

Consolidated Statements of Shareholders' Equity

SBI Holdings, Inc. (Formerly SOFTBANK INVESTMENT CORPORATION) and Consolidated Subsidiaries

	Outstanding Number of Shares of Common Stock	Millions of Yen					
		Common Stock	Capital Surplus	Retained Earnings	Unrealised Gain on Available-for-sale Securities	Foreign Currency Translation Adjustments	Treasury Stock
BALANCE, 1ST APRIL, 2004	2,317,706	¥ 8,393	¥ 27,092	¥ 9,772	¥ 2,399	¥ 25	¥ (216)
Stock splits (Note 20)	4,650,593						
Stock issuance through public offering (Note 20)	1,250,000	22,414	22,413				
Stock issuance through private placement (Note 20)	187,500	3,362	3,362				
Exercise of warrants (Note 20)	125,678	596	599				
Cash dividends, ¥770 per share				(1,785)			
Bonuses to directors				(224)			
Adjustment of retained earnings for newly consolidated subsidiaries				(2)			
Adjustment of retained earnings for merged companies				11			
Adjustment of retained earnings due to exclusion from consolidation				(26)			
Net income				25,631			
Net increase in unrealised gain on available-for-sale securities					5,234		
Net increase in foreign currency translation adjustments						391	
Purchase of treasury stock	(247)						(24)
Reissuance of treasury stock	31		1				1
BALANCE, 31ST MARCH, 2005	8,531,261	34,765	53,467	33,377	7,633	416	(239)
Stock issuance through private placement (Note 20)	481,861	9,927	9,927				
Exercise of warrants (Note 20)	289,889	2,392	2,392				
Conversion of convertible bonds (Note 20)	366,749	7,145	7,145				
Adjustment of capital surplus for merger of subsidiaries through issuance of common stock (Note 20)	2,077,252		8,544				
Share-for-stock exchange (Note 20)	532,597		34,109				
Cash dividends, ¥350 per share (Note 20)				(2,986)			
Bonuses to directors				(568)			
Adjustment of retained earnings for merged companies				15,241			
Adjustment of retained earnings due to exclusion from consolidation				(41)			
Net income				45,884			
Other decrease in retained earnings				(562)			
Net increase in unrealised gain on available-for-sale securities					5,197		
Net increase in foreign currency translation adjustments						519	
Purchase of treasury stock	(50,121)						(2,909)
Reissuance of treasury stock	7		108				
Treasury stocks held by affiliated company accounted for by the equity method	(74,467)						(2,760)
BALANCE, 31ST MARCH, 2006	12,155,028	¥54,229	¥115,692	¥90,345	¥12,830	¥935	¥(5,908)

	Thousands of U.S. Dollars (Note 1)						
	Common Stock	Capital Surplus	Retained Earnings	Unrealised Gain on Available-for-sale Securities	Foreign Currency Translation Adjustments	Treasury Stock	
BALANCE, 31ST MARCH, 2005	\$295,949	\$455,151	\$284,134	\$ 64,979	\$3,542	\$(2,034)	
Stock issuance through private placement (Note 20)	84,506	84,503					
Exercise of warrants (Note 20)	20,363	20,365					
Conversion of convertible bonds (Note 20)	60,824	60,824					
Adjustment of capital surplus for merger of subsidiaries through issuance of common stock (Note 20)		72,732					
Share-for-stock exchange (Note 20)		290,367					
Cash dividends, \$2.98 per share (Note 20)			(25,419)				
Bonuses to directors			(4,838)				
Adjustment of retained earnings for merged companies			129,741				
Adjustment of retained earnings due to exclusion from consolidation			(345)				
Net income			390,603				
Other decrease in retained earnings			(4,787)				
Net increase in unrealised gain on available-for-sale securities				44,237			
Net increase in foreign currency translation adjustments					4,420		
Purchase of treasury stock						(24,761)	
Reissuance of treasury stock		921				2	
Treasury stocks held by affiliated company accounted for by the equity method						(23,499)	
BALANCE, 31ST MARCH, 2006	\$461,642	\$984,863	\$769,089	\$109,216	\$7,962	\$(50,292)	

See notes to consolidated financial statements.