

Financial Section

Consolidated Balance Sheets

 TAISEI CORPORATION and Consolidated Subsidiaries
 March 31, 2002 and 2003

Assets	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2002	2003	2003
Current assets:			
Cash (Note 3)	¥ 114,434	¥ 119,043	\$ 992,025
Time deposits (Notes 3 and 5)	6,030	10,447	87,058
Trade receivables			
Notes	54,720	30,909	257,576
Accounts	291,772	300,436	2,503,633
Loans	155	136	1,133
Allowance for doubtful accounts	(2,238)	(3,227)	(26,892)
Inventories:			
Real estate development (Note 5)	100,895	127,789	1,064,908
Raw materials and supplies	79,211	71,018	591,817
Cost of uncompleted contracts	396,137	360,608	3,005,067
Deferred income taxes (Note 7)	75,553	72,610	605,083
Prepaid expenses and other current assets (Note 5)	81,100	83,852	698,767
Total current assets	1,197,769	1,173,621	9,780,175
Property and equipment, at cost:			
Land (Note 5)	236,993	232,446	1,937,050
Buildings and structures (Note 5)	216,575	216,145	1,801,208
Machinery and equipment	76,220	73,895	615,792
Construction in progress	854	5,540	46,167
	530,642	528,026	4,400,217
Accumulated depreciation	(139,030)	(142,586)	(1,188,217)
Net property and equipment	391,612	385,440	3,212,000
Investments and other assets:			
Investments in unconsolidated subsidiaries and affiliated companies	2,929	3,632	30,266
Investment securities (Notes 4 and 5)	192,928	147,533	1,229,442
Deferred income taxes (Note 7)	67,643	72,002	600,017
Deferred income taxes for revaluation of land (Notes 7 and 14)	2,153	7	58
Other assets (Note 5)	122,701	118,172	984,767
Allowance for doubtful accounts	(11,651)	(6,919)	(57,658)
	376,703	334,427	2,786,892
	¥1,966,084	¥1,893,488	\$15,779,067

See accompanying notes.

Liabilities and Shareholders' Equity	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2002	2003	2003
Current liabilities:			
Short-term borrowings (Notes 5 and 6)	¥ 213,712	¥ 154,979	\$ 1,291,492
Long-term debt due within one year (Notes 5 and 6)	133,710	141,421	1,178,508
Trade payables:			
Notes	165,363	125,004	1,041,700
Accounts	315,447	317,723	2,647,692
Advances received and progress billings on uncompleted contracts	343,186	328,751	2,739,592
Income taxes payable (Note 7)	1,393	1,906	15,883
Other current liabilities	137,089	147,637	1,230,308
Total current liabilities	1,309,900	1,217,421	10,145,175
Long-term debt (Notes 5 and 6)	317,026	345,301	2,877,508
Employees' severance and retirement benefits (Note 8)	67,104	64,417	536,808
Allowance for accrued severance indemnities to directors and corporate auditors	2,461	3,081	25,675
Deferred income taxes for revaluation of land (Notes 7 and 14)	1,684	3,275	27,292
Allowance for losses on restructuring	15,152	15,152	126,267
Other non-current liabilities	51,615	48,778	406,483
Minority interest in consolidated subsidiaries	23,211	21,525	179,375
Contingent liabilities (Note 13)			
Shareholders' equity (Note 9):			
Common stock			
Authorized: 1,145,000,000 shares			
Issued: 964,802,821 shares	94,348	94,348	786,233
Capital surplus	61,274	61,274	510,617
Retained earnings (Note 16)	4,811	10,262	85,517
Revaluation reserve for land (Note 14)	(1,668)	3,029	25,242
Net unrealized holding gains on securities	20,627	7,072	58,933
Foreign currency translation adjustments	(1,455)	(1,405)	(11,708)
	177,937	174,580	1,454,834
Less : Treasury stock at cost	(6)	(42)	(350)
Total shareholders' equity	177,931	174,538	1,454,484
	¥1,966,084	¥1,893,488	\$15,779,067