



Year ending March 31, 2005

**Summary of Nonconsolidated Interim Financial Statements for the  
Interim Period Ended September 30, 2004**

November 5, 2004

Name of Listed Company: ZEON CORPORATION  
 Ticker Code: 4205  
 (URL: <http://www.zeon.co.jp/>)  
 Representative: President & CEO  
 Contact: Director and General Manager, Finance & Accounting Department  
 Listed Stock Exchange: Tokyo Stock Exchange and Osaka Securities Exchange  
 Location of Head Office (Prefecture): Metropolis of Tokyo  
 Name: Naozumi Furukawa  
 Name: Yoichi Mishima  
 TEL: 03-3216-1785  
 Interim Dividend System: Applied  
 Date of the Board of Directors Meeting held for Closing of Accounts: November 5, 2004  
 Start Date for Payment of Interim Dividends: December 6, 2004  
 Unit (*tangen*) Stock System: Adopted (Unit (*tangen*) stock of shares: 1,000 shares)

1. Nonconsolidated Performance for the Interim Period Ended September 30, 2004 (April 1, 2004, through September 30, 2004)

(1) Nonconsolidated operating results

Note: All figures less than one million yen in the tables below are truncated

	Net sales		Operating income		Ordinary income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Interim period ended September 30, 2004	64,003	6.9	4,362	(22.5)	4,852	(13.3)
Interim period ended September 30, 2003	59,888	5.6	5,627	73.3	5,600	137.7
Year ended March 31, 2004	122,234	3.6	12,510	33.6	12,368	57.1

	(Interim) net income		(Interim) net income per share
	Millions of yen	%	Yen
Interim period ended September 30, 2004	2,527	33.5	10.47
Interim period ended September 30, 2003	1,893	70.3	7.82
Year ended March 31, 2004	1,983	(22.8)	7.99

- Notes:
- Average number of shares outstanding during the period
 

Interim period ended September 30, 2004	241,337,320 shares
Interim period ended September 30, 2003	242,058,383 shares
Year ended March 31, 2004	242,056,861 shares
  - Change in accounting method: Yes
  - The percentage figures for net sales, operating income, ordinary income and (interim) net income indicate year-over-year changes from the corresponding previous period

(2) Dividends

	Interim dividend per share (Yen)	Annual dividend per share (Yen)
Interim period ended September 30, 2004	3.00	—
Interim period ended September 30, 2003	3.00	—
Year ended March 31, 2004	—	6.00

## (3) Nonconsolidated financial position

	Total assets	Shareholders' equity	Equity ratio	Shareholders' equity per share
	Millions of yen	Millions of yen	%	Yen
Interim period ended September 30, 2004	172,264	66,904	38.8	277.55
Interim period ended September 30, 2003	161,549	64,063	39.7	264.70
Year ended March 31, 2004	161,673	65,889	40.8	272.01

- Notes:
- Number of shares outstanding at end of period:
    - 241,050,315 shares at September 30, 2004
    - 242,057,074 shares at September 30, 2003
    - 242,053,220 shares at March 31, 2004
  - Number of treasury stock of shares at end of period:
    - 1,025,241 shares at September 30, 2004
    - 18,482 shares at September 30, 2003
    - 22,336 shares at March 31, 2004

## 2. Projected Nonconsolidated Performance for the Year Ending March 31, 2005 (April 1, 2004, through March 31, 2005)

	Net sales	Ordinary income	Net income	Annual dividend per share	
				Year-end	
	Millions of yen	Millions of yen	Millions of yen	Yen	Yen
Year ending March, 31, 2005 (Full year)	135,000	10,660	5,000	3.00	6.00

(Reference) Projected net income per share (full year): ¥20.72

Note: These projected performance figures are based on information available to ZEON's management at the time this report was prepared. There are many uncertain factors inherent in forecasting, and there might be cases in which actual results differ from forecast values. See page XX of "**Consolidated Financial Flash Report**" for further information on forecasts.



