

Consolidated Balance Sheet

Showa Shell Sekiyu K.K. and Consolidated Subsidiaries
As of 31 December 2006

Million Yen

	2006	2005
Assets		
Current assets:		
Cash and deposits.....	¥ 16,645	¥ 29,651
Notes and accounts receivable (Note 14)	326,121	309,633
Inventories	276,298	236,686
Deferred tax assets (Note 7)	7,611	8,049
Others	24,748	20,956
Provisions for doubtful debts	(401)	(417)
Total current assets.....	651,025	604,560
Fixed assets (Notes 6, 11 and 12):		
Tangible fixed assets		
Buildings and structures.....	116,967	118,750
Tanks.....	10,768	11,636
Machineries and equipments	125,855	123,771
Lands.....	162,162	160,512
Construction in progress.....	5,795	5,106
Others	5,313	5,308
Total tangible fixed assets.....	426,862	425,085
Intangible fixed assets		
Goodwill.....	1,629	2,064
Leasehold	3,692	3,683
Software	5,084	6,066
Others	1,051	1,393
Total intangible fixed assets	11,458	13,207
Investments		
Investment securities (Note 4)	54,509	51,377
Long-term loans	997	1,206
Deferred tax assets (Note 7)	25,362	25,900
Others	25,988	24,688
Provisions for doubtful debts	(1,189)	(835)
Total investments.....	105,669	102,338
Total fixed assets	543,990	540,630
Total assets	¥1,195,015	¥1,145,191
Liabilities		
Current liabilities:		
Notes and accounts payable (Trade) (Note 14)	¥ 291,289	¥ 247,565
Short-term debts (Notes 5 and 13).....	51,254	41,901
Accounts payable (Other) (Notes 12 and 14)	201,769	204,174
Income taxes payable.....	9,032	26,952
Unpaid expenses.....	11,666	11,265
Provisions for employees' bonuses.....	2,142	2,069
Provisions for directors' bonuses.....	62	—
Commercial papers (Note 5)	68,000	86,000
Others (Note 14).....	43,789	44,451
Total current liabilities	679,006	664,379
Long-term liabilities:		
Bonds (Note 5)	30,000	15,000
Long-term debts (Notes 5 and 12)	41,272	48,929
Deferred tax liabilities (Note 7)	7,418	3,886
Provisions for retirement benefits (Note 8).....	78,554	79,677
Provisions for special maintenance	11,353	17,227
Others	16,453	21,998
Total long-term liabilities	185,052	186,719
Total liabilities	864,058	851,099
Net assets		
Share capital:		
Authorised 440,000,000 shares		
Issued shares 376,850,400 shares.....	34,197	34,197
Capital surplus.....	22,111	22,106
Retained earnings	248,108	214,346
Treasury shares:		
527,370 shares as of 31 December 2006 and 986,620 shares as of 31 December 2005	(422)	(781)
Total shareholders' equity	303,995	269,869
Valuation and translation gains/losses		
Unrealised gains/losses of investment securities	5,416	5,362
Minority interests	21,544	18,859
Total net assets	330,956	294,091
Total liabilities and net assets	¥1,195,015	¥1,145,191

Fractions below 1 million yen are rounded off.