

Consolidated Balance Sheet

TOKAI RIKA Co., Ltd. and Consolidated Subsidiaries

As of March 31, 2008 and 2007

Millions of Yen			
ASSETS	As of March 31, 2008	As of March 31, 2007	Increase (Decrease)
CURRENT ASSETS:			
Cash and cash equivalents	35,419	29,894	5,525
Notes and accounts receivable	68,858	69,907	(1,049)
Marketable securities	2,001	9,380	(7,379)
Inventories	22,976	24,476	(1,500)
Deferred tax assets	5,300	5,406	(106)
Other current assets	5,995	7,165	(1,170)
Less: Allowance for doubtful accounts	(130)	(132)	2
Total current assets	140,421	146,097	(5,676)
INVESTMENTS AND OTHER ASSETS:			
Investments securities	30,444	14,048	16,396
Long-term loans	437	478	(41)
Prepaid pension cost	6,353	5,249	1,104
Deferred tax assets	5,358	5,895	(537)
Other assets	3,941	5,966	(2,025)
Less: Allowance for doubtful accounts	(59)	(60)	1
Total investments and other assets	46,477	31,577	14,900
PROPERTY, PLANT AND EQUIPMENT:			
Land	9,275	8,883	392
Buildings and structures	58,921	55,369	3,552
Machinery and equipment	200,489	195,552	4,937
Construction in progress	5,249	5,940	(691)
Total property, plant and equipment	273,935	265,747	8,188
Less: Accumulated depreciation	(189,960)	(183,431)	(6,529)
Net property, plant and equipment	83,974	82,315	1,659
TOTAL	270,873	259,990	10,883

Millions of Yen

LIABILITIES AND EQUITY	As of March 31, 2008	As of March 31, 2007	Increase (Decrease)
CURRENT LIABILITIES:			
Short-term borrowings	3,842	5,260	(1,418)
Notes and accounts payable	55,442	58,311	(2,869)
Accrued expenses	10,129	9,829	300
Income taxes payable	4,011	4,303	(292)
Accrued bonuses	5,602	4,756	846
Other current liabilities	11,277	10,748	529
Total current liabilities	90,306	93,210	(2,904)
LONG-TERM LIABILITIES:			
Liability for retirement benefits	17,182	16,652	530
Retirement allowances for directors and corporate auditors	605	570	35
Other long-term liabilities	828	1,128	(300)
Total long-term liabilities	18,616	18,350	266
SHAREHOLDERS' EQUITY:			
Common stock			
Authorized: 200,000,000 shares in March 31, 2008			
Issued and outstanding:	22,856	22,856	-
90,254,885 shares in March 31, 2008			
89,904,233 shares in March 31, 2007			
Capital surplus	25,130	25,110	20
Retained earnings	116,204	98,899	17,305
Treasury common stock, at cost	(7,160)	(7,784)	624
Total shareholders' equity	157,031	139,080	17,951
VARIANCE OF THE ESTIMATE / CONVERSION:			
Net unrealized gain on available-for-sale securities	1,525	2,351	(826)
Foreign currency translation adjustments	141	4,191	(4,050)
Total variance of the estimate / conversion	1,666	6,542	(4,876)
STOCK ACQUISITION RIGHTS	187	43	144
MINORITY INTERESTS	3,064	2,763	301
Total equity	161,950	148,429	13,521
TOTAL	270,873	259,990	10,883