(Millions of yen)

Account item	Previous interim period (As of September 30, 2003)		Current interim period (As of September 30, 2004)		Last fiscal year (As of March 31, 2004)		
	Amount	Composi- tion ratio (%)	Amount	Composi- tion ratio (%)	Amount	Composi- tion ratio (%)	
(Liabilities)							
Current liabilities							
Notes payable—trade	42		—		2		
Accounts payable—trade	30,041		34,214		30,475		
Short-term loans payable	20,290		9,955		16,050		
Commercial paper	1,500		17,000		—		
Bonds redeemable within one year	10,000		—		10,000		
Accounts payable—other	—		12,769		8,543		
Reserves	1,441		1,629		871		
Other current liabilities	10,981		3,152		3,937		
Total current liabilities		74,296	46.0	78,721	45.7	69,880	43.2
Long-term liabilities							
Long-term loans payable	14,425		12,125		12,375		
Allowance for employees' retirement benefits	8,115		10,139		9,159		
Other reserves	649		660		654		
Other long-term liabilities	—		3,714		3,714		
Total long-term liabilities		23,189	14.3	26,639	15.5	25,903	16.0
Total Liabilities		97,486	60.3	105,360	61.2	95,783	59.2
(Shareholders' Equity)							
Common stock		24,211	15.0	24,211	14.1	24,211	15.0
Capital surplus							
Additional paid-in capital	18,335		18,335		18,335		
Total capital surplus		18,335	11.3	18,335	10.6	18,335	11.3
Retained earnings							
Revenue reserve	3,026		3,026		3,026		
Voluntary reserves	10,998		10,766		10,998		
Unappropriated (interim) retained earnings	5,279		6,625		4,642		
Total retained earnings		19,305	12.0	20,419	11.8	18,668	11.6
Net unrealized holding gain on available-for-sale securities		2,219	1.4	4,689	2.7	4,686	2.9
Treasury stock, at cost		(9)	(0.0)	(751)	(0.4)	(12)	(0.0)
Total Shareholders' Equity		64,063	39.7	66,904	38.8	65,889	40.8
Total Liabilities and Shareholders' Equity		161,549	100.0	172,264	100.0	161,673	100.0

## 2. Comparative Interim Statement of Income

(Millions of yen)

Account item	Previous interim period (From April 1, 2003, to September 30, 2003)		Current interim period (From April 1, 2004, to September 30, 2004)		Last fiscal year (From April 1, 2003, to March 31, 2004)				
	Amount	Per- centage (%)	Amount	Per- centage (%)	Amount	Per- centage (%)			
Net sales		59,888	100.0		64,003	100.0		122,234	100.0
Cost of sales		41,685	69.6		45,773	71.5		84,284	69.0
Gross profit		18,202	30.4		18,229	28.5		37,949	31.0
Selling, general and administrative expenses		12,574	21.0		13,866	21.7		25,439	20.8
Operating income		5,627	9.4		4,362	6.8		12,510	10.2
Nonoperating income		900	1.5		1,149	1.8		1,536	1.3
Nonoperating expenses		928	1.5		658	1.0		1,677	1.4
Ordinary income		5,600	9.4		4,852	7.6		12,368	10.1
Extraordinary gains		98	0.1		55	0.1		108	0.1
Extraordinary losses		2,446	4.1		1,324	2.1		9,309	7.6
(Interim) income before income taxes		3,252	5.4		3,584	5.6		3,167	2.6
Income taxes—current	1,657			1,278			3,184		
Income taxes—deferred	(299)	1,358	2.2	(221)	1,056	1.7	(2,000)	1,184	1.0
(Interim) net income		1,893	3.2		2,527	3.9		1,983	1.6
Retained earnings brought forward		3,385			4,098			3,385	
Interim dividends		—			—			726	
Unappropriated (interim) retained earnings		5,279			6,625			4,642	

