-	189,937
Others	61,324	65,812
Total long-term liabilities	811,070	826,533
TOTAL LIABILITIES	2,504,893	3,111,812
<u>NET ASSETS</u>		
Stockholders' equity:		
Common stock	265,608	265,608
Capital surplus	203,956	203,978
Retained earnings	901,397	1,031,371
Treasury stock	(5,394)	(5,385)
Total stockholders' equity	1,365,568	1,495,573
Accumulated other comprehensive income (loss)		
Net unrealized gains (losses) on investment securities	30,979	43,188
Deferred gains (losses) on hedges	142	(1,001)
Foreign currency translation adjustments	(18,040)	34,658
Remeasurements of defined benefit plans	-	(29,019)
Total accumulated other comprehensive income (loss)	13,081	47,825
Share subscription rights	2,243	2,635
Minority interests	49,332	228,188
TOTAL NET ASSETS	1,430,225	1,774,223
TOTAL LIABILITIES AND NET ASSETS	3,935,119	4,886,035

CONSOLIDATED STATEMENTS OF INCOME

(Millions of Yen)

	FY2012 (From Apr.1, 2012 to Mar.31, 2013)	FY2013 (From Apr.1, 2013 to Mar.31, 2014)
Net sales	2,817,893	3,349,598
Cost of sales	2,297,072	2,695,898
Gross profit	520,821	653,700
Selling, general and administrative expenses:		
Provision of allowance for doubtful accounts	323	116
Directors' compensations, salaries and allowances	132,482	163,294
Research and development expenses	56,537	64,622
Expenses for inquiries	31,831	34,804
Others	136,125	184,743
Total selling, general and administrative expenses	357,300	447,581
Operating income	163,520	206,118
Non-operating income:		
Interest income	2,717	3,483
Dividend income	3,876	3,297
Equity in earnings of unconsolidated subsidiaries and affiliates	2,625	1,492
Foreign exchange gain	7,030	2,086
Others	2,623	4,827
Total non-operating income	18,874	15,186
Non-operating expenses:		
Interest expense	17,256	15,629
Loss on disposal of fixed assets	4,397	5,999
Others	11,711	16,517
Total non-operating expenses	33,366	38,146
Ordinary income	149,028	183,159
Extraordinary gain:		
Gain on changes in equity interest	-	130,661
Gain on sales of investment securities	8,676	13,360
Gain on sales of fixed assets	4,157	11,256
Gain on negative goodwill	-	4,928
Total extraordinary gain	12,833	160,206
Extraordinary loss:		
Loss on passenger vessel construction business reserve	-	64,126
Business structure improvement expenses	6,414	57,907
Impairment loss	-	6,910
Total extraordinary loss	6,414	128,944
Income before income taxes and minority interests	155,448	214,421
Income taxes		
Current	26,059	81,137
Deferred	33,080	(31,694)
Total income taxes	59,139	49,442
Income before minority interests	96,308	164,978
Minority interests in income (loss) after taxes	(1,021)	4,550
Net income	97,330	160,428

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(Millions of Yen)

	FY2012	FY2013
Income before minority interests	96,308	164,978
Other comprehensive income (loss)		
Net unrealized gains (losses) on investment securities	9,631	11,368
Deferred gains (losses) on hedges	236	(829)
Foreign currency translation adjustments	25,638	51,688
Share of other comprehensive income (loss) of entities accounted for using the equity method	10,547	9,026
Changes in equity interest	1,725	4
Total other comprehensive income (loss)	47,780	71,258
Comprehensive income (loss)	144,088	236,237
Comprehensive income (loss) attributable to		
Shareholders of the parent	143,653	224,197
Minority interests	435	12,040

Consolidated Statements of Changes in Net Assets

(Millions of Yen)

