YANMAR CO., LTD. AND ITS CONSOLIDATED SUBSIDIARIES CONSOLIDATED BALANCE SHEETS AS OF MARCH 20, 2011 AND 2010

Total assets

		(Millions of yen)	
		Year ended	Year ended
ASSETS		March 20,2011	March 20,2010
Current assets:			
Cash and deposits	•••••	¥31,825	¥31,57
Notes and account receivables	•••••	113,827	114,940
Leasing receivable and Lease investment asset	•••••	5,972	4,823
Inventories	•••••	88,143	94,690
Short-term loans receivable	•••••	131	1,394
Deferred tax assets		13,293	8,640
Other current assets	•••••	14,323	14,444
Allowance for doubtful accounts	•••••	(2,052)	(1,205
Total current assets	•••••	265,465	269,30
Fixed assets:			
Tangible fixed assets			
Buildings and structures	•••••	50,875	53,093
Machinery, equipment and vehicles	•••••	30,372	34,50
Tools, furniture and fixtures	•••••	6,620	7,786
Land	•••••	88,586	89,97
Lease asset	•••••	3,242	2,292
Construction in progress	•••••	2,359	77
Total tangible fixed assets	•••••	182,056	188,43
Intangible fixed assets			
Consolidation goodwill	•••••	399	43
Other intangible fixed assets	•••••	3,436	4,31
Total intangible fixed assets	•••••	3,835	4,75
Investments and other assets			
Investments in securities	•••••	11,054	13,29
Long-term loans receivable	•••••	959	1,06
Deferred tax assets	•••••	6,620	8,58
Other investments and other assets	•••••	6,653	5,93
Allowance for doubtful accounts	•••••	(1,153)	(1,265
Reserve for loss from investments	•••••	(10)	(104
Total investments and other assets	•••••	24,123	27,50
Total fixed assets		210,016	220,68

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¥475,481

¥489,988

LABILITIES Year ended March 2.02101 Year ended March 2.02101 Current liabilities: Notes and account payable ¥86.683 ¥79.623 Short-term borrowings 21,187 30,382 Long-term borrowings to be repaid within one year 38,056 28,245 Lease obligation-current 6,765 3,546 Accrued payable and expenses 3,0402 30,083 Accrued income taxes 3,714 2,225 Deferred tax liabilities 3,72 2,225 Deferred tax liabilities 3,25 4,3 Accrued bonuses for directors 2,25 4,3 Reserve for loss of sales-current 1,642 616 Accrued warranty cost 7,064 7,216 Allowance for disaster loss 1,645 7,216 Other current liabilities 10,515 12,473 Total current liabilities 3,500 3,805 Long-term borrowings 126,119 149,534 Lease obligation-noncurrent 8,805 644 Lease obligation-noncurrent 8,205 6,200			(Millions	of yen)
Current liabilities: X 986,83 X 79,623 Notes and account payable X 98,683 X 79,623 Short-term borrowings 21,187 30,382 Long-term borrowings to be repaid within one year 38,056 28,245 Lease obligation-current 6,765 3,546 Accrued payable and expenses 30,402 30,083 Accrued income taxes 3,714 2,225 Deferred tax liabilities 0 35 Accrued bonuses for directors 25 43 Reserve for loss of sales-current 1,642 616 Accrued warranty cost 7,064 7,216 Allowance for disaster loss 1,642 616 Other current liabilities 10,515 12,473 Long-term borrowings 126,119 149,534 Lease obligation-noncurrent 8,805 694 Lease obligation-noncurrent 8,805 694 Lease obligation-noncurrent 8,805 694 Lease obligation-noncurrent 8,805 647 Consolidation negative goodwill 10,468<			Year ended	Year ended
Notes and account payable \$86,683 \$79,623 Short-term borrowings 21,187 30,382 Long-term borrowings to be repaid within one year 38,056 28,245 Lease obligation-current 6,765 3,546 Accrued payable and expenses 30,402 30,083 Accrued income taxes 3,714 2,225 Deferred tax liabilities 0 35 Accrued bonuses for directors 225 43 Accrued bonuses for directors 225 43 Reserve for loss of sales-current 1,642 616 Accrued warranty cost 1,664 — Allowance for disaster loss 1,664 — Other current liabilities 10,515 12,473 Total current liabilities 213,327 199,514 Long-term borrowings 126,119 149,534 Lease obligation-noncurrent 8,805 694 Deferred tax liabilities 3,500 3,985 Deferred tax liabilities related to land revaluation 10,468 10,733 Accrued directors' and statutory	LIABILITIES		March 20,2011	March 20,2010
