

CONSOLIDATED BALANCE SHEETS

TOA CORPORATION and its consolidated subsidiaries
As of March 31, 2009 and 2008

ASSETS	Millions of Japanese Yen		Thousands of U.S. Dollars (Note 2)
	2009	2008	2009
Current assets:			
Cash and time deposits (Note 3)	¥ 33,981	¥ 28,532	\$ 346,741
Marketable securities (Note 4)	8	26	82
Notes and accounts receivable, trade	65,350	78,762	666,834
Allowance for doubtful accounts	(385)	(947)	(3,933)
Inventories, principally real estate for sale	8,447	9,091	86,190
Cost on contracts in progress	9,374	15,110	95,651
Deferred tax assets (Note 9)	2,324	2,004	23,715
Prepaid expenses and other current assets	21,809	15,148	222,551
Total current assets	<u>140,908</u>	<u>147,726</u>	<u>1,437,831</u>
Investments and other assets:			
Investments in affiliates	549	397	5,603
Investments in securities (Notes 4 and 5)	9,281	13,189	94,701
Long-term loans (Note 5)	776	749	7,923
Deferred tax assets (Note 9)	2,623	1,953	26,763
Others (Note 5)	8,826	6,567	90,065
Allowance for doubtful accounts	(4,668)	(4,321)	(47,631)
Total investments and other assets	<u>17,387</u>	<u>18,534</u>	<u>177,424</u>
Property, plant and equipment (Notes 5, 11 and 12):			
Land	20,405	20,536	208,210
Buildings and structures	16,349	16,065	166,822
Machinery and equipment	28,058	31,116	286,308
Lease assets	32	—	331
Construction in progress	313	2	3,197
Total property, plant and equipment	<u>65,157</u>	<u>67,719</u>	<u>664,868</u>
Less accumulated depreciation	<u>(31,101)</u>	<u>(33,036)</u>	<u>(317,360)</u>
Property, plant and equipment—net	<u>34,056</u>	<u>34,683</u>	<u>347,508</u>
Total	<u>¥ 192,351</u>	<u>¥ 200,943</u>	<u>\$ 1,962,763</u>

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

LIABILITIES AND NET ASSETS	Millions of Japanese Yen		Thousands of U.S. Dollars (Note 2)
	2009	2008	2009
Current liabilities:			
Short-term borrowings (Note 5)	¥ 18,957	¥ 16,394	\$ 193,441
Current portion of long-term debt (Note 5)	9,339	9,315	95,296
Notes and accounts payable, trade	54,716	56,858	558,330
Accrued income taxes	1,058	1,240	10,796
Advances on contracts in progress (Note 6)	11,875	16,494	121,172
Other current liabilities	17,825	15,401	181,889
Total current liabilities	<u>113,770</u>	<u>115,702</u>	<u>1,160,924</u>
Long-term debt (Note 5)	10,746	14,815	109,653
Reserve for retirement benefits (Note 7)	2,170	2,102	22,138
Deferred tax liabilities on revaluation of land (Note 12)	3,444	3,452	35,148
Other long-term liabilities (Note 9)	2,769	3,301	28,250
Total liabilities	<u>132,899</u>	<u>139,372</u>	<u>1,356,113</u>
Net assets (Note 10):			
Shareholders' equity:			
Common stock,			
Authorized—600,000,000 shares			
Issued 224,946,290 shares at March 31, 2009 and 2008,			
respectively	18,977	18,977	193,639
Additional paid-in capital	18,075	18,079	184,438
Retained earnings	22,733	21,807	231,970
Treasury stock, at cost 15,992 thousand shares and 2,818			
thousand shares at March 31, 2009 and 2008, respectively	(2,010)	(462)	(20,511)
Total shareholders' equity	<u>57,775</u>	<u>58,401</u>	<u>589,536</u>
Valuation, translation adjustments and other:			
Net unrealized gain on securities	(528)	861	(5,386)
Net deferred gains (losses) on hedges	(88)	(128)	(906)
Revaluation reserve for land (Note 12)	1,304	1,150	13,311
Total valuation, translation adjustments and other	<u>668</u>	<u>1,883</u>	<u>7,019</u>
Minority interests	989	1,287	10,095
Total net assets	<u>59,452</u>	<u>61,571</u>	<u>606,650</u>
Commitments and contingent liabilities (Note 5 and 13):			
Total	<u>¥ 192,351</u>	<u>¥ 200,943</u>	<u>\$ 1,962,763</u>

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