

SOFTBANK INVESTMENT CORPORATION and Consolidated Subsidiaries

| <u>Consolidated Statements of Operations</u> | (Millions of Yen) | | | | | | |
|--|-------------------------------|-------------------------------|----|----------------------------|----|--|-------|
| | Year Ended 31st March,2004 | Year Ended 31st March,2005 | 1Q | Year Ended 31st March,2006 | | | Total |
| | | | 2Q | 3Q | 4Q | | |
| OPERATING REVENUES | ¥35,364 | ¥81,512 | | | | | |
| OPERATING COSTS | <u>12,018</u> | <u>21,323</u> | | | | | |
| Gross profit | 23,346 | 60,189 | | | | | |
| SELLING, GENERAL AND ADMINISTRATIVE EXPENSE | <u>15,259</u> | <u>35,319</u> | | | | | |
| Operating income | <u>8,087</u> | <u>24,870</u> | | | | | |
| OTHER INCOME (EXPENSES): | | | | | | | |
| Interest and dividends income | 21 | 194 | | | | | |
| Interest expense | (100) | (63) | | | | | |
| Foreign exchange gain (loss)-net | (30) | 107 | | | | | |
| Gain on sale of investment securities | 10,100 | 3,973 | | | | | |
| Dilution gain from change in equity interest | | 10,569 | | | | | |
| Reversal of allowance for doubtful accounts | 1,948 | 101 | | | | | |
| Loss on transfer of stock within the group | (7,025) | | | | | | |
| Amortization of goodwill -net | 656 | 1,974 | | | | | |
| Provision for statutory reserves | (657) | (1,177) | | | | | |
| Other-net | (992) | (522) | | | | | |
| Other (expenses) income—net | <u>3,921</u> | <u>15,156</u> | | | | | |
| INCOME BEFORE INCOME TAXES AND MINORITY INTI | <u>12,008</u> | <u>40,026</u> | | | | | |
| INCOME TAXES | | | | | | | |
| Current | 6,134 | 10,360 | | | | | |
| Reversal of the prior year's income taxes | (167) | (33) | | | | | |
| Deferred | <u>180</u> | <u>(904)</u> | | | | | |
| Total income taxes | <u>6,147</u> | <u>9,423</u> | | | | | |
| MINORITY INTERESTS IN NET INCOME | <u>(1,604)</u> | <u>(4,972)</u> | | | | | |
| NET INCOME | <u>¥4,257</u> | <u>¥25,631</u> | | | | | |
| PER SHARE OF COMMON STOCK | | | | | | | (Yen) |
| Basic net income | ¥1,951.46 | ¥3,579.29 | | | | | |
| Diluted net income | ¥1,784.68 | ¥3,280.47 | | | | | |

| | (Millions of Yen) | | | | | | |
|---------------------|-------------------|-----------------|--|--|--|--|--|
| Total Assets | <u>¥396,645</u> | <u>¥755,004</u> | | | | | |
| Net Assets | <u>¥47,465</u> | <u>¥129,419</u> | | | | | |

Note) The above financial statement is stated in Japanese yen, the currency of the country in which the Company is incorporated and operates..

Cash Flow Statement

| | | | | | | | |
|--|----------------|-----------------|--|--|--|--|--|
| OPERATING ACTIVITIES | (¥1,479) | (¥25,530) | | | | | |
| INVESTING ACTIVITIES | 12,170 | 3,352 | | | | | |
| FINANCING ACTIVITIES | 16,453 | 94,304 | | | | | |
| CASH AND CASH EQUIVALENTS, END OF PERIOD | <u>¥34,361</u> | <u>¥106,640</u> | | | | | |