

Consolidated Statements of Shareholders' Equity

Nissin Kogyo Co., Ltd. and Consolidated Subsidiaries
Years ended 31st March, 2002 and 2003

	Millions of yen					
	Number of shares of common stock in issue	Common stock	Capital surplus	Retained earnings	Net unrealized holding gain on investment securities	Foreign currency translation adjustments
Balance at 31st March, 2001	14,456,497	¥3,638	¥3,363	¥24,772	¥ 4,367	¥(1,809)
Net income	–	–	–	6,315	–	–
Effect of inclusion of subsidiaries in consolidation on beginning retained earnings	–	–	–	3,869	–	–
Effect of equity method on beginning retained earnings	–	–	–	(3,887)	–	–
Cash dividends	–	–	–	(275)	–	–
Bonuses to directors and statutory auditors	–	–	–	(31)	–	–
Conversion of convertible bonds	50,528	31	31	–	–	–
Net change during the year	–	–	–	–	108	902
Balance at 31st March, 2002	14,507,025	3,669	3,395	30,763	4,476	(907)
Net income	–	–	–	5,133	–	–
Effect of equity method on beginning retained earnings	–	–	–	1	–	–
Cash dividends	–	–	–	(402)	–	–
Bonuses to directors and statutory auditors	–	–	–	(53)	–	–
Conversion of convertible bonds	56,844	23	23	–	–	–
Stock splits	7,253,512	–	–	–	–	–
Net change during the year	–	–	–	–	(1,330)	(960)
Balance at 31st March, 2003	21,817,381	¥3,693	¥3,419	¥35,441	¥ 3,145	¥(1,868)

	Thousands of U.S. dollars (Note 3)				
	Common stock	Capital surplus	Retained earnings	Net unrealized holding gain on investment securities	Foreign currency translation adjustments
Balance at 31st March, 2002	\$30,532	\$28,248	\$255,932	\$ 37,238	\$ (7,549)
Net income	–	–	42,705	–	–
Effect of equity method on beginning retained earnings	–	–	17	–	–
Cash dividends	–	–	(3,351)	–	–
Bonuses to directors and statutory auditors	–	–	(446)	–	–
Conversion of convertible bonds	200	199	–	–	–
Net change during the year	–	–	–	(11,070)	(7,993)
Balance at 31st March, 2003	\$30,732	\$28,447	\$294,857	\$ 26,168	\$(15,542)

See notes to consolidated financial statements.