

**Kansai International Airport Company, Ltd.**

**Consolidated Balance Sheets**  
**March 31, 2012 and 2011**

ASSETS	Millions of Yen		Thousands of U.S. Dollars	LIABILITIES AND EQUITY	Millions of Yen		Thousands of U.S. Dollars
	2012	2011	2012		2012	2011	2012
<b>CURRENT ASSETS:</b>				<b>CURRENT LIABILITIES:</b>			
Cash and cash equivalents	¥ 10,619	¥ 10,402	\$ 129,500	Short-term bank loans	¥ 8,000	¥ 3,900	\$ 97,561
Receivables:				Current maturities of long-term debt	144,356	173,452	1,760,439
Trade accounts	5,627	5,094	68,622	Payables:			
Other	2,135	231	26,037	Trade accounts	3,376	2,843	41,171
Other current assets	2,510	2,365	30,610	Construction and other	6,084	5,196	74,195
Allowance for doubtful accounts	(4)	(13)	(49)	Other current liabilities	6,348	6,161	77,414
<b>Total current assets</b>	<b>20,887</b>	<b>18,079</b>	<b>254,720</b>	<b>Total current liabilities</b>	<b>168,164</b>	<b>191,552</b>	<b>2,050,780</b>
<b>PROPERTY, PLANT AND EQUIPMENT</b>				<b>LONG-TERM LIABILITIES:</b>			
Land	1,054,862	1,054,412	12,864,171	Long-term debt	1,083,381	1,083,615	13,211,963
Buildings and structures	770,631	777,034	9,397,939	Long-term deposits received	6,706	7,317	81,780
Machinery and equipment	92,622	93,457	1,129,536	Other long-term liabilities	3,636	3,096	44,342
Furniture and fixtures	18,423	18,980	224,671	<b>Total long-term liabilities</b>	<b>1,093,723</b>	<b>1,094,028</b>	<b>13,338,085</b>
Construction in progress	406,488	400,976	4,957,171				
Total	2,343,026	2,344,859	28,573,488	<b>EQUITY</b>			
Accumulated depreciation	(486,951)	(470,842)	(5,938,427)	Common stock, 17,542 thousand shares authorized in 2012 and 2011; 16,299 thousand shares issued and outstanding in 2012 and 2011	814,990	814,990	9,938,902
<b>Net property, plant and equipment</b>	<b>1,856,075</b>	<b>1,874,017</b>	<b>22,635,061</b>	Deficits	(199,291)	(207,530)	(2,430,377)
<b>INVESTMENTS AND OTHER ASSETS</b>	<b>1,017</b>	<b>1,324</b>	<b>12,402</b>	<b>Total</b>	<b>615,699</b>	<b>607,460</b>	<b>7,508,525</b>
				Minority Interests	393	380	4,793
<b>TOTAL</b>	<b>¥ 1,877,979</b>	<b>¥ 1,893,420</b>	<b>\$ 22,902,183</b>	<b>Total equity</b>	<b>616,092</b>	<b>607,840</b>	<b>7,513,318</b>
				<b>TOTAL</b>	<b>¥ 1,877,979</b>	<b>¥ 1,893,420</b>	<b>\$ 22,902,183</b>

