



KYOWA HAKKO KOGYO Co., Ltd.

Consolidated Financial Summary

For the Year Ended March 31, 2002

NOTE:

This document is a partial translation of “Tanshin” Japanese-language original, which was released May 15, 2002 in Japan. All financial information has been prepared in accordance with generally accepted accounting principles in Japan. Amounts shown in this accounting report and in the attached material have been rounded down to omit fractions less than 1 million yen.



May 15, 2002

Financial Statements (Consolidated)

For the Year Ended March 31, 2002

Kyowa Hakko Kogyo Co., Ltd.

Listed Exchanges:	Tokyo, Osaka, Nagoya, Fukuoka and Sapporo
Head Office:	Tokyo, Japan
Stock Code:	4151
Homepage:	www.kyowa.co.jp/
Inquiries:	Keiichi Yoshihara, General Manager, Corporate Communications Department
Tel:	+81 3 3282 0960
Date of the meeting of Board of Directors concerning consolidated settlement of year-end accounts:	May 15, 2002
U.S. GAAP accounting principles:	Not adopted

1. Consolidated Business Results for the Year Ended March 31, 2002

(1) Consolidated Business Results

	<i>Millions of Yen</i>			
	Year Ended Mar. 31, 2002		Year Ended Mar. 31, 2001	
		Change (%)		Change (%)
Net Sales.....	378,667	0.8	375,609	0.2
Operating Income.....	20,356	14.9	17,712	(18.2)
Recurring Income.....	18,960	14.1	16,611	(21.2)
Net Income.....	5,535	(41.1)	9,395	(16.7)
Net Income per Share (¥).....	12.75		21.64	
Fully Diluted Net Income Per Share (¥).....	-		21.59	
Return on Equity (ROE) (%).....		2.7		4.8
Ratio of Recurring Income to Total Assets (%).....		4.4		3.8
Ratio of Recurring Income to Net Sales (%).....		5.0		4.4

- (Notes) (1) Gain from investments in subsidiaries and affiliates accounted for by the equity method:
 Year ended March 31, 2002: 1.223 billion yen
 Year ended March 31, 2001: 748 billion yen
- (2) Average number of outstanding shares (consolidated) during the period:
 Year ended March 31, 2002: 434,223,356 shares
 Year ended March 31, 2001: 434,236,295 shares
- (3) Changes to accounting procedures: None
- (4) Percentages for net sales, operating income, recurring income and net income represent year-on-year changes.

(2) Changes in Consolidated Financial Position

	<i>Millions of Yen</i>	
	Year Ended Mar. 31, 2002	Year Ended Mar. 31, 2001
Total Assets.....	430,112	431,409
Shareholders' Equity.....	211,652	194,691
Equity Ratio (%).....	49.2	45.1
Shareholders' Equity per Share (¥).....	487.50	448.35

- (Notes) Outstanding shares (consolidated) at the end of the period:
 Year Ended March 31, 2002: 434,161,267 shares
 Year Ended March 31, 2001: 434,242,050 shares



(3) Consolidated Cash Flows

	<i>Millions of Yen</i>	
	Year Ended Mar. 31, 2002	Year Ended Mar. 31, 2001
Net cash provided by (used in) operating activities	16,955	28,788
Net cash provided by (used in) investing activities	8,376	(1,990)
Net cash provided by (used in) financing activities	(16,843)	(20,871)
Cash and cash equivalents at end of year	41,908	32,600

(4) Consolidated subsidiaries and affiliates accounted for by the equity method:

Number of consolidated subsidiaries:	28
Number of non-consolidated subsidiaries accounted for by the equity method:	0
Number of affiliates accounted for by the equity method:	6

(5) Changes in the scope of consolidation and companies accounted for by the equity method:

Consolidated subsidiaries:	(Newly included)	0	(Excluded)	1
Companies accounted for by the equity method:	(Newly included) 0			
	(Excluded) 1			

1. Consolidated Results Forecast for the Year Ending March 31, 2003

	<i>Millions of Yen</i>	
	Interim Period Ending Sep. 30, 2002	Year Ending Mar. 31, 2003
Net Sales	188,000	364,000
Recurring Income	6,000	17,000
Net Income	4,500	10,000

(Note) Projected net income per share for the year ending March 31, 2003: 23.03 yen

The forecasts above are based on the information available to management on the date of their announcement. Actual results can differ materially from these projections for a wide variety of reasons. Please consult page 8 of the attached materials for further information concerning the projections.