

| At March 31 | Yen (millions) | | U.S. dollars (thousands) (Note 2) |
|---|-------------------|-------------------|---|
| | 1997 | 1998 | 1998 |
| Assets | | | |
| Current assets: | | | |
| Cash and cash equivalents | ¥ 413,900 | ¥ 392,190 | \$ 2,971,136 |
| Short-term investments (Note 4) | 38,239 | 27,691 | 209,780 |
| Receivables, trade (Note 13) | 1,172,583 | 1,325,868 | 10,044,455 |
| Allowance for doubtful accounts | (18,942) | (21,300) | (161,363) |
| Inventories (Note 5) | 880,582 | 958,466 | 7,261,106 |
| Other current assets (Note 10) | 173,237 | 194,492 | 1,473,424 |
| Total current assets | <u>2,659,599</u> | <u>2,877,407</u> | <u>21,798,538</u> |
| | | | |
| Investments and long-term loans: | | | |
| Affiliates (Note 6) | 339,241 | 311,799 | 2,362,113 |
| Other (Notes 4, 6 and 8) | 312,002 | 326,123 | 2,470,629 |
| | <u>651,243</u> | <u>637,922</u> | <u>4,832,742</u> |
| | | | |
| Property, plant and equipment: | | | |
| Land | 122,798 | 134,890 | 1,021,894 |
| Buildings | 738,603 | 787,442 | 5,965,470 |
| Machinery and equipment | 2,239,680 | 2,378,998 | 18,022,712 |
| Construction in progress | 96,077 | 54,337 | 411,644 |
| | <u>3,197,158</u> | <u>3,355,667</u> | <u>25,421,720</u> |
| Less accumulated depreciation | 1,935,882 | 1,999,546 | 15,148,076 |
| Property, plant and equipment, net (Note 8) | <u>1,261,276</u> | <u>1,356,121</u> | <u>10,273,644</u> |
| | | | |
| Other assets (Notes 3 and 7) | <u>155,569</u> | <u>251,613</u> | <u>1,906,159</u> |
| Total assets | <u>¥4,727,687</u> | <u>¥5,123,063</u> | <u>\$38,811,083</u> |

The accompanying Notes to Consolidated Financial Statements are an integral part of these statements.

| | Yen (millions) | | U.S. dollars (thousands) (Note 2) |
|---|-------------------|-------------------|---|
| | 1997 | 1998 | 1998 |
| Liabilities and shareholders' equity | | | |
| Current liabilities: | | | |
| Short-term borrowings (Note 8) | ¥ 665,387 | ¥ 661,857 | \$ 5,014,068 |
| Current portion of long-term debt (Note 8) | 202,692 | 165,460 | 1,253,485 |
| Payables, trade (Note 13) | 753,606 | 836,543 | 6,337,447 |
| Accrued expenses | 296,286 | 403,653 | 3,057,978 |
| Customers' advances | 29,936 | 35,201 | 266,674 |
| Accrued income taxes | 74,433 | 83,883 | 635,477 |
| Employees' savings deposits | 39,134 | 479 | 3,629 |
| Other current liabilities | 182,799 | 157,888 | 1,196,121 |
| Total current liabilities | <u>2,244,273</u> | <u>2,344,964</u> | <u>17,764,879</u> |
| Long-term liabilities: | | | |
| Long-term debt (Note 8) | 843,831 | 1,063,525 | 8,057,008 |
| Accrued severance benefits (Note 9) | 137,330 | 147,125 | 1,114,583 |
| Provision for loss on repurchase of computers | 96,436 | 96,247 | 729,144 |
| Other long-term liabilities (Note 10) | 57,001 | 112,838 | 854,833 |
| | <u>1,134,598</u> | <u>1,419,735</u> | <u>10,755,568</u> |
| Minority interests in consolidated subsidiaries | <u>167,326</u> | <u>173,111</u> | <u>1,311,447</u> |
| Shareholders' equity (Note 11): | | | |
| Common stock: | | | |
| Authorized—5,000,000,000 shares | | | |
| Issued (¥50 par value) | | | |
| 1997—1,841,435,783 shares | 237,674 | | |
| 1998—1,862,355,910 shares | | 249,347 | 1,888,992 |
| Capital surplus | 424,578 | 436,023 | 3,303,205 |
| Legal reserve | 27,767 | 29,647 | 224,598 |
| Retained earnings | 491,471 | 470,236 | 3,562,394 |
| Total shareholders' equity | <u>1,181,490</u> | <u>1,185,253</u> | <u>8,979,189</u> |
| Commitments and contingent liabilities (Note 16) | | | |
| Total liabilities and shareholders' equity | <u>¥4,727,687</u> | <u>¥5,123,063</u> | <u>\$38,811,083</u> |