

Fiscal Year ending October 31, 2004

Summary of Company Interim Financial Statements

June 10, 2004

Listed Company Name **Kanamoto Company, Ltd.**
 Company Code Number **9678**
 Listing Exchanges **Tokyo Stock Exchange**, Sapporo Stock Exchange
 Head Office Address 1-19, Odori Higashi 3-chome, Chuo-ku, Sapporo, Hokkaido Japan 060-0041
 (URL <http://www.kanamoto.co.jp>)
 Representative **Kanchu Kanamoto** President
 Inquiries **Nobuhito Utatsu**
 Director & Corporate Officer, Division Manager, Accounting Division
 TEL 81-11-209-1600

Please send inquiries in English to takayama@kanamoto.co.jp.

Date of Report to the Board of Directors June 10, 2004
 Interim Dividend System The Company has an interim dividend system
 Interim Dividend Payment Date July 20, 2004
 Has the Company adopted a Unit Stock System? Yes (1 unit equals 1,000 shares)

1 . Operating Results for the Interim Period ended April 30, 2004 (November 1, 2003–April 30, 2004)

(1) Operating Results

(Numbers less than one million yen have been rounded down)

	Revenues		Operating Income		Ordinary Income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended April 30, 2004	29,726	- 3.0	1,341	-18.6	1,332	-17.8
Six months ended April 30, 2003	30,643	2.2	1,647	6.2	1,620	- 5.0
Fiscal year ended October 31, 2003	60,494		2,350		2,447	

	Net Income		Net Income per Share of Common Stock	Net Income per Share of Common Stock Fully Diluted
	Millions of yen	%	Yen	Yen
Six months ended April 30, 2004	994	41.1	33.29	-
Six months ended April 30, 2003	704	- 5.9	23.35	21.07
Fiscal year ended October 31, 2003	953		31.30	28.30

Notes 1. Average number of shares outstanding during the period

Six months ended April 30, 2004 29,868,128 shares

Six months ended April 30, 2003 30,182,656 shares

Fiscal year ended October 31, 2003 30,030,383 shares

2. Are there any changes in accounting method? No

3. The percentages shown for revenues, operating income, ordinary income and net income are the percent increase or decrease compared to the same period of the prior fiscal year

(2) Dividends

	Interim Dividend per Share of Common Stock	Annual Dividend per Share of Common Stock
	Yen	Yen
Six months ended April 30, 2004	9.00	- - -
Six months ended April 30, 2003	9.00	- - -
Fiscal year ended October 31, 2003	- - -	18.00

(3) Financial Position

	Total Assets	Shareholders' Equity	Shareholders' Equity Ratio	Shareholders' Equity per Share
	Millions of yen	Millions of yen	%	Yen
Six months ended April 30, 2004	85,577	32,958	38.5	1,103.57
Six months ended April 30, 2003	95,383	31,625	33.2	1,058.20
Fiscal year ended October 31, 2003	87,627	32,004	36.5	1,071.50

Notes 1. Number of shares issued and outstanding at end of period

Six months ended April 30, 2004 29,865,040 shares

Six months ended April 30, 2003 29,886,520 shares

Fiscal year ended October 31, 2003 29,868,824 shares

2. Number of shares of treasury stock at end of period

Six months ended April 30, 2004 388,201 shares

Six months ended April 30, 2003 366,721 shares

Fiscal year ended October 31, 2003 384,417 shares

2. Projected Operating Results for the Fiscal Year Ending October 31, 2004

(November 1, 2003 - October 31, 2004)

	Revenues	Operating Income	Ordinary Income	Net Income	Annual Dividend per	
					Year-end	
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen	Yen
Full year	58,450	2,050	1,950	1,170	9.00	18.00

Reference: Projected net income per share of common stock (Full year) ¥39.18

*The above projections were prepared based upon information available to the Company at the time the projections were announced as well as various assumptions concerning the future economic and business environment. Actual operating results may differ from the projected figures depending upon various factors in the future.

