

Consolidated Balance Sheets

(Millions of yen)

March 31	2007(A)	2008(B)	(B)–(A)
ASSETS			
Current assets	87,544	86,732	(811)
Cash and deposits	1,453	1,493	39
Notes and accounts receivable	49,269	48,496	(773)
Securities	1,413	1,000	(413)
Inventories	3,942	4,872	929
Due from Parent related to Hitachi group cash management fund	26,696	24,493	(2,202)
Deferred tax assets	4,341	5,040	698
Others	539	1,480	940
Less: Allowance for doubtful accounts	(113)	(143)	(30)
Fixed assets	82,584	79,742	(2,841)
Property, plant and equipment	32,027	31,040	(986)
Property held for leases	118	53	(65)
Buildings and structures	15,123	14,419	(703)
Machinery and vehicles	65	51	(13)
Tools, furniture and fixtures	1,364	1,142	(222)
Land	15,275	15,275	—
Construction in progress	80	98	17
Intangible assets	8,527	7,612	(914)
Software	7,639	6,918	(720)
Others	888	693	(194)
Investments and other assets	42,030	41,089	(940)
Investments in securities	27,566	24,623	(2,942)
Guarantee deposit	3,260	3,458	198
Prepaid pension cost	2,050	2,177	126
Deferred long-term tax assets	5,246	6,487	1,240
Others	4,257	4,642	384
Less: Allowance for doubtful accounts	(351)	(299)	52
Total assets	170,129	166,475	(3,653)

(Millions of yen)

March 31	2007(A)	2008(B)	(B)–(A)
LIABILITIES			
Current liabilities	44,446	37,408	(7,037)
Trade accounts payable	12,337	13,399	1,062
Short-term loans	30	—	(30)
Current portion of bonds	15,000	—	(15,000)
Accrued expenses	8,410	9,002	591
Income taxes payable	1,172	7,778	6,605
Accrued contract losses	903	1,140	236
Others	6,590	6,087	(502)
Long-term liabilities	14,193	15,562	1,368
Retirement and severance benefits	12,942	13,888	945
Retirement allowance for directors	529	532	2
Accrued program product warranties	150	98	(52)
Others	570	1,043	473
Total liabilities	58,639	52,970	(5,668)
NET ASSETS			
Shareholders' equity	106,047	108,310	2,263
Common stock	34,182	34,182	—
Capital surplus	35,235	35,235	—
Retained earnings	41,179	43,409	2,229
Treasury stock	(4,550)	(4,516)	33
Valuation and translation adjustments	316	(175)	(492)
Net unrealized gain on securities held	136	(274)	(410)
Foreign currency translation adjustments	180	98	(81)
Minority interests	5,125	5,370	244
Total net assets	111,489	113,505	2,015
Total liabilities and net assets	170,129	166,475	(3,653)