

# Tomen News Release

April 28,2005

## Consolidated Financial Statements For the Fiscal Year 2005 Ended March 31,2005

### Tomen Corporation

(URL:<http://www.tomen.co.jp/>)

Listed Stock Exchange: The first sections of Tokyo, Osaka, and Nagoya Stock Exchange  
Headquarters: Osaka  
Securities Code: No.8003  
Representative: Mahito Kageyama, President  
Contact Information: Takafumi Funayama, General Manager, Corporate Communications Office  
Tel. 81-3-5288-2083  
Board of Directors' Meeting: April 28,2005  
Name of parent company Toyota Tsusho Corporation (Securities Code:No.8015)  
Voting rights by the parent company 20.1%  
Adoption of accounting principles generally accepted in the United States of America : NA  
Loss on allowance for doubtful accounts

### 1. Consolidated Business Results of Fiscal 2005 [April 1, 2004 through March 31,2005]

(1) Results of Operations (Amount less than one million omitted)

	Total Trading Transactions		Operating Income		Ordinary Profit	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
March 31, 2005	1,577,303	-1.7	26,568	-5.7	25,020	15.9
March 31, 2004	1,604,084	-23.0	28,179	9.8	21,584	57.5

	Net Income		EPS	EPS (After dilution)	Net Income/ Shareholders' Equity	Ordinary Profit/ Total Assets	Ordinary Profit/Net Sales
	Millions of Yen	%	Yen	Yen	%	%	%
March 31,2005	9,627	156.5	11.92	6.51	27.4	3.3	1.6
March 31,2004	3,753	-	5.16	1.96	17.5	2.5	1.3

Note:

- Equity in earnings of unconsolidated subsidiaries and affiliates:  
March 31, 2005 : 3,758million yen      March 31, 2004 : 4,449million yen
- Average number of shares during the period (Consolidated):  
March 31, 2005 : 805,820,280 shares      March 31, 2004 : 722,190,584shares
- Changes in accounting policies during the period : NA
- Percentage figures under total trading transactions, operating income, ordinary profit and net income show changes from the same period of the previous fiscal year .

### (2) Financial Position

	Total Assets	Shareholders'Equity	Shareholders' Equity Ratio	Shareholder's Equity per Share
	Millions of Yen	Millions of Yen	%	Yen
March 31, 2005	733,794	41,350	5.6	-38.09
March 31, 2004	769,075	28,981	3.8	-53.40

Note:

Number of share issued at the end of the period (Consolidated) :

- Ordinary stock :  
March 31, 2005 : 805,361,261shares      March 31, 2004 : 805,993,895shares
- Preferred stock :  
March 31, 2005 : 144,000,000 shares      March 31, 2004 : 144,000,000 shares

(3) Cash Flows

	Cash Flow from Operating Activities	Cash Flow from Investing Activities	Cash Flow from Financing Activities	Cash and Cash Equivalents, End of period
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
March 31, 2005	18,208	24,438	-43,339	78,620
March 31, 2004	44,635	41,194	-98,310	79,400

(4) Number of consolidated Subsidiaries and Companies under Equity Method

Consolidated subsidiaries	:	131
Unconsolidated subsidiaries under Equity Method	:	-
Affiliated companies under Equity Method	:	60

(5) Changes in Number of Consolidated Subsidiaries and Companies under Equity Method

Consolidated subsidiaries	Added	:	1
	Removed	:	17
Equity Method	Added	:	-
	Removed	:	7

**2. Consolidated Business Projection of Fiscal 2006 [April 1, 2005 through March 31, 2006]**

	Total Trading Transactions	Ordinary Profit	Net Income
	Millions of Yen	Millions of Yen	Millions of Yen
Interim period ending September 30, 2005	800,000	12,000	2,000
Fiscal year ending March 31, 2006	1,700,000	27,000	10,000

Reference : Projected EPS for the fiscal year ending March 31, 2006 : 12.42 yen

Note:

This report contains forward-looking statements, which reflect management's current views with respect to future events and financial performance. Actual results may differ materially from those projected in the forward-looking statements due to factors such as changing economic environment, exchange rate fluctuations, and changes in competitive conditions as well as government regulations and litigation.

Note: Tomen Corporation and its consolidated domestic subsidiaries maintain their accounts and records in accordance with the provisions set forth in the Japanese Commercial Code and the Securities and Exchange Law and in conformity with accounting principles and practices generally accepted in Japan.

The above statements are translated into English for the convenience of readers outside Japan.