Short-term borrowings 21,187 30,382 Long-term borrowings to be repaid within one year 38,056 28,245 Lease obligation-current 6,765 3,546 Accrued payable and expenses 30,402 30,833 Accrued income taxes 3,714 2,225 Deferred tax liabilities 0 35 Accrued bonuses for directors 5,402 5,021 Accrued bonuses for directors 225 43 Reserve for loss of sales-current 1,642 616 Accrued warranty cost 7,064 7,216 Accrued warranty cost 7,064 7,216 Allowance for disaster loss 10,515 12,473 Total current liabilities 213,327 199,514 Long-term liabilities 10,515 12,473 Total current liabilities 226,119 149,534 Lease obligation-noncurent 8,805 694 Lease obligation-noncurent 8,805 694 Lease obligation-noncurent 8,805 694 Lease obligation-noncurent 8,805	Current liabilities:			
Long-term borrowings to be repaid within one year 38,056 28,245 Lease obligation-current 3,546 3,546 Accrued payable and expenses 30,402 30,083 Accrued income taxes 3,714 2,225 Deferred tax liabilities 0 35 Accrued bonuses 5,402 5,021 Accrued bonuses for directors 225 43 Reserve for loss of sales-current 1,642 616 Accrued warranty cost 7,064 7,216 Allowance for disaster loss 1,664 — Other current liabilities 10,515 12,473 Total current liabilities 213,327 199,514 Long-term liabilities 213,327 199,514 Long-term liabilities 3,500 3,895 Lease obligation-noncurrent 8,805 694 Deferred tax liabilities related to land revaluation 10,468 10,733 Accrued employees' retirement benefits 19,085 18,752 Accrued directors' and statutory auditors' retirement benefits 19,085 18,752	Notes and account payable	•••••	,	¥79,623
Lease obligation-current 6,765 3,546 Accrued payable and expenses 30,402 30,083 Accrued income taxes 3,714 2,225 Deferred tax liabilities 0 35 Accrued bonuses for directors 225 43 Accrued bonuses for directors 225 43 Reserve for loss of sales-current 1,642 616 Accrued warranty cost 1,664 -7 Allowance for disaster loss 1,664 -7 Other current liabilities 10,515 12,473 Long-term borrowings 126,119 149,534 Lease obligation-noncurrent 8,805 694 Deferred tax liabilities 3,500 3,895 Deferred tax liabilities related to land revaluation 10,468 10,733 Accrued employees' retirement benefits 647 1,770 Reserve for loss of sales L/T 705 845 Consolidation negative goodwill 25 50 Other long-term liabilities 171,321 198,336 Total org-term liabilities 38	Short-term borrowings	•••••	21,187	30,382
Accrued payable and expenses 30,402 30,083 Accrued income taxes 3,714 2,225 Deferred tax liabilities 0 35 Accrued bonuses 5,402 5,021 Accrued bonuses for directors 225 43 Reserve for loss of sales-current 1,642 616 Accrued warranty cost 7,064 7,216 Allowance for disaster loss 10,515 12,473 Other current liabilities 213,327 199,514 Long-term liabilities 213,327 199,514 Long-term borrowings 126,119 149,534 Lease obligation-noncurrent 8,805 694 Deferred tax liabilities related to land revaluation 10,468 10,733 Accrued employees' retirement benefits 19,085 18,752 Accrued directors' and statutory auditors' retirement benefits 647 1,770 Reserve for loss of sales LT 705 845 Consolidation negative goodwill 25 50 Other long-term liabilities 171,321 198,336 Total	Long-term borrowings to be repaid within one year	•••••	38,056	28,245