## Summary of Significant Accounting Policies

Previous interim period (From April 1, 2003, to September 30, 2003)	Current interim period (From April 1, 2004, to September 30, 2004)	Last fiscal year (From April 1, 2003, to March 31, 2004)
<p>1. Valuation basis and method for assets</p> <p>(1) Marketable securities and investments securities</p> <p>(a) Held-to-maturity securities: Carried at amortized cost by the straight-line method.</p> <p>(b) Investment in stocks of subsidiaries and affiliates: Stated at cost determined by the moving-average method.</p> <p>(c) Available-for-sale securities: Available-for-sale securities for which the fair values are readily determinable: Carried at fair value as of the interim balance-sheet date with the corresponding unrealized holding gain or loss, net of the applicable income taxes, recorded directly as a separate component of shareholders' equity. The cost of securities sold is determined by the moving-average method.</p> <p>Available-for-sale securities for which the fair values are not readily determinable: Carried at cost determined by the moving-average method.</p> <p>(2) Derivative instruments Market value method</p> <p>(3) Inventories Merchandise and finished products, work in process and major raw materials: Carried at cost determined by the gross average method Other raw materials and supplies: Carried at cost determined by the moving-average method.</p> <p>2. Depreciation method of fixed assets</p> <p>(1) Property, plant and equipment The depreciation of property, plant and equipment is computed by the straight-line method.</p>	<p>1. Valuation basis and method for assets</p> <p>(1) Marketable securities and investments securities</p> <p>(a) Held-to-maturity securities: The same as at left.</p> <p>(b) Investment in stocks of subsidiaries and affiliates: The same as at left.</p> <p>(c) Available-for-sale securities: Available-for-sale securities for which the fair values are readily determinable: The same as at left.</p> <p>Available-for-sale securities for which the fair values are not readily determinable: The same as at left.</p> <p>(2) Derivative instruments The same as at left.</p> <p>(3) Inventories Merchandise and finished products, work in process and major raw materials: The same as at left.</p> <p>Other raw materials and supplies: The same as at left.</p> <p>2. Depreciation method of fixed assets</p> <p>(1) Property, plant and equipment The depreciation of property, plant and equipment is computed by the declining-balance method (except for buildings which are computed by the straight-line method).</p> <p>&lt;Change in accounting policy&gt; Previously, the depreciation of property, plant and equipment was principally computed by the straight-line method. Effective from the current interim period, however, it is computed primarily by the declining-balance method over the estimated useful lives of the assets, except for buildings, at the Company. This change mainly aims to achieve sounder financial capabilities by recovering invested funds as early as possible in response to recent environmental changes, including considerably rising investments in the businesses with shorter product cycles such as electronic materials and optical resins and</p>	<p>1. Valuation basis and method for assets</p> <p>(1) Marketable securities and investments securities</p> <p>(a) Held-to-maturity securities: The same as at left.</p> <p>(b) Investment in stocks of subsidiaries and affiliates: The same as at left.</p> <p>(c) Available-for-sale securities: Available-for-sale securities for which the fair values are readily determinable: Carried at fair value as of the balance-sheet date with the corresponding unrealized holding gain or loss, net of the applicable income taxes, recorded directly as a separate component of shareholders' equity. The cost of securities sold is determined by the moving-average method.</p> <p>Available-for-sale securities for which the fair values are not readily determinable: Carried at cost determined by the moving-average method.</p> <p>(2) Derivative instruments The same as at left.</p> <p>(3) Inventories Merchandise and finished products, work in process and major raw materials: The same as at left.</p> <p>Other raw materials and supplies: The same as at left.</p> <p>2. Depreciation method of fixed assets</p> <p>(1) Property, plant and equipment The depreciation of property, plant and equipment is computed by the straight-line method.</p>

<p>(2) Intangible assets The amortization of intangible assets is computed by the straight-line method. Computer software for internal use is amortized by the straight-line method over the estimated useful life (5 years).</p> <p>3. Basis of translating assets and liabilities denominated in foreign currencies into yen Receivables and payables denominated in foreign currencies are translated into yen at the spot rate of exchange in effect at the interim balance-sheet date. The resulting exchange differences are charged or credited to income.</p> <p>4. Accounting standards for reserves (1) Allowance for doubtful accounts The allowance for doubtful accounts is provided for possible losses from bad debt at an amount estimated based on a loan-loss ratio for normal receivables, plus anticipated uncollectible amounts determined by reference to the collectibility of individual doubtful receivables.</p> <p>(2) Valuation reserve for investments The valuation reserve for investments is provided at an amount corresponding to the estimated possible losses due to the declined investment value of investments in the stocks of investee companies for which the financial conditions have deteriorated.</p> <p>(3) Allowance for employees' retirement benefits The allowance for employees' retirement benefits is provided at an amount to be accrued at the interim balance-sheet date which is calculated based on the projected benefit obligation and fair value of pension plan assets as of March 31, 2004. The net retirement benefit obligation at transition (¥15,162 million) is being amortized as incurred on a pro-rata basis by the straight-line method over five years, excluding the portion covered by the employees' retirement benefit trust. Unrecognized actuarial gain or loss is amortized by the straight-line method over a certain period (13 years), which</p>	<p>the accelerated obsolescence of entire facilities due to remarkable technological progress, along with the changes in our business structures. As a result of this change, compared with the previous accounting method, depreciation and amortization increased by ¥765 million, operating income decreased by ¥516 million, and ordinary income and interim income before income taxes decreased by ¥620 million.</p> <p>(2) Intangible assets The same as at left.</p> <p>3. Basis of translating assets and liabilities denominated in foreign currencies into yen The same as at left.</p> <p>4. Accounting standards for reserves (1) Allowance for doubtful accounts The same as at left.</p> <p>(2) _____</p> <p>(3) Allowance for employees' retirement benefits The allowance for employees' retirement benefits is provided at an amount to be accrued at the interim balance-sheet date which is calculated based on the projected benefit obligation and fair value of pension plan assets as of March 31, 2005. The net retirement benefit obligation at transition is being amortized as incurred on a pro-rata basis by the straight-line method over five years. Prior service cost is amortized as incurred on a straight-line basis over a certain period (13 years), which is not over than the average remaining service years for employees when incurred.</p>	<p>(2) Intangible assets The same as at left.</p> <p>3. Basis of translating assets and liabilities denominated in foreign currencies into yen Receivables and payables denominated in foreign currencies are translated into yen at the spot rate of exchange in effect at the balance-sheet date. The resulting exchange differences are charged or credited to income.</p> <p>4. Accounting standards for reserves (1) Allowance for doubtful accounts The same as at left.</p> <p>(2) _____</p> <p>(3) Allowance for employees' retirement benefits The allowance for employees' retirement benefits is provided at an amount to be accrued at the balance-sheet date which is calculated based on the projected benefit obligation and fair value of pension plan assets as of March 31, 2004. The net retirement benefit obligation at transition is being amortized as incurred on a pro-rata basis by the straight-line method over five years. Prior service cost is amortized as incurred on a straight-line basis over a certain period (13 years), which is not over than the average remaining service years for employees when incurred.</p>
--	---	--