Tomen Corporation

CONSOLIDATED BALANCE SHEETS

April 28, 2005

Millions of Yen

	March 31, 2005	March 31, 2004	Difference		March 31, 2005	March 31, 2004	Difference
	(A)	(B)	(A)-(B)		(A)	(B)	(A)-(B)
<b><u>Assets</u></b>				<b><u>Liabilities</u></b>			
I. <b>Current assets</b>	<b>441,635</b>	<b>443,146</b>	<b>-1,511</b>	I. <b>Current liabilities</b>	<b>363,077</b>	<b>629,837</b>	<b>-266,760</b>
Cash and deposits	78,776	77,862	914	Notes and accounts payable-trade	184,045	179,967	4,078
Notes and accounts receivable-trade	278,917	272,858	6,059	Short-term loans and current portion of long-term debt	150,037	414,811	-264,774
Marketable securities	-	3,331	-3,331	Current portion of bonds	-	100	-100
Inventories	64,371	63,302	1,069	Accrued income tax	3,622	4,992	-1,370
short-term loan receivables	2,700	7,370	-4,670	Deferred tax liabilities	828	373	455
Deferred tax assets	6,204	6,209	-5	Other current liabilities	24,544	29,593	-5,049
Other current assets	23,749	26,538	-2,789				
Allowance for doubtful receivables	-13,083	-14,327	1,244				
Loss on allowance for doubtful accounts							
II. <b>Non-current assets</b>	<b>292,135</b>	<b>325,882</b>	<b>-33,747</b>	II. <b>Non-current liabilities</b>	<b>300,385</b>	<b>83,714</b>	<b>216,671</b>
1 Property and equipment	81,591	89,055	-7,464	Bonds	400	400	-
2 Intangible assets	2,250	4,848	-2,598	Long-term debt less current portion	288,329	68,880	219,449
3 Investments and other assets				Deferred tax liabilities	1,524	1,543	-19
Investments in securities and other investments	118,438	117,931	507	Liability for severance payments	5,781	7,140	-1,359
Long-term loans	41,423	51,678	-10,255	Liability for loss of guaranteed payments	47	1,444	-1,397
long-term account receivables	52,887	55,587	-2,700	Liability for loss of property related payments	2,168	2,168	-
Deferred tax assets	15,949	20,104	-4,155	Other non-current liabilities	2,133	2,136	-3
Other non-current assets	24,328	29,108	-4,780	<b>Total liabilities</b>	<b>663,462</b>	<b>713,552</b>	<b>-50,090</b>
Allowance for doubtful receivables	-44,734	-42,432	-2,302				
				<b>Minority interests</b>	<b>28,980</b>	<b>26,540</b>	<b>2,440</b>
III. <b>Deferred assets</b>	<b>23</b>	<b>46</b>	<b>-23</b>	<b><u>Stockholders' equity</u></b>			
				I. Common stock	44,199	44,199	-
				II. Capital surplus	11,921	42,183	-30,262
				III. Retained earnings (Deficit)	16,389	-23,348	39,737
				IV. Net unrealized gains on investments in securities	2,375	-244	2,619
				V. Foreign currency translation adjustments	-33,049	-33,424	375
				VI. Treasury stock	-485	-383	-102
				<b>Total stockholders' equity</b>	<b>41,350</b>	<b>28,981</b>	<b>12,369</b>
<b>Total assets</b>	<b>733,794</b>	<b>769,075</b>	<b>-35,281</b>	<b>Total liabilities and stockholders' equity</b>	<b>733,794</b>	<b>769,075</b>	<b>-35,281</b>

# Tomen Corporation

April 28, 2005

## CONSOLIDATED STATEMENTS OF INCOME

Millions of Yen

For the year ended March 31	2005		2004		Difference	
		%	(C)	%	(C)-(D)	%
I. Total trading transactions	1,577,303	100.00	1,604,084	100.00	-26,781	-1.67
II. Cost of trading transactions	1,494,888	94.77	1,508,057	94.01	-13,169	-0.87
Gross trading profit	82,415	5.23	96,026	5.99	-13,611	-14.17
III. Selling, general and administrative expenses	55,846	3.55	67,847	4.23	-12,001	-17.69
<b>Operating income</b>	<b>26,568</b>	<b>1.68</b>	<b>28,179</b>	<b>1.76</b>	<b>-1,611</b>	<b>-5.72</b>
IV. Other income	13,390	0.85	15,178	0.95	-1,788	-11.78
Interest income	2,786	0.18	4,867	0.30	-2,081	-42.76
Dividend income	2,298	0.14	929	0.06	1,369	147.36
Equity in net income of affiliates	3,758	0.24	4,449	0.28	-691	-15.53
Loss on allowance for doubtful accounts	4,547	0.29	4,930	0.31	-383	-7.77
V. Other expenses	14,938	0.94	21,772	1.36	-6,834	-31.39
Interest expenses	9,167	0.58	13,904	0.87	-4,737	-34.07
Others	5,771	0.36	7,868	0.49	-2,097	-26.65
<b>Ordinary profit</b>	<b>25,020</b>	<b>1.59</b>	<b>21,584</b>	<b>1.35</b>	<b>3,436</b>	<b>15.92</b>
VI. Extraordinary profit	10,698	0.68	22,627	1.41	-11,929	-52.72
VII Extraordinary loss	13,176	0.84	30,406	1.90	-17,230	-56.67
Profit before income tax expense	22,543	1.43	13,805	0.86	8,738	63.30
Income tax expense	6,307	0.40	8,003	0.50	-1,696	-21.19
Income tax deferred	3,160	0.20	-1,539	-0.09	4,699	-
Loss from minority interests	3,447	0.22	3,588	0.22	-141	-3.93
<b>Net Income</b>	<b>9,627</b>	<b>0.61</b>	<b>3,753</b>	<b>0.23</b>	<b>5,874</b>	156.51

