

Consolidated Statements of Comprehensive Income (Loss)

Kubota Corporation and Subsidiaries Years Ended March 31, 2007, 2006, and 2005

	Millions of Yen			Thousands of U.S. Dollars (Note 1)
	2007	2006	2005	2007
	Net income	¥76,457	¥ 81,034	¥117,901
Other comprehensive income (loss), net of tax (Note 14):				
Foreign currency translation adjustments	4,670	13,570	(1,468)	39,576
Unrealized gains (losses) on securities	(13,607)	45,017	517	(115,313)
Minimum pension liability adjustment	—	—	3,492	—
Unrealized gains (losses) on derivatives	(244)	675	(1,109)	(2,068)
Other comprehensive income (loss)	(9,181)	59,262	1,432	(77,805)
Comprehensive income	¥67,276	¥140,296	¥119,333	\$570,136

See notes to consolidated financial statements.

Consolidated Statements of Shareholders' Equity

Kubota Corporation and Subsidiaries Years Ended March 31, 2007, 2006, and 2005

	Shares of Common Stock Outstanding (Thousands)	Millions of Yen					Accumulated Other Comprehensive Income (Loss)	Treasury Stock at Cost
		Common Stock	Capital Surplus	Legal Reserve	Retained Earnings			
Balance, March 31, 2004	1,340,197	¥78,156	¥87,263	¥19,539	¥204,156	¥26,075	¥(24,107)	
Net income					117,901			
Other comprehensive income						1,432		
Cash dividends, ¥6 per common share					(7,989)			
Purchases of treasury stock	(39,784)						(21,407)	
Retirement of treasury stock					(23,881)		23,881	
Balance, March 31, 2005	1,300,413	78,156	87,263	19,539	290,187	27,507	(21,633)	
Net income					81,034			
Other comprehensive income						59,262		
Cash dividends, ¥9 per common share					(11,769)			
Purchases of treasury stock	(16,285)						(14,863)	
Retirement of treasury stock					(36,336)		36,336	
Conversion of bonds	15,360	5,914	5,887					
Balance, March 31, 2006	1,299,488	84,070	93,150	19,539	323,116	86,769	(160)	
Net income					76,457			
Other comprehensive loss						(9,181)		
Adjustment to initially apply SFAS No. 158, net of taxes						8,659		
Cash dividends, ¥11 per common share					(14,274)			
Purchases of treasury stock	(7,975)						(8,508)	
Retirement of treasury stock					(8,484)		8,484	
Balance, March 31, 2007	1,291,513	¥84,070	¥93,150	¥19,539	¥376,815	¥86,247	¥ (184)	

	Thousands of U.S. Dollars (Note 1)						
	Common Stock	Capital Surplus	Legal Reserve	Retained Earnings	Accumulated Other Comprehensive Income (Loss)	Treasury Stock at Cost	
Balance, March 31, 2006	\$712,458	\$789,407	\$165,585	\$2,738,271	\$735,331	\$ (1,356)	
Net income				647,941			
Other comprehensive loss					(77,805)		
Adjustment to initially apply SFAS No. 158, net of taxes					73,381		
Cash dividends, \$0.09 per common share				(120,967)			
Purchases of treasury stock							(72,102)
Retirement of treasury stock				(71,898)			71,898
Balance, March 31, 2007	\$712,458	\$789,407	\$165,585	\$3,193,347	\$730,907	\$ (1,560)	

See notes to consolidated financial statements.