

Unaudited Supplemental Financial Section

非監査の補足財務報告

Consolidated Financial Statements of SHiDAX FOOD SERVICE CORPORATION and Consolidated Subsidiaries and Non-Consolidated Financial Statements of SHiDAX COMMUNITY CORPORATION

シダックスフードサービス(株)の連結財務諸表およびシダックス・コミュニティー(株)の単独財務諸表

SHiDAX FOOD SERVICE CORPORATION and Consolidated Subsidiaries

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Note: In accordance with Japan's accounting procedures, the financial statements of SHiDAX FOOD SERVICE Corp. and SHiDAX COMMUNITY Corp. are summaries, and have not been independently audited.

注) シダックスフードサービス(株)およびシダックス・コミュニティー(株)の財務諸表は日本の会計表記法に基づいて、要約したものであり、また、監査を受けているものではありません。

Consolidated Balance Sheets

March 31, 2004 and 2003—Unaudited

	Millions of Yen	
	2004	2003
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	¥ 5,681	¥ 8,536
Trade notes and accounts receivable	7,315	6,664
Inventories	320	279
Loans receivable	65	465
Other accounts receivable	95	—
Deferred tax assets	622	551
Other	135	330
Allowance for doubtful accounts	(46)	(19)
Total current assets	<u>14,187</u>	<u>16,807</u>
FIXED ASSETS:		
Tangible fixed assets:		
Buildings and structures	1,358	1,379
Machinery, equipment and vehicles	10	11
Furniture and fixtures	1,604	1,700
Land	220	220
Other	17	0
Accumulated depreciation	(1,731)	(1,669)
Total tangible fixed assets	<u>1,478</u>	<u>1,641</u>
Intangible fixed assets:		
Goodwill	—	—
Other	116	117
Total intangible fixed assets	<u>116</u>	<u>117</u>
INVESTMENTS AND OTHER ASSETS:		
Investments securities	854	668
Long-term loans	229	467
Deferred tax assets	3,467	3,050
Other	2,550	3,908
Allowance for doubtful accounts	(1,837)	(1,882)
Total investments and other assets	<u>5,263</u>	<u>6,210</u>
Total fixed assets	<u>6,857</u>	<u>7,968</u>
TOTAL	<u>¥ 21,044</u>	<u>¥ 24,775</u>

	Millions of Yen	
	2004	2003
LIABILITIES		
CURRENT LIABILITIES:		
Accounts payable	¥ 5,419	¥ 4,391
Short-term debt	3,093	2,867
Current portion of long-term debt	1,320	1,472
Current portion of bonds	—	—
Other accounts payable	1,027	986
Accrued income taxes	170	24
Accrued expenses	2,601	2,082
Allowance for bonus payable	1,241	1,176
Other	106	739
Total current liabilities	<u>15,157</u>	<u>13,738</u>
LONG-TERM LIABILITIES:		
Long-term debt, less current portion	3,325	4,645
Liability for employees' retirement benefits	—	2,892
Retirement allowances for directors and corporate auditors	347	343
Other	126	128
Total long-term liabilities	<u>3,798</u>	<u>8,009</u>
Total liabilities	<u>18,955</u>	<u>21,746</u>
SHAREHOLDERS' EQUITY		
Common stock	100	297
Additional paid-in capital	197	—
Retained earnings	1,681	2,744
Unrealized loss on available-for-sale securities	111	(12)
Total shareholders' equity	<u>2,089</u>	<u>3,029</u>
TOTAL	<u>¥ 21,044</u>	<u>¥ 24,775</u>

