

## Consolidated Statements of Comprehensive Income (Loss)

Kubota Corporation and Subsidiaries Years Ended March 31, 2008, 2007 and 2006

	Millions of Yen			Thousands of U.S. Dollars (Note 1)
	2008	2007	2006	2008
<b>Net income</b>	<b>¥ 68,026</b>	¥ 76,457	¥ 81,034	<b>\$ 680,260</b>
<b>Other comprehensive income (loss), net of tax (Note 13):</b>				
Foreign currency translation adjustments	(1,425)	4,670	13,570	(14,250)
Unrealized gains (losses) on securities	(36,834)	(13,607)	45,017	(368,340)
Unrealized gains (losses) on derivatives	(485)	(244)	675	(4,850)
Pension liability adjustment	(16,326)	—	—	(163,260)
<b>Other comprehensive income (loss)</b>	<b>(55,070)</b>	(9,181)	59,262	<b>(550,700)</b>
<b>Comprehensive income</b>	<b>¥ 12,956</b>	¥ 67,276	¥ 140,296	<b>\$ 129,560</b>

See notes to consolidated financial statements.

## Consolidated Statements of Shareholders' Equity

Kubota Corporation and Subsidiaries Years Ended March 31, 2008, 2007 and 2006

	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			
<b>Balance, March 31, 2005</b>	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					
<b>Balance, March 31, 2006</b>	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 adopt 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	
<b>Balance, March 31, 2007</b>	1,291,513	84,070	93,150	19,539	376,815	86,247	(184)	
Cumulative effect of adopting FIN 48					261			
Net income					68,026			
Other comprehensive loss						(55,070)		
Cash dividends, ¥13 per common share					(16,777)			
Purchases of treasury stock	(10,909)						(7,980)	
Retirement of treasury stock					(4,398)		4,398	
<b>Balance, March 31, 2008</b>	<b>1,280,604</b>	<b>¥84,070</b>	<b>¥93,150</b>	<b>¥19,539</b>	<b>¥423,927</b>	<b>¥31,177</b>	<b>¥(3,766)</b>	

	Thousands of U.S. Dollars (Note 1)					
	Common Stock	Capital Surplus	Legal Reserve	Retained Earnings	Accumulated Other Comprehensive Income (Loss)	Treasury Stock at Cost
<b>Balance, March 31, 2007</b>	\$840,700	\$931,500	\$195,390	\$3,768,150	\$862,470	\$(1,840)
Cumulative effect of adopting FIN 48				2,610		
Net income				680,260		
Other comprehensive loss					(550,700)	
Cash dividends, \$0.13 per common share				(167,770)		
Purchases of treasury stock						(79,800)
Retirement of treasury stock				(43,980)		43,980
<b>Balance, March 31, 2008</b>	<b>\$840,700</b>	<b>\$931,500</b>	<b>\$195,390</b>	<b>\$4,239,270</b>	<b>\$311,770</b>	<b>\$(37,660)</b>

See notes to consolidated financial statements.