

CONSOLIDATED BALANCE SHEETS (UNAUDITED)

Nissin Kogyo Co., Ltd. and Consolidated Subsidiaries
31st March, 2005 and 2006

ASSETS	Millions of yen		Thousands of U.S. dollars
	2005	2006	2006
Current assets:			
Cash and bank deposits	¥ 13,950	¥ 14,936	\$ 127,144
Marketable securities	517	1,224	10,417
Notes and accounts receivable	22,092	26,327	224,120
Inventories	11,505	14,091	119,955
Deferred income taxes	1,671	1,916	16,309
Prepaid expenses and other current assets	1,813	3,099	26,380
Allowance for doubtful accounts	(24)	(25)	(211)
Total current assets	51,526	61,568	524,114
Property, plant and equipment:			
Land	3,362	3,423	29,140
Buildings and structures	13,621	15,992	136,133
Machinery and equipment	44,822	54,441	463,449
Vehicles and fixtures	12,064	13,685	116,496
Construction in progress	2,457	4,185	35,628
	76,328	91,726	780,846
Accumulated depreciation	(45,225)	(52,857)	(449,965)
Property, plant and equipment, net	31,103	38,869	330,881
Investments and other assets:			
Investment securities	12,064	16,138	137,378
Deferred income taxes	647	637	5,419
Other assets	1,603	1,381	11,753
Allowance for doubtful accounts	(47)	(47)	(402)
Total investments and other assets	14,267	18,108	154,148
Total assets	¥ 96,897	¥118,544	\$1,009,143

Note: U.S. dollar amounts have been translated from yen, for convenience only, at the rate of ¥117.47=U.S.\$1, the approximate Tokyo foreign exchange market rate as of March 31, 2006.

LIABILITIES AND SHAREHOLDERS' EQUITY	Millions of yen		Thousands of U.S. dollars
	2005	2006	2006
Current liabilities:			
Short-term borrowings	¥ 1,797	¥ 928	\$ 7,902
Notes and accounts payable	22,892	27,100	230,697
Accrued expenses	2,383	2,497	21,254
Accrued income taxes	1,777	2,408	20,496
Other current liabilities	533	302	2,570
Total current liabilities	29,384	33,234	282,919
Long-term liabilities:			
Deferred income taxes	3,001	4,735	40,309
Accrued retirement benefits	1,016	1,260	10,723
Retirement benefits for directors and corporate auditors	193	299	2,545
Other long-term liabilities	17	31	265
Total long-term liabilities	4,228	6,325	53,842
Minority interests	8,988	12,311	104,803
Contingent liabilities			
Shareholders' equity:			
Common stock:			
Authorized: 40,000,000 shares			
Issued: 21,817,381 shares in 2005			
21,817,381 shares in 2006	3,693	3,694	31,446
Capital surplus	3,419	3,419	29,108
Retained earnings	45,208	52,944	450,702
Net unrealized holding gain on investment securities	4,737	6,941	59,086
Foreign currency translation adjustments	(2,744)	(298)	(2,532)
	54,315	66,701	567,810
Less treasury common stock, at cost;			
6,949 shares in 2005 and 9,382 shares in 2006	(20)	(27)	(231)
Total shareholders' equity, net	54,295	66,674	567,579
Total liabilities and shareholders' equity	¥96,897	¥118,544	\$1,009,143