

## 5. Non-consolidated Financial Statements

### 1. Non-consolidated Balance Sheets

(Unit: millions of yen)

	FY 2007 (as of March 31, 2007)		1 <sup>st</sup> Half of FY 2008 (as of September 30, 2007)		Changes Increase/ (Decrease)	1 <sup>st</sup> Half of FY 2007 (as of September 30, 2006)	
	Amount	Component ratio (%)	Amount	Component ratio (%)	Amount	Amount	Component ratio (%)
<b>ASSETS</b>							
<b>I Current assets</b>							
Cash and time deposits	24,774		13,280		(11,494)	23,739	
Notes receivable, trade	1,784		1,678		(106)	1,785	
Accounts receivable, trade	107,612		99,534		(8,078)	111,269	
Marketable securities	2		8,502		8,500	16,689	
Finished products	27,072		29,794		2,722	35,299	
Raw materials	12,877		14,877		2,000	9,539	
Work in process	81,119		95,052		13,933	78,582	
Supplies	1,235		1,338		103	1,305	
Advances paid	13,366		12,495		(871)	13,366	
Prepaid expenses	2,800		4,143		1,343	3,802	
Deferred tax assets	16,025		15,049		(976)	16,533	
Short-term loans	73,994		84,839		10,845	75,639	
Accounts receivable, other	24,495		22,039		(2,456)	26,210	
Other	2,535		3,297		762	2,613	
Allowance for doubtful accounts	(469)		(391)		78	(1,194)	
<b>Total current assets</b>	<b>389,221</b>	<b>43.7</b>	<b>405,526</b>	<b>45.1</b>	<b>16,305</b>	<b>415,176</b>	<b>44.3</b>
<b>II Fixed assets</b>							
<b>1. Property, plant and equipment, net</b>							
Buildings	54,034		52,974		(1,060)	52,020	
Structures	-		-		-	7,026	
Machinery	73,144		69,320		(3,824)	71,566	
Aircrafts	-		-		-	13	
Vehicles	-		-		-	1,251	
Tools and equipment	12,296		11,426		(870)	11,923	
Land	83,634		86,285		2,651	82,824	
Construction in progress	-		-		-	6,933	
Other	17,327		24,624		7,297	-	
<b>Total property, plant and equipment, net</b>	<b>240,435</b>	<b>27.0</b>	<b>244,629</b>	<b>27.2</b>	<b>4,194</b>	<b>233,556</b>	<b>24.9</b>
<b>2. Intangible assets</b>							
Industrial rights	-		-		-	109	
Patents	94		86		(8)	-	
Land lease rights	11		11		-	-	
Trademark	6		5		(1)	-	
Software	12,557		11,372		(1,185)	13,109	
Other	860		395		(465)	1,243	
<b>Total intangible assets</b>	<b>13,528</b>	<b>1.5</b>	<b>11,869</b>	<b>1.3</b>	<b>(1,659)</b>	<b>14,461</b>	<b>1.6</b>
<b>3. Investments and other assets</b>							
Investment securities	55,280		55,051		(229)	50,737	
Investments in subsidiaries and affiliated companies	143,252		142,975		(277)	141,277	
Investment securities, other than stock	8		8		-	28	
Investments in subsidiaries and affiliated companies, other than stock	1,056		1,983		927	1,056	
Long-term loans	5		5		-	52,154	
Long-term loans for employees	128		126		(2)	-	
Long-term loans for subsidiaries and affiliated companies	44,600		33,900		(10,700)	-	
Bankruptcy and rehabilitation claims	6,452		6,532		80	-	
Long-term prepaid expenses	1,931		1,653		(278)	2,244	
Deferred tax assets	3,257		3,506		249	27,424	
Other	2,121		2,121		0	7,574	
Allowance for devaluation of investments	-		(364)		(364)	(382)	
Allowance for doubtful accounts	(9,992)		(10,338)		(346)	(8,577)	
<b>Total investments and other assets</b>	<b>248,098</b>	<b>27.8</b>	<b>237,158</b>	<b>26.4</b>	<b>(10,940)</b>	<b>273,535</b>	<b>29.2</b>
<b>Total fixed assets</b>	<b>502,061</b>	<b>56.3</b>	<b>493,656</b>	<b>54.9</b>	<b>(8,405)</b>	<b>521,552</b>	<b>55.7</b>
<b>Total assets</b>	<b>891,282</b>	<b>100.0</b>	<b>899,182</b>	<b>100.0</b>	<b>7,900</b>	<b>936,728</b>	<b>100.0</b>