<p>is not over than the average remaining service years for employees when incurred, from the following fiscal year of the accrual.</p> <p>(4) Reserves and other reserves  (a) Reserve for bonuses  The reserve for bonuses is provided at an amount considered sufficient to cover estimated possible payment.  (b) Retirement allowances for directors and statutory auditors  The retirement allowances for directors and statutory auditors are provided for possible payments at an amount that would be required to be paid in accordance with the Company's internal rules if all eligible directors and statutory auditors resigned their positions as of the interim balance-sheet date.  (c) Reserve for repairs  The reserve for repairs is provided for periodic repairs of manufacturing facilities at an amount corresponding to the portion for the current interim period, by allocating the estimated expenses that would be necessary for periodic repairs to a fixed period.</p> <p>5. Accounting for leases  Finance leases which are not deemed to transfer ownership of leased property to lessee are accounted for in the same manner as operating leases.</p> <p>6. Accounting for hedging activities  (1) Hedge accounting  The preferential treatment is applied to interest rate swaps.  (2) Hedging instruments and hedged items  Hedging instruments: Interest rate swaps  Hedged items: Borrowings  (3) Hedging policy  As a general rule, the Company enters into derivative transactions to avoid</p>	<p>Unrecognized actuarial gain or loss is amortized by the straight-line method over a certain period (13 years), which is not over than the average remaining service years for employees when incurred, from the following fiscal year of the accrual.</p> <p>(4) Reserves and other reserves  (a) Reserve for bonuses  The same as at left.</p> <p>(b) Retirement allowances for directors and statutory auditors  The same as at left.</p> <p>(c) Reserve for repairs  The same as at left.</p> <p>5. Accounting for leases  The same as at left.</p> <p>6. Accounting for hedging activities  (1) Hedge accounting  The same as at left.  (2) Hedging instruments and hedged items  The same as at left.  (3) Hedging policy  The same as at left.</p>	<p>Unrecognized actuarial gain or loss is amortized by the straight-line method over a certain period (13 years), which is not over than the average remaining service years for employees when incurred, from the following fiscal year of the accrual.</p> <p>(Additional information)  Pursuant to the enforcement of the Defined Contribution Pension Law, the Company transferred a part of its tax-qualified pension plan to a defined contribution pension plan, a prepaid retirement benefit plan and a lump-sum severance indemnity plan in March 2004. Accordingly, the Company has applied the "Accounting Standard for the Transition among Different Retirement Benefit Plans" (Application Guideline for Business Accounting Standard No. 1) to its accounting since then. Based upon this change, the Company canceled the employees' retirement benefit trust. As a result of this change, the Company recorded an extraordinary loss of ¥3,533 million in the consolidated statements of income.</p> <p>(4) Reserves and other reserves  (a) Reserve for bonuses  The same as at left.</p> <p>(b) Retirement allowances for directors and statutory auditors  The retirement allowances for directors and statutory auditors are provided for possible payments at an amount that would be required to be paid in accordance with the Company's internal rules if all eligible directors and statutory auditors resigned their positions as of the balance-sheet date.</p> <p>(c) Reserve for repairs  The reserve for repairs is provided for periodic repairs of manufacturing facilities at an amount corresponding to the portion for the year, by allocating the estimated expenses that would be necessary for periodic repairs to a fixed period.</p> <p>5. Accounting for leases  The same as at left.</p> <p>6. Accounting for hedging activities  (1) Hedge accounting  The same as at left.  (2) Hedging instruments and hedged items  The same as at left.  (3) Hedging policy  The same as at left.</p>
--	---	---

