

**Brief Report of the Settlement of Accounts (Consolidated, Japanese Standard)  
for the 2<sup>nd</sup> Quarter of March 2012**

November 9, 2011

Listed company name: NEXT Co., Ltd.                      Listed exchange market: Tokyo Stock Exchange  
Code Number: 2120    URL: <http://www.next-group.jp/>  
Representative: (Position) President and CEO  
(Name) Takashi Inoue  
Contact person: (Position) Director and General Manager of administration  
(Name) Kokichi Hamaya    TEL: (03) 5783-3603  
Scheduled quarterly securities report submission date: November 9, 2011  
Preparation of support documentations for the settlement of accounts: Yes  
Meetings for the settlement of accounts: Yes (For institutional investors and analysts)

(Amounts are rounded down to the nearest million yen.)

**1. Consolidated financial results for the period ended March, 2011 (From April 1, 2011 to September 30, 2011)**

**(1) Consolidated results of operations**

(Percentages indicate an increase or decrease in ratio from the previous financial year.)

|              | Sales       |        | Operating profit |        | Current profit |        | Net profit  |        |
|--------------|-------------|--------|------------------|--------|----------------|--------|-------------|--------|
|              | Million yen | %      | Million yen      | %      | Million yen    | %      | Million yen | %      |
| 2Q of FY2012 | 4,820       | (12.6) | 251              | (81.1) | 267            | (80.0) | 74          | (91.7) |
| 2Q of FY2011 | 5,513       | 8.6    | 1,331            | 67.1   | 1,336          | 64.8   | 899         | 106.2  |

(Note) Comprehensive income: 2Q of FY2012 70 million yen (-92.2%) 2Q of FY2011 904 million yen (\_%)

|              | Net profit per share | Diluted net income per share |
|--------------|----------------------|------------------------------|
|              | Yen                  | Yen                          |
| 2Q of FY2012 | 3.98                 | 3.97                         |
| 2Q of FY2011 | 48.06                | 47.82                        |

**(2) Consolidated financial position**

|              | Total assets | Net assets  | Shareholder equity ratio |
|--------------|--------------|-------------|--------------------------|
|              | Million yen  | Million yen | %                        |
| 2Q of FY2012 | 9,184        | 8,077       | 87.9                     |
| 2Q of FY2011 | 9,711        | 8,115       | 83.6                     |

(Reference) Shareholder equity: 2Q of FY2012 8,077 million yen    FY2011 8,115 million yen

**2. Dividends**

|                     | Annual dividends     |                       |                      |                |        |
|---------------------|----------------------|-----------------------|----------------------|----------------|--------|
|                     | End of first quarter | End of second quarter | End of third quarter | End of quarter | Total  |
|                     | Yen                  | Yen                   | Yen                  | Yen            | Yen    |
| FY 03/2011          | —                    | 0.00                  | —                    | 590.00         | 590.00 |
| FY 03/2012          | —                    | 0.00                  | —                    | —              | —      |
| FY03/2012(Forecast) | —                    | —                     | —                    | 1.90           | 1.90   |

(Notes) Changes from the latest consolidated results forecast: Yes

That the Company executed a 100-to-1 stock split of shares of common stock effective October 1, 2011.

**3. Forecast of consolidated performance for FY 03/2012 (From April 1, 2011 to 31 March, 2012)**

(For the full-year, the percentage indicates an increase or decrease in the ratio from the previous financial year)

|           | Sales       |       | Operating profit |        | Current profit |        | Net profit  |        | Net profit per share |
|-----------|-------------|-------|------------------|--------|----------------|--------|-------------|--------|----------------------|
|           | Million yen | %     | Million yen      | %      | Million yen    | %      | Million yen | %      | Yen                  |
| Full-year | 9,899       | (7.8) | 567              | (59.7) | 591            | (58.6) | 233         | (85.2) | 12.43                |