(Unit: Millions of yen)

	FY 2007 (as of March 31, 2007)		1 <sup>st</sup> Half of FY 2008 (as of September 30, 2007)		Changes Increase/ (Decrease)	1 <sup>st</sup> Half of FY 2007 (as of September 30, 2006)	
	Amount	Component ratio (%)	Amount	Component ratio (%)	Amount	Amount	Component ratio (%)
<b>LIABILITIES AND NET ASSETS</b>							
<b>I Current liabilities</b>							
Notes payable, trade	3,941		3,334		(607)	3,586	
Accounts payable, trade	166,929		179,435		12,506	178,442	
Short-term borrowings	17,548		17,547		(1)	16,540	
Current portion of long-term debts	-		-		-	9	
Current portion of bonds	10,000		30,000		20,000	10,000	
Accounts payable, other	18,744		13,889		(4,855)	22,432	
Accrued expenses	29,111		23,790		(5,321)	28,326	
Accrued income taxes	3,239		5,093		1,854	3,991	
Advances received	6,254		12,137		5,883	13,941	
Deposits received	960		2,549		1,589	1,723	
Income in advance	181		187		6	182	
Accrued bonus	10,076		10,301		225	9,917	
Accrued director's bonus	92		-		(92)	-	
Accrued warranty claims	7,520		6,722		(798)	7,347	
Notes payable for acquisition of fixed assets	-		-		-	1,311	
Other	1,401		664		(737)	5,714	
<b>Total current liabilities</b>	<b>275,996</b>	<b>31.0</b>	<b>305,648</b>	<b>34.0</b>	<b>29,652</b>	<b>303,461</b>	<b>32.4</b>
<b>II Long-term liabilities</b>							
Bonds	90,000		60,000		(30,000)	90,000	
Long-term debts	23,727		23,723		(4)	24,733	
Long-term accounts payable, other	-		-		-	6,797	
Long-term deposits received	-		-		-	1,169	
Accrued pension and severance benefits	27,651		28,693		1,042	33,045	
Accrued directors' severance and retirement benefits	200		-		(200)	158	
Provision for losses on guarantees	745		745		-	1,322	
Other	8,940		9,952		1,012	2	
<b>Total long-term liabilities</b>	<b>151,263</b>	<b>16.9</b>	<b>123,113</b>	<b>13.7</b>	<b>(28,150)</b>	<b>157,226</b>	<b>16.8</b>
<b>Total liabilities</b>	<b>427,259</b>	<b>47.9</b>	<b>428,761</b>	<b>47.7</b>	<b>1,502</b>	<b>460,687</b>	<b>49.2</b>
<b>NET ASSETS</b>							
<b>I Shareholders' capital</b>							
<b>Common stock</b>	<b>153,795</b>	<b>17.3</b>	<b>153,795</b>	<b>17.1</b>	-	<b>153,795</b>	<b>16.4</b>
<b>Capital surplus:</b>	<b>160,120</b>	<b>18.0</b>	<b>160,116</b>	<b>17.8</b>	<b>(4)</b>	<b>160,071</b>	<b>17.1</b>
Capital reserve	160,071		160,071		-	160,071	
Other capital reserve	49		45		(4)	-	
<b>Retained earnings:</b>	<b>169,455</b>	<b>18.9</b>	<b>175,970</b>	<b>19.6</b>	<b>6,515</b>	<b>185,251</b>	<b>19.7</b>
Legal reserve	7,901		7,901		-	7,901	
Advanced depreciation reserve	719		719		-	687	
General reserve	85,335		85,335		-	85,335	
Unappropriated retained earnings	75,500		82,015		6,515	91,328	
<b>Less-treasury stock, at cost</b>	<b>(40,477)</b>	<b>(4.5)</b>	<b>(40,484)</b>	<b>(4.5)</b>	<b>(7)</b>	<b>(41,461)</b>	<b>(4.4)</b>
<b>Total shareholders' capital</b>	<b>442,893</b>	<b>49.7</b>	<b>449,397</b>	<b>50.0</b>	<b>6,504</b>	<b>457,656</b>	<b>48.8</b>
<b>II Valuation, translation, and other adjustments</b>							
Net unrealized holding gains on securities	21,130	2.4	21,024	2.3	(106)	18,385	2.0
<b>Total valuation, translation, and other adjustments</b>	<b>21,130</b>	<b>2.4</b>	<b>21,024</b>	<b>2.3</b>	<b>(106)</b>	<b>18,385</b>	<b>2.0</b>
<b>Total net assets</b>	<b>464,023</b>	<b>52.1</b>	<b>470,421</b>	<b>52.3</b>	<b>6,398</b>	<b>476,041</b>	<b>50.8</b>
<b>Total liabilities and net assets</b>	<b>891,282</b>	<b>100.0</b>	<b>899,182</b>	<b>100.0</b>	<b>7,900</b>	<b>936,728</b>	<b>100.0</b>

