

# Consolidated Statements of Shareholders' Equity

Noritz Corporation and Consolidated Subsidiaries

Years ended December 31, 2004 and 2005

	Number of shares of common stock (thousands)	Millions of yen					
		Common stock	Capital surplus	Retained earnings	Net unrealized holding gains on securities	Foreign currency translation adjustments	Treasury stock
<b>Balance at December 31, 2003</b>	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, ¥22.50 per share				(1,128)			
Bonuses to directors and statutory auditors				(49)			
Treasury stock purchased							(1,924)
<b>Balance at December 31, 2004</b>	50,798	¥20,168	¥22,957	¥44,659	¥ 921	¥ (66)	¥(2,859)
Net income				4,274			
Net unrealized holding gains on securities					2,329		
Adjustments from translation of foreign currency financial statements						305	
Cash dividends paid, ¥28.00 per share				(1,371)			
Bonuses to directors and statutory auditors				(48)			
Treasury stock purchased							(2,180)
<b>Balance at December 31, 2005</b>	<b>50,798</b>	<b>¥20,168</b>	<b>¥22,957</b>	<b>¥47,514</b>	<b>¥3,250</b>	<b>¥239</b>	<b>¥(5,039)</b>

	Thousands of U.S. dollars (Note 1)						
	Common stock	Capital surplus	Retained earnings	Net unrealized holding gains on securities	Foreign currency translation adjustments	Treasury stock	
<b>Balance at December 31, 2004</b>	\$170,814	\$194,436	\$378,242	\$ 7,800	\$ (559)	\$(24,214)	
Net income			36,199				
Net unrealized holding gains on securities				19,726			
Adjustments from translation of foreign currency financial statements					2,583		
Cash dividends paid, \$0.237 per share			(11,612)				
Bonuses to directors and statutory auditors			(407)				
Treasury stock purchased						(18,464)	
<b>Balance at December 31, 2005</b>	<b>\$170,814</b>	<b>\$194,436</b>	<b>\$402,422</b>	<b>\$27,526</b>	<b>\$2,024</b>	<b>\$(42,678)</b>	

See accompanying notes.