Note: Amounts less than 1 million yen omitted

Tomen Corporation and its consolidated domestic subsidiaries maintain their accounts and records in accordance with the provision set forth in the Japanese Commercial Code and the Securities and Exchange Law and in conformity with accounting principles and practices generally accepted in Japan. The above statements are translated into English for the convenience of readers outside Japan.

**TOMEN CORPORATION**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**

Millions of Yen

April 28, 2005

For the year ended March 31,	2005	2004
<b>I. Cash Flows from Operating Activities:</b>		
Income(loss) before income taxes	22,543	13,805
Depreciation and amortization	5,082	6,717
Amortization of goodwill	2,303	2,548
Provision for doubtful receivables	1,468	2,277
Interest and dividend income	-5,084	-5,797
Interest expenses	9,167	13,904
Gain(loss) on foreign exchange	106	-1,360
Equity in earnings of affiliates	-3,758	-4,449
Gain (Loss) on disposal of property and equipment, net	1,497	862
Gain (loss) on sales, devaluation of investments in securities, net	-1,045	-16,297
Special severance payments	-	1,308
Loss on dissolution of qualified retirement-funded pension plan	-	9,231
Loss on allowance for doubtful accounts	4,670	-
Loss on disposal of real estate	1,903	7,632
Changes in assets and liabilities:		
Receivables	-6,316	23,006
Inventories	-2,203	8,796
Payables	4,041	-9,690
Decrease in short-term loan receivables	2,238	8,734
Other, net	-5,481	7,512
Sub total	31,132	68,741
Interest and dividend received	5,413	6,597
Interest paid	-9,076	-13,636
Cash paid for special severance payments	-1,122	-2,283
Cash paid for dissolution of qualified retirement-funded pension plan	-349	-7,112
Cash paid for income taxes	-7,789	-7,670
Net cash provided by operating activities	18,208	44,635
<b>II. Cash Flows from Investing Activities:</b>		
Change in time deposits, net	1,117	1,528
Purchase and sale of property and equipment	2,147	2,089
Change in other investments, net	5,846	40,506
Change in long-term loans and long-term receivables, net	10,805	6,347
Change in securities and investments, net	2,687	1,189
Other, net	1,833	-10,466
Net cash provided by investing activities	24,438	41,194
<b>III. Cash Flows from Financing Activities:</b>		
Change in short-term debt, net	-201,780	-87,280
Change in bonds	-100	3,052
Repayment of long-term debt	157,919	-25,733
Proceeds from stock issuance	-	9,999
Other, net	620	1,651
Net cash used in financing activities	-43,339	-98,310
<b>IV. Effect of Exchange Rate Changes on Cash and Cash Equivalents</b>	-15	-1,748
<b>V. Net Increase (Decrease) in Cash and Cash Equivalents</b>	-708	-14,228
<b>VI. Cash and Cash Equivalents at Beginning of Year</b>	79,400	93,928
<b>VII. Net Increase (Decrease) in Cash and Cash Equivalents with Changes in Scope of Consolidation</b>	-71	-299
<b>VIII. Cash and Cash Equivalents at End of Year</b>	78,620	79,400

Note: Amounts less than 1 million yen omitted

Tomen Corporation and its consolidated domestic subsidiaries maintain their accounts and records in accordance with the provision set forth in the Japanese Commercial Code and the Securities and Exchange Law and in conformity with accounting principles and practices generally accepted in Japan. The above statements are translated into English for the convenience of readers outside Japan.

## Segment Information

**Tomen Corporation**  
April 28, 2005

### Information by Commodity

Tomen and its consolidated subsidiaries are engaged in diverse activities in a wide range of fields in Japan and overseas, including the buying and selling of various goods, the provision of financial and other services, and the planning, coordination and integration of various types of projects.