## 2. Non-consolidated Statements of Income

(Unit: Millions of yen)

	1 <sup>st</sup> Half of FY 2007 (ended September 30, 2006)		1 <sup>st</sup> Half of FY 2008 (ended September 30, 2007)		Changes Increase/ (Decrease)	Fiscal 2007 (ended March 31, 2007)	
	Amount	Ratio of net sales (%)	Amount	Ratio of net sales (%)	Amount	Amount	Ratio of net sales (%)
I Net sales	482,537	100.0	480,870	100.0	(1,667)	964,424	100.0
II Cost of sales	390,759	81.0	390,073	81.1	(686)	782,838	81.2
Gross profit	91,778	19.0	90,797	18.9	(981)	181,586	18.8
III Selling, general and administrative expenses	73,111	15.1	73,412	15.3	301	148,079	15.3
<b>Operating income</b>	<b>18,667</b>	<b>3.9</b>	<b>17,385</b>	<b>3.6</b>	<b>(1,282)</b>	<b>33,507</b>	<b>3.5</b>
IV Non-operating income							
Interest and dividends income	1,413		1,669		256	2,659	
Gain on revaluation of derivatives	-		702		702	4,166	
Other	2,529		2,495		(34)	6,363	
Total non-operating income	3,942	0.8	4,866	1.0	924	13,188	1.3
V Non-operating expenses							
Interest expenses	793		885		92	1,656	
Foreign exchange losses	-		4,562		4,562	12,082	
Loss on revaluation of derivatives	246		-		(246)	72	
Other	7,910		2,447		(5,463)	5,750	
Total non-operating expenses	8,949	1.9	7,894	1.6	(1,055)	19,560	2.0
<b>Ordinary income</b>	<b>13,660</b>	<b>2.8</b>	<b>14,357</b>	<b>3.0</b>	<b>697</b>	<b>27,135</b>	<b>2.8</b>
VI Extraordinary gains							
Gain on sale of property, plant and equipment	132		920		788	678	
Prior period adjustment	1,451		-		(1,451)	1,451	
Gain on sale of securities	-		1,584		1,584	-	
Reversal of allowance for doubtful accounts	0		-		0	-	
Reversal of allowance for devaluation of investments	8		-		(8)	-	
Other	-		6		6	363	
Total extraordinary gains	1,591	0.3	2,510	0.5	919	2,492	0.3
VII Extraordinary losses							
Loss on sale and disposal of property, plant and equipment	712		1,003		291	1,424	
Loss on devaluation of securities	742		-		(742)	892	
Impairment loss on property, plant and equipment	39		-		(39)	-	
Allowance for doubtful accounts	2,523		272		(2,251)	3,077	
Allowance for losses on guarantees	159		-		(159)	745	
Allowance for devaluation of investments	382		364		(18)	-	
Loss on liquidation of affiliated companies	1,807		-		(1,807)	1,922	
Other	-		72		72	176	
Total extraordinary losses	6,364	1.3	1,711	0.4	(4,653)	8,236	0.9
Income before income taxes	8,887	1.8	15,156	3.2	6,269	21,391	2.2
Income taxes-current	3,353	0.6	4,608	1.0	1,255	5,634	0.6
Income taxes-deferred	(658)	(0.1)	799	0.2	1,457	22,148	2.3
<b>Net income (loss)</b>	<b>6,192</b>	<b>1.3</b>	<b>9,749</b>	<b>2.0</b>	<b>3,557</b>	<b>(6,391)</b>	<b>(0.7)</b>

