

# Consolidated Balance Sheets

Oki Electric Industry Co., Ltd. and consolidated subsidiaries  
As of March 31, 2005 and 2004

	Millions of yen		Thousands of U.S. dollars (Note 2)
	2005	2004	2005
<b>ASSETS</b>			
<b>Current assets:</b>			
Cash and cash equivalents	¥ 49,411	¥ 58,075	\$ 461,787
Time deposits	30	20	280
Marketable securities (Note 3)	—	730	—
Notes and accounts receivable:			
Unconsolidated subsidiaries and affiliates	12,831	14,158	119,922
Other	149,240	154,489	1,394,772
Less: Allowance for doubtful receivables	(1,798)	(1,986)	(16,808)
Inventories (Note 4)	149,298	138,977	1,395,312
Other current assets (Note 8)	16,029	15,331	149,808
<b>Total current assets</b>	<b>375,043</b>	<b>379,795</b>	<b>3,505,075</b>
<b>Investments and long-term receivables:</b>			
Investments in and advances to unconsolidated subsidiaries and affiliates (Note 5)	14,494	10,753	135,458
Other investments in securities (Note 3)	48,180	45,755	450,284
Other long-term receivables	4,271	7,266	39,919
Less: Allowance for doubtful receivables	(5,453)	(5,159)	(50,965)
<b>Total investments and long-term receivables</b>	<b>61,492</b>	<b>58,615</b>	<b>574,697</b>
<b>Property, plant and equipment (Notes 6 and 10):</b>			
Land	18,247	18,289	170,536
Buildings	122,528	120,059	1,145,127
Machinery and equipment	473,125	481,296	4,421,732
Construction in progress	985	275	9,213
	614,887	619,921	5,746,610
Less: Accumulated depreciation	(488,416)	(500,259)	(4,564,640)
<b>Property, plant and equipment, net</b>	<b>126,470</b>	<b>119,662</b>	<b>1,181,969</b>
<b>Other assets (Note 8)</b>	<b>45,008</b>	<b>51,487</b>	<b>420,641</b>
<b>Total assets</b>	<b>¥ 608,015</b>	<b>¥ 609,560</b>	<b>\$ 5,682,384</b>

<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>	Millions of yen		Thousands of U.S. dollars (Note 2)
	<b>2005</b>	2004	<b>2005</b>
<b>Current liabilities:</b>			
Short-term borrowings (Note 6)	¥ 80,092	¥ 86,658	\$ 748,527
Current portion of long-term debt (Note 6)	65,202	58,103	609,373
Notes and accounts payable:			
Unconsolidated subsidiaries and affiliates	7,536	6,742	70,433
Other	103,806	98,015	970,151
Accrued income taxes	2,327	1,820	21,749
Other accrued expenses	43,727	42,375	408,666
Other current liabilities (Note 8)	11,136	17,960	104,079
<b>Total current liabilities</b>	<b>313,828</b>	311,676	<b>2,932,980</b>
<b>Long-term liabilities:</b>			
Long-term debt (Note 6)	119,860	146,655	1,120,190
Retirement benefits (Note 7)	37,876	33,402	353,990
Other long-term liabilities	5,631	1,586	52,634
<b>Total long-term liabilities</b>	<b>163,369</b>	181,645	<b>1,526,815</b>
<b>Minority interests in consolidated subsidiaries</b>	<b>5,989</b>	5,739	<b>55,973</b>
<b>Shareholders' equity:</b>			
Common stock:			
Authorized—2,400,000,000 shares			
Issued—612,335,797 shares	67,877	67,862	634,372
Additional paid-in capital	37,797	71,150	353,243
Retained Earnings (accumulated deficit)	14,854	(29,685)	138,823
Net unrealized holding gain on other securities	12,441	10,932	116,272
Translation adjustments	(7,925)	(9,619)	(74,067)
Less: Treasury stock, at cost: 753,771 shares in 2005 and 574,324 shares in 2004	(217)	(141)	(2,030)
<b>Total shareholders' equity</b>	<b>124,827</b>	110,499	<b>1,166,614</b>
<b>Contingent liabilities</b> (Note 16)			
<b>Total liabilities and shareholders' equity</b>	<b>¥ 608,015</b>	¥ 609,560	<b>\$ 5,682,384</b>

The accompanying notes are an integral part of these statements.