



Consolidated Balance Sheets

Noritz Corporation and Consolidated Subsidiaries
As of December 31, 2007 and 2008

ASSETS	Millions of yen		Thousands of U.S. dollars (Note 1)
	2007	2008	2008
Current assets:			
Cash and time deposits (Note 3)	¥ 11,904	¥ 11,407	\$ 125,297
Marketable securities (Notes 3, 4)	2,269	2,882	31,656
Receivables—			
Trade notes and accounts	48,156	47,074	517,069
Trade notes and accounts from nonconsolidated subsidiaries and affiliates	296	235	2,581
Other	2,713	2,184	23,990
Allowance for doubtful receivables	(654)	(441)	(4,844)
	50,511	49,052	538,796
Inventories—			
Finished goods, purchased goods and work-in-process	9,919	10,114	111,094
Raw materials and supplies	2,937	2,833	31,118
	12,856	12,947	142,212
Short-term loans receivable to nonconsolidated subsidiaries and affiliates	527	534	5,866
Deferred tax assets (Note 8)	1,322	1,604	17,619
Other	1,430	835	9,171
Total current assets	80,819	79,261	870,617
Investments and other assets:			
Investments in nonconsolidated subsidiaries and affiliates	295	370	4,064
Investment in securities (Note 4)	27,484	19,097	209,765
Long-term loans receivable	182	162	1,779
Lease deposits	2,394	2,390	26,252
Long-term deferred tax assets (Note 8)	3,217	4,282	47,034
Allowance for doubtful receivables	(411)	(415)	(4,558)
Other	6,595	5,640	61,951
	39,756	31,526	346,287
Property, plant and equipment:			
Land (Note 9)	10,333	10,290	113,027
Buildings and structures (Note 9)	32,736	32,602	358,106
Machinery and equipment (Note 9)	57,775	57,128	627,505
Construction in progress	639	884	9,710
	101,483	100,904	1,108,348
Less accumulated depreciation	(68,605)	(70,018)	(769,090)
	32,878	30,886	339,258
Intangible assets	3,229	3,355	36,852
	¥156,682	¥145,028	\$1,593,014

See accompanying notes.

LIABILITIES AND NET ASSETS	Millions of yen		Thousands of U.S. dollars (Note 1)
	2007	2008	2008
Current liabilities:			
Bank loans (Note 6)	¥ 11,191	¥ 7,544	\$ 82,865
Payables—			
Trade notes and accounts:			
Nonconsolidated subsidiaries and affiliates	141	144	1,582
Other	33,931	32,674	358,897
Construction	924	1,058	11,621
Other	5,137	4,519	49,638
	40,133	38,395	421,738
Accrued expenses	3,698	3,726	40,927
Income taxes and enterprise tax payable	464	656	7,206
Other	1,697	2,534	27,833
Total current liabilities	57,183	52,855	580,569
Employees' severance and retirement benefits (Note 10)	8,119	7,643	83,952
Directors' and statutory auditors' retirement benefits	148	152	1,670
Long-term deposits received from customers	2,946	2,909	31,953
Long-term deferred tax liabilities (Note 8)	216	200	2,197
Other noncurrent liabilities	940	1,275	14,004
Contingent liabilities (Note 7)			
Net assets (Note 11):			
Common stock:			
Authorized—156,369,000 shares			
Issued—50,797,651 shares	20,168	20,168	221,529
Capital surplus	22,956	22,957	252,164
Retained earnings	46,755	43,617	479,097
Treasury stock, at cost—2,954,114 shares in 2007 and 2,958,087 shares in 2008	(5,059)	(5,063)	(55,613)
Net unrealized holding gains or losses on securities	1,009	(1,264)	(13,884)
Deferred losses on hedges	—	(291)	(3,196)
Foreign currency translation adjustments	515	(412)	(4,526)
Minority interests in consolidated subsidiaries	786	282	3,098
Total net assets	87,130	79,994	878,669
	¥156,682	¥145,028	\$1,593,014