

● Consolidated Balance Sheets

TOYODA GOSEI CO., LTD. and Its Consolidated Subsidiaries
March 31, 2006 and 2005

Assets

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2006	2005	2006
Current assets:			
Cash and cash equivalents	¥ 29,535	¥ 29,383	\$ 251,429
Time deposits	167	238	1,423
Trade notes and accounts receivable	88,024	76,736	749,333
Less: Allowance for doubtful accounts	(123)	(123)	(1,052)
Inventories (Note 4)	31,303	25,463	266,479
Deferred tax assets (Note 9)	6,955	6,018	59,209
Other current assets	9,054	9,151	77,076
Total current assets	164,915	146,866	1,403,897
Investments and other assets:			
Investments in securities (Note 12)	23,712	16,704	201,853
Investments in unconsolidated subsidiaries and affiliates	13,825	11,432	117,691
Deferred tax assets (Note 9)	3,432	4,312	29,218
Prepaid pension cost	2,345	700	19,960
Intangible assets	3,445	3,253	29,331
Other investments and other assets	4,461	2,778	37,969
Total investments and other assets	51,220	39,179	436,022
Property, plant and equipment:			
Land (Note 10)	20,128	19,304	171,349
Buildings and structures (Note 10)	96,831	90,948	824,302
Machinery and equipment	335,903	305,049	2,859,480
Construction in progress	11,602	5,752	98,767
Less: Accumulated depreciation	(287,928)	(264,659)	(2,451,080)
Net property, plant and equipment	176,536	156,394	1,502,818
Total assets	¥392,671	¥342,439	\$3,342,737

See accompanying notes to consolidated financial statements.

Liabilities, Minority Interests and Shareholders' Equity

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2006	2005	2006
Current liabilities:			
Short-term borrowings (Note 10)	¥ 19,940	¥ 20,173	\$ 169,746
Current portion of long-term debt (Note 5)	12,012	294	102,259
Trade notes and accounts payable	64,828	56,324	551,864
Accrued expenses	22,376	19,904	190,485
Accrued income taxes (Note 9)	4,758	2,867	40,508
Deposits received from employees	4,912	5,157	41,812
Other current liabilities	12,144	11,663	103,380
Total current liabilities	140,970	116,382	1,200,054
Long-term liabilities:			
Long-term debt (Notes 5 and 10)	22,232	22,838	189,254
Allowance for employees' retirement benefits (Note 8)	18,916	14,165	161,031
Allowance for retirement and severance benefits for directors and corporate auditors	1,726	1,617	14,695
Deferred tax liabilities (Note 9)	4,588	3,444	39,053
Other long-term liabilities	2,077	2,280	17,684
Total long-term liabilities	49,539	44,344	421,717
Total liabilities	190,509	160,726	1,621,771
Minority Interests in consolidated subsidiaries	15,324	13,069	130,447
Shareholders' equity (Notes 6 and 17):			
Common stock:			
Authorized—200,000,000 shares			
Issued and outstanding—130,010,011 shares in 2006 and 2005	28,028	28,028	238,596
Capital surplus	29,724	29,724	253,033
Retained earnings	119,970	111,749	1,021,288
Net unrealized gain on available-for-sale securities	9,687	5,524	82,466
Foreign currency translation adjustments	2,187	(4,214)	18,617
Less: Treasury stock	(2,758)	(2,167)	(23,481)
Total shareholders' equity	186,838	168,644	1,590,519
Total liabilities, minority interests and shareholders' equity	¥392,671	¥342,439	\$3,342,737