

CONSOLIDATED BALANCE SHEETS

Tokyo Electron Limited and Subsidiaries
March 31, 2008 and 2007

ASSETS

	Millions of yen		Thousands of U.S. dollars
	2008	2007	2008
Current assets:			
Cash and cash equivalents	¥193,493	¥134,390	\$1,931,261
Short-term investments.....	10,070	–	100,509
Trade notes and accounts receivable	224,171	228,688	2,237,459
Allowance for doubtful accounts	(63)	(127)	(629)
Inventories	161,152	194,840	1,608,464
Deferred income taxes	24,140	28,326	240,942
Prepaid expenses and other current assets.....	27,271	24,246	272,192
Total current assets	640,234	610,363	6,390,198
Property, plant and equipment:			
Land	20,729	20,495	206,897
Buildings	119,578	121,318	1,193,512
Machinery and equipment.....	99,735	96,547	995,459
Construction in progress.....	4,199	6,062	41,910
Total property, plant and equipment.....	244,241	244,422	2,437,778
Less: Accumulated depreciation	140,135	139,492	1,398,692
Net property, plant and equipment	104,106	104,930	1,039,086
Investments and other assets:			
Investment securities.....	8,837	14,643	88,202
Deferred income taxes	14,846	13,691	148,178
Intangible assets	13,254	19,400	132,290
Other assets	11,541	7,487	115,191
Total investments and other assets.....	48,478	55,221	483,861
Total assets	¥792,818	¥770,514	\$7,913,145

See accompanying Notes to Consolidated Financial Statements.

LIABILITIES AND NET ASSETS

	Millions of yen		Thousands of U.S. dollars
	2008	2007	2008
Current liabilities:			
Short-term borrowings.....	¥ 6,070	¥ 1,712	\$ 60,585
Current portion of long-term debt.....	30,000	8,500	299,431
Trade notes and accounts payable.....	66,794	96,847	666,674
Customer advances.....	24,029	21,957	239,834
Income taxes payable.....	28,239	45,657	281,854
Accrued employees' bonuses.....	12,727	14,131	127,029
Accrued warranty expenses.....	9,816	14,114	97,974
Accrued expenses and other current liabilities.....	21,146	22,937	211,059
Total current liabilities.....	198,821	225,855	1,984,440
Long-term debt, less current portion.....	—	30,000	—
Accrued pension and severance costs.....	44,370	40,686	442,858
Other liabilities.....	4,382	4,162	43,737
Total liabilities.....	247,573	300,703	2,471,035
Contingent liabilities			
Net assets:			
Shareholders' equity			
Common stock.....	54,961	54,961	548,568
Authorized: 300,000,000 shares			
Issued: 180,610,911 shares as of March 31, 2008 and 2007			
Capital surplus.....	78,393	78,347	782,443
Retained earnings.....	410,867	328,027	4,100,878
Treasury stock, at cost.....	(11,370)	(12,168)	(113,484)
1,678,927 and 1,812,976 shares as of			
March 31, 2008 and 2007, respectively			
Valuation and translation adjustments			
Unrealized gains on investment securities.....	2,172	5,853	21,679
Deferred gains or losses on hedges.....	460	(177)	4,591
Foreign currency translation adjustments.....	(530)	5,333	(5,290)
Share subscription rights.....	484	584	4,831
Minority interests.....	9,808	9,051	97,894
Total net assets.....	545,245	469,811	5,442,110
Total liabilities and net assets.....	¥792,818	¥770,514	\$7,913,145