	FY2012	FY2013
Stockholders' equity		
Common stock		
Balance at the beginning of current period	265,608	265,608
Balance at the end of current period	265,608	265,608
Capital surplus		
Balance at the beginning of current period	203,942	203,956
Changes in the period		
Disposal of treasury stock	13	22
Total changes in the period	13	22
Balance at the end of current period	203,956	203,978
Retained earnings		
Balance at the beginning of current period	822,473	901,397
Changes in the period		
Cash dividends	(20,131)	(30,198)
Net income	97,330	160,428
Changes in scope of consolidation	-	(260)
Changes in equity interest	1,725	4
Total changes in the period	78,924	129,974
Balance at the end of current period	901,397	1,031,371
Treasury stock		
Balance at the beginning of current period	(5,418)	(5,394)
Changes in the period		
Purchase of treasury stock	(11)	(42)
Disposal of treasury stock	35	51
Total changes in the period	23	8
Balance at the end of current period	(5,394)	(5,385)
Total stockholders' equity		
Balance at the beginning of current period	1,286,606	1,365,568
Changes in the period		
Cash dividends	(20,131)	(30,198)
Net income	97,330	160,428
Changes in scope of consolidation	-	(260)
Changes in equity interest	1,725	4
Purchase of treasury stock	(11)	(42)
Disposal of treasury stock	49	73
Total changes in the period	78,962	130,005
Balance at the end of current period	1,365,568	1,495,573

(Millions of Yen)

	FY2012	FY2013
Accumulated other comprehensive income		
Net unrealized gains(losses) on investment securities		
Balance at the beginning of current period	22,082	30,979
Changes in the period		
Net changes in items other than stockholders' equity	8,897	12,208
Total changes in the period	8,897	12,208
Balance at the end of current period	30,979	43,188
Deferred gains(losses) on hedges		
Balance at the beginning of current period	12	142
Changes in the period		
Net changes in items other than stockholders' equity	129	(1,143)
Total changes in the period	129	(1,143)
Balance at the end of current period	142	(1,001)
Foreign currency translation adjustments		
Balance at the beginning of current period	(53,611)	(18,040)
Changes in the period		
Net changes in items other than stockholders' equity	35,570	52,699
Total changes in the period	35,570	52,699
Balance at the end of current period	(18,040)	34,658
Remeasurements of defined benefit plans		
Balance at the beginning of current period	-	-
Changes in the period		
Net changes in items other than stockholders' equity	-	(29,019)
Total changes in the period	-	(29,019)
Balance at the end of current period	-	(29,019)
Total accumulated other comprehensive income		
Balance at the beginning of current period	(31,517)	13,081
Changes in the period		
Net changes in items other than stockholders' equity	44,598	34,744
Total changes in the period	44,598	34,744
Balance at the end of current period	13,081	47,825
Share subscription rights		
Balance at the beginning of current period	1,868	2,243
Changes in the period		
Net changes in items other than stockholders' equity	375	391
Total changes in the period	375	391
Balance at the end of current period	2,243	2,635
Minority interests		
Balance at the beginning of current period	49,409	49,332
Changes in the period		
Net changes in items other than stockholders' equity	(76)	178,856
Total changes in the period	(76)	178,856
Balance at the end of current period	49,332	228,188

(Millions of Yen)

	FY2012	FY2013
Total net assets		
Balance at the beginning of current period	1,306,366	1,430,225
Changes in the period		
Cash dividends	(20,131)	(30,198)
Net income	97,330	160,428
Changes in scope of consolidation	-	(260)
Changes in equity interest	1,725	4
Purchase of treasury stock	(11)	(42)
Disposal of treasury stock	49	73
Net changes in items other than stockholders' equity	44,897	213,992
Total changes in the period	<u>123,859</u>	<u>343,997</u>
Balance at the end of current period	<u>1,430,225</u>	<u>1,774,223</u>

CONSOLIDATED STATEMENTS OF CASH FLOWS

(Millions of Yen)