(Notes) Changes from the latest consolidated results forecast: Yes

**4. Others**

**(1) Changes in material subsidiaries during the period (changes in specified subsidiaries accompanying the change in the scope of consolidation):** No

**(2) Application of specific accounting methods for producing quarterly consolidated financial statements:** No

**(3) Changes in the principle, procedures, and display of the accounting process**

- 1) Changes in relation to amendments in the accounting standard: No
- 2) Changes other than 1): No
- 3) Changes in accounting estimates: No
- 4) Restatements: No

**(4) Number of shares outstanding (common shares)**

- 1) Number of shares outstanding at the end of the period (including treasury stock)
- 2) Amount of treasury stock at the end of the period
- 3) Average number of shares during the period (quarterly cumulative period)

|              |                   |            |                   |
|--------------|-------------------|------------|-------------------|
| 2Q of FY2012 | 18,770,000 shares | FY 03/2011 | 18,765,000 shares |
| 2Q of FY2012 | 12,000 shares     | FY 03/2011 | 12,000 shares     |
| 2Q of FY2012 | 18,755,735 shares | FY 03/2011 | 18,726.448 shares |

## **1. Qualitative Information on Quarterly Financial Results**

### **(1) Qualitative Information on Consolidated Financial Results**

In its medium-term management plan, the NEXT Group sets out its aim of becoming a global company with a Database + Communication Concierge Service (DB + CCS), and toward this end, has been accumulating, sorting and integrating the flood of information circulating around the world and providing optimal information through a wealth of devices to users.

Based on this strategy, the Company, starting from April 2011, launched Japan's first, English- and Chinese-compatible, property information search service on "HOME'S," the nation's largest residential/real estate information portal site run by the Company; thus enabling multilingual searches of the approximately 3.26 million properties (average number of property information in September 2011) in Japan. In addition to this multilingualization, the Company is moving ahead with studies to launch businesses in approximately three countries in the East Asia/Southeast Asia region during the fiscal year ending March 31, 2012. As announced in the "Notice of commencement of application procedures toward the establishment of an overseas subsidiary in the Kingdom of Thailand ("Thailand")," dated July 22, 2011, the Company, in September 2011, established the Group's first overseas subsidiary, "HOME'S PROPERTY MEDIA (THAILAND) CO., LTD." (99.9% ownership) in Thailand. Plans are underway for the overseas subsidiary to operate a portal site similar to "HOME'S," Japan's largest residential/real estate information portal site run by the Company, and provide services that will enable Thai users to browse information on properties in Thailand. Furthermore, as announced in the "Notice of equity investments toward the commencement of real estate information portal services in China," dated August 19, 2011, the Company is also moving forward with plans to provide real estate information services in China.

In January 2011, the pricing method for "HOME'S Rental & Real Estate Trade," the main service of the Real estate information services business, changed from the pay-per-posting-based fee structure to the pay-per-inquiry-based fee structure, which, despite precipitating a dramatic increase in the number of properties, has resulted in a year-on-year decrease in sales. In order to address the priority task of increasing the number of inquiries, the Company, during the cumulative consolidated 2<sup>nd</sup> quarter of the fiscal year ending March 31, 2012 ("six months ended September 30, 2011"), engaged in a number of initiatives, including the renovation of the website and advertising activities to increase the number of customers for each device such as PCs, mobile phones and smart phones. Nevertheless, such efforts did not lead directly to dramatic increases in sales.

In "Lococom," the Local information services business (Note), President & CEO, Takashi Inoue, took the lead in efforts to speed up the posting of profits, by implementing a complete renewal of the PC/mobile site in April 2011, followed by the launch of a smart phone-compatible site, and the commencement of services that integrate "geographical x social x real time" elements and that grants points to users for actions that will lead to revitalization of communities, including GPS-synchronized check-ins and coupon use, social networking and posting of word-of-mouth. At the same time, Lococom's business model was changed from an advertising model to a performance-based model that depended on the number of coupon users. However, the increase in the number of visitors to the site has failed to materialize so far, which has meant slow growth in the number of coupon users and a failure to increase profits. Consequently, as announced in the "Notice concerning the posting of extraordinary loss and differences between the consolidated business forecast and actual results for the cumulative 2<sup>nd</sup> quarter," dated November 9, 2011, impairment losses were declared for the entire amount of software relating to "Lococom" during the six months ended September 30, 2011, and an impairment loss of 113,500 thousand yen was posted.