Accrued income taxes 3,714 2,225 Deferred tax liabilities 0 35 Accrued bonuses for directors 5,402 5,021 Accrued bonuses for directors 225 43 Reserve for loss of sales-current 1,642 616 Accrued warranty cost 7,064 7,216 Allowance for disaster loss 1,664 — Other current liabilities 10,515 12,473 Total current liabilities 213,327 199,514 Long-term borrowings 126,119 149,534 Lease obligation-noncurrent 8,805 694 Deferred tax liabilities 3,500 3,895 Deferred tax liabilities related to land revaluation 10,468 10,733 Accrued directors' and statutory auditors' retirement benefits 647 1,770 Reserve for loss of sales L/T 705 845 Consolidation negative goodwill 25 50 Other long-term liabilities 1,962 12,060 Total long-term liabilities 2,530 2,530 Total long-term	Lease obligation-current	•••••	6,765	3,546
Deferred tax liabilities 0 35 Accrued bonuses 5,002 5,002 Accrued bonuses for directors 225 443 Reserve for loss of sales-current 1,642 616 Accrued warranty cost 7,064 7,216 Allowance for disaster loss 1,664 — Other current liabilities 10,515 12,473 Total current liabilities 213,327 199,514 Long-term liabilities 126,119 149,534 Lease obligation-noncurrent 8,805 694 Deferred tax liabilities related to land revaluation 10,468 10,733 Accrued employees' retirement benefits 19,085 18,752 Accrued directors' and statutory auditors' retirement benefits 647 1,770 Reserve for loss of sales L/T 705 845 Consolidation negative goodwill 25 50 Other long-term liabilities 1,962 12,060 Total long-term liabilities 17,1321 198,336 Total surplus 2,530 2,530 2,530	Accrued payable and expenses	•••••	30,402	30,083
Accrued bonuses 5,402 5,021 Accrued bonuses for directors 225 43 Reserve for loss of sales-current 1,642 616 Accrued warranty cost 7,064 7,216 Allowance for disaster loss 1,664 — Other current liabilities 213,327 199,514 Long-term liabilities 213,327 199,514 Long-term borrowings 126,119 149,534 Lease obligation-noncurrent 8,805 694 Deferred tax liabilities related to land revaluation 10,468 10,733 Accrued employees' retirement benefits 3,500 3,895 Accrued employees' retirement benefits 647 1,770 Reserve for loss of sales L/T 705 845 Consolidation negative goodwill 25 50 Other long-term liabilities 1,962 12,060 Total long-term liabilities 171,321 198,336 Total surplus 2,530 2,530 Retained earnings 73,990 70,357 Common stock 6,300	Accrued income taxes	•••••	3,714	2,225
Accrued bonuses for directors 225 43 Reserve for loss of sales-current 1,642 616 Accrued warranty cost 7,064 7,216 Allowance for disaster loss 1,664 — Other current liabilities 10,515 12,473 Total current liabilities 213,327 199,514 Long-term liabilities 213,327 199,514 Long-term borrowings 126,119 149,534 Lease obligation-noncurrent 8,805 694 Deferred tax liabilities 3,500 3,895 Deferred tax liabilities related to land revaluation 10,468 10,733 Accrued employees' retirement benefits 19,085 18,752 Accrued directors' and statutory auditors' retirement benefits 647 1,770 Reserve for loss of sales L/T 705 845 Consolidation negative goodwill 25 50 Other long-term liabilities 1,762 12,060 Total lang-term liabilities 1,71,321 198,336 Total liabilities 2,530 2,530	Deferred tax liabilities	•••••	0	35