IX Company Financial Statements

1. Comparative Balance Sheets

(Unit: Thousands of yen)

Category	Period		End of Current Fiscal Year Interim Period (As of April 30, 2004)		Prior Fiscal Year Summary Balance Sheet (As of October 31, 2003)	
	End of Prior Fiscal Year Interim Period (As of April 30, 2003)		Amount	Percent	Amount	Percent
(Assets)		%		%		%
I. Current Assets						
Cash and deposits	17,513,336		14,464,048		11,346,085	
Notes receivable, trade	12,997,444		10,821,369		10,148,086	
Accounts receivable, trade	7,957,917		7,920,844		11,159,099	
Inventory	417,595		530,632		376,014	
Other current assets	2,831,515		2,751,175		2,626,789	
Allowance for doubtful accounts	- 572,725		- 569,845		- 490,153	
Total Current Assets	41,145,083	43.1	35,918,224	42.0	35,165,921	40.1
Fixed Assets						
(1) Tangible Fixed Assets *1						
Rental equipment	14,233,517		10,670,114		12,932,042	
Buildings and structures	5,957,678		5,654,104		5,825,344	
Land *3	24,246,472		24,381,774		24,381,774	
Other tangible fixed assets *3	2,572,287		2,445,952		2,603,721	
Total Tangible Fixed Assets	47,009,955		43,151,946		45,742,882	
(2) Intangible Fixed Assets	100,322		108,188		97,367	
(3) Investments and Other Assets	7,685,843		7,224,758		7,390,949	
Allowance for doubtful accounts	- 558,152		- 596,090		- 540,255	
Reserve for investment losses	-		- 229,402		- 229,402	
Total Investments and Other Assets	7,127,691		6,399,264		6,621,291	
Total Fixed Assets	54,237,969	56.9	49,659,400	58.0	52,461,541	59.9
Total Assets	95,383,053	100.0	85,577,625	100.0	87,627,462	100.0

(Unit: Thousands of yen)

Category	Period	End of Prior Fiscal Year Interim Period (As of April 30, 2003)		End of Current Fiscal Year Interim Period (As of April 30, 2004)		Prior Fiscal Year Summary Balance Sheet (As of October 31, 2003)	
		Amount	Percent	Amount	Percent	Amount	Percent
(Liabilities)			%		%		%
Current Liabilities							
Notes payable, trade		7,897,457		7,738,928		7,387,353	
Accounts payable, trade		1,851,232		2,182,236		3,048,841	
Short-term bank loans		9,761,000		10,356,000		9,576,000	
Convertible bonds to be redeemed within one year		4,098,000		-		-	
Accounts payable, other		6,695,454		4,715,460		5,785,173	
Corporate taxes payable		772,739		636,363		644,977	
Accrued bonuses to employees		485,441		449,264		428,739	
Equipment notes payable		389,494		93,278		362,936	
Other current liabilities		573,695		554,106		522,736	
Total Current Liabilities		32,524,514	34.1	26,725,637	31.2	27,756,758	31.7
Long-term Liabilities							
Long-term bank loans		22,780,000		21,104,000		20,592,000	
Long-term accrued expenses		6,544,868		3,532,304		5,321,023	
Accrued employees retirement benefits		1,731,729		1,184,745		1,776,890	
Retirement allowance to directors and auditors		176,085		72,746		176,210	
Total Long-term Liabilities		31,232,683	32.7	25,893,796	30.3	27,866,123	31.8
Total Liabilities		63,757,198	66.8	52,619,433	61.5	55,622,882	63.5

(Unit: Thousands of yen)

Category	Period	End of Prior Fiscal Year Interim Period (As of April 30, 2003)		End of Current Fiscal Year Interim Period (As of April 30, 2004)		Prior Fiscal Year Summary Balance Sheet (As of October 31, 2003)	
		Amount	Percent	Amount	Percent	Amount	Percent
(Shareholders' Equity)	%		%		%		%
Common stock		8,596,737	9.0	8,596,737	10.0	8,596,737	9.8
Capital surplus							
Additional paid-in capital		9,720,343		9,720,343		9,720,343	
Total capital surplus		9,720,343	10.2	9,720,343	11.4	9,720,343	11.1
Earned surplus							
Legal earned surplus		1,372,487		1,375,287		1,375,287	
General reserve		10,900,000		11,281,684		10,981,684	
Unappropriated retained earnings (interim period)		1,293,643		1,519,528		1,140,402	
Total earned surplus		13,566,131	14.3	14,176,500	16.6	13,497,374	15.4
Valuation difference on other negotiable		- 91,375	-0.1	643,902	0.7	367,442	0.4
Treasury stock		-165,981	-0.2	-179,292	-0.2	-177,318	-0.2
Total Shareholders' Equity		31,625,855	33.2	32,958,191	38.5	32,004,580	36.5
Total Liabilities and Shareholders' Equity		95,383,053	100.0	85,577,625	100.0	87,627,462	100.0

