

Consolidated Balance Sheets

Nissin Kogyo Co., Ltd. and Consolidated Subsidiaries
31st March, 2002 and 2003

ASSETS	Millions of yen		Thousands of U.S. dollars (Note 3)
	2002	2003	2003
Current assets:			
Cash and bank deposits (Note 10)	¥ 9,523	¥ 9,324	\$ 77,575
Marketable securities (Note 4)	1,125	208	1,738
Notes and accounts receivable (Note 6)	16,854	18,965	157,784
Inventories (Note 5)	8,998	8,961	74,556
Deferred income taxes (Note 8)	1,268	1,515	12,612
Prepaid expenses and other current assets	680	1,062	8,843
Allowance for doubtful accounts	(21)	(7)	(63)
Total current assets	38,430	40,031	333,045
Property, plant and equipment:			
Land	3,263	3,216	26,757
Buildings and structures	11,252	11,300	94,015
Machinery and equipment	32,970	39,069	325,040
Vehicles and fixtures	9,294	10,341	86,035
Construction in progress	2,930	1,158	9,639
	59,710	65,086	541,486
Accumulated depreciation	(36,645)	(39,307)	(327,018)
Property, plant and equipment, net	23,065	25,779	214,468
Investments and other assets:			
Investment securities (Notes 4 and 7)	12,594	10,350	86,107
Deferred income taxes	772	682	5,678
Other assets (Note 7)	1,103	1,185	9,863
Allowance for doubtful accounts	(1)	(85)	(707)
Total investments and other assets	14,468	12,133	100,941
Total assets	¥ 75,963	¥ 77,944	\$ 648,454

See notes to consolidated financial statements.

LIABILITIES AND SHAREHOLDERS' EQUITY	Millions of yen		Thousands of U.S. dollars (Note 3)
	2002	2003	2003
Current liabilities:			
Short-term bank loans	¥ 2,495	¥ 1,414	\$ 11,767
Short-term bank loans within one year	–	10	83
Notes and accounts payable (Note 6)	17,056	17,860	148,586
Accrued expenses	1,164	1,044	8,692
Accrued income taxes (Note 8)	2,642	2,217	18,446
Other current liabilities	1,239	2,223	18,498
Total current liabilities	24,599	24,769	206,072
Long-term liabilities:			
Long-term debt	69	–	–
Deferred income taxes	2,950	1,880	15,642
Accrued retirement benefits (Note 9)	536	646	5,376
Other long-term liabilities	81	19	162
Total long-term liabilities	3,637	2,545	21,180
Minority interests	6,330	6,811	56,668
Contingent liabilities (Note 12)			
Shareholders' equity:			
Common stock:			
Authorized: 40,000,000 shares			
Issued: 14,507,025 shares in 2002			
21,817,381 shares in 2003	3,669	3,693	30,732
Capital surplus	3,395	3,419	28,447
Retained earnings	30,763	35,441	294,857
Net unrealized holding gain on investment securities	4,476	3,145	26,168
Foreign currency translation adjustments	(907)	(1,868)	(15,542)
	41,397	43,832	364,662
Less treasury common stock, at cost;			
70 shares in 2002 and 5,199 shares in 2003	(0)	(15)	(128)
Total shareholders' equity, net	41,396	43,816	364,534
Total liabilities and shareholders' equity	¥75,963	¥77,944	\$648,454