Reserve for loss of sales-current 1,642 616 Accrued warranty cost 7,064 7,214 Allowance for disaster loss 1,664 — Other current liabilities 10,515 12,473 Total current liabilities 213,327 199,514 Long-term borrowings 126,119 149,534 Lease obligation-noncurrent 8,805 694 Deferred tax liabilities related to land revaluation 10,468 10,733 Accrued employees' retirement benefits 19,085 18,752 Accrued directors' and statutory auditors' retirement benefits 647 1,770 Reserve for loss of sales L/T 705 845 Consolidation negative goodwil 25 50 Other long-term liabilities 1,962 12,060 Total long-term liabilities 1,962 12,060 Total system 8,305 6,300 Capital surplus 6,300 6,300 Capital surplus 2,530 2,530 Retained earnings 73,990 70,357 Total shareholders' equity <td>Accrued bonuses</td> <td>•••••</td> <td>5,402</td> <td>5,021</td>	Accrued bonuses	•••••	5,402	5,021
Accrued warranty cost 7,064 7,216 Allowance for disaster loss 1,664 — Other current liabilities 10,515 12,473 Total current liabilities 213,327 199,514 Long-term liabilities: 2 126,119 149,534 Lease obligation-noncurrent 8,805 694 Deferred tax liabilities related to land revaluation 10,468 10,733 Accrued employees' retirement benefits 19,085 18,752 Accrued directors' and statutory auditors' retirement benefits 647 1,770 Reserve for loss of sales L/T 705 845 Consolidation negative goodwill 25 50 Other long-term liabilities 1,962 12,060 Total long-term liabilities 171,321 198,336 Total long-term liabilities 384,648 397,851 NET ASSETS Shareholders' equity: 6,300 6,300 6,300 Capital surplus 6,300 6,300 2,530 2,530 2,530 2,530 2,530 2,530 2,530<	Accrued bonuses for directors	•••••	225	43
Allowance for disaster loss Other current liabilities 1,664 10,515 12,473 Total current liabilities 10,515 12,473 Total current liabilities: 213,327 199,514 Long-term liabilities: 3,805 694 Lease obligation-noncurrent 8,805 694 Deferred tax liabilities related to land revaluation 10,468 10,733 Accrued employees' retirement benefits 19,085 18,752 Accrued directors' and statutory auditors' retirement benefits 647 1,770 Reserve for loss of sales L/T 705 845 Consolidation negative goodwill 25 50 Other long-term liabilities 1,962 12,060 Total long-term liabilities 171,321 198,336 Total liabilities 384,648 397,851 NET ASSETS Shareholders' equity: \$2,530 2,530 Common stock 6,300 6,300 Capital surplus 2,530 2,530 Retained earnings 73,990 70,357 Total shareholders' equity 82,821 79,187 Valuation and translation adjustment: 90,831 2,500 Unrealized holding gains on securities 578 1,160 Deferred gain/loss on hedges -	Reserve for loss of sales-current		1,642	616
Other current liabilities 10,515 12,473 Total current liabilities 213,327 199,514 Long-term liabilities: 126,119 149,534 Lease obligation-noncurrent 8,805 694 Deferred tax liabilities 3,500 3,895 Deferred tax liabilities related to land revaluation 10,468 10,733 Accrued employees' retirement benefits 647 1,770 Reserve for loss of sales L/T 705 845 Consolidation negative goodwill 25 50 Other long-term liabilities 1,962 12,060 Total long-term liabilities 171,321 198,336 Total liabilities 384,648 397,851 NET ASSETS Shareholders' equity: 6,300 6,300 Capital surplus 6,300 6,300 Capital surplus 2,530 2,530 Retained earnings 73,990 70,357 Total shareholders' equity 82,821 79,187 Valuation and translation adjustment: 578 1,160 <t< td=""><td>Accrued warranty cost</td><td></td><td>7,064</td><td>7,216</td></t<>	Accrued warranty cost		7,064	7,216
