

Balance Sheet

E-Globaledge Corporation

Years ended March 31, 2013

(Thousand of Yen)

Assets		Liabilities	
Current assets	4,951,851	Current liabilities	3,870,627
Cash and deposits	1,077,148	Accounts payable	1,114,113
Notes receivable	105,776	Advance received	59,958
Accounts receivable	1,520,324	Short-term borrowing	938,338
Inventories	678,339	Current portion of Long-term borrowing	1,410,750
Advance payments	12,834	Accounts payable-others	196,274
Prepaid expense	31,599	Accrued expenses	26,952
Other accounts receivable	100,247	Income taxes payable	10,518
Short-term loans receivable	1,410,750	Provision for bonuses	90,060
Others	17,782	Deferred tax liability	6,759
Allowance for doubtful receivable	(2,949)	Other current liabilities	16,906
Fixed assets	787,288	Fixed liabilities	123,648
Total tangible fixed assets	167,813	Employee retirement benefits	96,183
Buildings	58,249	Directors' retirement benefits	23,251
Machinery	1,471	Guarantee of contract	4,213
Vehicle	2,522	Total liabilities	3,994,275
Equipment and Fixtures	29,607		
Land	75,284	Net assets	
Construction in progress	680	Shareholders' equity	1,738,920
Total intangible assets	389,574	Capital stock	1,554,985
Trademark	73	Additional paid-in capital	1,773,369
Goodwill	299,232	Capital reserve	1,773,369
Software	87,938	Retained Earnings	(1,589,434)
Others	2,332	Valuation and translation differences	5,944
Investments and Other assets	229,900	Net unrealised holding loss on securities	(5,080)
Investments in securities	87,885	Deferred gains on hedges	11,023
Investments in subsidiaries	17,885		
Investments in capital	12		
Guarantee of contract	92,318		
Others	50,464		
Allowance for doubtful accounts	(18,663)	Total net assets	1,744,864
Total assets	5,739,139	Total liabilities and Net assets	5,739,139

Income Statement
E-Globaledge Corporation
Years ended March 31, 2013

(Thousand of Yen)

Sales		7,916,113
Cost of sales		6,258,095
Gross profit		1,658,017
Selling, general and administrative expenses		1,813,444
Operating profit (loss)		(155,426)
Non-operating income		
Interest income	17,310	
Dividends received	3,501	
Others	38,252	59,064
Non-operating expenses		
Interest expenses	37,376	
Commission	13,402	
Foreign exchange loss	1,546	
Others	2,564	54,889
Ordinary Profit (loss)		(151,251)
Extraordinary Income		
Gain on sale of investment securities	1,430	1,430
Extraordinary loss		
Investment securities revaluation loss	6,955	
Impairment Loss	2,142	
Loss on disposal of fixed assets	313	9,410
Profit (loss) before income taxes		(159,232)
Income taxes	9,796	9,796
Net income (loss)		(169,028)