	FY 2012	FY 2013
Cash flows from operating activities:		
Income before income taxes and minority interests	155,448	214,421
Adjustments to reconcile income before income taxes and minority interests to net cash provided by operating activities:		
Depreciation and amortization of intangible assets	118,557	134,970
Impairment loss	-	6,910
Amortization of goodwill	935	5,792
Gain on negative goodwill	-	(4,928)
Increase (decrease) in reserve for retirement allowance	4,687	(51,904)
Increase (decrease) in liability for retirement benefit	-	57,022
Interest and dividend income	(6,594)	(6,780)
Interest expense	17,256	15,629
(Income) loss from equity method investments	(2,625)	(1,492)
(Gain) loss on changes in equity interest	-	(130,661)
(Gain) loss on sales of investment securities	(8,676)	(13,360)
(Gain) loss on sales of fixed assets	(4,157)	(11,256)
Loss on disposal of fixed assets	4,397	5,999
Business structure improvement expenses	6,414	57,907
Loss on passenger vessel construction business reserve	-	64,126
(Increase) decrease in receivables	60,932	(73,900)
(Increase) decrease in inventories and advances to suppliers	32,827	(15,599)
(Increase) decrease in other assets	8,194	(6,590)
Increase (decrease) in payables	(11,938)	31,303
Increase (decrease) in advance payments received on contracts	23,986	42,685
Increase (decrease) in other liabilities	(44,128)	(22,820)
Others	888	27,333
Subtotal	356,406	324,807
Interest and dividends received	7,962	7,854
Interest paid	(17,507)	(16,103)
Income taxes paid	(58,485)	(20,342)
Net cash provided by operating activities	288,375	296,216
Cash flows from investing activities:		
Net (increase) decrease in time deposits	(372)	53
Purchases of property, plant, equipment and intangible assets	(115,701)	(158,198)
Proceeds from sales of property, plant, equipment and intangible assets	8,814	19,345
Purchases of investment securities	(4,307)	(27,630)
Proceeds from sales and redemption of investment securities	44,563	19,623
Purchase of investments in subsidiaries resulting in change in scope of consolidation	-	(50,319)
Proceeds from purchase of investments in subsidiaries resulting in change in scope of consolidation	-	3,398
Proceeds from sales of investments in subsidiaries	-	29,700
Disbursement of long-term loans	(3,338)	(12,886)
Collection of long-term loans	1,096	26,607
Others	(7,494)	(1,249)
Net cash used in investing activities	(76,737)	(151,555)
Cash flows from financing activities:		
Net increase (decrease) in short-term borrowings and commercial papers	(1,695)	(7,251)
Proceeds from long-term borrowings	72,652	59,694
Repayment of long-term borrowings	(132,092)	(153,072)
Proceeds from issuance of bonds	-	45,000
Payment for redemption of bonds	(69,900)	(50,000)
Proceeds from issuance of stock to minority stockholders of subsidiaries	372	3,431
Dividends paid to stockholders	(20,061)	(30,107)
Dividends paid to minority stockholders of subsidiaries	(954)	(1,682)
Others	(2,535)	(2,681)
Net cash used in financing activities	(154,215)	(136,669)
Effect of exchange rate changes on cash and cash equivalents	7,397	(11,450)
Net increase (decrease) in cash and cash equivalents	64,820	(3,459)
Cash and cash equivalents at beginning of year	254,605	319,426
Increase in cash and cash equivalents due to changes in scope of consolidation	-	27,957
Increase in cash and cash equivalents from corporate partition	-	26,787
Cash and cash equivalents at end of year	319,426	370,710

No. 1796

MHI Announces FY2013 Non-Consolidated Financial Results

Tokyo, May 9, 2014 -- Mitsubishi Heavy Industries, Ltd. (MHI) today announced its **non-consolidated** financial results for fiscal year (FY) 2013 ended March 31, 2014.

