

Consolidated Balance Sheets

AISIN SEIKI CO., LTD. and Its Subsidiaries
Years ended March 31, 2007 and 2006

	Millions of Yen		Millions of U.S. Dollars
	2007	2006	2007
ASSETS			
Current assets:			
Cash and cash equivalents	¥ 136,307	¥ 128,213	\$ 1,155
Short-term investments	15,652	8,701	133
Trade notes and accounts receivable	363,726	336,865	3,080
Inventories (Note 7)	168,763	148,782	1,430
Deferred tax assets (Note 18)	48,387	42,842	410
Other current assets	35,266	30,403	298
Less: allowance for doubtful accounts	(732)	(1,776)	(6)
Total current assets	767,369	694,030	6,500
Investments and other assets:			
Investments in securities (Notes 5, 6, 8)	357,422	319,717	3,028
Long-term loans	4,260	4,314	36
Deferred tax assets (Note 18)	24,229	21,451	205
Other	45,912	36,638	389
Less: allowance for doubtful accounts	(489)	(455)	(4)
Total investments and other assets	431,334	381,665	3,654
Property, plant and equipment, at cost:			
Land	88,412	85,321	749
Buildings and structures	503,781	460,024	4,268
Machinery and equipment	1,541,852	1,416,188	13,061
Construction in progress	48,302	60,482	409
Total property, plant and equipment	2,182,347	2,022,015	18,487
Less: accumulated depreciation	(1,343,154)	(1,244,251)	(11,378)
Net property, plant and equipment (Note 8)	839,193	777,764	7,109
Total fixed assets	1,270,527	1,159,429	10,763
Total assets	¥ 2,037,896	¥ 1,853,459	\$17,263

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

	Millions of Yen		Millions of U.S. Dollars
	2007	2006	2007
LIABILITIES AND NET ASSETS			
Current liabilities:			
Short-term borrowings (Note 16)	¥ 30,519	¥ 46,888	\$ 259
Trade notes and accounts payable	359,873	327,177	3,048
Current portion of bonds payable (Note 16)	15,000	150	127
Other payables	47,908	70,517	406
Accrued expenses	130,345	117,499	1,104
Accrued income taxes	41,647	31,783	353
Deposits received from employees	16,883	16,781	143
Accrued warranty cost	16,133	14,462	137
Other current liabilities	20,762	13,843	175
Total current liabilities	679,070	639,100	5,752
Long-term liabilities:			
Bonds payable (Note 16)	20,000	35,500	169
Long-term debt (Note 16)	221,076	176,811	1,873
Allowance for employee retirement benefits (Note 17)	79,794	78,228	676
Allowance for retirement and severance benefits for directors and corporate auditors	7,185	6,523	61
Long-term accrued expenses	1,052	2,542	9
Deferred tax liabilities (Note 18)	72,627	63,609	615
Negative goodwill	122	82	1
Other long-term liabilities	1,117	—	10
Total long-term liabilities	402,973	363,295	3,414
Total liabilities	1,082,043	1,002,395	9,166
Minority interests in consolidated subsidiaries	—	172,183	—
Net assets: (Notes 13, 21):			
Common stock, no par value:			
Authorized: 700,000,000 shares			
Issued: 294,674,634 shares in 2007 and 2006	45,049	45,049	382
Capital surplus	57,891	63,263	490
Retained earnings	501,010	445,241	4,244
Less: treasury stock, at cost	(1,568)	(1,821)	(13)
Total shareholders' equity	602,382	551,732	5,103
Net unrealized gain on available-for-sale securities	145,136	123,721	1,229
Profit & loss of deferral hedge accounting	(668)	—	(6)
Foreign currency translation adjustments	11,893	3,428	102
Total evaluation and conversion difference	156,361	127,149	1,325
Subscription warrant	168	—	1
Minority interests in consolidated subsidiaries	196,942	—	1,668
Total net assets	955,853	678,881	8,097
Total liabilities and net assets	¥ 2,037,896	¥ 1,853,459	\$ 17,263