

Consolidated Balance Sheets

Toyoda Gosei Co., Ltd. and Its Consolidated Subsidiaries
March 31, 2008 and 2007

Assets

	2008	Millions of yen 2007	Thousands of U.S. dollars (Note 1) 2008
Current assets:			
Cash and cash equivalents	¥ 53,372	¥ 55,971	\$ 532,711
Time deposits	216	152	2,152
Trade notes and accounts receivable (Note 4)	100,323	96,480	1,001,321
Less: Allowance for doubtful accounts	(104)	(204)	(1,038)
Inventories (Note 5)	34,162	32,624	340,973
Deferred tax assets (Note 13)	6,582	6,689	65,695
Other	9,313	9,373	92,955
Total current assets	203,864	201,085	2,034,769
Property, plant and equipment:			
Land (Note 14)	22,746	21,366	227,031
Buildings and structures (Note 14)	123,023	112,842	1,227,892
Machinery and equipment	405,195	377,580	4,044,266
Construction in progress	11,530	13,819	115,083
Less: Accumulated depreciation	(334,475)	(311,608)	(3,338,402)
Net property, plant and equipment	228,019	213,999	2,275,870
Intangible assets:			
Goodwill	108	148	1,083
Patent rights	278	369	2,772
Software	1,536	1,389	15,329
Other	2,105	1,984	21,011
Intangible assets	4,027	3,890	40,195
Investments and other assets:			
Investment securities (Note 16)	19,903	26,106	198,653
Investments in unconsolidated subsidiaries and affiliates	2,708	2,868	27,026
Prepaid pension cost (Note 11)	2,889	2,205	28,838
Deferred tax assets (Note 13)	7,911	3,165	78,962
Other	7,421	5,770	74,062
Total investments and other assets	40,832	40,114	407,541
Total assets	¥476,742	¥459,088	\$4,758,375

See accompanying notes to consolidated financial statements.

Liabilities and Net assets

	2008	Millions of yen 2007	Thousands of U.S. dollars (Note 1) 2008
Liabilities			
Current liabilities:			
Short-term loans payable (Note 14)	¥ 17,814	¥ 32,780	\$ 177,805
Current portion of long-term debt (Note 7)	2,031	12,775	20,276
Trade notes and accounts payable (Note 4)	78,901	78,050	787,518
Accrued expenses	24,892	24,234	248,446
Accrued income taxes (Note 13)	7,835	6,361	78,201
Allowance for directors' and corporate auditors' bonuses	382	301	3,807
Allowance for product warranties	1,495	768	14,920
Deposits received from employees	4,699	4,843	46,901
Other (Note 4)	16,758	17,903	167,258
Total current liabilities	154,807	178,015	1,545,132
Non-current liabilities:			
Long-term debt (Notes 7 and 14)	37,403	27,775	373,316
Allowance for loss on liquidation of subsidiaries and affiliates	2,224	—	22,202
Allowance for employees' retirement benefits (Note 11)	20,629	19,845	205,899
Allowance for directors' and corporate auditors' retirement and severance benefits	1,572	1,231	15,692
Deferred tax liabilities (Note 13)	5,401	4,890	53,904
Other	744	2,781	7,430
Total non-current liabilities	67,973	56,522	678,443
Total liabilities	222,780	234,537	2,223,575
Net assets			
Shareholders' equity (Note 8):			
Common stock			
Authorized—200,000,000 shares			
Issued and outstanding—130,010,011 shares in 2008 and 2007	28,028	28,028	279,747
Capital surplus	29,813	29,724	297,568
Retained earnings	158,574	132,123	1,582,735
Less: Treasury stock	(1,548)	(2,579)	(15,453)
Total shareholders' equity	214,867	187,296	2,144,597
Valuation and translation adjustments:			
Valuation difference on available-for-sale securities	7,317	10,995	73,026
Foreign currency translation adjustments	8,122	6,740	81,068
Total valuation and translation adjustments	15,439	17,735	154,094
Subscription rights to shares	221	56	2,209
Minority interests	23,435	19,464	233,900
Total net assets	253,962	224,551	2,534,800
Total liabilities and net assets	¥ 476,742	¥ 459,088	\$ 4,758,375