

## Consolidated Balance Sheets

TOYOBO CO., LTD. AND CONSOLIDATED SUBSIDIARIES  
Years ended March 31, 2005 and 2004

ASSETS	Millions of yen		Thousands of U.S. dollars (Note 1)
	2005	2004	2005
<b>Current assets:</b>			
Cash and cash equivalents (Notes 2 and 9) .....	¥ 11,889	¥ 14,913	\$ 110,709
Notes and accounts receivable:			
Trade .....	94,669	91,144	881,544
Other .....	4,651	5,152	43,309
Allowance for doubtful receivables .....	(2,234)	(1,708)	(20,803)
	97,086	94,588	904,050
Inventories (Note 5) .....	85,500	74,306	796,164
Deferred income taxes (Note 6) .....	4,020	4,504	37,434
Other current assets (Note 9) .....	5,474	6,769	50,973
Total current assets .....	203,969	195,080	1,899,330
<b>Investments and noncurrent assets:</b>			
Investment securities (Notes 3 and 9):			
Unconsolidated subsidiaries affiliates .....	15,069	18,044	140,320
Other .....	38,356	43,273	357,165
Loans .....	3,758	2,882	34,994
Deferred income taxes (Note 6) .....	13,188	11,118	122,805
Other investments and noncurrent receivables .....	8,558	9,027	79,691
Allowance for doubtful receivables .....	(3,644)	(3,086)	(33,932)
	75,285	81,258	701,043
<b>Property, plant and equipment (Note 9):</b>			
Land .....	112,215	110,877	1,044,930
Buildings and structures .....	115,717	103,232	1,077,540
Machinery and equipment .....	335,873	318,409	3,127,600
Tools, furniture and fixtures .....	22,306	20,366	207,710
Construction in progress .....	8,650	5,148	80,548
	594,761	558,032	5,538,328
Less accumulated depreciation .....	365,564	341,623	3,404,079
	229,197	216,409	2,134,249
<b>Other assets:</b>			
Intangible assets .....	3,362	3,222	31,306
	3,362	3,222	31,306
<b>Total assets</b> .....	<b>¥ 511,813</b>	<b>¥ 495,969</b>	<b>\$ 4,765,928</b>

See accompanying notes.

## LIABILITIES, MINORITY INTERESTS AND STOCKHOLDERS' EQUITY

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2005	2004	2005
<b>Current liabilities:</b>			
Short-term borrowing (Notes 7 and 9) .....	¥ 114,001	¥ 126,425	\$ 1,061,561
Long-term debt due within one year (Notes 7 and 9) .....	17,090	26,785	159,140
Notes and accounts payable:			
Trade .....	60,063	54,694	559,298
Other .....	13,428	11,290	125,040
	73,491	65,984	684,338
Employees' savings deposits .....	6,160	6,064	57,361
Customers' deposits (Note 9) .....	2,787	3,136	25,952
Accrued employees' bonuses .....	4,666	4,273	43,449
Accrued income taxes .....	6,795	2,094	63,274
Deferred income taxes (Note 6) .....	101	130	940
Other current liabilities .....	2,382	1,925	22,181
Total current liabilities .....	227,473	236,816	2,118,195
<b>Long-term liabilities:</b>			
Long-term debt due after one year (Notes 7 and 9) .....	89,890	87,545	837,043
Employees' severance and retirement benefits (Note 8) .....	25,820	22,946	240,432
Directors' and statutory auditors' retirement benefits .....	1,621	2,031	15,095
Deferred income taxes on land revaluation (Note 13) .....	28,095	28,189	261,617
Deferred income taxes (Note 6) .....	6,385	5,177	59,456
Excess of net assets acquired over cost, net .....	3,357	336	31,260
Other long-term liabilities .....	5,366	5,862	49,967
Total long-term liabilities .....	160,534	152,086	1,494,870
<b>Contingent liabilities (Note 10)</b>			
<b>Minority interest in consolidated subsidiaries</b> .....	16,288	3,034	151,671
<b>Stockholders' equity:</b>			
Common stock			
Authorized - 2,000,000,000 shares			
Issued - 699,027,598 shares in 2005 and 2004 .....	43,341	43,341	403,585
Capital surplus .....	15,884	15,882	147,909
Retained earnings .....	9,413	2,017	87,652
Land revaluation excess (Note 13) .....	39,897	39,652	371,515
Revaluation excess - foreign (Note 14) .....	6,329	6,333	58,935
Net unrealized holding gains on securities .....	8,109	12,185	75,510
Foreign currency translation adjustments .....	(14,795)	(14,975)	(137,769)
Less treasury stock, at cost			
(3,743 thousand shares in 2005 and 2,311 thousand shares in 2004) .....	(660)	(402)	(6,145)
<b>Total stockholders' equity</b> .....	107,518	104,033	1,001,192
<b>Total liabilities, minority interests and stockholders' equity</b> .....	¥ 511,813	¥ 495,969	\$ 4,765,928

See accompanying notes.