### 3. Non-consolidated Statement of changes in Net Assets

1<sup>st</sup> Half of FY 2007 (from April 1, 2006 to September 30, 2006)

(Unit: Millions of yen)

	Shareholders' capital							
	Common stock	Capital surplus		Retained earnings				Total
		Capital reserve	Total	Legal reserve	Ad. dep. reserve	General reserve	Unappropriated retained earnings	
Balance, March 31, 2006	153,795	160,071	160,071	7,901	687	85,335	88,441	182,364
Increase (decrease) during the period								
Cash dividends	-	-	-	-	-	-	(3,226)	(3,226)
Payment of bonuses to directors and statutory auditors	-	-	-	-	-	-	(66)	(66)
Net income	-	-	-	-	-	-	6,192	6,192
Purchas in treasury stock	-	-	-	-	-	-	-	-
Disposal of treasury stock	-	-	-	-	-	-	(13)	(13)
Changes (other than shareholders' capital), net	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	2,887	2,887
Balance, September 30, 2006	153,795	160,071	160,071	7,901	687	85,335	91,328	185,251

	Shareholders' capital		Valuation, translation and other adjustments		Net assets total
	Treasury stock	Total	Net unrealized holding gains on securities	Total	
Balance, March 31, 2006	(41,519)	454,711	19,920	19,920	474,631
Increase (decrease) during the period					
Cash dividends	-	(3,226)	-	-	(3,226)
Payment of bonuses to directors and statutory auditors	-	(66)	-	-	(66)
Net income	-	6,192	-	-	6,192
Purchas in treasury stock	(29)	(29)	-	-	(29)
Disposal of treasury stock	87	74	-	-	74
Changes (other than shareholders' capital), net	-	-	(1,535)	(1,535)	(1,535)
Total	58	2,945	(1,535)	(1,535)	1,410
Balance, September 30, 2006	(41,461)	457,656	18,385	18,385	476,041

1<sup>st</sup> Half of FY 2008 (from April 1, 2007 to September 30, 2007)

(Unit: Millions of yen)

	Shareholders' capital								
	Common stock	Capital surplus			Retained earnings				
		Capital reserve	Other	Total	Legal reserve	Other			Total
						Ad. dep. reserve	General reserve	Unappropriated retained earnings	
Balance, March 31, 2007	153,795	160,071	49	160,120	7,901	719	85,335	75,500	169,455
Increase (decrease) during the period									
Cash dividends	-	-	-	-	-	-	-	(3,234)	(3,234)
Net income	-	-	-	-	-	-	-	9,749	9,749
Purchase in treasury stock	-	-	-	-	-	-	-	-	-
Disposal of treasury stock	-	-	(4)	(4)	-	-	-	-	-
Changes (other than shareholders' capital), net	-	-	-	-	-	-	-	-	-
Total	-	-	(4)	(4)	-	-	-	6,515	6,515
Balance, September 30, 2007	153,795	160,071	45	160,116	7,901	719	85,335	82,015	175,970

	Shareholders' capital		Valuation, translation and other adjustments		Net assets total
	Treasury stock	Total	Net unrealized holding gains on securities	Total	
Balance, March 31, 2007	(40,477)	442,893	21,130	21,130	464,023
Increase (decrease) during the period					
Cash dividends	-	(3,234)	-	-	(3,234)
Net income	-	9,749	-	-	9,749
Purchase in treasury stock	(34)	(34)	-	-	(34)
Disposal of treasury stock	27	23	-	-	23
Changes (other than shareholders' capital), net	-	-	(106)	(106)	(106)
Total	(7)	6,504	(106)	(106)	6,398
Balance, September 30, 2007	(40,484)	449,397	21,024	21,024	470,421