Consolidated Statements of Income

Years Ended March 31, 2004 and 2003—Unaudited

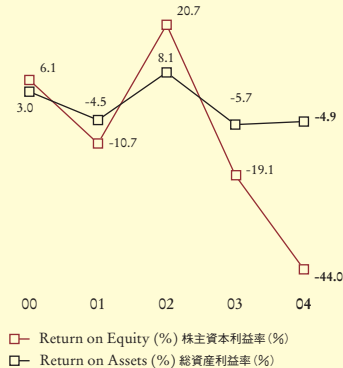
	Millions of Yen	
	2004	2003
NET SALES	¥ 70,650	¥ 65,684
COST OF SALES	64,822	62,932
Gross profit	5,828	2,752
SELLING, GENERAL AND ADMINISTRATIVE EXPENSES:		
Payroll and bonuses	2,115	411
Provision for accrued bonuses	258	54
Retirement benefit costs	168	23
Welfare and other labor costs	351	102
Supply expenses	154	17
Depreciation and amortization	98	42
Operating fees	326	379
Management service fees	315	485
Advertising expenses	488	439
Other	2,161	603
Total selling, general and administrative expenses	6,434	2,554
Operating income (loss)	(606)	198
OTHER INCOME:		
Dividend and interest income	37	82
Rental income	52	60
Other	16	58
Total other income	105	201
OTHER EXPENSES:		
Interest expenses	166	84
Transfer to allowance for bad debt	—	13
Other	9	21
Total other expenses	175	118
Ordinary income (loss)	(676)	281
EXTRAORDINARY GAIN:		
Gain on sale of investments	—	—
Reversal of allowance for doubtful receivables	—	26
Gain on dissolution of a contributory funded defined benefit pension plan	1,079	—
Total extraordinary income	1,079	26
EXTRAORDINARY LOSS:		
Loss from closure of branch offices	32	92
Loss from write-down of investment securities	—	297
Foreign exchange loss	623	1,532
Transfer to allowance for bad debt	—	—
Other	86	69
Total extraordinary loss	741	1,989
INCOME (LOSS) BEFORE INCOME TAXES	(338)	(1,682)
INCOME TAXES—CURRENT	172	102
INCOME TAXES—DEFERRED	616	(29)
MINORITY INTERESTS IN NET INCOME	—	—
NET INCOME (LOSS)	¥ (1,126)	¥ (1,756)

SHiDAX FOOD SERVICE CORPORATION

シダックスフードサービス(株)

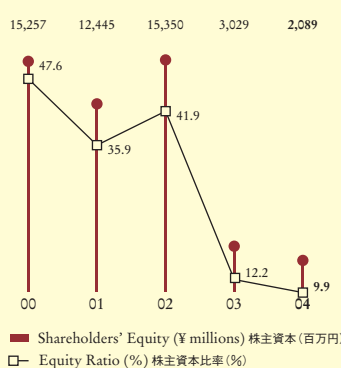
Return on Equity & Return on Assets

株主資本利益率 & 総資産利益率



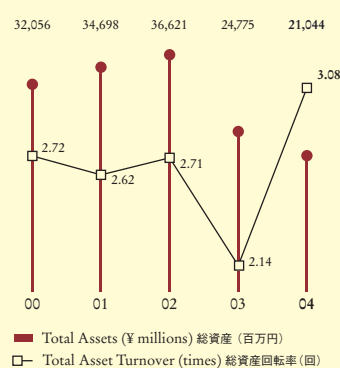
Shareholders' Equity & Equity Ratio

株主資本 & 株主資本比率



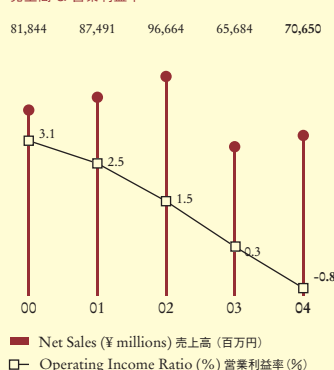
Total Assets & Total Asset Turnover

総資産 & 総資産回転率



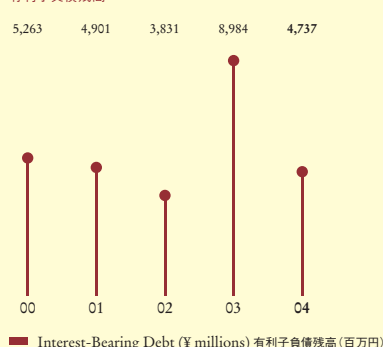
Net Sales & Operating Income Ratio

売上高 & 営業利益率



Interest-Bearing Debt

有利子負債残高



Capital Expenditures & Depreciation and Amortization

設備投資 & 減価償却費



(Millions of Yen 百万円)