Total current liabilities 213,327 199,514 Long-term liabilities: 126,119 149,534 Lease obligation-noncurrent 8,805 694 Deferred tax liabilities 3,500 3,895 Deferred tax liabilities related to land revaluation 10,468 10,733 Accrued employees' retirement benefits 19,085 18,752 Accrued directors' and statutory auditors' retirement benefits 647 1,770 Reserve for loss of sales L/T 705 845 Consolidation negative goodwill 25 50 Other long-term liabilities 1,962 12,060 Total long-term liabilities 384,648 397,851 NET ASSETS Shareholders' equity: 2,530 2,530 Common stock 6,300 6,300 Capital surplus 2,530 2,530 Retained earnings 73,990 70,357 Total shareholders' equity 82,821 79,187 Valuation and translation adjustment: 1,160 Unrealized holding gains on securities 578 1,160	Allowance for disaster loss		1,664	_
Long-term liabilities: 126,119 149,534 Long-term borrowings 126,119 149,534 Lease obligation-noncurrent 8,805 694 Deferred tax liabilities 3,500 3,895 Deferred tax liabilities related to land revaluation 10,468 10,733 Accrued employees' retirement benefits 19,085 18,752 Accrued directors' and statutory auditors' retirement benefits 647 1,770 Reserve for loss of sales L/T 705 845 Consolidation negative goodwill 25 50 Other long-term liabilities 1,962 12,060 Total long-term liabilities 171,321 198,336 Total liabilities 384,648 397,851 NET ASSETS Shareholders' equity: 6,300 6,300 Capital surplus 2,530 2,530 Retained earnings 73,990 70,357 Total shareholders' equity 82,821 79,187 Valuation and translation adjustment: 578 1,160 Unrealized holding gains on securities 578	Other current liabilities		10,515	12,473
Long-term borrowings 126,119 149,534 Lease obligation-noncurrent 8,805 694 Deferred tax liabilities 3,500 3,895 Deferred tax liabilities related to land revaluation 10,468 10,733 Accrued employees' retirement benefits 19,085 18,752 Accrued directors' and statutory auditors' retirement benefits 647 1,770 Reserve for loss of sales L/T 705 845 Consolidation negative goodwill 25 50 Other long-term liabilities 1,962 12,060 Total long-term liabilities 171,321 198,336 Total liabilities 384,648 397,851 NET ASSETS Shareholders' equity: 2 50 Common stock 6,300 6,300 Capital surplus 2,530 2,530 Retained earnings 73,990 70,357 Total shareholders' equity 82,821 79,187 Valuation and translation adjustment: Unrealized holding gains on securities 578 1,160 Deferred gain/loss on hedges<	Total current liabilities	•••••	213,327	199,514
Lease obligation-noncurrent 8,805 694 Deferred tax liabilities 3,500 3,895 Deferred tax liabilities related to land revaluation 10,468 10,733 Accrued employees' retirement benefits 19,085 18,752 Accrued directors' and statutory auditors' retirement benefits 647 1,770 Reserve for loss of sales L/T 705 845 Consolidation negative goodwill 25 50 Other long-term liabilities 1,962 12,060 Total org-term liabilities 171,321 198,336 Total liabilities 384,648 397,851 NET ASSETS Shareholders' equity: 2,530 2,530 Common stock 6,300 6,300 Capital surplus 2,530 2,530 Retained earnings 73,990 70,357 Total shareholders' equity 82,821 79,187 Valuation and translation adjustment: Unrealized holding gains on securities 578 1,160 Deferred gain/loss on hedges 578 1,160 Surplus from land rev	Long-term liabilities:			
Deferred tax liabilities 3,500 3,895 Deferred tax liabilities related to land revaluation 10,468 10,733 Accrued employees' retirement benefits 19,085 18,752 Accrued directors' and statutory auditors' retirement benefits 647 1,770 Reserve for loss of sales L/T 705 845 Consolidation negative goodwill 25 50 Other long-term liabilities 1,962 12,060 Total long-term liabilities 171,321 198,336 Total liabilities 384,648 397,851 NET ASSETS Shareholders' equity: 2,530 2,530 Capital surplus 2,530 2,530 Retained earnings 73,990 70,357 Total shareholders' equity 82,821 79,187 Valuation and translation adjustment: Unrealized holding gains on securities 578 1,160 Deferred gain/loss on hedges — 0 Surplus from land revaluation 14,789 15,175 Translation adjustments (9,516) (5,409) Total	Long-term borrowings		126,119	149,534
