

Consolidated Balance Sheets

Showa Shell Sekiyu K.K. and Consolidated Subsidiaries
As of December 31, 2005 and 2004

Millions of yen

	2005	2004
Assets		
Current Assets:		
Cash and deposits (Note 13).....	¥ 29,651	¥ 8,553
Notes and accounts receivable (Note 15)	309,633	233,032
Inventories (Note 4)	236,686	176,477
Deferred tax assets (Note 8)	8,049	7,723
Others	20,956	25,088
Provisions for bad debts	(417)	(324)
Total current assets.....	604,560	450,551
Fixed assets (Notes 7, 12 and 13):		
Tangible fixed assets		
Buildings and structures.....	118,750	115,189
Tanks.....	11,636	11,004
Machineries and equipments.....	123,771	100,982
Lands.....	160,512	128,417
Construction in progress.....	5,106	1,657
Others	5,308	2,994
Total tangible fixed assets.....	425,085	360,246
Intangible fixed assets		
Goodwill.....	2,064	—
Lease hold.....	3,683	3,421
Software	6,066	7,789
Others	1,393	668
Total intangible fixed assets	13,207	11,880
Investments		
Investment securities (Note 5).....	51,377	36,462
Long-term loans	1,206	1,632
Deferred tax assets (Note 8)	25,900	27,402
Others	24,688	19,041
Provisions for bad debts	(835)	(1,393)
Total investments.....	102,338	83,144
Total fixed assets	540,630	455,271
Total assets	¥1,145,191	¥905,823
Liabilities		
Current liabilities:		
Notes and accounts payable (Trade) (Note 15)	¥ 247,565	¥196,438
Short-term debts (Notes 6 and 13).....	41,901	42,638
Bonds to be matured (Note 6).....	—	15,000
Accounts payable (Other) (Notes 13 and 15).....	204,174	191,595
Income taxes payable	26,952	21,749
Unpaid expenses.....	11,265	10,890
Provisions for bonuses.....	2,069	1,742
Commercial papers (Note 6)	86,000	23,000
Others (Note 15).....	44,451	34,374
Total current liabilities	664,379	537,429
Long-term liabilities:		
Bonds (Note 6)	15,000	15,000
Long-term debts (Notes 6 and 13)	48,929	19,145
Deferred tax liabilities (Note 8)	3,886	264
Provisions for retirement benefits (Note 9).....	79,677	79,408
Provisions for special maintenance	17,227	10,292
Others	21,998	13,521
Total long-term liabilities	186,719	137,631
Total liabilities	851,099	675,060
Minority interests	18,859	3,807
Contingent liabilities (Note 14)		
Shareholders' equity		
Capital:		
Authorized 440,000,000 shares		
Issued shares 376,850,400 shares.....	34,197	34,197
Capital surplus.....	22,106	22,095
Profit surplus.....	214,346	169,113
Unrealized gain/loss of investment securities.....	5,362	3,085
Treasury shares:		
986,620 shares as of December 31, 2005 and		
1,981,642 shares as of December 31, 2004	(781)	(1,537)
Total shareholders' equity	275,232	226,956
Total liabilities, minority interests and shareholders' equity	¥1,145,191	¥905,823

Fractions below 1 million yen is rounded off.