**Kansai International Airport Company, Ltd.**

**Consolidated Statements of Income**  
**Years Ended March 31, 2012 and 2011**

	Millions of Yen		Thousands of
	<u>2012</u>	<u>2011</u>	<u>U.S. Dollars</u>
			<u>2012</u>
OPERATING REVENUES:			
Airport facilities	¥ 46,824	¥ 48,255	\$ 571,024
Airport service	16,196	15,053	197,512
Airport - other	21,201	21,835	258,549
Railway facilities	4,079	4,211	49,744
Total operating revenues	<u>88,300</u>	<u>89,354</u>	<u>1,076,829</u>
OPERATING EXPENSES:			
Airport - facilities and service operations	25,032	23,692	305,268
Airport - other operations	10,131	10,449	123,549
Airport - selling, general and administrative	9,546	8,855	116,415
Airport - depreciation	22,507	23,976	274,476
Total airport operating expenses	<u>67,216</u>	<u>66,972</u>	<u>819,708</u>
Railway facilities - operations	858	836	10,463
Railway facilities - general and administrative	96	91	1,171
Railway facilities - depreciation	2,359	2,416	28,768
Total railway operating expenses	<u>3,313</u>	<u>3,343</u>	<u>40,402</u>
Total operating expenses	<u>70,529</u>	<u>70,315</u>	<u>860,110</u>
OPERATING INCOME	<u>17,771</u>	<u>19,039</u>	<u>216,719</u>
OTHER INCOME(EXPENSES):			
Interest income	137	192	1,671
Government subsidy	7,500	7,500	91,463
Interest expense	(16,142)	(18,233)	(196,854)
Other - net	(768)	(1,066)	(9,365)
Other expenses - net	<u>(9,273)</u>	<u>(11,607)</u>	<u>(113,085)</u>
INCOME BEFORE INCOME TAXES AND MINORITY INTERESTS	<u>8,498</u>	<u>7,432</u>	<u>103,634</u>
INCOME TAXES			
Current	106	102	1,293
Deferred	50	(48)	609
Total income taxes	<u>156</u>	<u>54</u>	<u>1,902</u>
NET INCOME BEFORE MINORITY INTERESTS	<u>8,342</u>	<u>7,378</u>	<u>101,732</u>
MINORITY INTERESTS IN NET INCOME OF SUBSIDIARIES	<u>103</u>	<u>51</u>	<u>1,256</u>
NET INCOME	<u>¥ 8,239</u>	<u>¥ 7,327</u>	<u>100,476</u>
		Yen	U.S. Dollars
INCOME PER COMMON SHARE	¥ 505.46	¥ 449.89	\$ 6,164.1

**Kansai International Airport Company,Ltd**

**Consolidated Statement of Comprehensive Income**  
**Year Ended March 31, 2012 and 2011**

---

	Millions of Yen		Thousands of
	<u>2012</u>	<u>2011</u>	<u>U.S. Dollars</u>
NET INCOME BEFORE MINORITY INTEREST	¥ 8,342	¥ 7,378	\$ 101,732
COMPREHENSIVE INCOME	<u>8,342</u>	<u>7,378</u>	<u>101,732</u>
TOTAL COMPREHENSIVE INCOME			
ATTRIBUTABLE TO			
Owners of the parent	¥ 8,239	¥ 7,327	\$ 100,476
Minority interests	103	51	1,256

**Kansai International Airport Company, Ltd.**

**Consolidated Statements of Changes in Equity  
Years Ended March 31, 2012 and 2011**

	Thousands	Millions of Yen				
	Number of Shares of Common Stock Issued	Common Stock	Deficits	Total	Minority interest	Total Equity
BALANCE, APRIL 1, 2010	16,276	813,820	(214,857)	598,963	329	599,292
Issuance of common stock	23	1,170		1,170		1,170
Net income			7,327	7,327		7,327
Net change in the year					51	51
BALANCE, MARCH 31, 2011	16,299	814,990	(207,530)	607,460	380	607,840
Net income			8,239	8,239		8,239
Net change in the year					13	13
BALANCE, MARCH 31, 2012	<u>16,299</u>	<u>¥ 814,990</u>	<u>¥ (199,291)</u>	<u>¥ 615,699</u>	<u>¥ 393</u>	<u>¥ 616,092</u>

**Kansai International Airport Company, Ltd.**

**Consolidated Statements of Changes in Equity  
Years Ended March 31, 2012 and 2011**

	Thousands of U.S. dollars				
	Common Stock	Deficits	Total	Minority interest	Total Equity
BALANCE, MARCH 31, 2011	\$ 9,938,902	\$ (2,530,853)	\$ 7,408,049	\$ 4,634	\$ 7,412,683
Net income		100,476	100,476		100,476
Net change in the year				159	159
BALANCE, MARCH 31, 2012	<u>\$ 9,938,902</u>	<u>\$ (2,430,377)</u>	<u>\$ 7,508,525</u>	<u>\$ 4,793</u>	<u>\$ 7,513,318</u>