Deferred tax liabilities related to land revaluation 10,468 10,733 Accrued employees' retirement benefits 19,085 18,752 Accrued directors' and statutory auditors' retirement benefits 647 1,770 Reserve for loss of sales L/T 705 845 Consolidation negative goodwill 25 50 Other long-term liabilities 1,962 12,060 Total long-term liabilities 171,321 198,336 Total liabilities 384,648 397,851 NET ASSETS Shareholders' equity: 6,300 6,300 Common stock 6,300 6,300 Capital surplus 2,530 2,530 Retained earnings 73,990 70,357 Total shareholders' equity 82,821 79,187 Valuation and translation adjustment: Unrealized holding gains on securities 578 1,160 Deferred gain/loss on hedges — 0 Surplus from land revaluation 14,789 15,175 Translation adjustments (9,516) (5,409) Total valuation t	Lease obligation-noncurrent		8,805	694
Accrued employees' retirement benefits 19,085 18,752 Accrued directors' and statutory auditors' retirement benefits 647 1,770 Reserve for loss of sales L/T 705 845 Consolidation negative goodwill 25 50 Other long-term liabilities 1,962 12,060 Total long-term liabilities 171,321 198,336 Total liabilities 384,648 397,851 NET ASSETS Shareholders' equity: Common stock 6,300 6,300 Capital surplus 2,530 2,530 Retained earnings 73,990 70,357 Total shareholders' equity 82,821 79,187 Valuation and translation adjustment: Unrealized holding gains on securities 578 1,160 Deferred gain/loss on hedges 578 1,75 Surplus from land revaluation 14,789 15,175 Translation adjustments (9,516) (5,409) Total valuation translation adjustment 5,851 10,925 Minority interests:	Deferred tax liabilities		3,500	3,895
Accrued directors' and statutory auditors' retirement benefits 647 1,770 Reserve for loss of sales L/T 705 845 Consolidation negative goodwill 25 50 Other long-term liabilities 1,962 12,060 Total long-term liabilities 384,648 397,851 NET ASSETS Shareholders' equity:	Deferred tax liabilities related to land revaluation		10,468	10,733
Reserve for loss of sales L/T 705 845 Consolidation negative goodwill 25 50 Other long-term liabilities 1,962 12,060 Total long-term liabilities 384,648 397,851 NET ASSETS Shareholders' equity: Common stock 6,300 6,300 Capital surplus 2,530 2,530 Retained earnings 73,990 70,357 Total shareholders' equity 82,821 79,187 Valuation and translation adjustment: 578 1,160 Deferred gain/loss on hedges 578 1,160 Deferred gain/loss on hedges 578 15,175 Surplus from land revaluation 14,789 15,175 Translation adjustments (9,516) (5,409) Total valuation translation adjustment 5,851 10,925 Minority interests: 2,161 2,023 Minority interests: 90,833 92,137	Accrued employees' retirement benefits		19,085	18,752
Reserve for loss of sales L/T 705 845 Consolidation negative goodwill 25 50 Other long-term liabilities 1,962 12,060 Total long-term liabilities 384,648 397,851 NET ASSETS Shareholders' equity: Common stock 6,300 6,300 Capital surplus 2,530 2,530 Retained earnings 73,990 70,357 Total shareholders' equity 82,821 79,187 Valuation and translation adjustment: 578 1,160 Deferred gain/loss on hedges 578 1,160 Deferred gain/loss on hedges 578 15,175 Surplus from land revaluation 14,789 15,175 Translation adjustments (9,516) (5,409) Total valuation translation adjustment 5,851 10,925 Minority interests: 2,161 2,023 Minority interests: 90,833 92,137	Accrued directors' and statutory auditors' retirement benefits		647	1,770