			(billions of yen)
	FY2013	FY2012	Changes (%)
Orders Received	2,001.1	1,986.6	0.7
Net Sales	2,039.3	2,028.4	0.5
Operating Income	122.0	95.9	27.1
Ordinary Income	108.1	93.1	16.1
Income Before Income Taxes	27.0	121.2	(77.7)
Net Income	17.5	91.3	(80.8)
Net Income Per Share	5.22 yen	27.24 yen	(80.8)
Dividend Per Share	8.00 yen	8.00 yen	

Figures in parentheses are negative.

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NON-CONSOLIDATED BALANCE SHEETS (1/2)

(Millions of Yen)

	As of Mar.31, 2013	As of Mar.31, 2014
<u>ASSETS</u>		
Current assets:		
Cash and deposits	215,188	164,225
Trade notes receivable	4,252	1,340
Trade accounts receivable	714,468	582,273
Merchandise and finished products	65,552	24,646
Work in process	548,055	463,342
Raw materials and supplies	86,162	64,528
Advances to suppliers	98,610	87,285
Prepaid expenses	2,135	759
Deferred income taxes	103,449	88,269
Short-term loans receivable from subsidiaries and affiliates	41,535	92,060
Others	126,871	181,649
Allowance for doubtful accounts	(62)	(60)
Total current assets	2,006,220	1,750,321
Fixed assets:		
Property, plant and equipment:		
Buildings	222,638	199,185
Structures	22,714	17,526
Docks and facilities for shipbuilding	3,075	2,886
Machinery	162,653	101,692
Vessels	223	173
Aircraft	9	5
Vehicles and transportation equipment	2,455	2,165
Tools, equipment and furniture	30,867	25,207
Land	95,771	94,817
Leased assets	21,825	20,670
Construction in progress	29,473	33,505
Subtotal	591,707	497,836
Intangible assets		
Software	8,636	8,911
Right of using facilities	370	378
Leased assets	7	27
Others	448	121
Subtotal	9,464	9,437
Investments and advances:		
Investment securities	146,817	191,852
Investments in shares of subsidiaries and affiliates	448,132	592,670
Investments in capital	26	26
Investments in capital of subsidiaries and affiliates	19,435	73,714
Long-term loans and advances	169	-
Long-term loans receivable from employees	48	40
Long-term loans receivable from subsidiaries and affiliates	26,053	4,399
Claims provable in bankruptcy, claims provable in rehabilitation and other	2,020	1,728
Long-term prepaid expense	22,937	17,105
Prepaid pension cost	87,844	82,213
Deferred income taxes	-	29,620
Long-term receivables	24,425	21,327
Others	34,880	37,059
Allowance for doubtful accounts	(13,011)	(12,926)
Subtotal	799,699	1,038,829
Total fixed assets	1,400,871	1,546,104
TOTAL ASSETS	3,407,091	3,296,425

NON-CONSOLIDATED BALANCE SHEETS (2/2)

(Millions of Yen)

