

CONSOLIDATED BALANCE SHEETS

The Nisshin Oillio Group, Ltd. and Consolidated Subsidiaries
March 31, 2007 and 2006

ASSETS	Millions of Yen		Thousands of U.S. Dollars (Note 1.a)
	2007	2006	2007
CURRENT ASSETS:			
Cash and cash equivalents	¥ 10,354	¥ 12,401	\$ 87,746
Time deposits	9	9	76
Marketable securities (Note 2)	4,665	3,771	39,534
Receivables:			
Trade notes	799	728	6,771
Trade accounts (Note 6)	42,155	36,963	357,246
Allowance for doubtful receivables	(66)	(99)	(559)
Inventories:			
Finished goods	15,429	16,445	130,755
Raw materials	16,793	11,593	143,839
Deferred tax assets (Note 5)	1,330	1,700	11,271
Prepaid expenses and other	2,774	2,719	23,508
Total current assets	94,422	86,230	800,187
PROPERTY, PLANT AND EQUIPMENT (Note 3):			
Land	25,148	25,084	213,119
Buildings and structures	64,244	62,824	544,441
Machinery and equipment	79,731	77,033	675,686
Construction in progress	577	1,354	4,890
Total	169,700	166,295	1,438,136
Accumulated depreciation	(95,906)	(91,778)	(812,763)
Net property, plant and equipment	73,794	74,517	625,373
INVESTMENTS AND OTHER ASSETS:			
Investment securities (Note 2)	17,003	17,989	144,093
Investments in and advances to unconsolidated subsidiaries and associated companies	3,333	3,715	28,246
Goodwill	3,246	3,784	27,508
Software	1,457	2,047	12,347
Other (Note 5)	2,753	2,547	23,331
Total investments and other assets	27,792	30,082	235,525
TOTAL	¥196,008	¥190,829	\$1,661,085

See notes to consolidated financial statements.

LIABILITIES AND EQUITY	Millions of Yen		Thousands of U.S. Dollars (Note 1.a)
	2007	2006	2007
CURRENT LIABILITIES:			
Short-term bank loans (Note 4)	¥ 6,130	¥ 4,377	\$ 51,949
Current portion of long-term debt (Note 4)	5,191	1,847	43,991
Payables:			
Trade notes	480	401	4,068
Trade accounts (Note 6)	38,930	31,080	329,915
Income taxes payable (Note 5)	1,449	3,399	12,280
Accrued expenses	3,824	4,224	32,407
Other	2,678	3,693	22,695
Total current liabilities	58,682	49,021	497,305
LONG-TERM LIABILITIES:			
Long-term debt (Note 4)	13,762	18,966	116,627
Liability for retirement benefits (Note 8)	2,580	3,069	21,864
Deferred tax liabilities (Note 5)	8,165	9,136	69,195
Negative goodwill	20	2,028	170
Other	517	594	4,381
Total long-term liabilities	25,044	33,793	212,237
MINORITY INTERESTS		4,230	
COMMITMENTS AND CONTINGENT LIABILITIES (Notes 11 and 12)			
EQUITY (Note 9):			
Common stock—authorized, 388,350,000 shares; issued, 173,339,287 shares in 2007 and 2006	16,332	16,332	138,407
Capital surplus	26,071	26,055	220,941
Retained earnings	61,144	56,380	518,170
Unrealized gain on available-for-sale securities	4,115	5,246	34,873
Deferred gain on derivatives under hedge accounting	159		1,347
Foreign currency translation adjustments	289	6	2,449
Treasury stock—at cost, 626,875 shares in 2007 and 636,990 shares in 2006	(242)	(234)	(2,051)
Total	107,868	103,785	914,136
Minority interests	4,414		37,407
Total equity	112,282	103,785	951,543
TOTAL	¥196,008	¥190,829	\$1,661,085