

# Consolidated Statements of Operations

SOFTBANK INVESTMENT CORPORATION and Consolidated Subsidiaries

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	Six-Month Period Ended 31st March, 2003	Year Ended 31st March, 2004	Year Ended 31st March, 2004
<b>OPERATING REVENUES</b> (Note 21)	¥ 3,533	¥ 35,364	\$334,796
<b>OPERATING COSTS</b> (Note 22)	8,075	12,018	113,780
Gross (loss) profit	(4,542)	23,346	221,016
<b>SELLING, GENERAL AND ADMINISTRATIVE EXPENSES</b> (Note 23)	812	15,259	144,458
Operating (loss) income	(5,354)	8,087	76,558
<b>OTHER INCOME (EXPENSES):</b>			
Interest and dividends income	39	21	200
Interest expense	(35)	(100)	(948)
Foreign exchange gain (loss)—net	51	(30)	(285)
Gain on sale of investment securities	37	10,100	95,618
Reversal of allowance for doubtful accounts		1,948	18,446
Loss on transfer of stock within the group		(7,025)	(66,507)
Amortisation of negative goodwill	1	1,197	11,335
Provision for statutory reserves		(657)	(6,220)
Amortisation of goodwill		(541)	(5,124)
Other—net	(240)	(992)	(9,390)
Other (expenses) income—net	(147)	3,921	37,125
<b>(LOSS) INCOME BEFORE INCOME TAXES AND MINORITY INTERESTS</b>	(5,501)	12,008	113,683
<b>INCOME TAXES</b> (Note 24):			
Current	551	6,134	58,066
Reversal of the prior year's income taxes	(119)	(167)	(1,577)
Deferred	(1,476)	180	1,708
Total income taxes	(1,044)	6,147	58,197
<b>MINORITY INTERESTS IN NET INCOME</b>	51	(1,604)	(15,186)
<b>NET (LOSS) INCOME</b>	¥ (4,406)	¥ 4,257	\$ 40,300
		Yen	U.S. Dollars
<b>PER SHARE OF COMMON STOCK</b> (Notes 2.u and 28):			
Basic net (loss) income	¥(4,450.16)	¥1,951.46	\$ 18.47
Diluted net income		1,784.68	16.90
Cash dividends applicable to the period	120	770	7.29

See notes to consolidated financial statements.