Other long-term liabilities 1,962 12,060 Total long-term liabilities 171,321 198,336 Total liabilities 384,648 397,851 NET ASSETS Shareholders' equity:			705	845
Total long-term liabilities 171,321 198,336 Total liabilities 384,648 397,851 NET ASSETS Shareholders' equity:	Consolidation negative goodwill		25	50
NET ASSETS Shareholders' equity: 6,300 2,530 2,530 2,530 2,530 70,357 70,357 70,357 70,187	Other long-term liabilities		1,962	12,060
NET ASSETS Shareholders' equity: 6,300 6,300 Common stock 6,300 2,530 Capital surplus 2,530 2,530 Retained earnings 73,990 70,357 Total shareholders' equity 82,821 79,187 Valuation and translation adjustment: Unrealized holding gains on securities 578 1,160 Deferred gain/loss on hedges - 0 Surplus from land revaluation 14,789 15,175 Translation adjustments (9,516) (5,409) Total valuation translation adjustment 5,851 10,925 Minority interests: 2,161 2,023 Total net assets 90,833 92,137	Total long-term liabilities	• • • • • • • • • • • • • • • • • • • •	171,321	198,336
Shareholders' equity: Common stock 6,300 6,300 Capital surplus 2,530 2,530 Retained earnings 73,990 70,357 Total shareholders' equity 82,821 79,187 Valuation and translation adjustment: Unrealized holding gains on securities 578 1,160 Deferred gain/loss on hedges - 0 Surplus from land revaluation 14,789 15,175 Translation adjustments (9,516) (5,409) Total valuation translation adjustment 5,851 10,925 Minority interests: 2,161 2,023 Total net assets 90,833 92,137	Total liabilities	•••••	384,648	397,851
Shareholders' equity: Common stock 6,300 6,300 Capital surplus 2,530 2,530 Retained earnings 73,990 70,357 Total shareholders' equity 82,821 79,187 Valuation and translation adjustment: Unrealized holding gains on securities 578 1,160 Deferred gain/loss on hedges - 0 Surplus from land revaluation 14,789 15,175 Translation adjustments (9,516) (5,409) Total valuation translation adjustment 5,851 10,925 Minority interests: 2,161 2,023 Total net assets 90,833 92,137				
Common stock 6,300 6,300 Capital surplus 2,530 2,530 Retained earnings 73,990 70,357 Total shareholders' equity 82,821 79,187 Valuation and translation adjustment: Unrealized holding gains on securities 578 1,160 Deferred gain/loss on hedges - 0 Surplus from land revaluation 14,789 15,175 Translation adjustments (9,516) (5,409) Total valuation translation adjustment 5,851 10,925 Minority interests: 2,161 2,023 Total net assets 90,833 92,137	NET ASSETS			
Capital surplus 2,530 2,530 Retained earnings 73,990 70,357 Total shareholders' equity 82,821 79,187 Valuation and translation adjustment: Total holding gains on securities 578 1,160 Deferred gain/loss on hedges — 0 Surplus from land revaluation 14,789 15,175 Translation adjustments (9,516) (5,409) Total valuation translation adjustment 5,851 10,925 Minority interests: 2,161 2,023 Total net assets 90,833 92,137	Shareholders' equity:			
Retained earnings 73,990 70,357 Total shareholders' equity 82,821 79,187 Valuation and translation adjustment: Unrealized holding gains on securities 578 1,160 Deferred gain/loss on hedges - 0 Surplus from land revaluation 14,789 15,175 Translation adjustments (9,516) (5,409) Total valuation translation adjustment 5,851 10,925 Minority interests: 2,161 2,023 Total net assets 90,833 92,137	Common stock		6,300	6,300
Total shareholders' equity 82,821 79,187 Valuation and translation adjustment: Unrealized holding gains on securities 578 1,160 Deferred gain/loss on hedges - 0 Surplus from land revaluation 14,789 15,175 Translation adjustments (9,516) (5,409) Total valuation translation adjustment 5,851 10,925 Minority interests: 2,161 2,023 Total net assets 90,833 92,137	Capital surplus		2,530	2,530
