

Consolidated Statements of Stockholders' Equity

Years ended March 31, 2001 and 2000

	Millions of yen							
	Shares of common stock	Common stock (Note 9)	Additional paid-in capital (Note 9)	Land revaluation (Note 2)	Accumulated deficit (Note 9)	Net unrealized holding gains on securities	Foreign currency translation adjustments (Note 2)	Treasury stock
Balance at April 1, 1999	2,835,436,826	¥213,640	¥132,283	¥	¥(18,867)	¥	¥	¥(1)
Net loss					(53,088)			
Common stock issued in exchange for common stock of Kobelco Construction Machinery Co., Ltd	545,100	27	26					
Bonuses to directors					(43)			
Effect of subsidiaries newly consolidated and affiliates newly accounted for by the equity method					(1,879)			(410)
Effect of merger of subsidiaries					(226)			
Balance at March 31, 2000 ...	2,835,981,926	213,667	132,309		(74,103)			(411)
Net income					6,504			
Adjustments from translator of foreign currency financial statements							(21,983)	
Adoption of new accounting standard for financial instruments						2,019		
Bonuses to directors					(31)			
Effect of subsidiaries newly consolidated and affiliates newly accounted for by the equity method					777			
Effect of merger of subsidiaries					(128)			
Effects of revaluation of land ...				126	4,637			
Treasury stock								(21)
Balance at March 31, 2001 ...	2,835,981,926	¥213,667	¥132,309	¥126	¥(62,344)	¥2,019	¥(21,983)	¥(432)

	Thousands of U.S. dollars (Note 1)							
	Common stock (Note 9)	Additional paid-in capital (Note 9)	Land revaluation (Note 2)	Accumulated deficit (Note 9)	Net unrealized holding gains on securities	Foreign currency translation adjustments (Note 2)	Treasury stock	
Balance at March 31, 2000	\$1,724,512	\$1,067,869	\$	\$(598,087)	\$	\$	\$(3,317)	
Net income				52,494				
Adjustments from translation of foreign currency financial statements						(177,425)		
Adoption of new accounting standard for financial instruments					16,295			
Bonuses to directors				(250)				
Effect of subsidiaries newly consolidated and affiliates newly accounted for by the equity method				6,271				
Effect of merger of subsidiaries				(1,033)				
Effects of revaluation of land			1,017	37,425				
Treasury stock							(170)	
Balance at March 31, 2001	\$1,724,512	\$1,067,869	\$1,017	\$(503,180)	\$16,295	\$(177,425)	\$(3,487)	

See accompanying notes.