As a result, for the six months ended September 30, 2011, the Company posted consolidated sales of 4,820,283 thousand yen (decrease of 12.6% year-on-year), operating profit of 251,632 thousand yen (decrease of 81.1% year-on-year), ordinary profit of 267,254 thousand yen (decrease of 80.0% year-on-year) and net profit of 74,567 thousand yen (decrease of 91.7% year-on-year).

Note: Starting from the current fiscal year, the "Local community services" segment changed its name to "Local information services." The change in the name of the segment has had no effect on segment information.

**Consolidated sales and operating profit (loss) by reportable segment for the six months ended September 30, 2011 were as follows.**

(Unit: thousand yen)

| Segment name                         | Sales     |                         | Operating profit (loss) |                         |
|--------------------------------------|-----------|-------------------------|-------------------------|-------------------------|
|                                      | Amount    | Year-on-year change (%) | Amount                  | Year-on-year change (%) |
| (1) Real estate information services | 4,776,195 | (8.4)                   | 890,452                 | (40.2)                  |
| (2) Local information services       | 14,193    | (18.2)                  | (430,611)               | (Note 2) —              |
| (3) Others                           | 29,894    | +141.3                  | (208,208)               | (Note 3) —              |

Notes

1. Intersegment transactions have not been offset or eliminated.
2. Operating loss of 160,661 thousand yen was recorded for the same period of the previous fiscal year
3. Operating loss of 17,156 thousand yen was recorded for the same period of the previous fiscal year.
4. The Guarantor Operating Business, which had been a reportable segment until the previous fiscal year, has been excluded in conjunction with the sales of all shares of NFS Co., Ltd., which corresponded to said segment, on August 2, 2010, and the exclusion of said company from the scope of consolidation on July 1, 2010. The Guarantor Operating Business posted sales of 268,819 thousand yen and operating profit of 19,342 thousand yen in the same period of the previous fiscal year.

For more detailed information on the financial results, including the status of each segment and the following items, please see "Report of Financial Results for the Six Months Ended September 30, 2011," announced on November 2, 2011, on the Company's IR website.

Reference URL: <http://www.next-group.jp/en/ir/financial.html>

**<Main matters regarding account settlement explanatory information>**

- Shift in operating profit and loss: Causes of increase and decrease in main expenses and the shift in ratios in sales.
- Shift in sales per service: Shift in sales to a more detailed unit per segment and the causes of increases and decreases
- Status of the business performance forecast: Progress of sales per service and the main expenses for the business forecast.
- Topics: Main approaches per segment
- Data per quarter: Income statement (simplified version), sales per service, and profit & loss per segment
- Collection of external statistic data: Number of apartments sold, prices of apartments, number of projects commenced for New detached houses, number of people relocating throughout Japan, population and the number of households.

**(2) Qualitative Information on Consolidated Financial Condition**

**(Assets)**

Current assets declined by 285,921 thousand yen from the end of the previous consolidated fiscal year ("previous year-end") to 6,555,820 thousand yen. This was primarily due to the increase of 1,820,955 thousand yen in cash and deposits, the decrease of 1,510,964 thousand yen in securities, the decrease of 359,364 thousand yen in corporate taxes receivable, and the decrease of 121,480 thousand yen in accounts receivable.

Fixed assets declined by 240,939 thousand yen from the previous year-end to 2,628,789 thousand yen. This was primarily due to the decrease of 99,165 thousand yen in property, plant and equipment through depreciation, and the decrease of 144,485 thousand yen in intangible fixed assets through the impairment of software.