Valuation and translation adjustment: 578 1,160 Unrealized holding gains on securities 578 1,160 Deferred gain/loss on hedges - 0 Surplus from land revaluation 14,789 15,175 Translation adjustments (9,516) (5,409) Total valuation translation adjustment 5,851 10,925 Minority interests: 2,161 2,023 Total net assets 90,833 92,137	Retained earnings		73,990	70,357
Unrealized holding gains on securities 578 1,160 Deferred gain/loss on hedges - 0 Surplus from land revaluation 14,789 15,175 Translation adjustments (9,516) (5,409) Total valuation translation adjustment 5,851 10,925 Minority interests: 2,161 2,023 Total net assets 90,833 92,137	Total shareholders' equity	•••••	82,821	79,187
Deferred gain/loss on hedges — 0 Surplus from land revaluation 14,789 15,175 Translation adjustments (9,516) (5,409) Total valuation translation adjustment 5,851 10,925 Minority interests: 2,161 2,023 Total net assets 90,833 92,137	Valuation and translation adjustment:			
Surplus from land revaluation 14,789 15,175 Translation adjustments (9,516) (5,409) Total valuation translation adjustment 5,851 10,925 Minority interests: 2,161 2,023 Total net assets 90,833 92,137	Unrealized holding gains on securities		578	1,160
Translation adjustments (9,516) (5,409) Total valuation translation adjustment 5,851 10,925 Minority interests: 2,161 2,023 Total net assets 90,833 92,137	Deferred gain/loss on hedges		_	0
Total valuation translation adjustment 5,851 10,925 Minority interests: 2,161 2,023 Total net assets 90,833 92,137	Surplus from land revaluation		14,789	15,175
Minority interests: 2,161 2,023 Total net assets 90,833 92,137	Translation adjustments		(9,516)	(5,409)
Total net assets	Total valuation translation adjustment		5,851	10,925
	Minority interests:		2,161	2,023
Total liabilities and net assets 475,481 489,988	Total net assets		90,833	92,137
	Total liabilities and net assets		475,481	489,988

YANMAR CO., LTD. AND ITS CONSOLIDATED SUBSIDIARIES CONSOLIDATED STATEMENTS OF INCOME YEARS ENDED MARCH 20, 2011 AND 2010

		(Millions of yen)	
		Year ended	Year ended
		March 20,2011	March 20,2010
Net sales	•••••	¥499,136	¥448,831
Cost of sales	•••••	356,388	318,251
Gross profit	•••••	142,748	130,579
Selling, general and administrative expenses	•••••	123,452	123,093
Operating income	•••••	19,296	7,486
Non-operating income	•••••	3,422	2,393
Non-operating expenses	•••••	5,480	6,587
Ordinary income	•••••	17,238	3,292
Extraordinary gains	•••••	1,217	668
Extraordinary losses	•••••	8,590	7,143
Income before income taxes and minority interest	s · · · · · · · · · · · · · · · · · · ·	9,865	(3,183)
Income taxes—current	•••••	6,297	3,638
Income taxes—deferred	•••••	(3,618)	(2,032)
Minority interests	•••••	307	107
Net income	•••••	¥6,878	(¥4,896)

YANMAR CO., LTD. AND ITS CONSOLIDATED SUBSIDIARIES CONSOLIDATED STATEMENTS OF CASH FLOWS YEARS ENDED MARCH 20, 2011 AND 2010

	(Millions of yen)	
	Year ended	Year ended
	March 20,2011	March 20,2010
Cash flows from operating activities	¥50,221	¥33,236
Cash flows from investing activities	(14,382)	(9,775)
Cash flows from financing activities	(32,737)	(12,571)
Effect of exchange rate changes on cash and cash equivalents	(663)	492
Increase (decrease) on cash and cash equivalents	2,438	11,381
Cash and cash equivalents at beginning of period	29,088	17,699
Increase in cash for newly consolidated subsidiaries	45	6
Cash and cash equivalents at end of perioc	31,572	29,088