

# Non-Consolidated Balance Sheets

TOKAI RIKA Co., Ltd.  
As of March 31, 2007 and 2006

	Millions of Yen		
<b>ASSETS</b>	As of March 31, 2007	As of March 31, 2006	Increase (Decrease)
<b>CURRENT ASSETS</b>			
Cash and time deposits	732	1,601	(869)
Notes and accounts receivable	63,313	56,843	6,470
Marketable securities	25,921	27,220	(1,299)
Inventories	9,863	9,313	550
Deferred tax assets	4,254	4,860	(606)
Other current assets	7,092	6,922	170
Less: Allowance for doubtful accounts	(55)	(57)	2
<b>Total current assets</b>	<b>111,121</b>	<b>106,705</b>	<b>4,416</b>
<b>INVESTMENTS AND OTHER ASSETS:</b>			
Investments securities	8,735	8,271	464
Investments in subsidiaries and affiliates	18,776	18,888	(112)
Long-term loans	7,857	7,861	(4)
Prepaid pension cost	5,248	4,272	976
Deferred tax assets	5,885	5,900	(15)
Other assets	3,132	3,928	(796)
Less: Allowance for doubtful accounts	(57)	(64)	7
<b>Total investments and other assets</b>	<b>49,578</b>	<b>49,058</b>	<b>520</b>
<b>PROPERTY, PLANT AND EQUIPMENT:</b>			
Land	7,402	7,398	4
Buildings and structures	37,261	35,863	1,398
Machinery and equipment	151,148	148,152	2,996
Construction in progress	3,398	2,125	1,273
<b>Total property, plant and equipment</b>	<b>199,211</b>	<b>193,539</b>	<b>5,672</b>
Less: Accumulated depreciation	(150,954)	(148,694)	(2,260)
<b>Net property, plant and equipment</b>	<b>48,257</b>	<b>44,845</b>	<b>3,412</b>
<b>TOTAL</b>	<b>208,956</b>	<b>200,609</b>	<b>8,347</b>

	Millions of Yen		
<b>LIABILITIES AND EQUITY</b>	<b>As of March 31, 2007</b>	<b>As of March 31, 2006</b>	<b>Increase (Decrease)</b>
<b>CURRENT LIABILITIES:</b>			
Notes and accounts payable	48,793	46,794	1,999
Accrued expenses	6,773	6,007	766
Income taxes payable	4,058	2,364	1,694
Accrued bonuses	4,345	4,056	289
Other current liabilities	8,892	10,497	(1,605)
<b>Total current liabilities</b>	<b>72,862</b>	<b>69,719</b>	<b>3,143</b>
<b>LONG-TERM LIABILITIES:</b>			
Liability for retirement benefits	15,748	15,078	670
Retirement allowances for directors and corporate auditors	426	349	77
<b>Total long-term liabilities</b>	<b>16,175</b>	<b>15,428</b>	<b>747</b>
<b>SHAREHOLDERS' EQUITY:</b>			
<b>Common stock</b>			
Authorized:200,000,000 shares in March 31, 2007	22,856	22,856	-
Issued and outstanding:			
89,904,662 shares in March 31, 2007			
92,655,123 shares in March 31, 2006			
<b>Capital surplus</b>	<b>25,110</b>	<b>25,110</b>	<b>-</b>
<b>Retained earnings</b>	<b>77,570</b>	<b>67,328</b>	<b>10,242</b>
<b>Treasury common stock, at cost</b>	<b>(7,784)</b>	<b>(1,686)</b>	<b>(6,098)</b>
<b>Total shareholders' equity</b>	<b>117,751</b>	<b>113,608</b>	<b>4,143</b>
<b>VARIANCE OF THE ESTIMATE / CONVERSION:</b>			
<b>Net unrealized gain on available-for-sale securities</b>	<b>2,123</b>	<b>1,853</b>	<b>270</b>
<b>Total variance of the estimate / conversion</b>	<b>2,123</b>	<b>1,853</b>	<b>270</b>
<b>STOCK ACQUISITION RIGHTS</b>			
	<b>43</b>	<b>-</b>	<b>43</b>
<b>Total equity</b>	<b>119,918</b>	<b>115,462</b>	<b>4,456</b>
<b>TOTAL</b>	<b>208,956</b>	<b>200,609</b>	<b>8,347</b>