

NON-CONSOLIDATED BALANCE SHEETS

TOA CORPORATION
As of March 31, 2000 and 1999

ASSETS	Millions of Japanese Yen		Thousands of U.S. Dollars (Note 2)
	2000	1999	2000
Current assets:			
Cash and time deposits (Note 3)	¥ 36,663	¥ 41,134	\$ 345,875
Marketable securities (Notes 4 and 5)	13,842	15,643	130,586
Notes and accounts receivable:			
Construction contracts accounts	64,594	66,259	609,374
Subsidiaries and affiliates	4,958	4,854	46,770
Others	15,482	13,506	146,051
Allowance for doubtful accounts	(1,830)	(2,005)	(17,262)
Inventories, principally real estate for sale (Note 5)	12,588	12,948	118,757
Deferred income taxes	3,835	—	36,179
Cost on contracts in progress	63,375	60,144	597,881
Prepaid expenses and other current assets	6,961	4,973	65,674
Total current assets	<u>220,468</u>	<u>217,456</u>	<u>2,079,885</u>
Investments and other assets:			
Investments in and long-term loans to subsidiaries and affiliates	3,219	4,579	30,365
Investments in securities	3,248	3,311	30,641
Deferred income taxes	2,690	—	25,377
Long-term loans	563	426	5,309
Other investments	5,152	6,606	48,609
Other assets	1,884	2,323	17,776
Total investments and other assets	<u>16,756</u>	<u>17,245</u>	<u>158,077</u>
Property, plant and equipment, at cost:			
Land	25,593	25,897	241,441
Buildings and structures	15,706	15,974	148,173
Machinery and equipment	4,972	5,324	46,910
Vessels	14,137	13,927	133,364
Construction in progress	809	225	7,630
Total property, plant and equipment	<u>61,217</u>	<u>61,347</u>	<u>577,518</u>
Less accumulated depreciation	(21,803)	(20,718)	(205,685)
Property, plant and equipment—net	<u>39,414</u>	<u>40,629</u>	<u>371,833</u>
Total	<u>¥ 276,638</u>	<u>¥ 275,330</u>	<u>\$2,609,795</u>

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

LIABILITIES AND SHAREHOLDERS' EQUITY	Millions of Japanese Yen		Thousands of U.S. Dollars (Note 2)
	2000	1999	2000
Current liabilities:			
Short-term borrowing (Note 5)	¥ 42,277	¥ 42,762	\$ 398,840
Current portion of long-term debt (Note 5)	4,532	3,744	42,755
Commercial paper	—	1,000	—
Notes and accounts payable:			
Contract costs	72,642	67,759	685,298
Subsidiaries and affiliates	11,023	9,704	103,992
Others	3,559	9,130	33,572
Accrued income taxes	2,275	444	21,466
Advances on contracts in progress	47,644	49,803	449,473
Other current liabilities	11,334	12,900	106,929
Total current liabilities	<u>195,286</u>	<u>197,246</u>	<u>1,842,325</u>
Long-term debt (Note 5)	26,180	31,712	246,976
Accrued severance indemnities	4,901	4,317	46,236
Other long-term liabilities	181	198	1,711
Total liabilities	<u>226,548</u>	<u>233,473</u>	<u>2,137,248</u>
Shareholders' equity:			
Common stock, ¥50 par value:			
Authorized—600,000,000 shares			
Issued—199401,173 shares at March 31, 2000 and 1999	16,469	16,469	155,373
Additional paid-in capital	15,582	15,582	147,001
Legal reserve	2,032	1,972	19,162
Retained earnings	16,007	7,834	151,011
Total shareholders' equity	<u>50,090</u>	<u>41,857</u>	<u>472,547</u>
Commitments and contingent liabilities			
Total	<u>¥276,638</u>	<u>¥275,330</u>	<u>\$ 2,609,795</u>

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