Below segments are classified at our option based on the products and the services we handle.

Year ended March 31, 2005 【 April 1, 2004 through March 31, 2005】

(Millions of Yen)

	Chemicals	Produce & Foodstuffs	Textiles	Electronics	Machinery & Energy	Others	Total	Elimination or Unallocated	Consolidated
<b>Total Trading Transactions:</b>									
(1) Outside customers	407,605	230,647	185,159	279,364	447,019	27,507	1,577,303	-	1,577,303
(2) Inter-area	143	14	132	27	89	3,281	3,688	(3,688)	-
<b>Total Loss on allowance for doubtful accounts</b>	<b>407,748</b>	<b>230,662</b>	<b>185,291</b>	<b>279,392</b>	<b>447,109</b>	<b>30,788</b>	<b>1,580,992</b>	<b>(3,688)</b>	<b>1,577,303</b>
Operating expenses	400,119	221,692	182,882	270,751	444,546	30,376	1,550,367	367	1,550,735
Operating income or loss	7,629	8,969	2,409	8,641	2,562	412	30,624	(4,056)	26,568
<b>Total assets</b>	<b>220,344</b>	<b>73,289</b>	<b>66,448</b>	<b>94,754</b>	<b>136,116</b>	<b>63,228</b>	<b>654,182</b>	<b>79,611</b>	<b>733,794</b>

Note:

1 Major products and services

Chemicals :	Petrochemical products, fine and inorganic chemicals, agrochemicals, plastics
Produce & Foodstuffs:	Grain, flour, general feed ingredients, meat, liquor, general food ingredients, general marine produce
Textiles :	Textile raw materials, textile products, apparel, interior products, bedding products
Electronics :	Semiconductors, electronic devices
Machinery & Energy :	Wind power and thermal power generation plants, plants, telecommunications equipment, media software, automobiles and automotive parts, crude oil, petroleum products
Others :	Buying, selling and intermediation of real estate, construction and civil engineering contracting, design supervision, coal, lumber, plywood, construction materials, data processing, logistics

2. Operating expenses include 4,085 million yen of unallocated expenses under "Elimination or Unallocated", which mainly represent expenses related to the corporate staff unit of the company.

3. Total assets include 82,683 million yen of unallocated expenses under "Elimination or Unallocated", which mainly represent cash, deposits and securities pertaining to financial activities.

Previous Year ended March 31, 2004 【April 1, 2003 through March 31, 2004】

(Millions of Yen)

	Chemicals	Produce & Foodstuffs	Textiles	Electronics	Machinery & Energy	Others	Total	Elimination or Unallocated	Consolidated
<b>Total Trading Transactions:</b>									
(1) Outside customers	408,243	217,115	259,885	232,425	438,677	47,736	1,604,084	-	1,604,084
(2) Inter-area	123	11	1,401	89	878	6,707	9,212	(9,212)	-
<b>Total</b>	<b>408,366</b>	<b>217,126</b>	<b>261,287</b>	<b>232,515</b>	<b>439,556</b>	<b>54,444</b>	<b>1,613,296</b>	<b>(9,212)</b>	<b>1,604,084</b>
Operating expenses	397,987	207,820	256,614	224,927	438,862	54,780	1,580,992	(5,087)	1,575,905
Operating income or loss	10,379	9,305	4,672	7,588	694	-336	32,303	(4,124)	28,179
<b>Total assets</b>	<b>200,627</b>	<b>74,096</b>	<b>74,995</b>	<b>91,149</b>	<b>159,050</b>	<b>84,987</b>	<b>684,906</b>	<b>84,168</b>	<b>769,075</b>

Note:

1 Major products and services

Chemicals :	Petrochemical products, fine and inorganic chemicals, agrochemicals, plastics
Produce & Foodstuffs:	Grain, flour, general feed ingredients, meat, liquor, general food ingredients, general marine produce
Textiles :	Textile raw materials, textile products, apparel, interior products, bedding products
Electronics :	Semiconductors, electronic devices
Machinery & Energy :	Wind power and thermal power generation plants, plants, telecommunications equipment, media software, automobiles and automotive parts, crude oil, petroleum products
Others :	Buying, selling and intermediation of real estate, construction and civil engineering contracting, design supervision, coal, lumber, plywood, construction materials, data processing, logistics

2. Operating expenses include 4,196 million yen of unallocated expenses under "Elimination or Unallocated", which mainly represent expenses related to the corporate staff unit of the company.

3. Total assets include 86,614 million yen of unallocated expenses under "Elimination or Unallocated", which mainly represent cash, deposits and securities pertaining to financial activities.