

## Consolidated Balance Sheets

Showa Shell Sekiyu K.K. and Consolidated Subsidiaries  
As of December 31, 2003 and 2002

	Millions of yen	
	2003	2002
<b>Assets</b>		
Current assets:		
Cash in hand and at bank .....	¥ 15,382	¥ 7,651
Notes and accounts receivable .....	219,482	237,934
Inventories (Note 3) .....	133,047	141,844
Deferred tax assets (Note 7) .....	5,702	4,925
Other current assets .....	21,752	21,523
Allowance for doubtful accounts .....	(431)	(1,103)
Total current assets .....	394,934	412,774
Fixed assets:		
Property, plant and equipment:		
Buildings, structures and tanks .....	140,114	145,330
Machinery and equipment .....	105,889	114,436
Land .....	157,975	156,633
Others .....	4,774	7,564
Total property, plant and equipment .....	408,752	423,963
Intangible fixed assets .....	13,516	13,886
Investments and others:		
Investments in securities (Note 4) .....	26,592	25,249
Long-term loans .....	1,317	2,236
Deferred tax assets (Note 7) .....	22,342	23,630
Others .....	15,980	16,135
Allowance for doubtful accounts .....	(1,134)	(1,183)
Total investments and others .....	65,097	66,067
Total fixed assets .....	487,365	503,916
Total assets .....	¥882,299	¥916,690

	Millions of yen	
	2003	2002
<b>Liabilities</b>		
Current liabilities:		
Short-term debt (Note 5) .....	¥ 55,892	¥ 71,100
Current portion of long-term debt (Note 5) .....	12,614	31,415
Notes and accounts payable (Trade) (Note 12) .....	174,887	222,921
Accounts payable (Other) (Note 12) .....	192,941	162,900
Income taxes payable .....	12,228	979
Reserve for bonuses .....	1,612	1,730
Other current liabilities (Note 12) .....	40,303	50,856
Total current liabilities .....	490,477	541,901
Long-term liabilities:		
Long-term debt (Note 5) .....	52,444	48,016
Reserve for retirement benefits (Note 8) .....	79,562	79,752
Special reserve for repairs .....	9,645	8,905
Deferred tax liabilities (Note 7) .....	192	105
Other long-term liabilities .....	11,530	12,497
Total long-term liabilities .....	153,373	149,275
Total liabilities .....	643,850	691,176
Minority interests in consolidated subsidiaries .....	3,676	3,910
Commitments and contingent liabilities (Note 11)		
<b>Shareholders' equity</b>		
Capital stock .....	34,197	34,197
Capital reserve .....	22,089	22,086
Retained earnings .....	178,102	166,718
Net unrealized gains on investments in securities .....	2,325	652
Treasury stock .....	(1,940)	(2,049)
Total shareholders' equity .....	234,773	221,604
Total liabilities, minority interests and shareholders' equity .....	¥882,299	¥916,690

\*All figures have been rounded to the nearest million.  
See notes to consolidated financial statements.