

BALANCE SHEETS

As of March 31, 2008

Thousands of yen

(ASSETS)	
Current Assets	
1 Cash and Bank deposits	7,717,142
2 Notes receivable-trade	1,540,961
3 Accounts receivable-trade	24,812,990
4 Inventories	2,226,417
5 Advance payment	6,060,221
6 Prepaid expenses	376,536
7 Accounts receivable-non-trade	119,550
8 Deposits receivable	47,650
9 Deferred tax assets-current	222,345
10 Other current assets	14,613
11 Allowance for doubtful receivables	95,000
Total current assets	43,043,430
Fixed Assets	
1 Tangible fixed assets	
(1) Buildings	31,551
(2) Machinery and equipment	27,473
(3) Autos and trucks	2,389
(4) Furniture and fixtures	33,978
Total tangible fixed assets	95,392
2 Intangible fixed assets	
(1) Software	2,805
(2) Other intangible fixed assets	550
Total intangible fixed assets	3,356
3 Investments and other fixed assets	
(1) Investment securities	164,232
(2) Deposits	153,279
(3) Deferred tax assets-non-current	80,194
(4) Investment in affiliated companies	55,740
(5) Others	96,092
(6) Allowance for doubtful receivables	81,415
Total investment and other fixed assets	468,123
Total fixed assets	566,872
Total Assets	43,610,302

Sojitz Machinery Corporation

(LIABILITIES)	
Current Liabilities	
1 Notes payable-trade	4,231,919
2 Accounts payable-trade	23,944,094
3 Short-term loans payable	1,500,000
4 Accounts payable-non-trade	882,724
5 Income taxes payable	190,051
6 Advance received	8,448,082
7 Other current liabilities	605,193
Fixed Liabilities	
1 Long-term deposit	93,000
2 Other fixed liabilities	34,000
Total liabilities	39,929,065
(SHAREHOLDERS' EQUITY)	
Common Stock	1,500,000
Capital surplus	833,000
Retained Earnings	1,421,593
1 Legal reserve	81,601
2 General reserve	24,000
3 Unappropriated earned surplus/loss	1,315,992
Securities Gain/Loss	42,074
Deferred hedge profit and loss	31,282
Total Shareholders' equity	3,681,236
Total Liabilities and shareholders' equity	43,610,302

STATEMENTS OF INCOME

For the year ended March 31,2008

Thousands of yen

Net sales	98,518,359
Cost of sales	92,898,078
Gross trading profit	5,620,280
Selling,general and administrative expenses	3,326,617
Operating income	2,293,662
Non-operating income	
Interest income	48,410
Receipt dividends	19,591
Other income	36,394
	104,397
Non-operating expenses	
Interest expense	55,442
Other expenses	1,327
	56,769
Recurring profit	2,341,291
Extraordinary loss	
Losses on property disposed	22,009
Extraordinary losses-other	478
Income before income taxes	2,318,803
Income taxes current	902,725
Income taxes deferred	105,424
Net Income/Loss	1,310,653