

Consolidated Statements of Comprehensive Income (Loss)

Kubota Corporation and Subsidiaries Years Ended March 31, 2006, 2005, and 2004

	Millions of Yen			Thousands of U.S. Dollars (Note 1)
	2006	2005	2004	2006
	Net income	¥ 81,034	¥117,901	¥11,700
Other comprehensive income (loss), net of tax (Note 14):				
Foreign currency translation adjustments	13,570	(1,468)	(7,535)	115,983
Unrealized gains on securities	45,017	517	43,368	384,761
Minimum pension liability adjustment	—	3,492	37,565	—
Unrealized gains (losses) on derivatives	675	(1,109)	772	5,769
Other comprehensive income	59,262	1,432	74,170	506,513
Comprehensive income	¥140,296	¥119,333	¥85,870	\$1,199,111

See notes to consolidated financial statements.

Consolidated Statements of Shareholders' Equity

Kubota Corporation and Subsidiaries Years Ended March 31, 2006, 2005, and 2004

	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, 2003	1,345,450	¥78,156	¥87,263	¥19,539	¥200,517	¥(48,095)	¥(21,937)
Net income					11,700		
Other comprehensive income						74,170	
Cash dividends, ¥6 per common share					(8,061)		
Purchases of treasury stock	(5,253)						(2,170)
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)

	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, 2005	\$668,000	\$745,838	\$167,000	\$2,480,231	\$235,102	\$(184,897)
Net income				692,598		
Other comprehensive income					506,513	
Cash dividends, \$0.08 per common share				(100,590)		
Purchases of treasury stock						(127,034)
Retirement of treasury stock				(310,564)		310,564
Conversion of bonds	50,547	50,316				
Balance, March 31, 2006	\$718,547	\$796,154	\$167,000	\$2,761,675	\$741,615	\$ (1,367)

See notes to consolidated financial statements.