

# CONSOLIDATED BALANCE SHEETS

Brother Industries, Ltd. and Consolidated Subsidiaries  
March 31, 2009 and 2008

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2009	2008	2009
<b>ASSETS</b>			
<b>CURRENT ASSETS:</b>			
Cash and cash equivalents	¥ 46,128	¥ 83,219	\$ 470,694
Time deposits	407	431	4,153
Marketable securities (Note 3)	301	300	3,071
Receivables:			
Trade notes and accounts (Note 6)	64,262	71,484	655,735
Unconsolidated subsidiaries and associated companies	1,986	1,404	20,265
Allowance for doubtful accounts	(1,946)	(2,928)	(19,857)
	64,302	69,960	656,143
Inventories (Note 4)	71,991	74,613	734,602
Deferred tax assets (Note 10)	7,166	12,992	73,122
Other current assets	16,844	14,193	171,878
Total current assets	207,139	255,708	2,113,663
<b>PROPERTY, PLANT AND EQUIPMENT:</b>			
Land (Notes 5 and 6)	12,277	12,635	125,276
Buildings and structures (Notes 5 and 6)	70,957	70,009	724,051
Machinery and vehicles (Note 5)	32,998	32,937	336,714
Furniture and fixtures (Note 5)	77,136	73,257	787,102
Construction in progress	341	1,436	3,480
Total	193,709	190,274	1,976,623
Accumulated depreciation	(123,007)	(118,292)	(1,255,173)
Net property, plant and equipment	70,702	71,982	721,450
<b>INVESTMENTS AND OTHER ASSETS:</b>			
Investment securities (Note 3)	9,910	12,083	101,122
Investments in and advances to unconsolidated subsidiaries and associated companies	15,103	15,236	154,112
Deferred tax assets (Note 10)	2,190	2,234	22,347
Prepaid pension cost (Note 7)	10,787	10,064	110,071
Other investments and assets (Note 5)	29,560	33,166	301,633
Allowance for doubtful accounts	(7,724)	(8,214)	(78,816)
Total investments and other assets	59,826	64,569	610,469
<b>TOTAL</b>	<b>¥ 337,667</b>	<b>¥ 392,259</b>	<b>\$ 3,445,582</b>

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2009	2008	2009
<b>LIABILITIES AND EQUITY</b>			
<b>CURRENT LIABILITIES:</b>			
Short-term borrowings (Note 6)	¥ 9,858	¥ 12,618	\$ 100,592
Current portion of long-term debt (Note 6)	49	438	500
Payables:			
Trade notes and accounts	23,084	32,942	235,551
Unconsolidated subsidiaries and associated companies	1,560	2,745	15,918
Other	9,528	13,969	97,225
	34,172	49,656	348,694
Income taxes payable	2,701	5,189	27,561
Accrued expenses	47,500	55,663	484,694
Deferred tax liabilities (Note 10)	81	75	827
Other current liabilities	5,709	6,293	58,255
Total current liabilities	100,070	129,932	1,021,123
<b>LONG-TERM LIABILITIES:</b>			
Long-term debt (Note 6)	20,504	20,544	209,224
Liability for retirement benefits (Note 7)	6,145	6,738	62,704
Deferred tax liabilities (Note 10)	4,327	7,118	44,153
Other long-term liabilities (Note 6)	7,250	8,704	73,980
Total long-term liabilities	38,226	43,104	390,061
<b>CONTINGENT LIABILITIES (Note 15)</b>			
<b>EQUITY (Note 8):</b>			
Common stock, no par value:			
Authorized: 600,000,000 shares			
Issued: 277,535,866 shares in 2009 and 2008	19,210	19,210	196,020
Capital surplus	16,134	16,134	164,633
Stock acquisition rights (Note 9)	195	122	1,990
Retained earnings	197,083	188,294	2,011,051
Unrealized (loss) gain on available-for-sale securities	(30)	949	(306)
Deferred gain under hedge accounting	3,114	911	31,775
Foreign currency translation adjustments	(27,048)	(7,749)	(276,000)
Treasury stock, at cost			
2009 - 9,886,894 shares			
2008 - 2,197,495 shares	(11,672)	(1,574)	(119,102)
Total	196,986	216,297	2,010,061
Minority interests	2,385	2,926	24,337
Total equity	199,371	219,223	2,034,398
<b>TOTAL</b>	¥ 337,667	¥ 392,259	\$ 3,445,582

See notes to consolidated financial statements.