As a result of the above, total assets came to 9,184,610 thousand yen, representing a decrease of 526,861 thousand yen from the previous year-end.

**(Liabilities)**

Current liabilities declined by 488,495 thousand yen from the previous year-end to 867,120 thousand yen. This was primarily due to the decrease of 338,876 thousand yen in accounts payable-other, the decrease of 188,580 thousand yen in allowance for bonuses, the increase of 32,863 thousand yen in accrued consumption taxes and the increase of 25,486 thousand yen in accrued corporate taxes.

Fixed liabilities increased by 238 thousand yen from the previous year-end to 240,352 thousand yen. This was primarily due to the increase of 949 thousand yen in asset retirement obligations and the decrease of 1,711 thousand yen in deferred tax liabilities.

As a result of the above, total liabilities came to 1,107,472 thousand yen, representing a decrease of 488,257 thousand yen from the previous year-end.

**(Net assets)**

Net assets declined by 38,603 thousand yen from the previous year-end to 8,077,137 thousand yen. This was primarily due to the increase of 74,567 thousand yen in accumulated income through the posting of net profit and the decrease of 110,642 thousand yen in accumulated income as a result of payment of dividends.

**(3) Qualitative Information on Consolidated Business Forecast**

In light of recent trends in financial results and other factors, the Company, as announced in the “Notice concerning differences between the consolidated business forecast and actual results for the cumulative 2<sup>nd</sup> quarter, the posting of extraordinary loss, revisions to the full-year forecast and dividend forecast, and decrease in executive compensation” (“Revised forecast”), dated November 9, 2011, has revised its consolidated business forecasts for the fiscal year ending March 31, 2012, which were announced on May 12, 2011.

**Revisions to the consolidated business forecast for the full year ending March 31, 2012 (April 1, 2011 through March 31, 2012)**

(Unit: million yen)

|   | Sales   | Operating profit | Ordinary profit | Net profit |
|---|---------|------------------|-----------------|------------|
| Previous forecast (A)   | 11,739  | 1,372            | 1,421           | 773        |
| Revised forecast (B)  | 9,899   | 567              | 591             | 233        |
| Change (B-A)  | (1,840) | (804)            | (830)           | (540)      |
| Percentage change (%)   | (15.7)  | (58.7)           | (58.4)          | (69.9)     |
| (Reference)<br>Previous FY results (FY ended<br>March 31, 2011) | 10,738  | 1,749            | 1,758           | 1,107      |

For details, see the Revised Forecast and the “Report of Financial Results for the Six Months Ended September 30, 2011,” announced on November 9, 2011, on the Company’s IR website.

Reference URL: <http://www.next-group.jp/en/ir/financial.html>

**2. Matters Related to Summary Information (Others)**

**(Application of Accounting Standards for Earnings Per Share)**

**(1) Changes in Accounting Policies, Changes in Accounting Estimates and Correction of Errors**

Effective from the 1<sup>st</sup> quarter of the fiscal year ending March 31, 2012, the Company adopted the “Accounting Standards for Earnings Per Share” (ASBJ Statement No. 2, June 30, 2010), the “Guidance on Accounting Standards for Earnings Per Share” (ASBJ Guidance No. 4, June 30, 2010) and the “Practical Solution on Accounting for Earnings Per Share” (PITF No. 9, June 30, 2010). Although a stock split was conducted after the quarterly balance sheet date, as a result of applying these Standards, net income per share and diluted net income per share have been calculated assuming that the stock split had been conducted at the beginning of the previous fiscal year. Net income per share and diluted net income per share for the previous cumulative 2<sup>nd</sup> quarter, assuming that the above accounting standards had not been applied are as follows.