2. Comparative Statements of Income

(Unit: Thousands of yen)

Category	Period	Prior Fiscal Year Interim Period (From November 1, 2002 to April 30, 2003)		Current Fiscal Year Interim Period (From November 1, 2003 to April 30, 2004)		Prior Fiscal Year Summary Statement of Income (From November 1, 2002 to October 31, 2003)	
		Amount	Percent	Amount	Percent	Amount	Percent
Operating revenues		30,643,479	100.0	29,726,200	100.0	60,494,281	100.0
Cost of revenues		23,058,298	75.2	22,481,134	75.6	46,694,601	77.2
Gross profit		7,585,180	24.8	7,245,066	24.4	13,799,680	22.8
Selling, general and administrative expenses		5,937,367	19.4	5,903,507	19.9	11,449,012	18.9
Operating income		1,647,813	5.4	1,341,558	4.5	2,350,667	3.9
Non-operating revenues	*1	240,563	0.8	262,784	0.9	609,144	1.0
Non-operating expenses	*2	267,386	0.9	271,773	0.9	512,783	0.8
Ordinary income		1,620,990	5.3	1,332,569	4.5	2,447,028	4.1
Extraordinary profits	*3	24,831	0.1	612,176	2.0	49,952	0.1
Extraordinary losses		295,931	1.0	95,958	0.3	640,169	1.1
Income before taxes and adjustments		1,349,890	4.4	1,848,787	6.2	1,856,811	3.1
Corporate, local and business taxes		749,641	2.4	597,617	2.0	1,031,595	1.7
Adjustment for corporate and other taxes		-104,396	-0.3	256,897	0.9	-128,717	-0.2
Net income		704,644	2.3	994,271	3.3	953,933	1.6
Profit carry-forward from prior period		588,999		557,483		588,999	
Cash dividends		-		-		268,978	
Loss on elimination of stock of affiliated company as a result of merger		-		32,226		133,551	
Unappropriated retained earnings		1,293,643		1,519,528		1,140,402	

3. Notes to the Interim Financial Statements and Significant Accounting Policies

Item \ Period	Prior Fiscal Year Interim Period (From November 1, 2002 to April 30, 2003)	Current Fiscal Year Interim Period (From November 1, 2003 to April 30, 2004)	Prior Fiscal Year (From November 1, 2002 to October 31, 2003)
1. Valuation standards and valuation methods for assets	<p>(1) Negotiable securities</p> <p>Common stock of subsidiaries and affiliated companies The Company has adopted the cost method based upon the moving average method</p> <p>Other negotiable securities Negotiable securities with a market on a securities exchange The Company has adopted the market value method (the full amount of the valuation difference is charged to equity using the direct transfer to capital method, with the disposal cost determined by the moving average method) based on the market price on the interim period closing date or similar prices</p> <p>Other negotiable securities The Company has adopted the cost method based upon the moving average method</p> <p>(2) Construction equipment Amount after deduction of depreciation expense calculated according to the declining-balance method from the original prices, by separate fiscal year of purchase</p> <p>(3) Merchandise inventories and supplies Merchandise inventory Lower of cost or market based on the last-in, first-out method</p> <p>Supplies The Latest purchase cost method</p>	<p>(1) Negotiable securities</p> <p>Common stock of subsidiaries and affiliated companies Same as at left</p> <p>Other negotiable securities Negotiable securities with a market on a securities exchange Same as at left</p> <p>Other negotiable securities Same as at left</p> <p>(2) Construction equipment Amount after deduction of depreciation expense calculated according to the declining-balance method from the original prices, by separate fiscal year of purchase</p> <p>(3) Merchandise inventories and supplies Merchandise inventory Same as at left</p> <p>Supplies Same as at left</p>	<p>(1) Negotiable securities</p> <p>Common stock of subsidiaries and affiliated companies Same as at left</p> <p>Other negotiable securities Negotiable securities with a market on a securities exchange The Company has adopted the market value method (the full amount of the valuation difference is charged to equity using the direct transfer to capital method, with the disposal cost determined by the moving average method) based on the market price on the accounting period closing date or similar prices</p> <p>Other negotiable securities Same as at left</p> <p>(2) Construction equipment Amount after deduction of depreciation expense calculated according to the declining-balance method from the original prices, by separate fiscal year of purchase</p> <p>(3) Merchandise inventories and supplies Merchandise inventory Same as at left</p> <p>Supplies Same as at left</p>