	Shareholders' capital								
	Common stock	Capital surplus			Retained earnings				
		Capital reserve	Other	Total	Legal reserve	Other			Total
						Ad. dep. reserve	General reserve	Unappropriated retained earnings	
Balance, March 31, 2006	153,795	160,071	-	160,071	7,901	687	85,335	88,441	182,364
Increase (decrease) during the year									
Reserve for reduction in cost basis of fixed assets	-	-	-	-	-	32	-	(32)	-
Cash dividends	-	-	-	-	-	-	-	(6,452)	(6,452)
Payment of bonuses to directors and statutory auditors	-	-	-	-	-	-	-	(66)	(66)
Net income	-	-	-	-	-	-	-	(6,391)	(6,391)
Purchase in treasury stock	-	-	-	-	-	-	-	-	-
Disposal of treasury stock	-	-	49	49	-	-	-	-	-
Changes (other than shareholders' capital), net	-	-	-	-	-	-	-	-	-
Total	-	-	49	49	-	32	-	(12,941)	(12,909)
Balance, March 31, 2007	153,795	160,071	49	160,120	7,901	719	85,335	75,500	169,455

	Shareholders' capital		Valuation, translation and other adjustments		Net assets total
	Treasury stock	Total	Net unrealized holding gains on securities	Total	
Increase (decrease) during the year					
Reserve for reduction in cost basis of fixed assets	-	-	-	-	-
Cash dividends	-	(6,452)	-	-	(6,452)
Payment of bonuses to directors and statutory auditors	-	(66)	-	-	(66)
Net income	-	(6,391)	-	-	(6,391)
Purchase in treasury stock	(62)	(62)	-	-	(62)
Disposal of treasury stock	1,104	1,153	-	-	1,153
Changes (other than shareholders' capital), net	-	-	1,210	1,210	1,210
Total	1,042	(11,818)	1,210	1,210	(10,608)
Balance, March 31, 2007	(40,477)	442,893	21,130	21,130	464,023

## 4. Notes to Non-consolidated Financial Statements

### Non-consolidated Statements of income

[Significant items of extraordinary gains and extraordinary losses]

1 <sup>st</sup> Half of FY 2007	1 <sup>st</sup> Half of FY 2008
1. Prior period adjustment Period adjustment represents a gain due to final settlement on reversal of a portion of “Loss on termination of a joint development project (a joint development project for new model vehicles)” which was recorded as an extraordinary loss in prior period.	Not Applicable.
2. Allowance for doubtful accounts The allowance has been provided for affiliated companies.	1. Allowance for doubtful accounts The allowance has been provided for affiliated companies.
3. Loss on liquidation of affiliated companies (1) Integration of dealer subsidiaries The Company has recorded 950 million yen for estimated losses as a result of integration of dealer subsidiaries in Osaka prefecture and Wakayama prefecture.	Not Applicable.
(2) Liquidation of a joint venture The Company has recorded a 857 million yen loss on liquidation of Fuji AT Ltd, which was a joint venture with JATCO Ltd.	

### Changes in presentation of Non-consolidated Financial Statements

[Non-consolidated Statements of income]

1 <sup>st</sup> Half of FY 2007	1 <sup>st</sup> Half of FY 2008
Not Applicable.	1. “Exchange Loss” which was included in “Other” non-operating expenses in FY 2007, has been presented as a separate line item in FY 2008. “Exchange loss” included in “Other” non-operating expenses of 5,304 million yen in FY 2007 are 7,910 million yen. 2. “Reversal of allowance for doubtful accounts” which was presented separately in FY 2007 is included in “Other” extraordinary gains in FY 2008, because of its decreased materiality. “Reversal of allowance for doubtful accounts” included in “Other” extraordinary gains of 6 million yen in FY 2008 is 6 million yen. 3. “Loss on devaluation of securities” and “Impairment loss on property, plant and equipment” which were presented separately in FY 2007 are both included in “Other” extraordinary losses in FY 2008, because of their decreased materiality. “Loss on devaluation of securities” and “Impairment loss on property, plant and equipment” included in “Other” extra ordinary losses of 72 million yen in FY 2008 are 54 million yen and 18 million yen, respectively.

### Subsequent Event

Not Applicable.