

Financial Section

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Basis of Preparation of the Consolidated Financial Statements and the Non-Consolidated Financial Statements

(1) The consolidated financial statements of the Company are prepared in accordance with the Ministry of Finance Ordinance No. 28, 1976 "Regulations Concerning the Terminology, Forms and Preparation Methods of Consolidated Financial Statements" ("Regulations for Consolidated Financial Statements").

However, the consolidated financial statements for the prior fiscal year (from April 1, 2007, to March 31, 2008) have been prepared in accordance with the "Regulations for Consolidated Financial Statements" before amendment, whereas the consolidated financial statements for the current fiscal year (from April 1, 2008, to March 31, 2009) have been prepared in accordance with the "Regulations for Consolidated Financial Statements" after amendment.

(2) The non-consolidated financial statements of the Company are prepared in accordance with the "Regulations Concerning the Terminology, Forms and Preparation Methods of Non-Consolidated Financial Statements" ("Regulations for Non-Consolidated Financial Statements") (Ministry of Finance Ordinance No. 59, 1963).

However, the non-consolidated financial statements for the prior fiscal year (from April 1, 2007, to March 31, 2008) have been prepared in accordance with the "Regulations for Non-Consolidated Financial Statements" before amendment, whereas the non-consolidated financial statements for the current fiscal year (from April 1, 2008, to March 31, 2009) have been prepared in accordance with the "Regulations for Non-Consolidated Financial Statements" after amendment.

Audit Certification

The consolidated and the non-consolidated financial statements for the prior fiscal year (from April 1, 2007, to March 31, 2008) were audited by Ernst & Young ShinNihon and those for the current fiscal year (from April 1, 2008, to March 31, 2009) were audited by Ernst & Young ShinNihon LLC, in accordance with Article 193-2, Paragraph 1, of the Financial Instruments and Exchange Law. Ernst & Young ShinNihon was renamed Ernst & Young ShinNihon LLC as of July 1, 2008 due to its change in the category of auditing firms.



