onsolidated Statement of Changes in Equity

Brother Industries, Ltd. and Consolidated Subsidiaries Year ended March 31, 2012

•	Thousands	ds Millions of Yen										
					,		Accumulated other comprehensive income (loss)					
	Number of Shares of Common Stock Outstanding	Common Stock	Capital Surplus	Stock Acquisition Rights	Retained Earnings	Treasury Stock	Unrealized Gain (Loss) on Available-for- sale Securities	Deferred (Loss) Gain Under Hedge Accounting	Foreign Currency Translation Adjustments	Total	Minority Interests	Total Equity
BALANCE, APRIL 1, 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 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 change in the year				52			(653)	(1,192)	(8,981)	(10,774)	(1,015)	(11,789)
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
Adjustment of retained earnings due to change in scope of consolidation	_	_	_	_	298	_	_	_	_	298	_	298
Net income	_	_	_	_	19,525	_	_	_	_	19,525	_	19,525
Cash dividends, ¥ 24 per share	_	_	_	_	(6,450)	_	_	_	_	(6,450)	_	(6,450)
Acquisition of treasury stock	(14)	_	_	_	_	(10)	_	_	_	(10)	_	(10)
Sale of treasury stock	35	_	(6)	_	_	26	_	_	_	20	_	20
Net change in the year	_	_	_	81	_	_	(268)	(94)	(2,143)	(2,424)	(3)	(2,427)
BALANCE, MARCH 31, 2012	267,669	¥ 19,210	¥ 16,151	¥ 420	¥ 243,725	¥ (11,673)	¥ 2,177	¥ (185)	¥ (38,404)	¥ 231,421	¥ 4	¥ 231,425

	Thousands of U.S. Dollars (Note 1)										
						Accumulated other comprehensive income (loss)					
	Common Stock	Capital Surplus	Stock Acquisition Rights	Retained Earnings	Treasury Stock	Unrealized Gain (Loss) on Available-for- sale Securities	Deferred Loss Under Hedge Accounting	Foreign Currency Translation Adjustments	Total	Minority Interests	Total Equity
BALANCE, MARCH 31, 2011	\$ 234,268	\$ 197,037	\$4,134	\$2,809,171	\$ (142,549)	\$29,817	\$ (1,110)	\$ (442,207)	\$2,688,561	\$ 85	\$2,688,646
Adjustment of retained earnings due to change in scope of consolidation	_	_	_	3,634	_	_	_	_	3,634	_	3,634
Net income	_	_	_	238,110	_	_	_	_	238,110	_	238,110
Cash dividends, \$ 0.29 per share	_	_	_	(78,659)	_	_	_	_	(78,659)	_	(78,659)
Acquisition of treasury stock	_	_	_	_	(122)	_	_	_	(122)	_	(122)
Sale of treasury stock	_	(74)	_	_	317	_	_	_	243	_	243
Net change in the year	_	_	988	_	_	(3,268)	(1,146)	(26,134)	(29,560)	(36)	(29,596)
BALANCE, MARCH 31, 2012	\$ 234,268	\$ 196,963	\$5,122	\$2,972,256	\$ (142,354)	\$26,549	\$ (2,256)	\$ (468,341)	\$2,822,207	\$ 49	\$2,822,256

See notes to consolidated financial statements.