

INABATA & CO., LTD. AND CONSOLIDATED SUBSIDIARIES  
CONSOLIDATED BALANCE SHEETS  
March 31, 2011 and 2010

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2011	2010	2011
<b>ASSETS</b>			
Current assets:			
Cash and time deposits (Notes 13 and 16)	¥ 16,560	¥ 5,464	\$ 199,158
Receivables:			
Trade notes and accounts (Note 16):			
Unconsolidated subsidiaries and affiliates	1,955	2,383	23,512
Sumitomo Chemical Company, Limited	3,148	3,526	37,859
Other	120,939	119,730	1,454,468
Other	2,362	3,160	28,406
Allowance for doubtful receivables (Note 16)	(466)	(991)	(5,604)
	<u>127,938</u>	<u>127,808</u>	<u>1,538,641</u>
Merchandise and finished goods	26,552	22,115	319,327
Work in Process	556	427	6,687
Raw materials and supplies	2,471	2,052	29,717
Deferred tax assets (Note 7)	722	1,067	8,683
Other	2,993	3,899	35,995
Total current assets	<u>177,792</u>	<u>162,832</u>	<u>2,138,208</u>
Investments and long-term receivables:			
Investment securities (Notes 5, 8 and 16):			
Unconsolidated subsidiaries and affiliates	3,447	3,182	41,455
Other	35,083	38,716	421,924
Long-term loans receivables (Note 16):			
Unconsolidated subsidiaries and affiliates	11	156	132
Other	1,399	1,927	16,825
Other	6,772	7,670	81,443
Allowance for doubtful receivables (Note 16)	(3,293)	(4,322)	(39,603)
	<u>43,419</u>	<u>47,329</u>	<u>522,176</u>
Property and equipment:			
Land	1,946	1,910	23,403
Buildings and structures	11,804	12,279	141,960
Machinery and equipment	13,041	13,654	156,837
Construction in progress	109	12	1,311
Other	2,728	2,875	32,809
	<u>29,628</u>	<u>30,730</u>	<u>356,320</u>
Less accumulated depreciation	(19,682)	(19,943)	(236,705)
	<u>9,946</u>	<u>10,787</u>	<u>119,615</u>
Other assets			
Deferred tax assets (Note 7)	556	1,137	6,687
Intangible assets	6,560	7,880	78,894
	<u>7,116</u>	<u>9,017</u>	<u>85,581</u>
	<u>¥ 238,273</u>	<u>¥ 229,965</u>	<u>\$ 2,865,580</u>

See accompanying Notes to Consolidated Financial Statements.

INABATA & CO., LTD. AND CONSOLIDATED SUBSIDIARIES  
CONSOLIDATED BALANCE SHEETS (CONTINUED)  
March 31, 2011 and 2010

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2011	2010	2011
<b>LIABILITIES AND NET ASSETS</b>			
Current liabilities:			
Short-term loans (Notes 11 and 16)	¥ 45,344	¥ 41,538	\$ 545,328
Payables:			
Trade notes and accounts (Note 16):			
Unconsolidated subsidiaries and affiliates	9,499	9,199	114,239
Sumitomo Chemical Company, Limited	6,902	6,903	83,007
Other	69,639	68,299	837,511
Accrued employees' bonuses	778	777	9,357
Other (Note 7)	1,849	1,085	22,237
	<u>88,667</u>	<u>86,263</u>	<u>1,066,351</u>
Income taxes and enterprise tax payable	1,689	665	20,313
Accrued expenses	1,372	1,495	16,500
Other current liabilities	4,123	2,143	49,584
Total current liabilities	<u>141,195</u>	<u>132,104</u>	<u>1,698,076</u>
Long-term liabilities:			
Long-term debt (Notes 11 and 16)	15,185	17,227	182,622
Severance and retirement benefits (Note 12)	431	406	5,183
Directors' retirement benefits	27	32	325
Deferred tax liabilities (Note 7)	7,407	9,594	89,080
Provision for loss on business liquidation (Note 10)	73	215	878
Provision for loss on debt guarantees	19	19	229
Other non-current liabilities	1,896	1,905	22,801
	<u>25,038</u>	<u>29,398</u>	<u>301,118</u>
Contingent liabilities (Note 19)			
Net assets (Note 17):			
Shareholders' equity			
Common stock:			
Authorized - 200,000,000 shares			
Issued - 65,159,227 shares in 2011 and 65,159,227 shares in 2010	9,364	9,364	112,616
Capital surplus	7,708	7,708	92,700
Retained earnings	46,420	39,829	558,268
Treasury stock, at cost:			
290,633 shares in 2011 and 98,205 shares in 2010	(140)	(60)	(1,684)
Total shareholders' equity	<u>63,352</u>	<u>56,841</u>	<u>761,900</u>
Accumulated other comprehensive income			
Net unrealized holding gains on securities	13,174	15,059	158,437
Net unrealized holding gains on derivatives	38	31	457
Foreign currency translation adjustments	(5,225)	(4,126)	(62,839)
Total accumulated other comprehensive income	<u>7,987</u>	<u>10,964</u>	<u>96,055</u>
Minority interests	701	658	8,431
Total net assets	<u>72,040</u>	<u>68,463</u>	<u>866,386</u>
	<u>¥ 238,273</u>	<u>¥ 229,965</u>	<u>\$ 2,865,580</u>

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