<p>2. Depreciation method for fixed assets</p>	<p>(1) Tangible fixed assets The Company has adopted the declining-balance method. Buildings on land that is leased under a fixed-term land lease agreement, however, are depreciated using the straight-line method using the remaining period of the fixed-term lease as the depreciable life and zero residual value. The depreciable lives mainly used by the Company are as follows. Rental assets: 5-10 years Buildings: 31-34 years</p> <p>(2) Intangible fixed assets Software for use within the Company is depreciated using the straight-line method based on the assumed useful life for internal use (5 years).</p> <p>(3) Long-term prepaid expenses The Company has adopted straight-line depreciation.</p>	<p>(1) Tangible fixed assets Same as at left</p> <p>(2) Intangible fixed assets Same as at left</p> <p>(3) Long-term prepaid expenses Same as at left</p>	<p>(1) Tangible fixed assets Same as at left</p> <p>(2) Intangible fixed assets Same as at left</p> <p>(3) Long-term prepaid expenses Same as at left</p>
<p>3. Accounting standards for allowances and reserves</p>	<p>(1) Allowance for doubtful accounts To provide for losses on doubtful accounts such as accounts receivable, the Company charges to income an amount based on actual loss experience for normal accounts, plus an amount for projected unrecoverable amounts based on assessments of individual accounts.</p> <p>(2) Accrued bonuses to employees To fully provide for expenditures of bonuses the Company will pay to employees, an amount is appropriated to the reserve during the interim period based upon a salary estimate amount.</p>	<p>(1) Allowance for doubtful accounts Same as at left</p> <p>(2) Accrued bonuses to employees Same as at left</p>	<p>(1) Allowance for doubtful accounts Same as at left</p> <p>(2) Accrued bonuses to employees To fully provide for expenditures of bonuses the Company will pay to employees, an amount is appropriated to the reserve during the fiscal year based upon a salary estimate amount.</p>

(3) Accrued employees retirement benefits
The Company provides for accrued employees' retirement benefits based upon the projected amounts of the liability for accrued employees retirement benefits and the value of pension assets at the end of the fiscal year. At the end of each interim period, the Company appropriates an amount to the reserve to provide for the liability recognized during the period. Past years' service liabilities are fully written off in the year incurred.
The difference based on an actuarial calculation is charged to income beginning in the fiscal year following the year in which incurred, with the amounts allocated proportionately using the straight-line method, based on a specified number of years (10 years) that is less than the average remaining period of employment for employees at the time the difference arises.

(3) Accrued employees retirement benefits
Same as at left

(3) Accrued employees retirement benefits
The Company provides for employees' accrued retirement benefits based upon the projected amounts of the liability for accrued employees' retirement benefits and the value of pension assets at the end of the fiscal year. At the end of each fiscal year, the Company appropriates an amount to the reserve to provide for the liability recognized during the period. Past years' service liabilities are fully written off in the year incurred.
The difference based on an actuarial calculation is charged to income beginning in the fiscal year following the year in which incurred, with the amounts allocated proportionately using the straight-line method, based on a specified number of years (10 years) that is less than the average remaining period of employment for employees at the time the difference arises.

(Supplemental information)

On January 1, 2004 the Company received approval from the Minister of Health, Labour and Welfare for exemption from the obligation to make future payments for the entrusted portion of the Employee Welfare Pension Fund, accompanying enforcement of the Defined Benefit Corporate Pension Law.