<p>and hedge the interest-rate risk. The counterparties of derivative transactions are limited to highly credible financial institutions.</p> <p>(4) Assessment of the effectiveness of a hedge The effectiveness assessment is omitted because our hedging activities are qualified for preferential treatment.</p> <p>7. Other important matter Transactions subject to the consumption tax and local consumption tax are recorded at amounts exclusive of the consumption taxes.</p>	<p>(4) Assessment of the effectiveness of a hedge The same as at left.</p> <p>7. Other important matter The same as at left.</p>	<p>(4) Assessment of the effectiveness of a hedge The same as at left.</p> <p>7. Other important matter The same as at left.</p>
---	--	--

Notes to Nonconsolidated Interim Financial Statements

(Notes to Comparative Interim Balance Sheet)

(Millions of yen)

Previous interim period (As of September 30, 2003)	Current interim period (As of September 30, 2004)	Last fiscal year (As of March 31, 2004)
1. Accumulated depreciation for property, plant and equipment 123,893	1. Accumulated depreciation for property, plant and equipment 127,731	1. Accumulated depreciation for property, plant and equipment 124,724
2. Assets pledged as collateral and secured debt	2. Assets pledged as collateral and secured debt	2. Assets pledged as collateral and secured debt
Assets pledged:	Assets pledged:	Assets pledged:
Property, plant and equipment (Factory foundation) 42,092	Investment securities 2,362	Investment securities 2,082
Investment securities 1,283		
<u>Total</u> 43,376		
Secured debt:	Secured debt:	Secured debt:
Long-term loans payable 2,500	Long-term loans payable of affiliates 258	Long-term loans payable of affiliates 365
Long-term loans payable of affiliates 509	Other(*) 2,758	Other(*) 5,467
<u>Total</u> 3,009	<u>Total</u> 3,016	<u>Total</u> 5,833
	(* ) Debt involved in the banking transaction of Mizushima Ecoworks Ltd.	(* ) Debt involved in the banking transaction of Mizushima Ecoworks Ltd.
3. Contingent liabilities (Debt guarantee against borrowings)	3. Contingent liabilities (Debt guarantee against borrowings)	3. Contingent liabilities (Debt guarantee against borrowings)
Zeon Chemicals L.P. 12,316	Zeon Chemicals L.P. 11,364	Zeon Chemicals L.P. 11,360
Zeon Chemicals Yonezawa Co., Ltd. 444	Zeon Chemicals Yonezawa Co., Ltd. 293	Zeon Chemicals Yonezawa Co., Ltd. 369
Zeon North Co., Ltd. 15	Zeon North Co., Ltd. 44	Zeon North Co., Ltd. 59
Zeon Advanced Polymix Co., Ltd. 342	Zeon Advanced Polymix Co., Ltd. 311	Zeon Advanced Polymix Co., Ltd. 330
Zeon Europe GmbH 581	Biomune Company 49	Biomune Company 15
Zeon Biomune Inc. 16	Employees ( Housing loans, etc ) 1,517	RIMTEC Corporation 120
RIMTEC Corporation 240	<u>Total</u> 13,580	Employees (Housing loans, etc. ) 1,341
Employees ( Housing loans ) 1,878		<u>Total</u> 13,596
<u>Total</u> 15,836		
	<Responsibility for reparations related to contentious cases> The Company and its U.S. subsidiary are being investigated by the Department of Justice regarding an allegation of restraint of trade of NBR (acrylonitrile butadiene rubber). In addition, the Company and its U.S. subsidiaries have been sued for damages (class action and individual lawsuits) by direct/indirect purchasers of NBR alleging price fixing regarding NBR in the U.S. Other corporate groups have also been sued. However, the complaints do not explicitly assert the amount of damages. The Company and its subsidiaries are cooperatively dealing with this litigation. In addition, the Company and its European subsidiary are being investigated by the European Commission regarding an allegation of restraint of trade of NBR	<Responsibility for reparations related to contentious cases> The same as at left.

