

CONSOLIDATED BALANCE SHEETS (UNAUDITED)

Nissin Kogyo Co., Ltd. and Consolidated Subsidiaries
31st March, 2007 and 2008

ASSETS	Millions of yen		Thousands of U.S. dollars
	2007	2008	2008
Current assets:			
Cash and bank deposits	¥ 25,535	¥ 24,000	\$ 239,545
Marketable securities	439	–	–
Notes and accounts receivable	28,769	28,472	284,180
Inventories	16,628	19,186	191,496
Deferred income taxes	2,132	1,260	12,576
Prepaid expenses and other current assets	2,854	3,976	39,685
Allowance for doubtful accounts	(28)	(27)	(269)
Total current assets	76,329	76,867	767,212
Property, plant and equipment:			
Land	3,893	3,896	38,886
Buildings and structures	17,905	19,616	195,788
Machinery and equipment	64,484	76,440	762,950
Vehicles and fixtures	15,098	17,118	170,855
Construction in progress	5,980	6,625	66,124
	107,360	123,695	1,234,604
Accumulated depreciation	(61,064)	(69,045)	(689,141)
Property, plant and equipment, net	46,296	54,650	545,464
Investments and other assets:			
Investment securities	18,074	14,889	148,608
Deferred income taxes	453	569	5,679
Other assets	1,605	1,843	18,395
Allowance for doubtful accounts	(47)	–	–
Total investments and other assets	20,084	17,301	172,682
Total assets	¥142,710	¥148,818	\$1,485,358

Note: U.S. dollar amounts have been translated from yen, for convenience only, at the rate of ¥100.19=U.S.\$1, the approximate Tokyo foreign exchange market rate as of March 31, 2008.

CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS (UNAUDITED)

	(Millions of yen)										
	Shareholders' equity					Valuation and translation adjustments					
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total	Net unrealized holding gain on securities	Deferred gains or losses on hedges	Foreign currency translation adjustments	Total	Minority interests	Total net assets
Balance as of March 31, 2007	¥3,694	¥3,419	¥63,682	¥(31)	¥70,764	¥7,773	¥(1)	¥1,799	¥9,571	¥15,612	¥ 95,947
Changes in the period:											
Dividends			(2,290)		(2,290)						(2,290)
Net income			13,348		13,348						13,348
Acquisition of treasury stock				(1)	(1)						(1)
Increase resulting from increase in affiliates accounted for by the equity method			8		8						8
Net changes of items other than shareholders' equity						(2,709)	5	(337)	(3,041)	1,573	(1,467)
Total changes in the period	–	–	11,066	(1)	11,065	(2,709)	5	(337)	(3,041)	1,573	9,598
Balance as of March 31, 2008	¥3,694	¥3,419	¥74,748	¥(32)	¥81,829	¥5,064	¥ 4	¥1,462	¥ 6,530	¥17,185	¥105,544

LIABILITIES AND NET ASSETS	Millions of yen		Thousands of U.S. dollars
	2007	2008	2008
Current liabilities:			
Short-term borrowings	¥ 929	¥ 4,416	\$ 44,076
Notes and accounts payable	33,201	29,814	297,575
Accrued expenses	2,293	2,139	21,349
Accrued income taxes	2,586	1,545	15,421
Other current liabilities	937	554	5,529
Total current liabilities	39,946	38,468	383,950
Long-term liabilities:			
Deferred income taxes	5,091	3,130	31,241
Accrued retirement benefits	1,247	1,223	12,207
Retirement benefits for directors and corporate auditors	427	338	3,374
Other long-term liabilities	53	114	1,148
Total long-term liabilities	6,818	4,806	47,969
Net assets			
Shareholders' equity:			
Common stock:			
Authorized: 150,000,000 shares			
Issued: 65,452,143 shares in 2007			
Issued: 65,452,143 shares in 2008	3,694	3,694	36,870
Capital surplus	3,419	3,419	34,125
Retained earnings	63,682	74,748	746,062
Treasury stock, at cost;			
23,881 shares in 2007 and 24,163 shares in 2008	(31)	(32)	(319)
Total shareholders' equity	70,764	81,829	816,738
Valuation, translation adjustments and others:			
Net unrealized holding gain on investment securities	7,773	5,064	50,544
Deferred gains or losses on hedges	(1)	4	40
Foreign currency translation adjustments	1,799	1,462	14,592
Total valuation, translation adjustments and others	9,571	6,530	65,176
Minority interests	15,612	17,185	171,524
Total net assets	95,947	105,544	1,053,438
Total liabilities and net assets	¥142,710	¥148,818	\$1,485,358

(Thousands of U.S. dollars)

	Shareholders' equity					Valuation and translation adjustments					Total net assets
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total	Net unrealized holding gain on securities	Deferred gains or losses on hedges	Foreign currency translation adjustments	Total	Minority interests	
Balance as of March 31, 2007	\$36,870	\$34,125	\$635,612	\$(309)	\$706,298	\$ 77,583	\$(10)	\$17,956	\$ 95,528	\$155,824	\$ 957,650
Changes in the period:											
Dividends			(22,857)		(22,857)						(22,857)
Net income			133,227		133,227						133,227
Acquisition of treasury stock				(10)	(10)						(10)
Increase resulting from increase in affiliates accounted for by the equity method			80		80						80
Net changes of items other than shareholders' equity						(27,039)	50	(3,364)	(30,352)	15,700	(14,642)
Total changes in the period	-	-	110,450	(10)	110,440	(27,039)	50	(3,364)	(30,352)	15,700	95,798
Balance as of March 31, 2008	\$36,870	\$34,125	\$746,062	\$(319)	\$816,738	\$ 50,544	\$ 40	\$14,592	\$ 65,176	\$171,524	\$1,053,438