

CONSOLIDATED BALANCE SHEETS

As of March 31, 2006, 2005 and 2004	Millions of yen			Thousands of U.S. dollars (Note 3)
	2006	2005	2004	2006
ASSETS				
CURRENT ASSETS:				
Cash and cash equivalents (Note 2)	¥ 21,413	¥ 16,215	¥ 27,240	\$ 183,025
Short-term investments (Notes 2, 4 and 6)	113	123	367	971
Trade receivables	240,599	241,820	253,215	2,056,403
Allowance for doubtful accounts (Note 2)	(1,311)	(955)	(1,504)	(11,212)
Inventories (Notes 2 and 5)	137,442	135,076	125,910	1,174,722
Deferred income taxes (Notes 2 and 12)	17,156	16,372	14,999	146,640
Other current assets	26,637	28,998	31,455	227,656
TOTAL CURRENT ASSETS	442,049	437,649	451,682	3,778,205
PROPERTY, PLANT AND EQUIPMENT (Notes 2 and 6):				
Land	35,772	36,900	37,966	305,751
Buildings and structures	189,617	190,604	186,036	1,620,666
Machinery and equipment	162,945	179,729	185,601	1,392,698
Construction in progress	2,220	1,631	3,365	18,967
	390,554	408,864	412,968	3,338,082
Less accumulated depreciation	(240,204)	(257,961)	(259,158)	(2,053,032)
NET PROPERTY, PLANT AND EQUIPMENT	150,350	150,903	153,810	1,285,050
INVESTMENTS AND OTHER ASSETS:				
Investment securities (Notes 2, 4 and 6):				
Unconsolidated subsidiaries and affiliates	24,454	26,403	29,871	209,015
Other	297,123	192,770	185,857	2,539,516
Long-term loans receivable	2,464	3,321	3,261	21,066
Deferred income taxes (Notes 2 and 12)	4,718	2,993	8,170	40,333
Other investments and other assets	70,081	69,425	76,775	598,957
Allowance for doubtful accounts (Note 2)	(1,185)	(1,052)	(1,366)	(10,135)
TOTAL INVESTMENTS AND OTHER ASSETS	397,655	293,860	302,568	3,398,752
	¥990,054	¥882,412	¥908,060	\$8,462,007

The accompanying Notes to the Consolidated Financial Statements are an integral part of these statements.

Thousands of
U.S. dollars
(Note 3)

	Millions of yen			
	2006	2005	2004	2006
LIABILITIES AND SHAREHOLDERS' EQUITY				
CURRENT LIABILITIES:				
Short-term debt (Note 7)	¥106,975	¥142,733	¥181,005	\$ 914,317
Current portion of long-term debt (Note 7)	45,370	8,610	4,283	387,785
Trade payables	181,082	176,575	181,596	1,547,713
Advances from customers	30,693	32,980	33,768	262,339
Accrued income taxes (Notes 2 and 12)	9,645	2,678	6,511	82,444
Other current liabilities	116,532	104,436	80,539	995,975
TOTAL CURRENT LIABILITIES	490,297	468,012	487,702	4,190,573
LONG-TERM DEBT (Note 7)	122,701	167,090	177,722	1,048,719
LIABILITY FOR SEVERANCE PAYMENTS (Notes 2 and 8)	10,330	8,291	6,816	88,293
RESERVE FOR DIRECTORS' RETIREMENT BENEFITS (Note 2)	1,168	—	—	9,991
DEFERRED INCOME TAXES (Notes 2 and 12)	75,692	28,694	27,935	646,941
OTHER LONG-TERM LIABILITIES	4,977	6,498	7,620	42,529
TOTAL LIABILITIES	705,165	678,585	707,795	6,027,046
MINORITY INTERESTS IN CONSOLIDATED SUBSIDIARIES	9,817	8,086	8,491	83,912
CONTINGENT LIABILITIES (Note 15)				
SHAREHOLDERS' EQUITY (Notes 9 and 19):				
Common stock:				
Authorized — 1,600,000,000 shares				
Issued — 746,484,957 shares as of March 31, 2006	47,586	—	—	406,719
746,484,957 shares as of March 31, 2005	—	47,586	—	—
746,484,957 shares as of March 31, 2004	—	—	47,586	—
Capital surplus	46,713	46,711	46,710	399,260
Retained earnings	88,175	74,575	71,172	753,638
Unrealized gain on other securities, net of taxes	100,029	36,957	36,617	854,953
Foreign currency translation adjustments	(544)	(3,291)	(3,574)	(4,651)
	281,959	202,538	198,511	2,409,919
Treasury stock at cost: 31,447,349 shares as of March 31, 2006	(6,887)	—	—	(58,870)
31,266,513 shares as of March 31, 2005	—	(6,797)	—	—
31,057,361 shares as of March 31, 2004	—	—	(6,737)	—
TOTAL SHAREHOLDERS' EQUITY	275,072	195,741	191,774	2,351,049
	¥990,054	¥882,412	¥908,060	\$8,462,007