Years ended March 31 3月31日

	2000	2001	2002	2003	2004
Net sales 売上高	81,844	87,491	96,664	65,684	70,650
Contracted food services コントラクトフードサービス事業	60,754	62,375	72,823	38,500	37,480
Medical food services メディカルフードサービス事業	15,953	19,220	22,571	27,139	31,524
Others その他の事業	5,137	5,895	1,270	45	1,646
Operating income 営業利益	2,550	2,154	1,403	198	(606)
Net income 当期純利益	907	(1,488)	2,874	(1,756)	(1,126)
Shareholders' equity 株主資本	15,257	12,445	15,350	3,029	2,089
Total assets 総資産	32,056	34,698	36,621	24,775	21,044
Interest-bearing debt 有利子負債残高	5,263	4,901	727	8,984	7,738
Capital expenditures 設備投資額	403	487	392	593	185
Depreciation and amortization 減価償却費	720	779	738	300	296
Return on equity (%) 株主資本利益率 (%)	6.1	(10.7)	20.7	(19.1)	(44.0)
Return on assets (%) 総資産利益率 (%)	3.0	(4.5)	8.1	(5.7)	(4.9)
Operating income ratio (%) 営業利益率 (%)	3.1	2.5	1.5	0.3	0.8
Total asset turnover (times) 総資産回転率 (回)	2.72	2.62	2.71	2.14	3.08
Equity ratio (%) 株主資本比率 (%)	47.6	35.9	41.9	12.2	9.9
Number of domestic branch offices 国内営業店数	2,145	2,236	2,469	2,177	2,287

Notes: 1. On March 28, 2002, SHiDAX Corporation sold its share in Shidax USA Ltd. Net sales of Shidax USA Ltd. included in the accounts of SHiDAX FOOD SERVICE Corp. for fiscal 2001 totaled ¥34,142 million.

2. To increase the SHiDAX Group's fund-application efficiency, SHiDAX FOOD SERVICE Corp. conducted a ¥7,651.8 million paid-in capital decrease on March 28, 2003. The value of SHiDAX Corporation's shares in SHiDAX FOOD SERVICE Corp. declined by a corresponding amount.

注) 1. シダックス(株)は、2002年3月28日にShidax USA Ltd.の株式を売却しました。2002年の連結会計年度においてシダックスフードサービス(株)に含まれるShidax USA Ltd.の売上高は34,142百万円です。

2. シダックスフードサービス(株)は、当社グループの資金効率を高めることを目的として、2003年3月28日付で、7,651,800千円の有償減資を行いました。また、これに伴いシダックス(株)が保有する同社株式が同額減少いたしました。

Non-Consolidated Balance Sheets

March 31, 2004 and 2003—Unaudited

	Millions of Yen	
	2004	2003
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	¥ 2,363	¥ 3,050
Accounts receivable	149	101
Raw materials	196	160
Supplies	178	137
Prepaid expenses	1,119	1,004
Deferred tax assets	279	234
Other accounts receivable	883	925
Other	38	27
Allowance for doubtful accounts	(0)	(1)
Total current assets	<u>5,204</u>	<u>5,637</u>
FIXED ASSETS:		
Tangible fixed assets:		
Buildings and structures	43,535	37,468
Furniture and fixtures	3,471	2,737
Land	19	0
Construction in progress	41	46
Accumulated depreciation	(12,649)	(10,022)
Total tangible fixed assets	<u>34,417</u>	<u>30,229</u>
Intangible fixed assets:		
Land lease right	18	20
Other	94	94
Total intangible assets	<u>112</u>	<u>114</u>
INVESTMENTS AND OTHER ASSETS:		
Long-term prepaid expense	718	827
Deferred tax assets	1,070	721
Guarantee money paid	3,075	8,127
Deposit	6,328	5,340
Other	3,720	3,317
Allowance for doubtful accounts	(657)	(285)
Total investments and other assets	<u>14,254</u>	<u>18,047</u>
Total fixed assets	<u>48,783</u>	<u>48,390</u>
TOTAL ASSETS	<u>¥ 53,987</u>	<u>¥ 54,027</u>

