

Balance Sheet

E-Globaledge Corporation

Years ended March 31, 2012

(Thousand of Yen)

Assets		Liabilities	
Current assets	6,183,903	Current liabilities	4,992,175
Cash and deposits	1,955,611	Accounts payable	1,084,654
Notes receivable	184,769	Short-term borrowing	2,120,954
Accounts receivable	1,831,727	Accounts payable-others	277,261
Inventories	814,120	Accrued expenses	33,920
Advance payments	21,745	Income taxes payable	12,673
Prepaid expense	28,258	Advance received	112,985
Other accounts receivable	118,062	Provision for bonuses	102,007
Short-term loans receivable	1,232,850	Current portion of Long-term borrowing	1,232,850
Others	1,374	Other current liabilities	14,870
Allowance for doubtful receivable	△ 4,613	Fixed liabilities	126,085
Fixed assets	832,827	Employee retirement benefits	99,121
Total tangible fixed assets	166,026	Directors' retirement benefits	23,251
Buildings	63,388	Guarantee of contract	3,713
Structures	0	Total liabilities	5,118,259
Machinery	484	Net assets	
Vehicle	4,326	Shareholders' equity	1,907,948
Equipment and Fixtures	22,344	Capital stock	1,554,985
Land	75,284	Additional paid-in capital	1,773,369
Construction in progress	201	Capital reserve	1,773,369
Total intangible assets	416,949	Retained Earnings	△ 1,420,406
Trademark	159	Valuation and translation differences	△ 9,478
Goodwill	326,435	Net unrealised holding loss on securities	△ 7,150
Software	51,173	Deferred hedge loss	△ 2,327
Software in progress	36,850		
Others	2,332		
Investments and Other assets	249,852		
Investments in securities	93,206		
Investments in subsidiaries	19,953		
Investments in capital	4,900		
Bad debt	42,564		
Guarantee of contract	95,504		
Others	54,952		
Allowance for doubtful accounts	△ 61,227	Total net assets	1,898,471
Total assets	7,016,730	Total liabilities and Net assets	7,016,730

Income Statement
E-Globaledge Corporation
Years ended March 31, 2012

(Thousand of Yen)

Sales		11,032,990
Cost of sales		9,037,701
Gross profit		1,995,289
Selling, general and administrative expenses		1,956,275
Operating income		39,014
Non-operating income		
Interest income	21,920	
Dividends received	7,544	
Others	42,764	72,228
Non-operating expenses		
Interest expenses	45,794	
Commission	17,123	
Foreign exchange loss	4,478	
Others	3,865	71,259
Ordinary income		39,983
Extraordinary Income		
Gain on sale of investment securities	26,130	
Gain on sale of fixed assets	242	26,372
Extraordinary loss		
Impairment Loss	4,362	
Loss on disposal of fixed assets	29,399	
Investment securities revaluation loss	8,030	41,791
Income before income taxes		24,564
Income taxes	11,139	11,139
Net income		13,425