

NON-CONSOLIDATED BALANCE SHEETS

TOKAI RIKA Co., Ltd.

March 31, 2002 and 2001

| ASSETS | Millions of Yen | | |
|---|-----------------|----------------|----------------|
| | 2002 | 2001 | Difference |
| CURRENT ASSETS | | | |
| Cash and time deposits | 320 | 2,373 | (2,053) |
| Notes and accounts receivable | 39,989 | 37,655 | 2,334 |
| Marketable securities | 20,626 | 12,309 | 8,317 |
| Inventories | 7,754 | 8,474 | (720) |
| Deferred tax assets | 2,667 | 2,560 | 107 |
| Other current assets | 5,711 | 5,416 | 295 |
| Total current assets | 77,069 | 68,790 | 8,279 |
| PROPERTY, PLANT AND EQUIPMENT : | | | |
| Land | 8,656 | 8,656 | - |
| Buildings and structures | 34,354 | 31,575 | 2,779 |
| Machinery and equipment | 139,324 | 135,356 | 3,968 |
| Construction in progress | 1,154 | 1,401 | (247) |
| Total | 183,490 | 176,990 | 6,500 |
| Accumulated depreciation | (138,150) | (133,890) | (4,260) |
| Net property, plant and equipment | 45,339 | 43,099 | 2,240 |
| INVESTMENTS AND OTHER ASSETS: | | | |
| Investments securities | 19,352 | 29,484 | (10,132) |
| Investments in subsidiaries | 10,817 | 9,613 | 1,204 |
| Long-term loans | 635 | 702 | (67) |
| Deferred tax assets | 6,996 | 5,821 | 1,175 |
| Other assets | 1,789 | 1,645 | 144 |
| Allowance for doubtful accounts | (162) | (133) | (29) |
| Total investments and other assets | 39,429 | 47,134 | (7,705) |
| TOTAL | 161,838 | 159,024 | 2,814 |

Millions of Yen

| LIABILITIES AND SHAREHOLDERS' EQUITY | 2002 | 2001 | Difference |
|--|----------------|----------------|--------------|
| CURRENT LIABILITIES : | | | |
| Notes and accounts payable | 29,577 | 28,816 | 761 |
| Accrued expenses | 4,398 | 4,402 | (4) |
| Income taxes payable | 2,158 | 2,760 | (602) |
| Employees' saving deposits | 6,544 | 6,700 | (156) |
| Accrued bonuses | 3,718 | 4,131 | (413) |
| Other current liabilities | 7,194 | 6,918 | 276 |
| Total current liabilities | 53,591 | 53,730 | (139) |
| LONG-TERM LIABILITIES : | | | |
| Convertible bonds | 15,607 | 19,461 | (3,854) |
| Liability for retirement benefits | 16,969 | 16,421 | 548 |
| Total long-term liabilities | 32,576 | 35,882 | (3,306) |
| SHAREHOLDERS' EQUITY : | | | |
| Common Stock, 50yen par value : | | | |
| Authorized: 200,000,000 shares in 2002 and 2001 | 15,087 | 13,160 | 1,927 |
| Issued and outstanding : | | | |
| 77,331,460 shares in 2002 | | | |
| 73,427,483 shares in 2001 | | | |
| Additional paid-in capital | 17,341 | 15,414 | 1,927 |
| Legal reserve | 3,290 | 3,290 | - |
| Retained earnings | 39,533 | 36,354 | 3,179 |
| Net unrealized gain on available-for-sale securities | 683 | 1,191 | (508) |
| Total | 75,935 | 69,411 | 6,524 |
| Less: Treasury common stock, at cost | (264) | - | (264) |
| Total shareholders' equity | 75,670 | 69,411 | 6,259 |
| TOTAL | 161,838 | 159,024 | 2,814 |