

# Reconciliation of the Disclosed Non-GAAP Financial Measures to the Most Directly Comparable GAAP Financial Measures

## 1. EBITDA and EBITDA margin

	Billions of yen	
	Three months ended June 30, 2006	Three months ended June 30, 2005
<b>a. EBITDA</b>	<b>¥ 445.0</b>	¥ 455.0
Depreciation and amortization	(169.3)	(165.5)
Losses on sale or disposal of property, plant and equipment	(3.0)	(1.9)
Operating income	272.7	287.6
Other income (expense)	1.7	65.8
Income taxes	(110.7)	(144.8)
Equity in net losses of affiliates	(0.1)	(0.8)
Minority interests in consolidated subsidiaries	(0.0)	0.0
<b>b. Net income</b>	<b>163.5</b>	207.9
<b>c. Total operating revenues</b>	<b>1,218.6</b>	1,187.1
<b>EBITDA margin (=a/c)</b>	<b>36.5%</b>	38.3%
<b>Net income margin (=b/c)</b>	<b>13.4%</b>	17.5%

Note: EBITDA and EBITDA margin, as we use them, are different from EBITDA as defined in Item 10(e) of regulation S-K and may not be comparable to similarly titled measures used by other companies.

## 2. Free cash flows excluding changes in investments for cash management purpose

	Billions of yen	
	Three months ended June 30, 2006	Three months ended June 30, 2005
<b>Free cash flows excluding changes in investments for cash management purpose</b>	<b>(¥ 165.9)</b>	¥ 135.2
Changes in investments for cash management purpose	(0.4)	50.0
<b>Free cash flows</b>	<b>(166.2)</b>	185.2
Net cash used in investing activities	(264.6)	(141.2)
Net cash provided by operating activities	98.4	326.3

Note: Changes in investments for cash management purpose were derived from purchases, redemption at maturity and disposals of financial instruments held for cash management purpose with original maturities of longer than three months.