

FINANCIAL SECTION Consolidated Balance Sheets

At March 31	2003	Yen (millions) 2004	U.S. Dollars (thousands) (Note 3) 2004
Assets			
Current assets:			
Cash and cash equivalents _____	¥ 282,333	¥ 413,826	\$ 3,904,019
Short-term investments (Note 4) _____	1,652	3,103	29,274
Receivables, trade (Note 16) _____	840,408	810,469	7,645,934
Allowance for doubtful accounts _____	(7,615)	(5,931)	(55,953)
Inventories (Note 5) _____	595,984	521,126	4,916,283
Current portion of lease receivables (Note 15) _____	61,951	—	—
Other current assets (Note 11) _____	296,927	272,981	2,575,292
Total current assets _____	2,071,640	2,015,574	19,014,849
Investments and long-term loans:			
Affiliates (Note 6) _____	285,837	163,889	1,546,123
Lease receivables (Note 15) _____	115,392	—	—
Other investments and long-term loans (Notes 4, 6, 10 and 11) _____	500,358	663,174	6,256,358
Total investments and long-term loans _____	901,587	827,063	7,802,481
Property, plant and equipment (Notes 7 and 9):			
Land _____	133,806	134,217	1,266,198
Buildings _____	793,800	727,812	6,866,151
Machinery and equipment _____	2,246,576	1,882,066	17,755,340
Construction in progress _____	28,597	19,868	187,434
	3,202,779	2,763,963	26,075,123
Less accumulated depreciation _____	(2,212,227)	(1,960,940)	(18,499,434)
Property, plant and equipment, net _____	990,552	803,023	7,575,689
Intangible assets:			
Software _____	150,681	142,530	1,344,623
Goodwill (Note 8) _____	97,937	66,045	623,066
Other intangible assets _____	12,964	11,354	107,113
Total intangible assets _____	261,582	219,929	2,074,802
Total assets _____	¥4,225,361	¥3,865,589	\$36,467,821

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

		Yen (millions)	U.S. Dollars (thousands) (Note 3)
	2003	2004	2004
Liabilities, minority interests and shareholders' equity			
Current liabilities:			
Short-term borrowings (Note 9)	¥ 302,666	¥ 178,382	\$ 1,682,849
Current portion of long-term debt (Note 9)	203,425	204,367	1,927,991
Payables, trade (Note 16)	716,842	796,915	7,518,066
Accrued expenses	331,485	316,404	2,984,943
Customers' advances	31,665	29,960	282,642
Accrued income taxes	30,880	26,744	252,302
Other current liabilities (Note 11)	148,261	165,290	1,559,339
Total current liabilities	1,765,224	1,718,062	16,208,132
Long-term liabilities:			
Long-term debt (Note 9)	1,257,678	894,372	8,437,472
Accrued retirement benefits (Note 10)	125,475	79,200	747,170
Provision for loss on repurchase of computers	75,047	68,214	643,528
Other long-term liabilities (Note 11)	84,991	88,104	831,170
Total long-term liabilities	1,543,191	1,129,890	10,659,340
Minority interests in consolidated subsidiaries	214,556	190,460	1,796,792
Shareholders' equity:			
Common stock (Note 12)			
Authorized—5,000,000,000 shares			
Issued			
2003—2,001,962,672 shares	324,624		
2004—2,001,962,672 shares		324,624	3,062,491
Capital surplus	519,720	455,963	4,301,538
Retained earnings (Deficit)	(60,718)	(35,734)	(337,113)
Unrealized gains on securities, net of taxes	2,152	149,629	1,411,594
Revaluation surplus on land, net of taxes	3,938	3,453	32,575
Foreign currency translation adjustments	(86,517)	(69,901)	(659,443)
Treasury stock, at cost	(809)	(857)	(8,085)
Total shareholders' equity	702,390	827,177	7,803,557
Commitments and contingent liabilities (Note 13)			
Total liabilities, minority interests and shareholders' equity	¥4,225,361	¥3,865,589	\$36,467,821