

INABATA & CO., LTD. AND CONSOLIDATED SUBSIDIARIES  
CONSOLIDATED BALANCE SHEETS  
March 31, 2009 and 2008

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2009	2008	2009
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents (Notes 12)	¥ 11,247	¥ 6,716	\$ 114,497
Receivables:			
Trade notes and accounts:			
Unconsolidated subsidiaries and affiliates	3,217	4,289	32,750
Sumitomo Chemical Company, Limited	2,250	1,967	22,905
Other	98,730	148,764	1,005,090
Other	2,731	3,884	27,802
Allowance for doubtful receivables	(963)	(1,315)	(9,804)
	<u>105,965</u>	<u>157,589</u>	<u>1,078,743</u>
Inventories	—	31,419	—
Merchandises and finished goods	24,736	—	251,817
Work in Process	384	—	3,909
Raw materials and supplies	2,357	—	23,995
Deferred tax assets (Note 6)	830	1,227	8,450
Other	8,149	4,977	82,958
Total current assets	<u>153,668</u>	<u>201,928</u>	<u>1,564,369</u>
Investments and long-term receivables:			
Investment securities (Notes 4 and 7):			
Unconsolidated subsidiaries and affiliates	4,130	6,554	42,044
Other	34,600	51,027	352,235
Long-term loans receivables:			
Unconsolidated subsidiaries and affiliates	—	15	—
Other	2,406	2,787	24,494
Other	7,218	7,470	73,481
Allowance for doubtful receivables (Note 16)	(3,546)	(3,789)	(36,099)
	<u>44,808</u>	<u>64,064</u>	<u>456,155</u>
Property and equipment (Note 8):			
Land	1,709	2,267	17,398
Buildings and structures	12,374	13,234	125,970
Machinery and equipment	17,915	19,563	182,378
Leased assets (Note 13)	—	9,485	—
Construction in progress	146	163	1,486
Other	426	—	4,337
	<u>32,570</u>	<u>44,712</u>	<u>331,569</u>
Less accumulated depreciation	(20,804)	(29,931)	(211,789)
	<u>11,766</u>	<u>14,781</u>	<u>119,780</u>
Other assets			
Deferred tax assets (Note 6)	312	182	3,176
Intangible assets	4,725	3,682	48,101
	<u>5,037</u>	<u>3,864</u>	<u>51,277</u>
	<u>¥ 215,279</u>	<u>¥ 284,637</u>	<u>\$ 2,191,581</u>

See accompanying Notes to Consolidated Financial Statements.

INABATA & CO., LTD. AND CONSOLIDATED SUBSIDIARIES  
CONSOLIDATED BALANCE SHEETS (CONTINUED)  
March 31, 2009 and 2008

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2009	2008	2009
<b>LIABILITIES AND NET ASSETS</b>			
Current liabilities:			
Short-term loans (Note 10)	¥ 49,499	¥ 67,469	\$ 503,909
Payables:			
Trade notes and accounts:			
Unconsolidated subsidiaries and affiliates	2,518	303	25,634
Sumitomo Chemical Company, Limited	4,071	8,838	41,444
Other	60,223	92,736	613,081
Accrued employees' bonuses	779	977	7,930
Other	1,089	1,343	11,086
	<u>68,680</u>	<u>104,197</u>	<u>699,175</u>
Income taxes and enterprise tax payable	1,609	3,404	16,380
Accrued expenses	1,507	2,129	15,342
Other current liabilities	4,104	2,467	41,779
Total current liabilities	<u>125,399</u>	<u>179,666</u>	<u>1,276,585</u>
Long-term liabilities:			
Long-term debt (Note 10)	14,775	10,547	150,412
Severance and retirement benefits (Note 11)	431	559	4,388
Directors' retirement benefits	61	19	621
Deferred tax liabilities (Note 6)	6,500	13,296	66,171
Provision for loss on business liquidation (Note 9)	2,231	—	22,712
Provision for loss on debt guarantees (Note 16)	282	—	2,871
Other non-current liabilities	2,000	2,386	20,360
	<u>26,280</u>	<u>26,807</u>	<u>267,535</u>
Contingent liabilities (Note 17)			
Net assets (Note 15):			
Shareholders' equity			
Common stock:			
Authorized - 200,000,000 shares			
Issued - 65,159,227 shares in 2009 and 65,159,227 shares in 2008	9,364	9,364	95,327
Capital surplus	7,708	7,709	78,469
Retained earnings	38,951	37,587	396,529
Treasury stock, at cost:			
70,288 shares in 2009 and 70,139 shares in 2008	(52)	(52)	(529)
Total shareholders' equity	<u>55,971</u>	<u>54,608</u>	<u>569,796</u>
Valuation and translation adjustments			
Net unrealized holding gains on securities	11,685	21,383	118,956
Net unrealized holding gains (losses) on derivatives	15	(89)	153
Foreign currency translation adjustments	(4,958)	1,223	(50,474)
Total valuation and translation adjustments	<u>6,742</u>	<u>22,517</u>	<u>68,635</u>
Stock acquisition rights	—	58	—
Minority interests	887	981	9,030
Total net assets	<u>63,600</u>	<u>78,164</u>	<u>647,461</u>
	<u>¥ 215,279</u>	<u>¥ 284,637</u>	<u>\$ 2,191,581</u>

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