

Recruit Group Consolidated Statements of Income

(Millions of yen)

Item	FY2010	FY2009	Change	Percent-change (%)
	(Recruit 50th Term)	(Recruit 49th Term)		
Operating revenue	793,329	1,083,932	▲ 290,603	▲ 26.8
Operating expenses	721,815	970,774	▲ 248,958	▲ 25.6
Operating profit	71,513	113,157	▲ 41,644	▲ 36.8
Non-operating income	2,742	3,689	▲ 947	▲ 25.7
Interest income	194	752	▲ 557	▲ 74.1
Dividends income	852	956	▲ 104	▲ 10.9
Foreign exchange gains	-	818	▲ 818	▲ 100.0
Equity in earnings of affiliates	599	-	599	—
Other	1,095	1,161	▲ 66	▲ 5.7
Non-operating expenses	3,245	4,385	▲ 1,139	▲ 26.0
Interest expenses	1,707	1,913	▲ 206	▲ 10.8
Foreign exchange losses	125	-	125	-
Equity in losses of affiliates	-	1,960	▲ 1,960	▲ 100.0
Other	1,413	511	901	176.4
Ordinary income	71,010	112,462	▲ 41,452	▲ 36.9
Extraordinary income	13,932	2,876	11,055	384.3
Gain on disposal of fixed assets	11	11	0	4.4
Gain on sale of investment securities	13,503	144	13,358	9,225.0
Gain on sale of stocks of subsidiaries and affiliates	-	2,180	▲ 2,180	▲ 100.0
Reversal of allowance for doubtful accounts	76	35	40	114.3
Other	339	504	▲ 164	▲ 32.7
Extraordinary loss	21,937	78,807	▲ 56,869	▲ 72.2
Loss on disposal of fixed assets	5,493	3,195	2,297	71.9
Loss on sale of investment securities	44	117	▲ 73	▲ 62.5
Loss on valuation of investment securities	268	19,400	▲ 19,132	▲ 98.6
Valuation Loss on Stock in Subsidiaries and Affiliates	-	20,305	▲ 20,305	▲ 100.0
Loss on restructuring of subsidiaries and affiliates	283	-	283	-
Loss on impairment of fixed assets	1,824	17,876	▲ 16,051	▲ 89.8
Loss on revision of retirement benefit plan	-	4,188	▲ 4,188	▲ 100.0
Business restructuring expenses	12,145	10,606	1,538	14.5
Other	1,879	3,116	▲ 1,237	▲ 39.7
Income before income taxes and minority interests	63,004	36,532	26,472	72.5
Income taxes-current	33,615	45,062	▲ 11,446	▲ 25.4
Income taxes-deferred	1,417	▲ 10,880	12,297	113.0
Minority interests	▲ 49	▲ 447	397	88.9
Net income	28,021	2,797	25,224	901.8

Recruit Group Consolidated Balance Sheets

(Millions of yen)

	FY2010	FY2009	Change
	(Recruit 50th Term)	(Recruit 49th Term)	
Current assets	310,236	262,521	47,715
Cash and deposits	84,947	90,993	▲ 6,046
Notes & accounts receivable-trade	110,183	126,059	▲ 15,875
Securities	64,604	4,603	60,001
Inventories	3,978	4,573	▲ 595
Prepaid expenses	4,013	5,283	▲ 1,269
Deferred tax assets	12,201	12,267	▲ 65
Short-term loans receivable	537	1,422	▲ 885
Other	33,083	18,617	14,465
Allowance for doubtful accounts	▲ 3,313	▲ 1,300	▲ 2,013
Fixed assets	367,567	387,336	▲ 19,768
Tangible fixed assets	84,208	88,918	▲ 4,709
Buildings & structures	12,590	14,833	▲ 2,243
Machinery, equipment and vehicles	28	57	▲ 28
Tools, furniture & fixtures	6,384	8,841	▲ 2,457
Land	65,088	65,092	▲ 4
Other	116	92	23
Intangible fixed assets	172,792	190,384	▲ 17,591
Goodwill	141,411	158,077	▲ 16,665
Software	30,820	31,845	▲ 1,025
Other	559	461	98
Investments & other asset	110,566	108,034	2,532
Investment securities	61,550	49,082	12,467
Stocks of subsidiaries and affiliates	10,491	9,498	992
Long-term loans receivable	1,412	2,117	▲ 705
Long-term prepaid expenses	952	1,046	▲ 93
Deferred tax assets	15,446	18,150	▲ 2,704
Guarantee deposits	18,808	25,855	▲ 7,046
Claims provable in bankruptcy or rehabilitation	1,361	1,785	▲ 424
Other	2,229	2,716	▲ 487
Allowance for doubtful accounts	▲ 1,686	▲ 2,221	534
Deferred assets	-	-	-
Total Assets	677,803	649,857	27,946

	FY2010	FY2009	Change
	(Recruit 50th Term)	(Recruit 49th Term)	
Current liabilities	135,132	176,322	▲ 41,189
Notes & accounts payable-trade	36,562	45,899	▲ 9,336
Short-term loans payable	10,729	28,477	▲ 17,747
Accounts payable-other	4,453	17,295	▲ 12,842
Accrued expenses	29,765	31,680	▲ 1,915
Income taxes payable and others	26,732	26,165	566
Accrued consumption tax-including VAT	964	4,545	▲ 3,581
Provision for bonuses	8,754	10,275	▲ 1,521
Other	17,171	11,982	5,188
Long-term liabilities	197,748	128,394	69,353
Long-term loans payable	170,232	100,964	69,268
Long-term security deposits	742	1,087	▲ 345
Provision for retirement benefits	24,628	24,597	30
Provision for directors' retirement benefits	1,875	1,291	584
Other	268	453	▲ 184
Total Liabilities	332,880	304,716	28,164
Shareholders' equity	334,874	337,125	▲ 2,251
Capital stock	3,002	3,002	-
Capital surplus	15,130	14,974	155
Retained earnings	344,896	331,883	13,013
Treasury stock	▲ 28,155	▲ 12,735	▲ 15,420
Valuation and translation adjustments	7,383	5,212	2,170
Valuation difference on available-for-sale securities	8,218	6,057	2,160
Foreign currency translation adjustment	▲ 835	▲ 844	9
Minority interest	2,665	2,802	▲ 137
Total Net Assets	344,923	345,141	▲ 218
Total Liabilities and Net Assets	677,803	649,857	27,946