## (Notes to Comparative Interim Statement of Income)

(Millions of yen)

Previous interim period (From April 1, 2003, to September 30, 2003)	Current interim period (From April 1, 2004, to September 30, 2004)	Last fiscal year (From April 1, 2003, to March 31, 2004)
1. Major items under "Nonoperating income"	1. Major items under "Nonoperating income"	1. Major items under "Nonoperating income"
Interest income 22	Interest income 33	Interest income 50
Dividend income 617	Dividend income 594	Dividend income 803
2. Major items under "Nonoperating expenses"	2. Major items under "Nonoperating expenses"	2. Major items under "Nonoperating expenses"
Interest expense 122	Interest expense 90	Interest expense 226
Interest on corporate bonds 168	Interest on corporate bonds 120	Interest on corporate bonds 294
Foreign exchange loss 344	Foreign exchange loss 23	Foreign exchange loss 686
Loss on disposal of inventories 102	Loss on disposal of inventories 110	Loss on disposal of inventories 84
3. Major items under "Extraordinary gains"	3. -----	3. Major items under "Extraordinary gains"
Gain on liquidation of affiliates 59		Gain on sales of investment securities 39
Gain on sales of investment securities 39		Gain on liquidation of affiliates 59
4. Major items under "Extraordinary losses"	4. Major items under "Extraordinary losses"	4. Major items under "Extraordinary losses"
Loss on disposal of fixed assets 251	Amortization of net retirement benefit obligation at transition 954	Loss on disposal of fixed assets 905
Amortization of net retirement benefit obligation at transition 1,020		Amortization of net retirement benefit obligation at transition 2,029
Loss on devaluation of investments in stocks of affiliates 299		Loss on transition of retirement benefit plan 3,533
Provision for allowance for doubtful accounts 827		Loss on devaluation of investments in stocks of affiliates 949
		Provision for allowance for doubtful accounts 1,648
5. Depreciation and amortization	5. Depreciation and amortization	5. Depreciation and amortization
Property, plant and equipment 3,353	Property, plant and equipment 4,160	Property, plant and equipment 6,630
Intangible assets 411	Intangible assets 416	Intangible assets 810
Total 3,764	Total 4,577	Total 7,441

## (Notes to Lease Transactions)

(Millions of yen)