The Company has adopted the interim measures prescribed in Paragraph 47-2 of the Business Guidelines Concerning Retirement Benefit Accounting (Interim Report) concerning return of the entrusted portion of the corporate Employee Welfare Pension Fund (The Japanese Institute of Certified Public Accountants, Accounting System Committee Report No. 13), and on the day authorization was received the Company accounted for the retirement benefit liability related to the entrusted portion and the pension assets equivalent to the return amount as being extinguished.

The Company accounted for the affects accompanying this treatment by booking extraordinary profits of ¥606 million as of the end of the interim accounting period.

The returned equivalent amount (minimum actuarial liability) measured as of the end of the interim accounting period under review was ¥1,316 million.

	<p>(4) Retirement allowances to directors and auditors The Company provides for retirement allowances to directors and auditors based upon pertinent rules and appropriated to the account at the end of the interim period proportionately based upon length of service.</p> <p>(5)</p>	<p>(4) Retirement allowances to directors and auditors Same as at left</p> <p>(5) Reserve for investment losses The Company provides for losses from the decline in real prices of assets such as the stock of subsidiary companies that are subject to asset impairment accounting by applying internally established standards that take into consideration subsidiary company operating results and asset quality.</p>	<p>(4) Retirement allowances to directors and auditors The Company provides for retirement allowances to directors and auditors based upon pertinent rules and appropriated to the account at the end of the fiscal year proportionately based upon length of service.</p> <p>(5) Reserve for investment losses Same as at left</p>
4. Lease transactions	For finance lease transactions except for leases that transfer ownership of the property to the lessee, rent expenses are charged to income as payments are made.	Same as at left	Same as at left
5. Hedge transactions	<p>(1) Hedge transactions The Company accounts for hedge transactions using allocations based on accounting standards for foreign currency-denominated transactions, and special rule accounting based on accounting standards for financial products.</p> <p>(2) Hedge methods and hedged transactions The Company uses currency swaps and forward transactions in order to avoid the currency fluctuation risk related to the Company's foreign currency-denominated straight bonds and liabilities for import payments. The Company also uses interest swaps to avoid interest rate fluctuation risk related to interest on bank borrowing.</p> <p>(3) Hedging policies The Company's use of derivative transactions is limited to hedging risk within the scope of the Company's assets and liabilities subject to market fluctuation risk.</p>	<p>(1) Hedge transactions Same as at left</p> <p>(2) Hedge methods and hedged transactions Same as at left</p> <p>(3) Hedging policies Same as at left</p>	<p>(1) Hedge transactions Same as at left</p> <p>(2) Hedge methods and hedged transactions Same as at left</p> <p>(3) Hedging policies Same as at left</p>

	<p>(4) Method for evaluating the effectiveness of hedges</p> <p>The Company does not evaluate the effectiveness of its hedge transactions because it can assume that its currency swap transactions and forward transactions will completely offset market fluctuations or changes in cash flow from the time hedge begins until it is terminated. In addition, the Company's interest swap transactions fulfill the requirements for special rule accounting, and the Company has elected to use this in place of an evaluation of effectiveness.</p>	<p>(4) Method for evaluating the effectiveness of hedges</p> <p>Same as at left</p>	<p>(4) Method for evaluating the effectiveness of hedges</p> <p>Same as at left</p>
<p>6. Other significant matters for preparation of the interim period (fiscal year) financial statements</p>	<p>Accounting treatment of consumption tax</p> <p>Consumption tax is taken out of all Statement of Income items and Balance Sheet items, except mainly for receivables and payables.</p> <p>The suspense accounts for consumption tax receipts and consumption tax payable are included in "other current liabilities" because the financial importance is minimal after the amounts are offset.</p>	<p>Accounting treatment of consumption tax</p> <p>Same as at left</p>	<p>Accounting treatment of consumption tax</p> <p>Same as at left</p>

(Supplemental information)

