



October 23, 2002

To whom it may concern

Yahoo Japan Corporation
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Stock code: 4689

**Correction of Errors in the Business Results for the Interim Period
and the Three Months ended September 30, 2002**

As a result of errors discovered in the Business Results for the Interim Period and the Three Months ended September 30, 2002 announced on October 23, 2002, the consolidated results have been revised as follows.

The revised items are indicated with a “ ” mark.

(Original) Consolidated Statements of Cash Flows

(Yen in Millions)

	Three month period ended September 30, 2002	Six month period ended September 30, 2002	Comments
Cash Flows from Operating Activities:	6,586	8,043	<ul style="list-style-type: none"> • Although there was an increase in accounts receivable—trade, net cash provided by operating activities increased because of income before income taxes growth. • The increase in accounts receivable—trade is mainly related to growth in revenues due to the introduction of system-use fees by Yahoo! Auctions and greater ISP fees from Yahoo! BB's operations and content fees, resulting in an expansion in credit card receivables.
Income before Income Taxes	4,963	8,806	
Depreciation and Amortization	392	744	
Amortization of Consolidated Accounts	67	148	
Increase in Allowance for Doubtful Accounts	138	132	
Decrease in Reserve for Retirement Allowances	-23	-14	
Loss on Disposal of Fixed Assets	74	76	
Loss on Evaluation of Investment Securities	287	551	
Loss on Evaluation of Equity Funds	88	88	
Exchange Gains/Losses	-0	-0	
Equity in Gains/Losses under the Equity Method	-14	-22	
Proceeds from Interest and Dividend	-9	-14	
Interest Expense	1	4	
Other Profit and Loss Adjustments	-1	-2	
Increase in Inventory	-2	-3	
Increase in Accounts Receivable Trade	-321	-2,120	
Increase in Accounts Payable Trade	231	701	
Decrease in Accounts Receivable Other	70	1,870	
Increase in Accounts Payable Other	522	858	
Increase in Consumption Tax Payable	181	9	
Payment of Bonuses to Directors	-32	-32	
Payment of Income Taxes and Other Taxes	-28	-3,741	
Cash Flows from Investing Activities:	-142	-842	<ul style="list-style-type: none"> • Despite proceeds from the sale of BB Technologies Corporation shares, purchases of servers and other equipment resulted in a decrease in cash used in investing activities.
Expenditures on Tangible Fixed Assets	-230	-805	
Expenditures on Intangible Fixed Assets	-70	-201	
Expenditures on Investment Securities	-24	-24	
Proceeds from Sale of Investment Securities	300	300	
Investments in Newly Consolidated Entity	-6	-6	
Expenditures on Loans	-0	-0	
Proceeds from Recovery of Lending	0	0	
Expenditures on Increases in Guarantee Deposit Assets	-121	-121	
Proceeds from Interest and Dividends	11	15	
Other Cash Used in Investment Activities	-	0	

Cash Flows from Financing Activities:	-40	-43	• Expenditures for repayment of bonds consisted of the repayment of the second unsecured bonds with warrants issue.
Expenditures for Repayment of Bonds	-39	-117	
Proceeds from Issuance of New Shares	0	79	
Expenditures for Acquisition of Treasury Stock	-	-0	
Interest Expenses	-1	-4	
Effect of Exchange Rate Changes on Cash and Cash Equivalents	0	0	
Net Change in Cash and Cash Equivalents	6,403	7,156	
Cash and Cash Equivalents at beginning of Term	8,131	7,341	
Cash and Cash Equivalents due to the Companies Newly Consolidated	-	38	
Cash and Cash Equivalents at end of Term	14,535	14,535	

(Revised) The Consolidated Statements of Cash Flows

(Yen in Millions)

	Three month period ended September 30, 2002	Six month period ended September 30, 2002	Comments
Cash Flows from Operating Activities:	6,766	7,440	<ul style="list-style-type: none"> • Although there was an increase in accounts receivable—trade, net cash provided by operating activities increased because of income before income taxes growth. • The increase in accounts receivable—trade is mainly related to growth in revenues due to the introduction of system-use fees by Yahoo! Auctions and greater ISP fees from Yahoo! BB's operations and content fees, resulting in an expansion in credit card receivables.
Income before Income Taxes	4,963	8,806	
Depreciation and Amortization	392	744	
Amortization of Consolidated Accounts	67	148	
Increase in Allowance for Doubtful Accounts	138	132	
Decrease in Reserve for Retirement Allowances	-23	-14	
Loss on Disposal of Fixed Assets	74	76	
Loss on Evaluation of Investment Securities	287	551	
Loss on Evaluation of Equity Funds	88	88	
Exchange Gains/Losses	-0	-0	
Equity in Gains/Losses under the Equity Method	-14	-22	
Proceeds from Interest and Dividend	-9	-14	
Interest Expense	1	4	
Other Profit and Loss Adjustments	-1	-2	
Increase in Inventory	-2	-3	
Increase in Accounts Receivable Trade	-321	-2,120	
Increase in Accounts Payable Trade	231	701	
Decrease in Accounts Receivable Other	62	1,251	
Increase in Accounts Payable Other	710	875	
Increase in Consumption Tax Payable	181	9	
Payment of Bonuses to Directors	-32	-32	
Payment of Income Taxes and Other Taxes	-28	-3,741	
Cash Flows from Investing Activities:	-322	-240	<ul style="list-style-type: none"> • Despite proceeds from the sale of BB Technologies Corporation and Vector Inc. shares, purchases of servers and other equipment resulted in a decrease in cash used in investing activities.
Expenditures on Tangible Fixed Assets	-383	-805	
Expenditures on Intangible Fixed Assets	-105	-218	
Expenditures on Investment Securities	-24	-24	
Proceeds from Sale of Investment Securities	300	915	
Investments in Newly Consolidated Entity	-6	-6	
Expenditures on Loans	-0	-0	
Proceeds from Recovery of Lending	0	0	
Expenditures on Increases in Guarantee Deposit Assets	-121	-121	
Proceeds from Interest and Dividends	19	19	
Other Cash Used in Investment Activities	-	0	

Cash Flows from Financing Activities:	-40	-43	• Expenditures for repayment of bonds consisted of the repayment of the second unsecured bonds with warrants issue.
Expenditures for Repayment of Bonds	-39	-117	
Proceeds from Issuance of New Shares	0	79	
Expenditures for Acquisition of Treasury Stock	-	-0	
Interest Expenses	-1	-4	
Effect of Exchange Rate Changes on Cash and Cash Equivalents	0	0	
Net Change in Cash and Cash Equivalents	6,403	7,156	
Cash and Cash Equivalents at beginning of Term	8,131	7,341	
Cash and Cash Equivalents due to the Companies Newly Consolidated	-	38	
Cash and Cash Equivalents at end of Term	14,535	14,535	