

CONSOLIDATED BALANCE SHEETS

(March 31, 2008 and 2007)

	Millions of Yen	
	2008	2007
ASSETS		
Current assets:		
Cash and cash equivalents	¥ 1,557	¥ 1,835
Notes and accounts receivable-trade	176	354
Deferred income taxes	119	187
Other current assets	234	312
Total current assets	2,086	2,688
Investments:		
Investment securities	9,077	11,460
Property and equipment:		
Land	27,920	24,166
Buildings and structures	57,273	51,875
Other	559	4,489
	85,752	80,530
Less accumulated depreciation	(23,247)	(22,223)
Property and equipment, net	62,505	58,307
Intangible and other assets:		
Intangibles	20	10
Lease deposits	3,814	3,860
Deferred income taxes	9	9
Deferred tax assets on land revaluation	127	1,903
Other	545	580
Total intangible and other assets:	4,515	6,362
Total assets	¥ 78,183	¥ 78,817

	2008	2007
LIABILITIES AND NET ASSETS		
Current liabilities:		
Short-term borrowings and current portion of long-term debt	¥ 9,654	¥ 10,052
Notes and accounts payable-trade	9	225
Accrued income taxes	218	1,882
Other current liabilities	1,541	1,319
Total current liabilities	11,422	13,478
Long-term liabilities:		
Bonds	2,000	—
Long-term debt	21,346	20,701
Lease deposits from tenants	6,311	5,405
Allowance for retirement benefits	156	175
Deferred income taxes	181	1,086
Other	927	1,039
Total long-term liabilities	30,921	28,406
Total liabilities	42,343	41,884
Shareholders' equity:		
Common stock	7,688	7,688
Capital surplus	7,530	7,530
Retained earnings	22,551	20,927
Treasury stock	(34)	(18)
Total shareholders' equity	37,735	36,127
Valuation and translation adjustments		
Unrealized gains on securities	2,150	3,591
Land revaluation reserve	(4,045)	(2,785)
Total valuation and translation adjustments	(1,895)	806
Total net assets	35,840	36,933
Total liabilities and net assets	¥ 78,183	¥ 78,817

CONSOLIDATED STATEMENTS OF INCOME

(Years ended March 31, 2008 and 2007)

	Millions of Yen	
	2008	2007
Revenue from operations	¥ 11,919	¥ 11,101
Cost of revenue from operations	6,624	6,038
Gross profit	5,295	5,063
Selling, general and administrative expenses	708	780
Operating income	4,587	4,283
Other income (expenses):		
Interest and dividend income	127	121
Interest expenses	(573)	(468)
Other, net	(48)	15
	(494)	(332)
Income before income taxes	4,093	3,951
Income taxes:		
Current	1,345	2,292
Deferred	359	(686)
	1,704	1,606
Net income	¥ 2,389	¥ 2,345