Net income per share: 4,805.71yen

Diluted net income per share: 4,781.70yen

**3. Consolidated Financial Statements**  
**(1) Consolidated Balance Sheet**

(unit: thousand yen)

|  | As of March 31, 2011 | As of September 30,<br>2011 |
|--|----------------------|-----------------------------|
| Consolidated quarterly balance sheets      |                      |                             |
| Assets                                     |                      |                             |
| Current assets                             |                      |                             |
| Cash and deposits                          | 3,196,600            | 5,017,555                   |
| Accounts receivable-trade                  | 1,123,340            | 1,001,860                   |
| Short-term investment securities           | 1,510,964            | -                           |
| Inventories                                | 4,191                | 3,138                       |
| Deferred tax assets                        | 155,367              | 95,203                      |
| Accounts receivable-other                  | 276,771              | 225,534                     |
| Income taxes receivable                    | 359,364              | -                           |
| Other                                      | 259,945              | 252,764                     |
| Allowance for doubtful accounts            | (44,802)             | (40,236)                    |
| <b>Total current assets</b>                | <b>6,841,742</b>     | <b>6,555,820</b>            |
| Noncurrent assets                          |                      |                             |
| Property, plant and equipment              |                      |                             |
| Buildings                                  | 647,016              | 648,488                     |
| Accumulated depreciation                   | (35,391)             | (87,526)                    |
| Buildings, net                             | 611,624              | 560,962                     |
| Tools, furniture and fixtures              | 657,061              | 673,181                     |
| Accumulated depreciation                   | (371,613)            | (436,236)                   |
| Tools, furniture and fixtures, net         | 285,448              | 236,945                     |
| <b>Total property, plant and equipment</b> | <b>897,072</b>       | <b>797,907</b>              |
| Intangible assets                          |                      |                             |
| Goodwill                                   | 226,738              | 200,064                     |
| Software                                   | 620,473              | 581,765                     |
| Software in progress                       | 108,687              | 30,018                      |
| Other                                      | 8,608                | 8,172                       |
| <b>Total intangible assets</b>             | <b>964,507</b>       | <b>820,021</b>              |
| Investments and other assets               |                      |                             |
| Investment securities                      | 29,485               | 23,112                      |
| Bad debts                                  | 49,333               | 71,587                      |
| Deferred tax assets                        | 95,829               | 109,277                     |
| Lease and guarantee deposits               | 854,704              | 853,669                     |
| Other                                      | 18,244               | 10,330                      |
| Allowance for doubtful accounts            | (39,448)             | (57,115)                    |
| <b>Total investments and other assets</b>  | <b>1,008,148</b>     | <b>1,010,859</b>            |
| <b>Total noncurrent assets</b>             | <b>2,869,728</b>     | <b>2,628,789</b>            |
| <b>Total assets</b>                        | <b>9,711,471</b>     | <b>9,184,610</b>            |

(unit: thousand yen)

|   | As of March 31, 2011 | As of September 30,<br>2011 |
|---|----------------------|-----------------------------|
| <b>Liabilities</b>                                    |                      |                             |
| Current liabilities                                   |                      |                             |
| Accounts payable-trade                                | 40,940               | 29,273                      |
| Accounts payable-other                                | 816,607              | 477,730                     |
| Income taxes payable                                  | 18,870               | 44,356                      |
| Provision for bonuses                                 | 361,489              | 172,909                     |
| Provision for directors' bonuses                      | -                    | 5,000                       |
| Other   | 117,708              | 137,849                     |
| <b>Total current liabilities</b>                      | <b>1,355,616</b>     | <b>867,120</b>              |
| Noncurrent liabilities                                |                      |                             |
| Deferred tax liabilities                              | 3,762                | 2,050                       |
| Asset retirement obligations                          | 236,352              | 238,302                     |
| <b>Total noncurrent liabilities</b>                   | <b>240,114</b>       | <b>240,352</b>              |
| <b>Total liabilities</b>                              | <b>1,595,730</b>     | <b>1,107,472</b>            |
| <b>Net assets</b>                                     |                      |                             |
| Shareholders' equity                                  |                      |                             |
| Capital stock   | 1,992,372            | 1,993,203                   |
| Capital surplus                                       | 2,535,572            | 2,536,403                   |
| Retained earnings                                     | 3,598,678            | 3,562,602                   |
| Treasury stock  | (7,848)              | (7,848)                     |
| <b>Total shareholders' equity</b>                     | <b>8,118,774</b>     | <b>8,084,362</b>            |
| Accumulated other comprehensive income                |                      |                             |
| Valuation difference on available-for-sale securities | (3,034)              | (7,225)                     |
| <b>Total accumulated other comprehensive income</b>   | <b>(3,034)</b>       | <b>(7,225)</b>              |
| <b>Total net assets</b>                               | <b>8,115,740</b>     | <b>7,995,182</b>            |
| <b>Total liabilities and net assets</b>               | <b>9,711,471</b>     | <b>9,366,641</b>            |