	As of Mar.31, 2013	As of Mar.31, 2014
<u>LIABILITIES</u>		
Current liabilities:		
Trade notes payable	-	27,365
Trade accounts payable	529,573	412,430
Short-term borrowings	209,504	259,861
Current portion of long-term borrowings	142,978	175,478
Current portion of bonds	50,000	70,000
Lease obligations	1,408	1,381
Accrued payables	26,599	19,982
Accrued expenses	39,925	59,260
Income taxes payable	-	46,681
Advance payments received on contracts	372,747	307,985
Deposits received	19,623	36,241
Reserve for product warranties	22,135	95
Reserve for loss on construction contracts	30,554	30,136
Reserve for loss on passenger vessel construction business	-	64,126
Reserve for legal claims	61	-
Asset retirement obligations	48	-
Others	21,729	5,679
Total current liabilities	1,466,889	1,516,706
Long-term liabilities:		
Bonds	200,000	175,000
Long-term borrowings	460,492	341,369
Lease obligations	20,791	19,586
Deferred income taxes	9,496	-
Reserve for retirement allowance	3,151	1,972
Reserve for treatment of PCB waste	10,391	9,900
Asset retirement obligations	3,177	2,827
Others	30,691	29,362
Total long-term liabilities	738,192	580,019
TOTAL LIABILITIES	2,205,081	2,096,725
<u>NET ASSETS</u>		
Stockholders' equity:		
Common stock	265,608	265,608
Capital surplus:		
Capital reserve	203,536	203,536
Other capital reserve	102	124
Total capital surplus	203,638	203,660
Retained earnings:		
Legal reserve	66,363	66,363
Revenue reserve:		
Reserve for reduction in costs of fixed assets	46,683	43,713
General reserves	460,000	460,000
Earned surplus brought forward	136,349	126,647
Total Retained earnings	709,397	696,724
Treasury stock	(5,387)	(5,380)
Total stockholders' equity	1,173,257	1,160,613
Valuation, translation adjustments and others		
Net unrealized gains (losses) on investment securities	26,575	36,500
Deferred gains (losses) on hedges	(65)	(6)
Total Valuation, translation adjustments and others	26,509	36,493
Share subscription rights	2,243	2,592
TOTAL NET ASSETS	1,202,010	1,199,700
TOTAL LIABILITIES AND NET ASSETS	3,407,091	3,296,425

NON-CONSOLIDATED STATEMENTS OF INCOME

(Millions of Yen)

	FY2012 (From Apr.1, 2012 to Mar.31, 2013)	FY2013 (From Apr.1, 2013 to Mar.31, 2014)
Net sales	2,028,448	2,039,361
Cost of sales	1,743,262	1,735,466
Gross profit	285,186	303,895
Selling, general and administrative expenses:		
Provision of allowance for doubtful accounts	417	922
Directors' compensations, salaries and allowances	51,098	51,634
Depreciation	9,003	9,299
Research and development expenses	47,293	39,369
Commission fee	23,519	22,692
Expenses for inquiries	21,650	20,727
Others	36,220	37,214
Total selling, general and administrative expenses	189,202	181,859
Operating income	95,983	122,035
Non-operating income:		
Interest income	1,783	2,263
Dividend income	13,013	16,511
Foreign exchange gain	4,286	-
Others	1,027	1,791
Total non-operating income	20,111	20,566
Non-operating expenses:		
Interest expense	11,499	10,602
Interest on bonds	3,918	3,269
Foreign exchange loss	-	2,895
Loss on disposal of fixed assets	3,873	5,095
Others	3,656	12,559
Total non-operating expenses	22,948	34,422
Ordinary income	93,145	108,179
Extraordinary gain:		
Gain on sales of investment securities	33,134	31,501
Gain on sales of fixed assets	3,136	11,456
Total extraordinary gain	36,271	42,957
Extraordinary loss:		
Loss on passenger vessel construction business reserve	-	64,126
Business structure improvement expenses	4,706	54,078
Impairment loss	-	3,203
Loss on revaluation of investment securities	3,501	2,639
Total extraordinary loss	8,207	124,047
Income before income taxes	121,209	27,089
Income taxes		
Current	3,533	38,856
Deferred	26,296	(29,292)
Total income taxes	29,829	9,564
Net income	91,380	17,525

Non-consolidated Statements of Changes in Net Assets

(Millions of Yen)

	FY2012	FY2013
Stockholders' equity		
Common stock		
Balance at the beginning of current period	265,608	265,608
Balance at the end of current period	265,608	265,608
Capital surplus		
Capital reserve		
Balance at the beginning of current period	203,536	203,536
Balance at the end of current period	203,536	203,536
Other capital reserve		
Balance at the beginning of current period	88	102
Changes in the period		
Disposal of treasury stock	13	22
Total changes in the period	13	22
Balance at the end of current period	102	124
Total capital surplus		
Balance at the beginning of current period	203,624	203,638
Changes in the period		
Disposal of treasury stock	13	22
Total changes in the period	13	22
Balance at the end of current period	203,638	203,660
Retained earnings		
Legal reserve		
Balance at the beginning of current period	66,363	66,363
Balance at the end of current period	66,363	66,363
Revenue reserve		
Reserve for reduction in costs of fixed assets		
Balance at the beginning of current period	48,879	46,683
Changes in the period		
Provision of reserve for reduction in costs of fixed assets	1,648	5,966
Reversal of reserve for reduction in costs of fixed assets	(3,844)	(8,937)
Total changes in the period	(2,195)	(2,970)
Balance at the end of current period	46,683	43,713
Reserve for accelerated depreciation		
Balance at the beginning of current period	2	-
Changes in the period		
Reversal of reserve for accelerated depreciation	(2)	-
Total changes in the period	(2)	-
Balance at the end of current period	-	-

