

4. Items Pertaining to the Compilation of Overview of Quarterly Results

(1) Use of simplified accounting procedures

(Corporate income tax reporting standards)

Corporate income tax and other taxes are calculated using simplified methods, including the use of expected annual tax rate based on the legal income tax rate.

(2) Discrepancies between methods recognized in the most recent consolidated fiscal accounting year and accounting procedures for the quarter under review.

(Accounting standards pertaining to the impairment of fixed assets)

Accounting standards pertaining to the impairment of fixed assets—The “Written Opinion Concerning the Establishment of Accounting Standards Pertaining to the Impairment of Fixed Assets” (Business Accounting Council, August 9, 2002) and “Guidelines for the Application of Accounting Standards Pertaining to the Impairment of Fixed Assets” (Accounting Standards Board of Japan, Corporate Accounting Standards Application Guidelines, Issue 6, October 31, 2003)—were applied from this fiscal year period.

As a result, operating income increased ¥1,522 million, recurring profit increased ¥858 million, and net income before income taxes and minority interests declined ¥22,441 million.

Accumulated impairment losses were directly written off against the value of each asset.