



DAIKIN INDUSTRIES, LTD.

11, Nov., 2002

CONSOLIDATED

FINANCIAL INFORMATION

	Millions of JPY			
	Mar-03 FORECAST	Mar-03 1st half RESULT	Mar-02 1st half RESULT	Mar-02 RESULT
NET SALES;				
AIR CONDITIONING	448,000	231,443	220,464	422,224
OIL HYDRAULICS	17,000	6,112	7,705	14,727
DEFENSE PRODUCTS	20,000	2,944	3,235	20,135
CHEMICALS	90,000	40,241	42,861	81,704
TOTAL SALES	575,000	280,741	274,265	538,790
OPERATING INCOME	46,000	23,092	27,155	41,967
ORDINARY INCOME	42,000	20,705	25,248	40,329
INCOME BEFORE TAXES	-	19,627	22,061	31,597
NET INCOME	22,000	11,231	13,009	17,937

ANALYSIS OF FINANCIAL STATEMENTS

Net Income per Share	Yen 42.61	Yen 49.34	Yen 68.03
Ratio of Shareholder's Equity to Total Assets	43.2%	40.2%	41.5%
Shareholder's Equity per Share	Yen 747.92	Yen 688.10	Yen 725.27

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 Mar-03 = 1st, April, 2002 to 31th, March, 2003
 Mar-03 1st half = 1st, April, 2002 to 30th, September, 2002
 Mar-02 = 1st, April, 2001 to 31th, March, 2002
 Mar-02 1st half = 1st, April, 2001 to 30th, September, 2001

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STATEMENTS OF INCOME

	Millions of JPY		
	Mar-03 1st half RESULT (Apr. - Sep. '02)	Mar-02 1st half RESULT (Apr. - Sep. '01)	Mar-02 RESULT (Apr. '01 - Mar. '02)
Net Sales	280,741	274,265	538,790
Cost of Sales	186,172	178,247	359,304
Selling, General and Administrative Expenses	71,476	68,862	137,517
Operating Income	23,092	27,155	41,967
Non-Operating Incomes;			
Interest Income	273	386	734
Dividends Income	194	201	422
Other Incomes	1,000	1,217	3,744
Total Non-Operating Incomes	1,470	1,806	4,903
Non-Operating Expenses;			
Interest and Discount Charges	2,102	2,514	4,699
Foreign Exchange Loss	679	360	362
Other Expenses	1,075	838	1,479
Total Non-Operating Expenses	3,857	3,713	6,541
Ordinary Income	20,705	25,248	40,329
Extraordinary Gain;			
Gains on Sales of Land	-	202	202
Gains on Sales of Investment Securities	324	-	-
Other	-	-	-
Total Extraordinary Gain	324	202	202
Extraordinary Loss;			
Losses on Sales of Land	212	-	-
Losses on Disposal of Fixed Assets	216	387	882
Write-off of investment securities	485	2,995	7,695
Write-off of other investments.....	4	6	356
Others	483	-	-
Total Extraordinary Loss	1,402	3,389	8,934
Income before Income Taxes	19,627	22,061	31,597
Income Taxes(Current)	6,763	8,322	15,235
Income Taxes(Deferred)	825	39	(2,898)
Other	(807)	(690)	(1,323)
Net Income	11,231	13,009	17,937

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BALANCE SHEETS

	Millions of JPY		
	End of September	End of March	
	Mar-03 (30, Sep., '02)	Mar-02 (30, Sep., '01)	Mar-02 (31, Mar., '02)
ASSETS			
CURRENT ASSETS:			
Cash and Cash Equivalents	41,409	46,289	42,576
Note and Accounts Receivable (Note)	97,640	91,320	98,905
Marketable Securities	3,030	3,050	4,000
Inventories	92,453	97,329	93,840
Other Current Assets	20,939	18,958	21,724
Allowance for Bad Debts	(1,020)	(814)	(913)
Total Current Assets	254,453	256,134	260,134
FIXED ASSETS:			
Property Plant and Equipment (Note)			
Buildings and Structures	48,436	48,006	50,703
Machinery and Equipment	52,813	46,736	54,348
Land	23,873	23,744	24,301
Construction in Progress	5,733	10,256	5,482
Other Fixed Assets	10,454	10,163	10,422
Total Property, Plant and Equipment	141,311	138,906	145,259
INTANGIBLE ASSETS	9,333	7,191	7,035
INVESTMENTS AND NON-CURRENT RECEIVABLE:			
Investment Securities	36,908	36,378	34,741
Long-term Loan Receivable	1,881	2,237	2,030
Other Assets	13,792	12,518	13,192
Allowance for Bad Debts	(1,846)	(2,152)	(1,846)
Total Investments and Non-Current Receivable	50,736	48,982	48,119
TOTAL ASSETS	455,834	451,215	460,548
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Notes;			
Accumulated Depreciation	296,014	279,606	291,759

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BALANCE SHEETS

	Millions of JPY		
	End of September		End of March
	Mar-03 (30, Sep., '02)	Mar-02 (30, Sep., '01)	Mar-02 (31, Mar., '02)
LIABILITIES AND SHAREHOLDER'S EQUITY			
<u>CURRENT LIABILITIES</u>			
Notes and Accounts Payable	49,855	52,605	55,111
Short-term Borrowings	53,539	61,548	54,288
Commercial Paper	20,000	21,000	18,000
Current Portion of Long-term Debt	3,266	10,713	7,799
Current Portion of Straight Bond.....	20,000	-	20,000
Accrued Corporation and Inhabitants Taxes	6,075	7,097	5,476
Accrued Expenses	18,306	18,372	20,629
Reserve for Warranty	3,957	3,959	3,713
Other Current Liabilities	20,470	21,610	21,830
Total Current Liabilities	195,471	196,908	206,849
<u>LONG-TERM LIABILITIES</u>			
Straight Bonds	20,000	40,000	20,000
Long-term Debt	33,690	24,229	33,457
Accrued Severance Indemnities	3,712	2,175	2,722
Deferred Taxes Liabilities	277	266	290
Total Long-term Liabilities	57,681	66,671	56,469
Total Liabilities	253,152	263,579	263,319
Minority Interest	5,608	6,232	6,033
<u>SHAREHOLDER'S EQUITY</u>			
Common Stock	28,023	28,023	28,023
Additional Paid-in Capital	25,968	25,968	25,968
Retained Earnings	146,875	134,000	137,346
Net unrealized gains on marketable securities	1,998	1,315	2,330
Translation Adjustments.....	(5,055)	(7,458)	(2,007)
Treasury Stock	(738)	(445)	(465)
Total Shareholder's Equity	197,073	181,403	191,195
TOTAL	455,834	451,215	460,548