onsolidated Statement of Changes in Equity

Brother Industries, Ltd. and Consolidated Subsidiaries Year ended March 31, 2014

	Thousands Millions of Yen												
	Accumulated Other Comprehensive Income												
	Number of Shares of Common Stock Outstanding	Common Stock	Capital Surplus	Stock Acquisition Rights	Retained Earnings	Treasury Stock	Unrealized Gain on Available-for- Sale Securities	Deferred Loss Under Hedge Accounting	Foreign Currency Translation Adjustments	Deferred Retirement Benefit Plans	Total	Minority Interests	Total Equity
BALANCE, APRIL 1, 2012	267,669	¥ 19,210	¥ 16,151	¥ 420	¥ 243,725	¥ (11,673)	¥ 2,177	¥ (185)	¥ (38,404)		¥ 231,421	¥ 4 ¥	231,425
Adjustment of retained earnings due to change in scope of consolidation	_	_	_	_	539	_	_	_	_	_	539	_	539
Net income	_	_	_	_	17,826	_	_	_	_	_	17,826	_	17,826
Cash dividends, ¥24 per share	_	_	_	_	(6,451)	_	_	_	_	_	(6,451)	_	(6,451)
Acquisition of treasury stock	(1,159)	_	_	_	_	(1,704)	_	_	_	_	(1,704)	_	(1,704)
Sale of treasury stock	100	_	313	_	_	406	_	_	_	_	719	_	719
Net change in the year	_	_	_	39	_	_	168	(258)	20,999	_	20,948	15,469	36,417
BALANCE, MARCH 31, 2013	266,610	19,210	16,464	459	255,639	(12,971)	2,345	(443)	(17,405)	_	263,298	15,473	278,771
Adjustment of retained earnings due to change in scope of consolidation	_	_	_	_	(326)	_	_	_	_	_	(326)	_	(326)
Net income	_	_	_	_	19,221	_	_	_	_	_	19,221	_	19,221
Cash dividends, ¥24 per share	_	_	_	_	(6,378)	_	_	_	_	_	(6,378)	_	(6,378)
Acquisition of treasury stock	(1,230)	_	216	_	_	(1,131)	_	_	_	_	(915)	1,122	207
Sale of treasury stock	38	_	3	_	_	27	_	_	_	_	30	_	30
Net change in the year	_	_	_	74	_	_	1,864	(1,091)	21,899	¥ (5,979)	16,767	18	16,785
BALANCE, MARCH 31, 2014	265,418	¥ 19,210	¥ 16,683	¥ 533	¥ 268,156	¥ (14,075)	¥ 4,209	¥ (1,534)	¥ 4,494	¥ (5,979)	¥ 291,697	¥ 16,613 ¥	308,310

	Thousands of U.S. Dollars (Note 1)											
		Capital Surplus	Stock Acquisition Rights	Retained Earnings	Treasury Stock	Accumulated Other Comprehensive Income						
	Common Stock					Unrealized Gain on Available-for- Sale Securities	Deferred Loss Under Hedge Accounting	Foreign Currency Translation Adjustments	Deferred Retirement Benefit Plans	Total	Minority Interests	Total Equity
BALANCE, MARCH 31, 2013	\$ 186,505	\$ 159,845	\$4,457	\$2,481,932	\$ (125,932)	\$22,767	\$ (4,301)	\$ (168,981)	_	\$ 2,556,292	\$150,223	\$2,706,515
Adjustment of retained earnings due to change in scope of consolidation	_	_	_	(3,166)	_	_	_	_	_	(3,166)	_	(3,166)
Net income	_	_	_	186,612	_	_	_	_	_	186,612	_	186,612
Cash dividends, \$0.23 per share	_	_	_	(61,922)	_	_	_	_	_	(61,922)	_	(61,922)
Acquisition of treasury stock	_	2,097	_	_	(10,980)	_	_	_	_	(8,883)	10,893	2,010
Sale of treasury stock	_	29	_	_	262	_	_	_	_	291	_	291
Net change in the year	_	_	718	_	_	18,097	(10,592)	212,612	\$ (58,049)	162,786	175	162,961
BALANCE, MARCH 31, 2014	\$ 186,505	\$ 161,971	\$ 5,175	\$2,603,456	\$ (136,650)	\$40,864	\$(14,893)	\$ 43,631	\$ (58,049)	\$2,832,010	\$161,291	\$2,993,301

See notes to consolidated financial statements.