



Consolidated Statements of Changes in Equity

Brother Industries, Ltd. and Consolidated Subsidiaries
Years ended March 31, 2011 and 2010

	Thousands	Millions of Yen											
	Number of Shares of Common Stock Outstanding	Common Stock	Capital Surplus	Stock Acquisition Rights	Retained Earnings	Treasury Stock	Accumulated other comprehensive income (loss)				Total	Minority Interests	Total Equity
							Unrealized Gain (Loss) on Available-for-sale Securities	Deferred Gain (Loss) Under Hedge Accounting	Foreign Currency Translation Adjustments				
BALANCE, APRIL 1, 2009	267,649	¥ 19,210	¥ 16,134	¥ 195	¥ 197,083	¥ (11,672)	¥ (30)	¥ 3,114	¥ (27,048)	¥ 196,986	¥ 2,385	¥ 199,371	
Adjustment of retained earnings due to change in scope of consolidation	—	—	—	—	310	—	—	—	—	310	—	310	
Net income	—	—	—	—	19,629	—	—	—	—	19,629	—	19,629	
Cash dividends, ¥ 20.00 per share	—	—	—	—	(5,375)	—	—	—	—	(5,375)	—	(5,375)	
Acquisition of treasury stock	(39)	—	—	—	—	(40)	—	—	—	(40)	—	(40)	
Sale of treasury stock	24	—	15	—	—	10	—	—	—	25	—	25	
Net increase in stock acquisition rights	—	—	—	92	—	—	—	—	—	92	—	92	
Net increase in unrealized gain on available-for-sale securities	—	—	—	—	—	—	3,128	—	—	3,128	—	3,128	
Net decrease in deferred gain under hedge accounting	—	—	—	—	—	—	—	(2,013)	—	(2,013)	—	(2,013)	
Net change in foreign currency translation adjustments	—	—	—	—	—	—	—	—	(232)	(232)	—	(232)	
Net decrease in minority interests	—	—	—	—	—	—	—	—	—	—	(1,363)	(1,363)	
BALANCE, MARCH 31, 2010	267,634	19,210	16,149	287	211,647	(11,702)	3,098	1,101	(27,280)	212,510	1,022	213,532	
Adjustment of retained earnings due to change in scope of consolidation	—	—	—	—	(1,246)	—	—	—	—	(1,246)	—	(1,246)	
Decrease due to split-off type of corporate divestiture	—	—	—	—	(375)	—	—	—	—	(375)	—	(375)	
Net income	—	—	—	—	26,238	—	—	—	—	26,238	—	26,238	
Cash dividends, ¥ 22.00 per share	—	—	—	—	(5,912)	—	—	—	—	(5,912)	—	(5,912)	
Acquisition of treasury stock	(20)	—	—	—	—	(17)	—	—	—	(17)	—	(17)	
Sale of treasury stock	34	—	8	—	—	30	—	—	—	38	—	38	
Net increase in stock acquisition rights	—	—	—	52	—	—	—	—	—	52	—	52	
Net decrease in unrealized gain on available-for-sale securities	—	—	—	—	—	—	(653)	—	—	(653)	—	(653)	
Net decrease in deferred gain under hedge accounting	—	—	—	—	—	—	—	(1,192)	—	(1,192)	—	(1,192)	
Net change in foreign currency translation adjustments	—	—	—	—	—	—	—	—	(8,981)	(8,981)	—	(8,981)	
Net decrease in minority interests	—	—	—	—	—	—	—	—	—	—	(1,015)	(1,015)	
BALANCE, MARCH 31, 2011	267,648	¥ 19,210	¥ 16,157	¥ 339	¥ 230,352	¥ (11,689)	¥ 2,445	¥ (91)	¥ (36,261)	¥ 220,462	¥ 7	¥ 220,469	

	Thousands of U.S. Dollars (Note 1)											
	Common Stock	Capital Surplus	Stock Acquisition Rights	Retained Earnings	Treasury Stock	Accumulated other comprehensive income (loss)				Total	Minority Interests	Total Equity
						Unrealized Gain (Loss) on Available-for-sale Securities	Deferred Gain (Loss) Under Hedge Accounting	Foreign Currency Translation Adjustments				
BALANCE, MARCH 31, 2010	\$ 231,446	\$ 194,567	\$ 3,457	\$ 2,549,964	\$ (140,988)	\$ 37,325	\$ 13,265	\$ (328,675)	\$ 2,560,361	\$ 12,313	\$ 2,572,674	
Adjustment of retained earnings due to change in scope of consolidation	—	—	—	(15,012)	—	—	—	—	(15,012)	—	(15,012)	
Decrease due to split-off type of corporate divestiture	—	—	—	(4,518)	—	—	—	—	(4,518)	—	(4,518)	
Net income	—	—	—	316,120	—	—	—	—	316,120	—	316,120	
Cash dividends, \$ 0.27 per share	—	—	—	(71,229)	—	—	—	—	(71,229)	—	(71,229)	
Acquisition of treasury stock	—	—	—	—	(205)	—	—	—	(205)	—	(205)	
Sale of treasury stock	—	96	—	—	362	—	—	—	458	—	458	
Net increase in stock acquisition rights	—	—	627	—	—	—	—	—	627	—	627	
Net decrease in unrealized gain on available-for-sale securities	—	—	—	—	—	(7,867)	—	—	(7,867)	—	(7,867)	
Net decrease in deferred gain under hedge accounting	—	—	—	—	—	—	(14,361)	—	(14,361)	—	(14,361)	
Net change in foreign currency translation adjustments	—	—	—	—	—	—	—	(108,205)	(108,205)	—	(108,205)	
Net decrease in minority interests	—	—	—	—	—	—	—	—	—	(12,229)	(12,229)	
BALANCE, MARCH 31, 2011	\$ 231,446	\$ 194,663	\$ 4,084	\$ 2,775,325	\$ (140,831)	\$ 29,458	\$ (1,096)	\$ (436,880)	\$ 2,656,169	\$ 84	\$ 2,656,253	

See notes to consolidated financial statements.