

Consolidated Balance Sheets

AISIN SEIKI CO., LTD. and Its Subsidiaries
Years ended March 31, 2006 and 2005

	Millions of Yen		Millions of U.S. Dollars
	2006	2005	2006
ASSETS			
Current assets:			
Cash and cash equivalents	¥ 128,213	¥ 116,401	\$ 1,091
Short-term investments	8,701	14,857	74
Trade notes and accounts receivable	336,865	285,894	2,868
Inventories (Note 7)	148,782	122,461	1,267
Deferred tax assets (Note 17)	42,842	35,921	365
Other current assets	30,403	27,038	258
Less: allowance for doubtful accounts	(1,776)	(690)	(15)
Total current assets	694,030	601,882	5,908
Investments and other assets:			
Investments in securities (Notes 5, 6, 8)	319,717	215,953	2,722
Long-term loans	4,314	4,246	37
Deferred tax assets (Note 17)	21,451	22,031	182
Other	36,638	32,614	312
Less: allowance for doubtful accounts	(455)	(628)	(4)
Total investments and other assets	381,665	274,216	3,249
Property, plant and equipment, at cost:			
Land	85,321	82,258	726
Buildings and structures	460,024	409,857	3,916
Machinery and equipment	1,416,188	1,255,932	12,056
Construction in progress	60,482	36,353	515
Total property, plant and equipment	2,022,015	1,784,400	17,213
Less: accumulated depreciation	(1,244,251)	(1,157,184)	(10,592)
Net property, plant and equipment (Note 8)	777,764	627,216	6,621
Total fixed assets	1,159,429	901,432	9,870
Total assets	¥ 1,853,459	¥ 1,503,314	\$ 15,778

The accompanying notes are an integral part of these consolidated financial statements.

	Millions of Yen		Millions of U.S. Dollars
	2006	2005	2006
LIABILITIES, MINORITY INTEREST AND SHAREHOLDERS' EQUITY			
Current liabilities:			
Short-term borrowings (Note 15)	¥ 46,888	¥ 58,779	\$ 399
Trade notes and accounts payable	327,177	262,655	2,785
Current portion of bonds payable (Note 15)	150	—	1
Other payables	70,517	41,424	600
Accrued expenses	117,499	106,470	1,000
Accrued income taxes	31,783	21,419	271
Deposits received from employees	16,781	16,964	143
Accrued warranty cost	14,462	11,716	123
Other current liabilities	13,843	12,185	118
Total current liabilities	639,100	531,612	5,440
Long-term liabilities:			
Bonds payable (Note 15)	35,500	25,650	302
Long-term debt (Note 15)	176,811	129,768	1,505
Allowance for employee retirement benefits (Note 16)	78,228	75,021	666
Allowance for retirement and severance benefits for directors and corporate auditors	6,523	6,944	56
Long-term accrued expenses	2,542	9,415	22
Deferred tax liabilities (Note 17)	63,609	26,458	541
Consolidation adjustments	82	—	1
Commitments and contingent liabilities (Note 9)			
Total long-term liabilities	363,295	273,256	3,093
Total liabilities	1,002,395	804,868	8,533
Minority interest	172,183	145,693	1,466
Shareholders' equity (Notes 20, 21):			
Common stock, no par value:			
Authorized: 700,000,000 shares			
Issued: 294,674,634 shares in 2006 and 2005	45,049	45,049	383
Capital surplus	63,263	63,061	539
Retained earnings	445,241	392,836	3,790
Net unrealized gain on available-for-sale securities	123,721	66,597	1,053
Foreign currency translation adjustments	3,428	(11,674)	29
Less: treasury stock, at cost	(1,821)	(3,116)	(15)
Total shareholders' equity	678,881	552,753	5,779
Total liabilities, minority interest and shareholders' equity	¥ 1,853,459	¥ 1,503,314	\$ 15,778