Prior Fiscal Year Interim Period (From November 1, 2002 to April 30, 2003)	Current Fiscal Year Interim Period (From November 1, 2003 to April 30, 2004)	Prior Fiscal Year (From November 1, 2002 to October 31, 2003)
<p>(2) Accounting standards for treasury stock and reversal of legal reserves</p> <p>Beginning from the current interim period, Kanamoto will apply the Accounting Standard for Treasury Stock and Reversal of Legal Reserves (Corporate Accounting Standard No. 1). The effect of this change on the Company's Statement of Income for the interim period is not material.</p> <p>Based on amendment of the provisions concerning financial statements, the shareholders' equity section of the Comparative Balance Sheets has been prepared using the amended balance sheet provisions.</p>		<p>(2) Accounting standards for treasury stock and reversal of legal reserves</p> <p>Beginning from the current fiscal year, Kanamoto will apply the Accounting Standard for Treasury Stock and Reversal of Legal Reserves (Corporate Accounting Standard No. 1). The effect of this change on the Company's Statement of Income for the fiscal year is not material.</p> <p>Based on amendment of the provisions concerning financial statements, the shareholders' equity section of the Comparative Balance Sheets has been prepared using the amended balance sheet provisions.</p>

Notes

(Notes to the Interim Period Balance Sheets)

Item \ Period	Prior Fiscal Year Interim Period (As of April 30, 2003)	Current Fiscal Year Interim Period (As of April 30, 2004)	Prior Fiscal Year (As of October 31, 2003)
*1. Total accumulated depreciation for tangible fixed assets	40,783,697,000	38,412,724,000	41,201,008,000
*2. Contingent liabilities Joint and several guarantee of employee bank loans Debt guarantee of affiliated company (Active Power Corporation and Daiichi Machine Industries Co., Ltd.) loan liability	23,030,000 300,000,000	26,097,000 519,500,000	20,902,000 269,500,000
*3. Reduction to book value	Amounts for assets acquired in prior fiscal years for which accumulated book values were reduced by government subsidies ¥'000 Machinery and equipment 5,044 Land 3,569 Total 8,613	Amounts for assets acquired in prior fiscal years for which accumulated book values were reduced by government subsidies ¥'000 Machinery and equipment 5,044 Land 3,569 Total 8,613	Amounts for assets acquired in prior fiscal years for which accumulated book values were reduced by government subsidies ¥'000 Machinery and equipment 5,044 Land 3,569 Total 8,613

(Notes to the Interim Period Statements of Income)

Item \ Period	Prior Fiscal Year Interim Period (From November 1, 2002 To April 30, 2003)	Current Fiscal Year Interim Period (From November 1, 2003 to April 30, 2004)	Prior Fiscal Year (From November 1, 2002 to October 31, 2003)
*1. Principal items included in non-operating revenues			
Interest received	485,000	1,634,000	891,000
Gain on sale of investment securities	-	34,466,000	134,900,000
Rents received	76,261,000	76,308,000	153,875,000
Insurance benefits	2,857,000	16,893,000	23,148,000
Gain on redemption of corporate bonds by purchase	890,000	-	890,000
Cash bonus received	16,265,000	656,000	18,733,000
*2. Principal items included in non-operating expenses			
Interest expense	179,534,000	164,759,000	348,875,000
Interest on corporate bonds	15,428,000	-	23,947,000
*3. Principal items included in extraordinary profits			
Gain on return of entrusted portion of welfare pension fund	-	606,420,000	-
*4. Depreciation and amortization			
Tangible fixed assets	2,946,353,000	2,244,384,000	5,942,136,000
Intangible fixed assets	8,271,000	10,469,000	17,410,000

(Lease Transactions)