	Millions of Yen	
	2004	2003
LIABILITIES		
CURRENT LIABILITIES:		
Accounts payable	¥ 1,670	¥ 1,467
Short-term debt	7,204	3,122
Current portion of long-term debt	12,042	13,491
Other accounts payable	3,037	2,508
Accrued income taxes	708	1,621
Accrued expenses	1,147	927
Deposits received	—	169
Allowance for bonus payable	185	148
Other	434	372
Total current liabilities	<u>26,428</u>	<u>23,826</u>
LONG-TERM LIABILITIES:		
Long-term debt, less current portion	19,650	22,102
Guarantee deposits received	251	240
Liability for employees' retirement benefits	—	12
Retirement allowances for directors and corporate auditors	38	34
Other	0	0
Total long-term liabilities	<u>19,939</u>	<u>22,387</u>
Total liabilities	<u>46,367</u>	<u>46,213</u>
SHAREHOLDERS' EQUITY		
Common stock	100	108
Additional paid-in capital	3,638	3,630
Retained earnings	3,882	4,076
Total shareholders' equity	<u>7,620</u>	<u>7,814</u>
TOTAL	<u>¥ 53,987</u>	<u>¥ 54,027</u>

Non-Consolidated Statements of Income

Years Ended March 31, 2004 and 2003—Unaudited

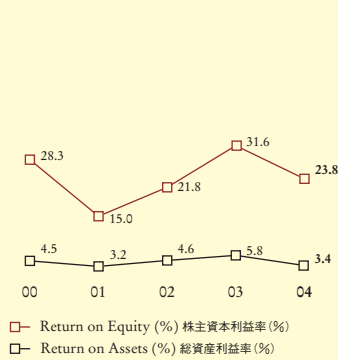
	Millions of Yen	
	2004	2003
NET SALES	¥ 59,756	¥ 50,926
COST OF SALES	49,350	41,333
Gross profit	10,406	9,593
SELLING, GENERAL AND ADMINISTRATIVE EXPENSES:		
Advertising expenses	372	324
Executive salaries	40	37
Payroll	750	608
Bonuses	66	47
Provision for accrued bonuses	76	44
Legal welfare	109	75
Welfare	88	58
Recruiting and training	57	60
Travel expenses	225	180
Depreciation and amortization	8	9
Supply expenses	37	14
Communication expenses	107	98
Rent expenses	381	118
Commission expenses	2,348	1,586
Other	825	255
Total selling, general and administrative expenses	5,489	3,513
Operating income	4,917	6,080
OTHER INCOME:		
Interest income	1	2
Commission income	49	28
Other	21	11
Total other income	71	41
OTHER EXPENSES:		
Interest expenses	743	695
Other	12	10
Total other expenses	755	705
Ordinary income	4,233	5,416
EXTRAORDINARY GAIN:		
Gain on sale of fixed assets	92	244
Other	2	—
Total extraordinary income	94	244
EXTRAORDINARY LOSS:		
Loss on disposal of fixed assets	37	60
Transfer to allowance for bad debt	100	—
Other	707	1
Total extraordinary loss	844	61
INCOME BEFORE INCOME TAXES	3,483	5,599
INCOME TAXES—CURRENT	2,043	2,750
INCOME TAXES—DEFERRED	(349)	(173)
NET INCOME	¥ 1,834	¥ 3,023

SHiDAX COMMUNITY CORPORATION

シダックス・コミュニティー (株)

