

**Consolidated Financial Statements for the Year Ended March 31, 2011**  
**FY2011 (April 1, 2010 - March 31, 2011) [UNAUDITED]**

May 10, 2011

Company name: Takara Holdings Inc.  
 Stock exchange listing: Tokyo Stock Exchange(1st section) and Osaka Stock Exchange(1st section)  
 Code Number: 2531  
 URL: <http://www.takara.co.jp/>  
 Company representative: Hisashi Ohmiya, President  
 Contact: Takuya Kakemi, General Manager of Investor Relations TEL:(075)241-5124  
 Scheduled date of general shareholders' meeting: June 29, 2011  
 Scheduled date of starting delivery of dividends: June 29, 2011

- Notes: 1. The accompanying financial statements have been prepared in accordance with accounting principles and practices generally accepted in Japan.  
 2. Amounts are rounded down to the nearest million yen.

**1. Results for the year ended March 31, 2011 (April 1, 2010 – March 31, 2011)**

**(1) Operating results**

Note: Percentages indicated changes from the previous fiscal year.

	Year ended March 31, 2011		Year ended March 31, 2010	
	(Millions of yen)	(%)	(Millions of yen)	(%)
Net sales	189,769	(0.4)	190,525	(1.2)
Operating income	8,335	(2.8)	8,572	(3.1)
Ordinary income	8,427	(3.4)	8,727	0.3
Net income	3,788	(19.0)	4,677	(17.1)
Net income per share (Yen)	18.21		22.20	
Fully diluted net income per share (Yen)	18.21		22.20	
Return on equity		4.0		4.9
Ordinary income to total assets ratio		4.3		4.5
Operating income to net sales ratio		4.4		4.5
(Reference) Comprehensive income	471	(93.4)	7,113	-

**(2) Financial position**

	As of March 31, 2011	As of March 31, 2010
	(Millions of yen)	(Millions of yen)
Total assets	192,448	195,495
Net assets	106,895	109,206
Equity ratio (%)	49.0	49.4
Net assets per share (Yen)	454.21	459.92
(Reference) Equity	94,308	96,666

**(3) Cash flow**

	Year ended March 31, 2011	Year ended March 31, 2010
	(Millions of yen)	(Millions of yen)
Cash flow from operating activities	9,462	10,452
Cash flow from investing activities	(11,323)	(7,350)
Cash flow from financing activities	(3,199)	(3,219)
Cash and cash equivalents, end of year	28,384	33,624

**2. Dividends**

	Dividend per share (Yen)		
	Year ended March 31, 2010	Year ended March 31, 2011	Year ending March 31, 2012 (Forecast)
First quarter end	-	-	-
Second quarter end	-	-	-
Third quarter end	-	-	-
Year end	8.50	8.50	8.50
Annual	8.50	8.50	8.50
Total dividend (Millions of yen)	1,789	1,767	
Payout ratio (%)	38.3	46.7	44.1
Dividend on equity (%)	1.9	1.9	

### 3. Forecast for the year ending March 31, 2012 (April 1, 2011 – March 31, 2012)

Note: Percentages indicated changes from the same period of the previous fiscal year.

	Six months ending September 30, 2011		Year ending March 31, 2012	
	(Millions of yen)	(%)	(Millions of yen)	(%)
Net sales	94,500	3.3	197,300	4.0
Operating income	2,300	(29.2)	8,400	0.8
Ordinary income	2,400	(25.8)	8,700	3.2
Net income	900	(34.7)	4,000	5.6
Net income per share (Yen)	4.33		19.26	

### 4. Others

- (1) Important changes in subsidiaries : No
- (2) Changes in principles, procedures and display of accounting method concerning consolidated statement policies.
  - 1) Changes in accounting policies : Yes
  - 2) Other changes : No
- (3) Number of outstanding shares (common stock)
  - 1) Number of outstanding shares at year end (Treasury stocks are included)
    - As of March 31, 2011 : 217,699,743
    - As of March 31, 2010 : 217,699,743
  - 2) Number of treasury stocks at year end
    - As of March 31, 2011 : 10,069,310
    - As of March 31, 2010 : 7,519,781
  - 3) Average number of outstanding shares
    - Year ended March 31, 2011 : 208,048,960
    - Year ended March 31, 2010 : 210,642,717

### (Reference) Non-consolidated financial review

#### 1. Results for the year ended March 31, 2011 (April 1, 2010 – March 31, 2011)

##### (1) Operating results

Note: Percentages indicated changes from the previous fiscal year.

	Year ended March 31, 2011		Year ended March 31, 2010	
	(Millions of yen)	(%)	(Millions of yen)	(%)
Net sales	5,498	4.2	5,279	9.7
Operating income	4,305	1.7	4,234	9.5
Ordinary income	3,877	(5.4)	4,097	7.3
Net income	2,116	(20.1)	2,650	(41.8)
Net income per share (Yen)	10.16		12.57	
Fully diluted net income per share (Yen)	-		-	

##### (2) Financial position

	As of March 31, 2011	As of March 31, 2010
	(Millions of yen)	(Millions of yen)
Total assets	111,566	115,773
Net assets	75,655	77,672
Equity ratio (%)	67.8	67.1
Net assets per share (Yen)	363.86	369.04
(Reference) Equity	75,655	77,672