Previous interim period (From April 1, 2003, to September 30, 2003)	Current interim period (From April 1, 2004, to September 30, 2004)	Last fiscal year (From April 1, 2003, to March 31, 2004)																																																																																																														
<p>1. Finance leases that do not transfer ownership of leased property to the lessee</p> <p>(1) Assumed data as to acquisition cost, accumulated depreciation and net book value at the end of the interim period</p> <p style="text-align: right;">(Millions of yen)</p> <table border="1"> <thead> <tr> <th></th> <th style="text-align: center;">Acqui- sition cost</th> <th style="text-align: center;">Accu- mu- lated de- precia- tion</th> <th style="text-align: center;">Net book value</th> </tr> </thead> <tbody> <tr> <td>Machinery and equipment</td> <td style="text-align: center;">17</td> <td style="text-align: center;">4</td> <td style="text-align: center;">13</td> </tr> <tr> <td>“Other Property, plant and equipment”</td> <td style="text-align: center;">2,458</td> <td style="text-align: center;">1,457</td> <td style="text-align: center;">1,000</td> </tr> <tr> <td>Intangible assets</td> <td style="text-align: center;">428</td> <td style="text-align: center;">307</td> <td style="text-align: center;">121</td> </tr> <tr> <td><b>Total</b></td> <td style="text-align: center;"><b>2,905</b></td> <td style="text-align: center;"><b>1,769</b></td> <td style="text-align: center;"><b>1,135</b></td> </tr> </tbody> </table> <p>(2) Assumed future lease payments at the end of the interim period</p> <table style="width: 100%;"> <tr> <td style="width: 80%;">Due within one year</td> <td style="text-align: right;">574</td> </tr> <tr> <td>Due after one year</td> <td style="text-align: right;">560</td> </tr> <tr> <td><b>Total</b></td> <td style="text-align: right;"><b>1,135</b></td> </tr> </table> <p>Note: Assumed acquisition cost and assumed future lease payments at the end of the interim period are calculated by including the interest portion thereon because the ratio of outstanding future lease payments to property, plant and equipment at the end of the interim period is low.</p> <p>(3) Lease payments and assumed depreciation expenses</p> <table style="width: 100%;"> <tr> <td style="width: 80%;">Lease payments</td> <td style="text-align: right;">367</td> </tr> <tr> <td>Assumed depreciation expenses</td> <td style="text-align: right;">367</td> </tr> </table> <p>(4) Computation method of assumed depreciation expenses Depreciation expenses are computed by the straight-line method, assuming the lease period as the useful life and no residual value.</p> <p>2. Operating leases</p> <table style="width: 100%;"> <tr> <td style="width: 80%;">Future lease payments</td> <td></td> </tr> <tr> <td>Due within one year</td> <td style="text-align: right;">126</td> </tr> <tr> <td>Due after one year</td> <td style="text-align: right;">94</td> </tr> <tr> <td><b>Total</b></td> <td style="text-align: right;"><b>221</b></td> </tr> </table>		Acqui- sition cost	Accu- mu- lated de- precia- tion	Net book value	Machinery and equipment	17	4	13	“Other Property, plant and equipment”	2,458	1,457	1,000	Intangible assets	428	307	121	<b>Total</b>	<b>2,905</b>	<b>1,769</b>	<b>1,135</b>	Due within one year	574	Due after one year	560	<b>Total</b>	<b>1,135</b>	Lease payments	367	Assumed depreciation expenses	367	Future lease payments		Due within one year	126	Due after one year	94	<b>Total</b>	<b>221</b>	<p>1. Finance leases that do not transfer ownership of leased property to the lessee</p> <p>(1) Assumed data as to acquisition cost, accumulated depreciation and net book value at the end of the interim period</p> <p style="text-align: right;">(Millions of yen)</p> <table border="1"> <thead> <tr> <th></th> <th style="text-align: center;">Acqui- sition cost</th> <th style="text-align: center;">Accu- mu- lated de- precia- tion</th> <th style="text-align: center;">Net book value</th> </tr> </thead> <tbody> <tr> <td>Machinery and equipment</td> <td style="text-align: center;">2</td> <td style="text-align: center;">0</td> <td style="text-align: center;">2</td> </tr> <tr> <td>“Other Property, plant and equipment”</td> <td style="text-align: center;">1,837</td> <td style="text-align: center;">1,051</td> <td style="text-align: center;">786</td> </tr> <tr> <td>Intangible assets</td> <td style="text-align: center;">327</td> <td style="text-align: center;">270</td> <td style="text-align: center;">56</td> </tr> <tr> <td><b>Total</b></td> <td style="text-align: center;"><b>2,167</b></td> <td style="text-align: center;"><b>1,322</b></td> <td style="text-align: center;"><b>845</b></td> </tr> </tbody> </table> <p>(2) Assumed future lease payments at the end of the interim period</p> <table style="width: 100%;"> <tr> <td style="width: 80%;">Due within one year</td> <td style="text-align: right;">419</td> </tr> <tr> <td>Due after one year</td> <td style="text-align: right;">425</td> </tr> <tr> <td><b>Total</b></td> <td style="text-align: right;"><b>845</b></td> </tr> </table> <p>The same as at left.</p> <p>(3) Lease payments and assumed depreciation expenses</p> <table style="width: 100%;"> <tr> <td style="width: 80%;">Lease payments</td> <td style="text-align: right;">242</td> </tr> <tr> <td>Assumed depreciation expenses</td> <td style="text-align: right;">242</td> </tr> </table> <p>(4) Computation method of assumed depreciation expenses The same as at left.</p> <p>2. Operating leases</p> <table style="width: 100%;"> <tr> <td style="width: 80%;">Future lease payments</td> <td></td> </tr> <tr> <td>Due within one year</td> <td style="text-align: right;">94</td> </tr> </table>		Acqui- sition cost	Accu- mu- lated de- precia- tion	Net book value	Machinery and equipment	2	0	2	“Other Property, plant and equipment”	1,837	1,051	786	Intangible assets	327	270	56	<b>Total</b>	<b>2,167</b>	<b>1,322</b>	<b>845</b>	Due within one year	419	Due after one year	425	<b>Total</b>	<b>845</b>	Lease payments	242	Assumed depreciation expenses	242	Future lease payments		Due within one year	94	<p>1. Finance leases that do not transfer ownership of leased property to the lessee</p> <p>(1) Assumed data as to acquisition cost, accumulated depreciation and net book value at the end of the year</p> <p style="text-align: right;">(Millions of yen)</p> <table border="1"> <thead> <tr> <th></th> <th style="text-align: center;">Acqui- sition cost</th> <th style="text-align: center;">Accu- mu- lated de- precia- tion</th> <th style="text-align: center;">Net book value</th> </tr> </thead> <tbody> <tr> <td>Machinery and equipment</td> <td style="text-align: center;">19</td> <td style="text-align: center;">6</td> <td style="text-align: center;">13</td> </tr> <tr> <td>“Other Property, plant and equipment”</td> <td style="text-align: center;">2,190</td> <td style="text-align: center;">1,351</td> <td style="text-align: center;">838</td> </tr> <tr> <td>Intangible assets</td> <td style="text-align: center;">401</td> <td style="text-align: center;">322</td> <td style="text-align: center;">79</td> </tr> <tr> <td><b>Total</b></td> <td style="text-align: center;"><b>2,611</b></td> <td style="text-align: center;"><b>1,680</b></td> <td style="text-align: center;"><b>931</b></td> </tr> </tbody> </table> <p>(2) Assumed future lease payments at the end of the year</p> <table style="width: 100%;"> <tr> <td style="width: 80%;">Due within one year</td> <td style="text-align: right;">484</td> </tr> <tr> <td>Due after one year</td> <td style="text-align: right;">447</td> </tr> <tr> <td><b>Total</b></td> <td style="text-align: right;"><b>931</b></td> </tr> </table> <p>Note: Assumed acquisition cost and assumed future lease payments at the end of the year are calculated by including the interest portion thereon because the ratio of outstanding future lease payments to property, plant and equipment at the end of the year is low.