

Summary of Nonconsolidated Financial Results  
for the Year ended March 2007

Amuse Inc.

## Nonconsolidated balance sheet

March 31; Thousands of yen	2006	%	2007	%
<b>Current assets</b>				
Cash and deposits	1,370,111		1,526,856	
Accounts receivable	1,613,796		2,360,210	
Merchandise	209,023		310,400	
Finished goods	13,182		19,215	
Work in progress	888,889		1,708,704	
Supplies	10,617		25,210	
Advances paid	12,552		30,365	
Prepaid expenses	73,532		79,599	
Deferred tax assets	61,919		41,968	
Short-term loans	4,142,472		4,293,445	
Accounts receivable - other	-		228,570	
Others	100,687		25,115	
Allowance for doubtful accounts	(157,924)		(162,189)	
	<u>8,338,862</u>	63.9	<u>10,487,473</u>	68.8
<b>Fixed assets</b>				
<b>Tangible fixed assets</b>				
Buildings	598,868		591,285	
Tools, appliances and fixtures	80,536		62,059	
Land	1,093,612		1,093,612	
	<u>1,773,018</u>	13.6	<u>1,746,957</u>	11.5
<b>Intangible fixed assets</b>				
Leaseholds	48,000		48,000	
Software	56,154		152,112	
Others	2,635		2,635	
	<u>106,789</u>	0.8	<u>202,748</u>	1.3

<b>March 31; Thousands of yen</b>	<b>2006</b>	<b>%</b>	<b>2007</b>	<b>%</b>
<b>Investments and other assets</b>				
Investment securities	1,214,094		712,228	
Shares of affiliated companies	1,000,784		1,049,784	
Equity investments	23,831		166,435	
Equity investments in affiliates	17,348		17,348	
Long-term loans	3,615		464	
Long-term loans to employees	11,219		9,680	
Long-term delinquent receivables	187,411		161,276	
Long-term prepaid expenses	73,549		76,773	
Deferred tax assets	228,736		463,354	
Rental and guarantee deposits	199,708		210,615	
Others	69,677		97,066	
Allowance for doubtful accounts	(191,306)		(165,157)	
Total investments and other assets	<u>2,838,671</u>	21.7	<u>2,799,871</u>	18.4
Total fixed assets	<u>4,718,479</u>	36.1	<u>4,749,577</u>	31.2
<b>Total assets</b>	<u>13,057,341</u>	100.0	<u>15,237,051</u>	100.0

<b>March 31; Thousands of yen</b>	<b>2006</b>	<b>%</b>	<b>2007</b>	<b>%</b>
<b>Current liabilities</b>				
Trade accounts payable	1,522,528		3,850,685	
Accounts payable	219,764		117,345	
Accrued expenses payable	10,898		22,114	
Income taxes payable	669,945		343,474	
Advances received	28,510		19,593	
Deposits received	46,373		133,247	
Reserve for directors' bonuses	-		13,380	
Others	4,701		4,843	
	2,502,722	19.2	4,504,685	29.6
<b>Long-term liabilities</b>				
Employees' retirement benefits	450,308		513,924	
Reserve for directors' retirement allowances	391,562		398,878	
Others	854		944	
	842,724	6.4	913,746	6.0
Total liabilities	3,345,446	25.6	5,418,432	35.6
<b>Shareholders' equity</b>				
Common stock	1,587,825	12.1	-	-
Capital reserves				
Additional paid-in capital	1,694,890		-	
	1,694,890	13.0	-	-
Retained earnings				
Legal income reserve	4,033		-	
Voluntary reserves				
Reserve for reduction entry	164		-	
Special reserves	4,600,000		-	
Unappropriated retained earnings, end of term	1,531,341		-	
	6,135,538	47.0	-	-
Unrealized gains or losses on other securities	309,677	2.4	-	-
Treasury stock	(16,035)	(0.1)	-	-
Total shareholders' equity	9,711,895	74.4	-	-
<b>Total liabilities and shareholders' equity</b>	13,057,341	100.0	-	-

March 31; Thousands of yen	2006	%	2007	%
<b>Net assets</b>				
Shareholders' equity				
Common stock	-	-	1,587,825	10.4
Capital reserves				
Additional paid-in capital	-		1,694,890	
	-	-	1,694,890	11.1
Retained earnings				
Legal income reserve	-		4,033	
Other retained earnings	-		6,518,802	
Reserve for reduction entry	-		164	
Special reserves	-		5,200,000	
Retained earnings carried forward	-		1,318,638	
	-	-	6,522,835	42.8
Treasury stock	-	-	(16,960)	(0.1)
Total shareholders' equity	-	-	9,788,589	64.2
Valuation/translation gains (losses)				
Unrealized gains or losses on other securities	-	-	30,029	0.2
Total valuation/translation gains (losses)	-	-	30,029	0.2
Total net assets	-	-	9,818,618	64.4
<b>Total liabilities and net assets</b>	-	-	15,237,051	100.0

## Nonconsolidated statement of income

Years ended March 31; Thousands of yen	2006	%	2007	%
<b>Operating revenues</b>	17,129,882	100.0	14,327,332	100.0
Artist management	14,629,287		12,070,805	
Media-visual	820,862		748,615	
Contents	1,679,732		1,507,911	
<b>Cost of operation</b>	14,008,188	81.8	11,679,475	81.5
Artist management	11,842,297		9,984,533	
Media-visual	1,025,140		686,339	
Contents	1,140,750		1,008,602	
Gross operating income	3,121,693	18.2	2,647,856	18.5
<b>Selling, general and administrative expenses</b>	1,600,757	9.3	1,627,654	11.4
Operating income	1,520,936	8.9	1,020,201	7.1
<b>Nonoperating income</b>	93,924	0.6	104,841	0.7
Interest income	46,083		62,215	
Dividend income	26,978		19,141	
Foreign exchange gain	-		11,966	
Commissions and fees	3,614		7,950	
Others	17,248		3,567	
<b>Nonoperating expenses</b>	27,738	0.2	29,065	0.2
Interest expenses	5,609		14,968	
Commissions	19,831		13,963	
Others	2,298		132	
Ordinary profit	1,587,122	9.3	1,095,977	7.6
<b>Extraordinary income</b>	59,541	0.4	-	-
Gain on special cancellation of insurance	59,541		-	
<b>Extraordinary losses</b>	233,293	1.4	85,618	0.6
Loss on removal of fixed assets	-		10,139	
Loss on devaluation of investment securities	-		70,479	
Impairment loss	233,293		-	
Others	-		5,000	
Income before taxes and other adjustments	1,413,370	8.3	1,010,358	7.0
Corporate, inhabitant and enterprise taxes	660,415		468,364	
Deferred taxes	(47,125)		(20,334)	
Net income	800,080	4.7	562,328	3.9
Retained earnings carried forward from previous term	808,783		-	
Interim dividends	77,522		-	
Unappropriated retained earnings, end of term	1,531,341		-	