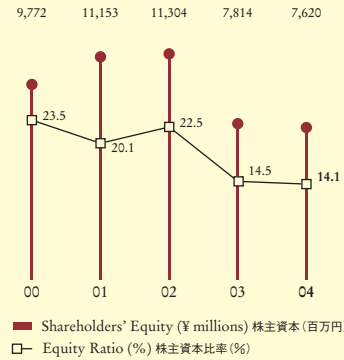
Return on Equity & Return on Assets

株主資本利益率 & 総資産利益率



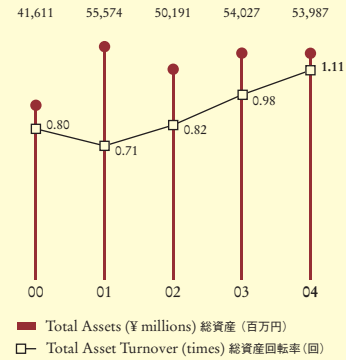
Shareholders' Equity & Equity Ratio

株主資本 & 株主資本比率



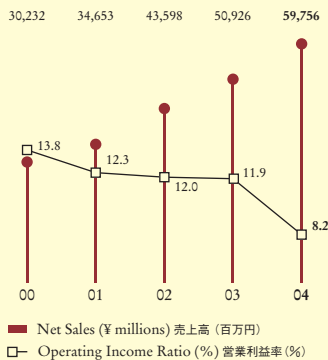
Total Assets & Total Asset Turnover

総資産 & 総資産回転率



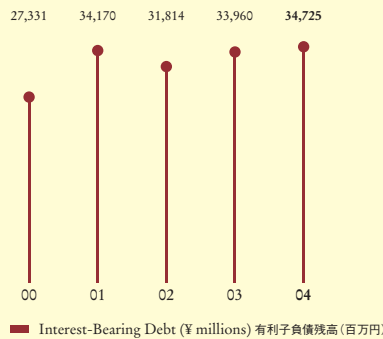
Net Sales & Operating Income Ratio

売上高 & 営業利益率



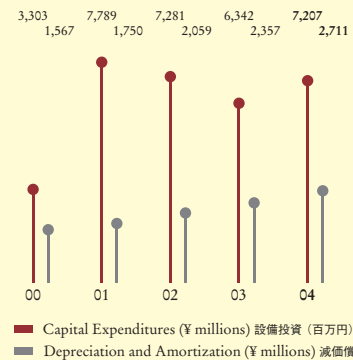
Interest-Bearing Debt

有利子負債残高



Capital Expenditures & Depreciation and Amortization

設備投資 & 減価償却費



Years ended March 31 3月31日	(Millions of Yen 百万円)				
	2000	2001	2002	2003	2004
Net sales 売上高	30,232	34,653	43,598	50,926	59,756
Operating income 営業利益	4,170	4,270	5,246	6,080	4,917
Net income 当期純利益	1,720	1,570	2,447	3,023	1,834
Shareholders' equity 株主資本	9,772	11,153	11,304	7,814	7,620
Total assets 総資産	41,611	55,574	50,191	54,027	53,987
Interest-bearing debt 有利子負債残高	27,331	34,170	32,497	38,896	38,715
Capital expenditures 設備投資額	3,303	7,789	7,281	6,342	7,207
Depreciation and amortization 減価償却費	1,567	1,750	2,059	2,357	2,711
Return on equity (%) 株主資本利益率(%)	28.3	15.0	21.8	31.6	23.8
Return on assets (%) 総資産利益率(%)	4.5	3.2	4.6	5.8	3.4
Operating income ratio (%) 営業利益率(%)	13.8	12.3	12.0	11.9	8.2
Total asset turnover (times) 総資産回転率(回)	0.80	0.71	0.82	0.98	1.11
Equity ratio (%) 株主資本比率(%)	23.5	20.1	22.5	14.5	14.1
Number of outlets 営業店数	140	174	213	250	281
Number of rooms ルーム数	7,128	8,897	10,868	12,740	14,429

Notes: To increase the SHiDAX Group's fund-application efficiency, SHiDAX COMMUNITY Corp. conducted a ¥2,784.9 million paid-in capital decrease on March 28, 2003. The value of SHiDAX Corporation's shares in SHiDAX COMMUNITY Corp. declined by a corresponding amount.

注) シダックス・コミュニティー(株)は、当社グループの資金効率を高めることを目的として、2003年3月28日付で、2,784,900千円の有償減資を行いました。また、これに伴いシダックス(株)が保有する同社株式が同額減少いたしました。