</p> <p>(3) Lease payments and assumed depreciation expenses</p> <table style="width: 100%;"> <tr> <td style="width: 80%;">Lease payments</td> <td style="text-align: right;">709</td> </tr> <tr> <td>Assumed depreciation expenses</td> <td style="text-align: right;">709</td> </tr> </table> <p>(4) Computation method of assumed depreciation expenses The same as at left.</p> <p>2. Operating leases</p> <table style="width: 100%;"> <tr> <td style="width: 80%;">Future lease payments</td> <td></td> </tr> <tr> <td>Due within one year</td> <td style="text-align: right;">126</td> </tr> <tr> <td>Due after one year</td> <td style="text-align: right;">31</td> </tr> <tr> <td><b>Total</b></td> <td style="text-align: right;"><b>157</b></td> </tr> </table>		Acqui- sition cost	Accu- mu- lated de- precia- tion	Net book value	Machinery and equipment	19	6	13	“Other Property, plant and equipment”	2,190	1,351	838	Intangible assets	401	322	79	<b>Total</b>	<b>2,611</b>	<b>1,680</b>	<b>931</b>	Due within one year	484	Due after one year	447	<b>Total</b>	<b>931</b>	Lease payments	709	Assumed depreciation expenses	709	Future lease payments		Due within one year	126	Due after one year	31	<b>Total</b>	<b>157</b>
	Acqui- sition cost	Accu- mu- lated de- precia- tion	Net book value																																																																																																													
Machinery and equipment	17	4	13																																																																																																													
“Other Property, plant and equipment”	2,458	1,457	1,000																																																																																																													
Intangible assets	428	307	121																																																																																																													
<b>Total</b>	<b>2,905</b>	<b>1,769</b>	<b>1,135</b>																																																																																																													
Due within one year	574																																																																																																															
Due after one year	560																																																																																																															
<b>Total</b>	<b>1,135</b>																																																																																																															
Lease payments	367																																																																																																															
Assumed depreciation expenses	367																																																																																																															
Future lease payments																																																																																																																
Due within one year	126																																																																																																															
Due after one year	94																																																																																																															
<b>Total</b>	<b>221</b>																																																																																																															
	Acqui- sition cost	Accu- mu- lated de- precia- tion	Net book value																																																																																																													
Machinery and equipment	2	0	2																																																																																																													
“Other Property, plant and equipment”	1,837	1,051	786																																																																																																													
Intangible assets	327	270	56																																																																																																													
<b>Total</b>	<b>2,167</b>	<b>1,322</b>	<b>845</b>																																																																																																													
Due within one year	419																																																																																																															
Due after one year	425																																																																																																															
<b>Total</b>	<b>845</b>																																																																																																															
Lease payments	242																																																																																																															
Assumed depreciation expenses	242																																																																																																															
Future lease payments																																																																																																																
Due within one year	94																																																																																																															
	Acqui- sition cost	Accu- mu- lated de- precia- tion	Net book value																																																																																																													
Machinery and equipment	19	6	13																																																																																																													
“Other Property, plant and equipment”	2,190	1,351	838																																																																																																													
Intangible assets	401	322	79																																																																																																													
<b>Total</b>	<b>2,611</b>	<b>1,680</b>	<b>931</b>																																																																																																													
Due within one year	484																																																																																																															
Due after one year	447																																																																																																															
<b>Total</b>	<b>931</b>																																																																																																															
Lease payments	709																																																																																																															
Assumed depreciation expenses	709																																																																																																															
Future lease payments																																																																																																																
Due within one year	126																																																																																																															
Due after one year	31																																																																																																															
<b>Total</b>	<b>157</b>																																																																																																															