

Consolidated Statements of Shareholders' Equity

Noritz Corporation and Consolidated Subsidiaries
Years ended December 31, 2003 and 2004

	Number of shares of common stock (thousands)	Millions of yen					
		Common stock	Capital surplus	Retained earnings	Net unrealized holding gains (losses) on securities	Foreign currency translation adjustments	Treasury stock
Balance at December 31, 2002	50,798	¥20,168	¥22,957	¥38,494	¥(386)	¥ 86	¥ (36)
Net income				3,161			
Net unrealized holding gains on securities					810		
Adjustments from translation of foreign currency financial statements						(116)	
Cash dividends paid, ¥17.00 per share				(812)			
Bonuses to directors and statutory auditors				(40)			
Treasury stock purchased							(899)
Balance at December 31, 2003	50,798	¥20,168	¥22,957	¥40,803	¥ 424	¥ (30)	¥ (935)
Net income				4,950			
Net unrealized holding gains on securities					497		
Increase resulting from newly consolidated subsidiaries				83			
Adjustments from translation of foreign currency financial statements						(36)	
Cash dividends paid, ¥22.5 per share				(1,128)			
Bonuses to directors and statutory auditors				(49)			
Treasury stock purchased							(1,924)
Balance at December 31, 2004	50,798	¥20,168	¥22,957	¥44,659	¥ 921	¥ (66)	¥(2,859)

	Thousands of U.S. dollars (Note 1)					
	Common stock	Capital surplus	Retained earnings	Net unrealized holding gains (losses) on securities	Foreign currency translation adjustments	Treasury stock
Balance at December 31, 2003	\$193,551	\$220,317	\$391,583	\$4,069	\$(288)	\$ (8,973)
Net income			47,505			
Net unrealized holding gains on securities				4,770		
Increase resulting from newly consolidated subsidiaries			796			
Adjustments from translation of foreign currency financial statements					(345)	
Cash dividends paid, \$0.216 per share			(10,825)			
Bonuses to directors and statutory auditors			(470)			
Treasury stock purchased						(18,465)
Balance at December 31, 2004	\$193,551	\$220,317	\$428,589	\$8,839	\$(633)	\$(27,438)

See accompanying notes.