

The Company also recognized losses on investments in real estate of ¥1,457 million for the year ended March 31, 2004, which were included in "Gain (loss) on disposal of investments and marketable securities, net of write-down" in the consoli-

dated statements of operations. The impaired assets included certain domestic land held for development purpose.

The impairments were mainly due to the continuous decline in the market of land in Japan.

7. Pledged Assets

The following assets were pledged as collateral at March 31, 2006 and 2005:

	Millions of Yen		Millions of U.S. dollars
	2006	2005	2006
Cash and cash equivalents and time deposits	¥ 849	¥ 345	\$ 7
Marketable securities	76	59	1
Trade receivables	11,962	13,898	102
Inventories	4,357	3,530	37
Investments and non-current receivables	54,064	85,885	460
Property and equipment, at cost less, accumulated depreciation	104,404	111,072	889
Total	¥ 175,712	¥ 214,789	\$ 1,496

Collateral was pledged to secure the following obligations at March 31, 2006 and 2005:

	Millions of Yen		Millions of U.S. dollars
	2006	2005	2006
Short-term debt	¥ 15,761	¥ 16,230	\$ 134
Long-term debt	116,281	160,254	990
Guarantees of contracts and others	80,136	69,512	682
Total	¥ 212,178	¥ 245,996	\$ 1,806

In addition, acceptances payable were secured by trust receipts on merchandise and the proceeds from the sale thereof. Because of the large volume of import transactions, the amount of such assets pledged is not determinable.

Both short-term and long-term loans are generally made pursuant to agreements which customarily provide that, upon the request of the lender, collateral or guarantors (or additional collateral or guarantors) will be furnished with

respect to the loans under certain circumstances, and that the lender may treat any collateral, whether furnished for specific loans or otherwise, as collateral for present and future indebtedness to such lender. Several of the bank loan agreements also provide that the lending bank has the right to offset cash deposited with it against any debt (including debt arising out of contingent obligations) to the bank that has become due at stated maturity or earlier.

8. Goodwill and Other Intangible Assets

Intangible assets subject to amortization at March 31, 2006 and 2005 comprised the following:

	Millions of Yen				Millions of U.S. dollars	
	2006		2005		2006	
	Gross carrying amount	Accumulated amortization	Gross carrying amount	Accumulated amortization	Gross carrying amount	Accumulated amortization
Trademarks	¥ 25,713	¥ (9,812)	¥ 23,305	¥ (8,046)	\$ 219	\$ (84)
Software	37,734	(21,753)	37,036	(19,534)	321	(185)
Others	20,571	(6,399)	17,812	(5,522)	175	(54)
Total	¥ 84,018	¥ (37,964)	¥ 78,153	¥ (33,102)	\$ 715	\$ (323)