

CONSOLIDATED BALANCE SHEETS (UNAUDITED)

Nissin Kogyo Co., Ltd. and Consolidated Subsidiaries
31st March, 2006 and 2007

ASSETS	Millions of yen		Thousands of U.S. dollars
	2006	2007	2007
Current assets:			
Cash and bank deposits	¥ 14,936	¥ 25,535	\$ 216,304
Marketable securities	1,224	439	3,720
Notes and accounts receivable	26,327	28,769	243,702
Inventories	14,091	16,628	140,856
Deferred income taxes	1,916	2,132	18,062
Prepaid expenses and other current assets	3,099	2,854	24,175
Allowance for doubtful accounts	(25)	(28)	(234)
Total current assets	61,568	76,329	646,584
Property, plant and equipment:			
Land	3,423	3,893	32,977
Buildings and structures	15,992	17,905	151,671
Machinery and equipment	54,441	64,484	546,246
Vehicles and fixtures	13,685	15,098	127,891
Construction in progress	4,185	5,980	50,660
	91,726	107,360	909,446
Accumulated depreciation	(52,857)	(61,064)	(517,269)
Property, plant and equipment, net	38,869	46,296	392,177
Investments and other assets:			
Investment securities	16,138	18,074	153,103
Deferred income taxes	637	453	3,834
Other assets	1,381	1,605	13,598
Allowance for doubtful accounts	(47)	(47)	(400)
Total investments and other assets	18,108	20,084	170,134
Total assets	¥118,544	¥142,710	\$1,208,895

Note: U.S. dollar amounts have been translated from yen, for convenience only, at the rate of ¥118.05=U.S.\$1, the approximate Tokyo foreign exchange market rate as of March 31, 2007.

LIABILITIES AND SHAREHOLDERS' EQUITY	Millions of yen		Thousands of U.S. dollars
	2006	2007	2007
Current liabilities:			
Short-term borrowings	¥ 928	¥ 929	\$ 7,866
Notes and accounts payable	27,100	33,201	281,242
Accrued expenses	2,497	2,293	19,428
Accrued income taxes	2,408	2,586	21,907
Other current liabilities	302	937	7,937
Total current liabilities	33,234	39,946	338,380
Long-term liabilities:			
Deferred income taxes	4,735	5,091	43,123
Accrued retirement benefits	1,260	1,247	10,563
Retirement benefits for directors and corporate auditors	299	427	3,613
Other long-term liabilities	31	53	453
Total long-term liabilities	6,325	6,818	57,751
Minority interests	12,311	15,612	132,247
Contingent liabilities			
Shareholders' equity:			
Common stock:			
Authorized: 40,000,000 shares			
Issued: 21,817,381 shares in 2006			
65,452,143 shares in 2007	3,694	3,694	31,292
Capital surplus	3,419	3,419	28,965
Retained earnings	52,944	63,682	539,450
Net unrealized holding gain on investment securities	6,941	7,773	65,842
Foreign currency translation adjustments	(298)	1,799	15,240
	66,701	80,367	680,788
Less treasury common stock, at cost;			
9,382 shares in 2006 and 23,881 shares in 2007	(27)	(31)	(263)
Total shareholders' equity, net	66,674	80,335	680,516
Total liabilities and shareholders' equity	¥118,544	¥142,710	\$1,208,895