

Consolidated Balance Sheets (Unaudited)

Nichirei Corporation and Consolidated Subsidiaries
As of March 31, 2016 and 2017

Assets	Millions of yen		Thousands of U.S. dollars (Note 1)	
	2016	2017	2017	2017
Current assets:				
Cash and deposits	¥ 13,169	¥ 20,512	\$ 182,823	
Notes and accounts receivable - trade	76,836	76,464	681,500	
Less allowance for doubtful accounts	(94)	(79)	(711)	
Inventories	42,510	42,347	377,430	
Deferred tax assets (Note 5)	2,567	2,255	20,106	
Other current assets	4,393	4,772	42,536	
Total current assets	139,383	146,273	1,303,686	
Fixed assets:				
Property, plant and equipment (Note 3):				
Buildings and structures	229,774	230,871	2,057,680	
Machinery and equipment	97,466	98,548	878,327	
Land	33,694	34,215	304,948	
Leased assets	41,407	41,165	366,895	
Construction in progress	657	971	8,658	
	403,001	405,772	3,616,511	
Less accumulated depreciation	(253,588)	(260,643)	(2,323,025)	
Property, plant and equipment, net	149,413	145,129	1,293,486	
Investments and other assets:				
Investment securities (Note 2)	30,361	33,893	302,084	
Investment in affiliates	4,031	4,545	40,515	
Net defined benefit asset	276	35	320	
Deferred tax assets (Note 5)	1,023	1,125	10,033	
Other	14,311	15,489	138,056	
Less allowance for doubtful accounts	(303)	(299)	(2,664)	
Total investments and other assets	49,701	54,792	488,344	
Total fixed assets	199,114	199,921	1,781,831	
Total assets	¥ 338,497	¥ 346,195	\$ 3,085,517	

The accompanying notes are integral parts of these statements.

Liabilities and net assets	Millions of yen		Thousands of U.S. dollars (Note 1)	
	2016	2017	2017	2017
Current liabilities:				
Short-term bank loans	¥ 2,420	¥ 2,411	\$ 21,493	
Current portion of long-term debt	6,191	7,323	65,268	
Current portion of bonds	10,000	–	–	
Accounts payable	29,047	27,326	243,550	
Leased obligations	3,624	3,470	30,928	
Income taxes payable	3,823	5,082	45,298	
Accrued expenses	28,582	31,966	284,904	
Provision for directors' bonuses	290	319	2,847	
Other current liabilities (Note 5)	11,226	10,916	97,298	
Total current liabilities	95,208	88,816	791,590	
Long-term liabilities:				
Bonds	30,000	40,000	356,506	
Long-term debt	26,839	21,132	188,342	
Provision for directors' and statutory auditors' retirement benefits	150	136	1,220	
Net defined benefit liability	1,547	1,670	14,886	
Leased obligations	15,580	15,441	137,626	
Deferred tax liabilities (Note 5)	5,558	6,190	55,176	
Asset retirement obligations	3,168	3,198	28,507	
Other	4,919	4,860	43,321	
Total long-term liabilities	87,765	92,631	825,588	
Total liabilities	182,973	181,447	1,617,179	
Net assets:				
Shareholders' equity (Note 4):				
Common stock, with no par value				
Authorized - 720,000,000 shares for 2016 and 360,000,000 shares for 2017				
Issued and outstanding - 295,851,065 shares for 2016 and 147,925,532 shares for 2017	30,307	30,307	270,123	
Capital surplus	18,237	18,237	162,547	
Retained earnings	97,319	112,734	1,004,764	
Treasury stock	(6,197)	(15,189)	(135,378)	
Total shareholders' equity	139,667	146,090	1,302,056	
Accumulated other comprehensive income:				
Net unrealized holding gain on available-for-sale securities	11,144	13,580	121,036	
Net deferred gain (loss) on hedges	(873)	26	237	
Foreign currency translation adjustments	503	(556)	(4,961)	
Total accumulated other comprehensive income	10,774	13,050	116,313	
Non-controlling interests	5,081	5,606	49,968	
Total net assets	155,523	164,747	1,468,338	
Total liabilities and net assets	¥ 338,497	¥ 346,195	\$ 3,085,517	

The accompanying notes are integral parts of these statements.