Item \ Period	Prior Fiscal Year Interim Period (From November 1, 2002 To April 30, 2003)	Current Fiscal Year Interim Period (From November 1, 2003 to April 30, 2004)	Prior Fiscal Year (From November 1, 2002 to October 31, 2003)
1. For finance lease transactions except leases that transfer ownership of the property to the lessee	1. Amounts corresponding to lease property acquisition prices, accumulated depreciation and outstanding balance at the end of the interim period	1. Amounts corresponding to lease property acquisition prices, accumulated depreciation and outstanding balance at the end of the interim period	1. Amounts corresponding to lease property acquisition prices, accumulated depreciation and outstanding balance at the end of the fiscal year accounting period
	Please refer to Annex A	Please refer to Annex B	Please refer to Annex C
	2. Outstanding balance of future lease payments at the end of the interim period	2. Outstanding balance of future lease payments at the end of the interim period	2. Outstanding balance of future lease payments at the end of the fiscal year
	¥'000	¥'000	¥'000
	Within one year 4,777,557	Within one year 5,613,634	Within one year 4,689,094
	After one year 15,119,581	After one year 16,855,922	After one year 16,064,070
	Total 19,897,139	Total 22,469,557	Total 20,753,164
	3. Amount of lease payments, depreciation expense and interest expense	3. Amount of lease payments, depreciation expense and interest expense	3. Amount of lease payments, depreciation expense and interest expense
	¥'000	¥'000	¥'000
	Lease payments 2,660,590	Lease payments 2,884,662	Lease payments 5,279,347
Depreciation expense 2,281,466	Depreciation expense 2,744,006	Depreciation expense 4,720,895	
Interest expense 324,051	Interest expense 422,324	Interest expense 656,827	
4. Accounting method for amount equivalent to depreciation expense Straight-line depreciation using the lease term as the depreciable life and zero residual value.	4. Accounting method for amount equivalent to depreciation expense Same as at left	4. Accounting method for amount equivalent to depreciation expense Same as at left	
5. Accounting method for amount equivalent to interest expense Interest method using the difference between total lease payments and the acquisition price of the lease property, allocated equally to each year.	5. Accounting method for amount equivalent to interest expense Same as at left	5. Accounting method for amount equivalent to interest expense Same as at left	
2. Operating leases	Future lease payments Within one year ¥1,897,034,000 After one year ¥3,290,904,000	Future lease payments Within one year ¥1,601,250,000 After one year ¥2,242,280,000	Future lease payments Within one year ¥1,789,778,000 After one year ¥3,238,604,000
	Total ¥5,187,939,000	Total ¥3,843,530,000	Total ¥5,028,382,000

(Negotiable Securities)

The stock of the Company's subsidiary companies and affiliated companies does not have a market price.

Annex A

	Acquisition price	Accumulated depreciation	Outstanding balance
	¥ '000	¥ '000	¥ '000
Rental assets	27,217,617	8,145,380	19,072,237
Other assets	548,519	246,135	302,383
Total	27,766,136	8,391,515	19,374,620

Annex B

	Acquisition price	Accumulated depreciation	Outstanding balance
	¥ '000	¥ '000	¥ '000
Rental assets	31,713,019	8,697,337	23,015,682
Other assets	400,596	171,671	228,924
Total	32,113,615	8,869,008	23,244,606

Annex C

	Acquisition price	Accumulated depreciation	Outstanding balance
	¥ '000	¥ '000	¥ '000
Rental assets	27,425,528	7,096,970	20,328,557
Other assets	458,792	193,647	265,145
Total	27,884,320	7,290,617	20,593,703

(Per Share Information)

Item \ Period	Prior Fiscal Year Interim Period (From November 1, 2002 To April 30, 2003)	Current Fiscal Year Interim Period (From November 1, 2003 to April 30, 2004)	Prior Consolidated Fiscal Year (From November 1, 2002 to October 31, 2003)
Net assets per share	¥1,058.20	¥1,103.57	¥1,071.50
Interim period net income per share	¥23.35	¥33.29	¥31.30
Interim period net income per share on a fully diluted basis	¥21.07		¥28.30

((Note) The basis for calculating interim period (fiscal year) earnings per share is as follows.

Item \ Period	Prior Fiscal Year Interim Period (From November 1, 2002 To April 30, 2003)	Current Fiscal Year Interim Period (From November 1, 2003 to April 30, 2004)	Prior Consolidated Fiscal Year (From November 1, 2002 to October 31, 2003)
Interim period (fiscal year) net income (¥ '000)	704,644	994,271	953,933
Amount not attributed to common stock shareholders (¥ '000)			14,100
Interim period (fiscal year) net income related to common stock (¥ '000)	704,644	994,271	939,833
Average number of outstanding shares during the period	30,182,656	29,868,128	30,030,383
Summary of latent stock not included in the calculation of interim period (fiscal year) earnings per share on a fully diluted basis because it does not have a dilution effect	New stock warrants (stock options) based on the provisions of Article 280-19 of the old Commercial Code	Same as at left	Same as at left