

Japan Vilene Company, Ltd. and Subsidiaries

**Consolidated Statements of Changes in Equity
Years Ended March 31, 2008 and 2007**

	Thousands Outstanding Number of Shares of Common Stock	Millions of Yen										
		Common Stock	Capital Surplus	Stock Acquisition Rights	Retained Earnings	Unrealized Gain on Available- for-sale Securities	Deferred Loss on Derivatives under Hedge Accounting	Foreign Currency Translation Adjustments	Treasury Stock	Total	Minority Interests	Total Equity
BALANCE, APRIL 1, 2006	64,932	¥ 9,816	¥ 7,497		¥ 15,521	¥ 203		¥ (207)	¥ (92)	¥ 32,738		¥ 32,738
Reclassified balance as of March 31, 2006 (Note 2)											¥ 289	289
Net income				2,906						2,906		2,906
Cash dividends, ¥12 per share				(779)						(779)		(779)
Bonuses to directors				(47)						(47)		(47)
Disposal of treasury stock	15		(2)						5	3		3
Repurchase of treasury stock	(24)								(17)	(17)		(17)
Net change in the year				¥ 17		39		362		418	3	421
BALANCE, MARCH 31, 2007	64,923	9,816	7,495	17	17,601	242		155	(104)	35,222	292	35,514
Net income				2,434						2,434		2,434
Cash dividends, ¥12 per share				(779)						(779)		(779)
Disposal of treasury stock	9		(1)						4	3		3
Repurchase of treasury stock	(21)								(13)	(13)		(13)
Net change in the year				(2)		(30)	¥ (2)	(351)		(385)	16	(369)
BALANCE, MARCH 31, 2008	<u>64,911</u>	<u>¥ 9,816</u>	<u>¥ 7,494</u>	<u>¥ 15</u>	<u>¥ 19,256</u>	<u>¥ 212</u>	<u>¥ (2)</u>	<u>¥ (196)</u>	<u>¥ (113)</u>	<u>¥ 36,482</u>	<u>¥ 308</u>	<u>¥ 36,790</u>

Thousands of U.S. Dollars (Note 1)

	Common Stock	Capital Surplus	Stock Acquisition Rights	Retained Earnings	Unrealized Gain on Available- for-sale Securities	Deferred Loss on Derivatives under Hedge Accounting	Foreign Currency Translation Adjustments	Treasury Stock	Total	Minority Interests	Total Equity
BALANCE, MARCH 31, 2007	\$ 98,160	\$ 74,950	\$ 170	\$ 176,010	\$ 2,420		\$ 1,550	\$ (1,040)	\$ 352,220	\$ 2,920	\$ 355,140
Net income				24,340					24,340		24,340
Cash dividends, \$0.12 per share				(7,790)					(7,790)		(7,790)
Disposal of treasury stock		(10)						40	30		30
Repurchase of treasury stock								(130)	(130)		(130)
Net change in the year			(20)		(300)	\$ (20)	(3,510)		(3,850)	160	(3,690)
BALANCE, MARCH 31, 2008	<u>\$ 98,160</u>	<u>\$ 74,940</u>	<u>\$ 150</u>	<u>\$ 192,560</u>	<u>\$ 2,120</u>	<u>\$ (20)</u>	<u>\$ (1,960)</u>	<u>\$ (1,130)</u>	<u>\$ 364,820</u>	<u>\$ 3,080</u>	<u>\$ 367,900</u>

See notes to consolidated financial statements.