**(2) Consolidated Income Statement and Consolidated Comprehensive Income Statement**

|   | (unit: thousand yen)                   |  |
|---|--|--|
|   | Six Months Ended<br>September 30, 2010 | Six Months Ended<br>September 30, 2011 |
| Consolidated quarterly statements of<br>(comprehensive) income                            |  |  |
| Net sales   | 5,513,123                              | 4,820,283                              |
| Cost of sales   | 95,733                                 | 128,580                                |
| Gross profit  | 5,417,389                              | 4,691,702                              |
| Selling, general and administrative expenses  |  |  |
| Advertising expenses  | 979,539                                | 1,154,713                              |
| Provision of allowance for doubtful accounts  | 53,118                                 | 15,210                                 |
| Salaries and allowances   | 1,085,917                              | 1,155,415                              |
| Provision for bonuses   | 268,564                                | 155,790                                |
| Provision for directors' bonuses  | -                                      | 5,000                                  |
| Allowance for loss on guarantees for rent   | 14,251                                 | -                                      |
| Depreciation  | 159,863                                | 243,831                                |
| Amortization of goodwill  | 5,000                                  | 26,673                                 |
| Other   | 1,519,446                              | 1,683,435                              |
| Total selling, general and administrative expenses  | 4,085,702                              | 4,440,069                              |
| Operating income  | 1,331,686                              | 251,632                                |
| Non-operating income  |  |  |
| Interest income   | 898                                    | 1,714                                  |
| Dividends income  | 967                                    | 1,092                                  |
| Gain on negative goodwill   | 3,032                                  | -                                      |
| Interest on refund  | -                                      | 10,204                                 |
| Other   | 2,905                                  | 2,791                                  |
| Total non-operating income  | 7,804                                  | 15,803                                 |
| Non-operating expenses  |  |  |
| Loss on abandonment of inventories  | 1,271                                  | -                                      |
| Other   | 1,940                                  | 181                                    |
| Total non-operating expenses  | 3,211                                  | 181                                    |
| Ordinary income   | 1,336,279                              | 267,254                                |
| Extraordinary loss  |  |  |
| Loss on sales of noncurrent assets  | 117                                    | -                                      |
| Loss on retirement of noncurrent assets   | 4,392                                  | 40                                     |
| Impairment loss   | -                                      | 113,500                                |
| Loss on sales of stocks of subsidiaries and affiliates                                    | 229,956                                | -                                      |
| Provision for loss on head office transfer  | 74,546                                 | -                                      |
| Loss on adjustment for changes of accounting<br>standard for asset retirement obligations | 22,223                                 | -                                      |
| Total extraordinary losses  | 331,236                                | 113,541                                |
| Income before income taxes and minority interests   | 1,005,043                              | 153,713                                |
| Income taxes-current  | 91,051                                 | 31,224                                 |
| Income taxes-deferred   | 10,186                                 | 47,922                                 |
| Total income taxes  | 101,238                                | 79,146                                 |
| Income before minority interests  | 903,804                                | 74,567                                 |
| Minority interests in income  | 3,866                                  | -                                      |
| Net income  | 899,938                                | 74,567                                 |

