

Consolidated Statements of Income

Aisin Seiki Co., Ltd. and Its Consolidated Subsidiaries
Years ended March 31, 2000, 1999 and 1998

	Millions of Yen (Note 2)			Millions of U.S. Dollars (Note 2)
	2000	1999	1998	2000
Net Sales	¥1,000,643	¥907,755	¥934,797	\$9,427
Cost of Sales	858,151	810,765	833,830	8,084
Gross Profit	142,491	96,990	100,967	1,342
Selling, General and Administrative Expenses	91,696	68,667	70,995	864
Operating Income	50,795	28,323	29,971	479
Other Income:				
Interest and Dividends	2,469	2,992	3,014	23
Other	6,303	5,445	7,614	59
Total Other Income	8,774	8,437	10,629	83
Other Expenses:				
Interest	2,606	2,054	1,767	25
Other	9,767	7,283	4,754	92
Total Other Expenses	12,373	9,337	6,521	117
Income before Income Taxes and Minority Interest in Income of Consolidated Subsidiaries	47,195	27,423	34,079	445
Income Taxes—Current	25,723	15,882	15,303	242
Income Taxes—Deferred	(3,223)			(30)
Minority Interest in Income of Consolidated Subsidiaries	(6,717)	(3,498)	(4,837)	(63)
Net Income	¥ 17,978	¥ 8,042	¥ 13,938	\$ 169
		Yen		U.S. Dollars
Net Income per Share	¥ 64.36	¥ 27.81	¥ 49.25	0.61

Consolidated Statements of Shareholders' Equity

Aisin Seiki Co., Ltd. and Its Consolidated Subsidiaries
Years ended March 31, 2000, 1999 and 1998

	Millions of Yen (Note 2)			Millions of U.S. Dollars (Note 2)
	2000	1999	1998	2000
Common Stock:				
Balance at Beginning of Period	¥41,140	¥41,140	¥34,601	\$388
Conversion of Convertible Bonds	0	0	6,538	0
Balance at End of Period	41,140	41,140	41,140	388
Additional Paid-in Capital:				
Balance at Beginning of Period	59,022	59,022	52,494	556
Conversion of Convertible Bonds	0	0	6,528	0
Balance at End of Period	59,022	59,022	59,022	556
Retained Earnings:				
Balance at Beginning of Period	201,821	196,649	185,980	1,901
Net Income	17,978	8,042	13,938	169
Cash Dividends	(3,073)	(3,188)	(3,097)	(29)
Bonus to Directors and Corporate Auditors	(755)	(374)	(172)	(7)
Increase in Retained Earnings due to Change of Consolidated Scope	18,675	692	—	176
Cumulative Effect of an Adoption of Tax Effect Accounting	29,049			274
Decrease by Additional Affiliated Companies under Equity Method	(31)	—	—	(0)
Balance at end of Period	263,665	201,821	196,649	2,484
Treasury Common Stock at End of Period	(0)	(0)	(1)	0
Common Stock of the Parent held by Consolidated Subsidiaries	(1,433)			(13)
Total Shareholders' Equity at End of Period	362,394	¥ 301,984	¥296,811	\$3,414
	Thousands of Shares			
	2000	1999	1998	
Number of Shares:				
Balance at Beginning of Period	289,229	289,229	279,324	
Issues on Conversion of Convertible Bonds	0	0	9,905	
Balance at End of Period	289,229	289,229	289,229	

The accompany notes are an integral part of these financial statements.