

Consolidated Statements of Shareholders' Equity

Ok Electric Industry Co., Ltd. and consolidated subsidiaries
Years ended March 31, 2006, 2005 and 2004

	Millions of yen			Thousands of U.S. dollars (Note 2)
	2006	2005	2004	2006
Common stock:				
Balance at beginning of the year	¥ 67,877	¥ 67,862	¥ 67,862	\$ 580,145
Issuance of new shares of common stock	4	15	—	34
Balance at end of the year	¥ 67,882	¥ 67,877	¥ 67,862	\$ 580,188
Additional paid-in capital (Note 9):				
Balance at beginning of the year	¥ 37,797	¥ 71,150	¥ 71,150	\$ 323,051
Increase due to issuance of new shares of common stock	4	15	—	34
Decrease due to transfer to retained earnings	—	(33,369)	—	—
Balance at end of the year	¥ 37,801	¥ 37,797	¥ 71,150	\$ 323,085
Retained earnings (Note 9):				
Balance at beginning of the year	¥ 14,854	¥ (29,685)	¥ (31,004)	\$ 126,957
Net income	5,058	11,174	1,328	43,230
Increase at beginning of the year due to initial consolidation of subsidiaries	308	—	—	2,632
Increase due to transfer from additional paid-in capital	—	33,369	—	—
Cash dividends paid	(1,834)	—	—	(15,675)
Decrease in unfunded retirement benefit obligation with respect to foreign subsidiaries	(1,805)	—	—	(15,427)
Decrease at beginning of the year due to initial consolidation of subsidiaries	—	—	(8)	—
Decrease due to exclusion of subsidiaries from consolidation	—	(4)	—	—
Balance at end of the year	¥ 16,580	¥ 14,854	¥ (29,685)	\$ 141,709
Net unrealized holding gain on other securities:				
Balance at beginning of the year	¥ 12,441	¥ 10,932	¥ 1,513	\$ 106,333
Net change during the year	6,671	1,508	9,419	57,017
Balance at end of the year	¥ 19,113	¥ 12,441	¥ 10,932	\$ 163,358
Translation adjustments:				
Balance at beginning of the year	¥ (7,925)	¥ (9,619)	¥ (8,098)	\$ (67,735)
Net change during the year	714	1,694	(1,521)	6,102
Balance at end of the year	¥ (7,210)	¥ (7,925)	¥ (9,619)	\$ (61,623)
Treasury stock, at cost:				
Balance at beginning of the year	¥ (217)	¥ (141)	¥ (100)	\$ (1,854)
Net change during the year	(62)	(75)	(41)	(529)
Balance at end of the year	¥ (280)	¥ (217)	¥ (141)	\$ (2,393)
Total shareholders' equity	¥ 133,887	¥ 124,827	¥ 110,499	\$ 1,144,333

The accompanying notes are an integral part of these statements.