**(3) Consolidated Cash Flow Statement**

(unit: thousand yen)

|   | Six Months Ended<br>September 30, 2010 | Six Months Ended<br>September 30, 2011 |
|---|--|--|
| Consolidated quarterly statements of cash flows   |  |  |
| Net cash provided by (used in) operating activities   |  |  |
| Income before income taxes and minority interests   | 1,005,043                              | 153,713                                |
| Depreciation and amortization   | 159,878                                | 244,248                                |
| Amortization of goodwill  | 5,000                                  | 26,673                                 |
| Gain on negative goodwill   | (3,032)                                | -                                      |
| Impairment loss   | -                                      | 113,500                                |
| Increase (decrease) in provision for bonuses  | (130,476)                              | (188,580)                              |
| Increase (decrease) in provision for directors' bonuses   | (3,600)                                | 5,000                                  |
| Increase (decrease) in allowance for doubtful accounts  | 49,541                                 | 13,100                                 |
| Increase or decrease in allowance for Loss guarantees for rent                                  | 14,251                                 | -                                      |
| Increase (decrease) in provision for loss on head office transfer                               | 74,546                                 | -                                      |
| Interest and dividends income   | (1,169)                                | (1,490)                                |
| Interest income on securities   | (696)                                  | (1,316)                                |
| Loss (gain) on sales of noncurrent assets   | 117                                    | -                                      |
| Loss on retirement of noncurrent assets   | 4,392                                  | 40                                     |
| Loss (gain) on sales of stocks of subsidiaries and affiliates                                   | 229,956                                | -                                      |
| Loss on adjustment for changes of accounting standard for asset retirement obligations          | 22,223                                 | -                                      |
| Decrease (increase) in notes and accounts receivable-trade                                      | 30,223                                 | 148,238                                |
| Decrease (increase) in inventories  | (2,487)                                | 1,052                                  |
| Decrease (increase) in advances paid  | (52,576)                               | -                                      |
| Increase (decrease) in notes and accounts payable-trade   | 845                                    | (11,666)                               |
| Increase (decrease) in accounts payable-other   | (50,617)                               | (302,137)                              |
| Other, net  | (46,476)                               | 45,452                                 |
| Subtotal  | 1,304,887                              | 245,830                                |
| Interest and dividends income received  | 1,881                                  | 2,531                                  |
| Income taxes (paid) refund  | (673,935)                              | 347,519                                |
| Net cash provided by (used in) operating activities   | 632,833                                | 595,881                                |
| Net cash provided by (used in) investing activities   |  |  |
| Payments into time deposits   | -                                      | (2,000,000)                            |
| Purchase of investment securities   | (280)                                  | (735)                                  |
| Purchase of property, plant and equipment   | (92,108)                               | (30,808)                               |
| Proceeds from sales of property, plant and equipment  | 10                                     | -                                      |
| Purchase of intangible assets   | (125,617)                              | (147,400)                              |
| Payments for sales of investments in subsidiaries resulting in change in scope of consolidation | (755,245)                              | -                                      |
| Purchase of investments in subsidiaries   | (70,160)                               | -                                      |
| Payments for lease and guarantee deposits   | -                                      | (331)                                  |
| Proceeds from collection of lease and guarantee deposits  | 517                                    | 1,366                                  |
| Net cash provided by (used in) investing activities   | (1,042,884)                            | (2,177,909)                            |
| Net cash provided by (used in) financing activities   |  |  |
| Proceeds from issuance of common stock  | 3,072                                  | 1,662                                  |
| Purchase of treasury stock  | (7,848)                                | -                                      |
| Cash dividends paid   | (119,289)                              | (109,643)                              |
| Net cash provided by (used in) financing activities   | (124,065)                              | (107,980)                              |
| Net increase (decrease) in cash and cash equivalents  | (534,116)                              | (1,690,008)                            |
| Cash and cash equivalents at beginning of period  | 6,488,292                              | 4,707,564                              |
| Cash and cash equivalents at end of period  | 5,954,176                              | 3,017,555                              |