(Millions of Yen)

	FY2012	FY2013
General reserves		
Balance at the beginning of current period	460,000	460,000
Balance at the end of current period	460,000	460,000
Earned surplus brought forward		
Balance at the beginning of current period	63,238	136,349
Changes in the period		
Provision of reserve for reduction		
in costs of fixed assets	(1,648)	(5,966)
Reversal of reserve for reduction		
in costs of fixed assets	3,844	8,937
Reversal of reserve for accelerated depreciation	2	-
Cash dividends	(20,131)	(30,198)
Net income	91,380	17,525
Decrease by corporate division	(334)	-
Total changes in the period	73,111	(9,702)
Balance at the end of current period	136,349	126,647
Total retained earnings		
Balance at the beginning of current period	638,483	709,397
Changes in the period		
Cash dividends	(20,131)	(30,198)
Net income	91,380	17,525
Decrease by corporate division	(334)	-
Total changes in the period	70,914	(12,672)
Balance at the end of current period	709,397	696,724
Treasury stock		
Balance at the beginning of current period	(5,411)	(5,387)
Changes in the period		
Purchase of treasury stock	(11)	(43)
Disposal of treasury stock	35	51
Total changes in the period	23	7
Balance at the end of current period	(5,387)	(5,380)
Total stockholders' equity		
Balance at the beginning of current period	1,102,305	1,173,257
Changes in the period		
Cash dividends	(20,131)	(30,198)
Net income	91,380	17,525
Purchase of treasury stock	(11)	(43)
Disposal of treasury stock	49	73
Decrease by corporate division	(334)	-
Total changes in the period	70,951	(12,643)
Balance at the end of current period	1,173,257	1,160,613

(Millions of Yen)

	FY2012	FY2013
Valuation, translation adjustments and others		
Net unrealized gains(losses) on investment securities		
Balance at the beginning of current period	17,956	26,575
Changes in the period		
Net changes in items other than stockholders' equity	8,618	9,924
Total changes in the period	8,618	9,924
Balance at the end of current period	26,575	36,500
Deferred gains(losses) on hedges		
Balance at the beginning of current period	(70)	(65)
Changes in the period		
Net changes in items other than stockholders' equity	5	59
Total changes in the period	5	59
Balance at the end of current period	(65)	(6)
Total Valuation, translation adjustments and others		
Balance at the beginning of current period	17,885	26,509
Changes in the period		
Net changes in items other than stockholders' equity	8,623	9,983
Total changes in the period	8,623	9,983
Balance at the end of current period	26,509	36,493
Share subscription rights		
Balance at the beginning of current period	1,868	2,243
Changes in the period		
Net changes in items other than stockholders' equity	375	348
Total changes in the period	375	348
Balance at the end of current period	2,243	2,592
Total net assets		
Balance at the beginning of current period	1,122,059	1,202,010
Changes in the period		
Cash dividends	(20,131)	(30,198)
Net income	91,380	17,525
Purchase of treasury stock	(11)	(43)
Disposal of treasury stock	49	73
Decrease by corporate division	(334)	-
Net changes in items other than stockholders' equity	8,999	10,332
Total changes in the period	79,951	(2,310)
Balance at the end of current period	1,202,010	1,199,700