



DAIKIN INDUSTRIES, LTD.

11, May, 2004

CONSOLIDATED

FINANCIAL INFORMATION

	Millions of JPY		
	FISCAL2005 FORECAST	FISCAL2004 RESULT	FISCAL2003 RESULT
NET SALES;			
AIR CONDITIONING	565,000	501,186	453,850
OIL HYDRAULICS	24,000	17,862	15,291
DEFENSE PRODUCTS	21,000	18,177	19,695
CHEMICALS	100,000	88,492	83,575
TOTAL SALES	710,000	625,717	572,413
OPERATING INCOME	51,000	47,987	44,788
ORDINARY INCOME	47,000	45,209	41,468
INCOME BEFORE TAXES	45,400	43,787	36,561
NET INCOME	30,000	28,611	21,590

ANALYSIS OF FINANCIAL STATEMENTS

Net Income per Share	Yen 108.18	Yen 81.48
Ratio of Shareholder's Equity to Total Assets	44.0%	43.1%
Shareholder's Equity per Share	Yen 894.91	Yen 778.06

FISCAL 2005 = 1st, April, 2004 to 31st, March, 2005
FISCAL 2004 = 1st, April, 2003 to 31st, March, 2004
FISCAL 2003 = 1st, April, 2002 to 31st, March, 2003

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STATEMENTS OF INCOME

	Millions of JPY	
	FISCAL2004 RESULT (31, Mar., '04)	FISCAL2003 RESULT (31, Mar., '03)
Net Sales	625,717	572,413
Cost of Sales	412,450	380,732
Selling, General and Administrative Expenses	165,279	146,891
Operating Income	47,987	44,788
Non-Operating Incomes;		
Interest Income	469	600
Dividends Income	379	294
Gain on Loss-of-Profit Insurance by Explosion at Kashima Plant-net	806	-
Other Incomes	2,106	2,387
Total Non-Operating Incomes	3,763	3,282
Non-Operating Expenses;		
Interest and Discount Charges	4,028	4,103
Foreign Exchange Loss	526	404
Other Expenses	1,987	2,095
Total Non-Operating Expenses	6,541	6,603
Ordinary Income	45,209	41,468
Extraordinary Gain;		
Gains on Sales of Land	111	-
Gains on Sales of Investment Securities	1,027	424
Others	140	-
Total Extraordinary Gain	1,279	424
Extraordinary Loss;		
Losses on Sales of Land	75	212
Losses on Disposal of Fixed Assets	697	632
Loss on Explosion at Kashima Plant-net	1,682	-
Write-off of investment securities.....	172	3,961
Write-off of other investments	72	43
Others	-	482
Total Extraordinary Loss	2,700	5,331
Income before Income Taxes	43,787	36,561
Income Taxes(Current)	17,582	13,483
Income Taxes(Deferred)	(4,546)	49
Other	2,139	1,437
Net Income	28,611	21,590

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BALANCE SHEETS

Millions of JPY

	FISCAL2004	FISCAL2003
	RESULT	RESULT
	(Apr. '03 -Mar.'04)	(Apr. '02 -Mar.'03)
ASSETS		
CURRENT ASSETS:		
Cash and Cash Equivalents	50,547	40,192
Note and Accounts Receivable (Note)	117,928	104,659
Marketable Securities	1,530	1,610
Inventories	110,419	101,118
Other Current Assets	33,554	25,957
Allowance for Bad Debts	(1,963)	(1,582)
Total Current Assets	312,017	271,956
FIXED ASSETS:		
Property Plant and Equipment (Note)		
Buildings and Structures	44,937	47,017
Machinery and Equipment	60,632	52,026
Land	23,514	23,685
Construction in Progress	8,523	11,832
Other Fixed Assets	12,182	11,016
Total Property, Plant and Equipment	149,790	145,578
INTANGIBLE ASSETS	10,767	10,176
INVESTMENTS AND NON-CURRENT RECEIVABLE;		
Investment Securities	52,440	32,454
Long-term Loan Receivable	1,595	1,837
Other Assets	10,925	15,382
Allowance for Bad Debts	(1,158)	(1,626)
Total Investments and Non-Current Receivable	63,803	48,047
TOTAL ASSETS	536,378	475,759
Notes;		
1.Accumulated Depreciation	306,993	303,694

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BALANCE SHEETS

	Millions of JPY	
	End of March	
	FISCAL 2004 (31, Mar., '04)	FISCAL 2003 (31, Mar., '03)
LIABILITIES AND SHAREHOLDER'S EQUITY		
<u>CURRENT LIABILITIES</u>		
Notes and Accounts Payable	70,181	62,291
Short-term Borrowings	51,341	48,639
Commercial Paper	21,000	17,000
Current Portion of Long-term Debt	6,680	13,858
Current Portion of Straight Bonds	10,000	
Accrued Corporation and Inhabitants Taxes	7,837	4,986
Accrued Expenses	25,202	22,300
Reserve for Warranty	5,198	4,407
Other Current Liabilities	26,477	24,135
Total Current Liabilities	223,920	197,620
<u>LONG-TERM LIABILITIES</u>		
Straight Bonds	30,000	40,000
Long-term Debt	29,926	22,781
Accrued Severance Indemnities	4,542	4,293
Long-term Accrued Liabilities	982	
Deferred Taxes Liabilities	4,377	216
Total Long-term Liabilities	69,828	67,291
Total Liabilities	293,749	264,911
Minority Interest	6,858	5,747
<u>SHAREHOLDER'S EQUITY</u>		
Common Stock	28,023	28,023
Additional Paid-in Capital	25,969	25,968
Retained Earnings	180,945	155,654
Net unrealized gains on marketable securities.....	11,199	(784)
Translation Adjustments	(9,256)	(2,938)
Treasury Stock	(1,109)	(822)
Total Shareholder's Equity	235,771	205,100
TOTAL	536,378	475,759