

Consolidated Financial Statements

Nippon Suisan Kaisha, Ltd.

*Years ended March 31, 1999 and 1998
with Report of Independent Certified Public Accountants*

The Board of Directors
Nippon Suisan Kaisha, Ltd.

We have examined the consolidated balance sheets of Nippon Suisan Kaisha, Ltd. and its consolidated subsidiaries as of March 31, 1999 and 1998, and the related consolidated statements of operations and retained earnings, and cash flows for the years then ended, all expressed in yen. Our examinations were made in accordance with auditing standards, procedures and practices generally accepted and applied in Japan and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the accompanying consolidated financial statements, expressed in yen, present fairly the consolidated financial position of Nippon Suisan Kaisha, Ltd. and its consolidated subsidiaries at March 31, 1999 and 1998, and the consolidated results of their operations and their cash flows for the years then ended in conformity with accounting principles and practices generally accepted in Japan consistently applied during the period except for the changes, with which we concur, in the methods of accounting for depreciation of buildings and employees' bonuses for the year ended March 31, 1999 as described in Note 3 to the consolidated financial statements.

The U.S. dollar amounts in the accompanying consolidated financial statements with respect to the year ended March 31, 1999 are presented solely for convenience. Our examination also included the translation of yen amounts into U.S. dollar amounts and, in our opinion, such translation has been made on the basis described in Note 2 to the consolidated financial statements.

Showa Ota & Co.

June 29, 1999

Nippon Suisan Kaisha, Ltd. and Consolidated Subsidiaries

Consolidated Balance Sheets

	March 31,		
	1999	1998	1999
	<i>(Millions of yen)</i>		<i>(Thousands of U.S. dollars)</i>
			<i>(Note 2)</i>
Assets			
Current assets:			
Cash and cash equivalents	¥ 19,761	¥ 12,759	\$ 163,991
Time deposits and short-term investments <i>(Note 4)</i>	581	1,272	4,821
Marketable securities <i>(Note 4)</i>	12,730	12,331	105,643
Notes and accounts receivable:			
Trade	54,280	58,253	450,456
Unconsolidated subsidiaries and affiliates	1,045	1,389	8,672
Less allowance for doubtful receivables	(642)	(766)	(5,327)
	<u>54,684</u>	<u>58,875</u>	<u>453,809</u>
Inventories:			
Merchandise and finished products	37,610	41,746	312,116
Work in process and other	12,331	13,190	102,331
	<u>49,941</u>	<u>54,937</u>	<u>414,448</u>
Fishing operations in progress	518	714	4,298
Other current assets	14,917	17,389	123,792
Total current assets	<u>153,135</u>	<u>158,281</u>	<u>1,270,829</u>
Investments and long-term advances:			
Investments in and advances to unconsolidated subsidiaries and affiliates	11,108	10,973	92,182
Investments in other securities <i>(Note 4)</i>	35,861	33,728	297,601
Other long-term advances	10,951	10,207	90,879
Less allowance for doubtful accounts	(6,476)	(6,035)	(53,742)
Goodwill	197	213	1,634
Total investments and long-term advances	<u>51,643</u>	<u>49,088</u>	<u>428,572</u>
Property, plant and equipment, at cost <i>(Note 4)</i> :			
Land	18,220	17,929	151,203
Buildings and structures	77,676	79,332	644,614
Vessels	15,000	16,367	124,481
Machinery and equipment	59,413	59,126	493,053
Construction in progress	3,656	1,908	30,340
Other	5,036	7,335	41,792
	<u>179,005</u>	<u>182,000</u>	<u>1,485,518</u>
Less accumulated depreciation	(98,708)	(96,851)	(819,153)
Property, plant and equipment, net	<u>80,297</u>	<u>85,148</u>	<u>666,365</u>
Translation adjustments	2,991	-	24,821
Total assets	<u>¥288,067</u>	<u>¥292,519</u>	<u>\$2,390,597</u>

	March 31,		
	1999	1998	1999
	<i>(Millions of yen)</i>		<i>(Thousands of U.S. dollars)</i> <i>(Note 2)</i>
Liabilities and shareholders' equity			
Current liabilities:			
Short-term bank loans <i>(Note 4)</i>	¥ 71,968	¥ 73,926	\$ 597,244
Current portion of long-term debt <i>(Note 4)</i>	12,382	11,777	102,755
Notes and accounts payable:			
Trade	22,843	24,783	189,568
Unconsolidated subsidiaries and affiliates	1,205	2,788	10,000
	<u>24,048</u>	<u>27,572</u>	<u>199,568</u>
Accrued income taxes	1,508	961	12,514
Accrued taxes other than income taxes	1,088	1,155	9,029
Accrued expenses and other current liabilities	18,316	19,337	152,000
Total current liabilities	<u>129,311</u>	<u>134,731</u>	<u>1,073,120</u>
Long-term liabilities:			
Long-term debt <i>(Note 4)</i>	62,902	59,455	522,008
Accrued severance indemnities <i>(Note 5)</i>	9,616	9,877	79,800
Other long-term liabilities	2,392	1,905	19,850
Total long-term liabilities	<u>74,911</u>	<u>71,238</u>	<u>621,668</u>
Minority interests	10,959	10,881	90,946
Contingent liabilities <i>(Note 8)</i>			
Shareholders' equity:			
Common stock, ¥50 par value:			
Authorized - 400,000,000 shares			
Issued - 297,210,277 shares	23,729	23,729	196,921
Additional paid-in capital	14,149	14,149	117,419
Retained earnings <i>(Note 7)</i>	35,005	37,789	290,497
Less:			
Treasury common stock, at cost:			
3,208 shares in 1999; 3,168 shares in 1998	(0)	(0)	(0)
Total shareholders' equity	<u>72,884</u>	<u>75,668</u>	<u>604,846</u>
Total liabilities and shareholders' equity	<u>¥288,067</u>	<u>¥292,519</u>	<u>\$2,390,597</u>

The accompanying notes are an integral part of these consolidated financial statements.

Nippon Suisan Kaisha, Ltd. and Consolidated Subsidiaries

Consolidated Statements of Operations and Retained Earnings

	Year ended March 31,		
	1999	1998	1999
	<i>(Millions of yen)</i>		<i>(Thousands of U.S. dollars)</i> <i>(Note 2)</i>
Net sales	¥442,998	¥477,090	\$3,676,331
Cost of sales	369,932	402,460	3,069,975
Gross profit	73,065	74,629	606,348
Selling, general and administrative expenses	71,033	73,499	589,485
Operating income	2,032	1,130	16,863
Other income (expenses):			
Interest expense	(4,141)	(4,398)	(34,365)
Interest and dividend income	1,587	2,010	13,170
Amortization of past service cost with respect to pension plans	(55)	(69)	(456)
Equity in losses of unconsolidated subsidiaries and affiliates	(605)	(224)	(5,020)
Other, net	586	9,723	4,863
	(2,628)	7,042	(21,809)
(Loss) income before income taxes and minority interests	(596)	8,172	(4,946)
Income taxes	1,876	1,590	15,568
(Loss) income before minority interests	(2,472)	6,582	(20,514)
Minority interests	322	225	2,672
Net (loss) income	(2,794)	6,355	(23,186)
Retained earnings:			
Beginning of year	34,489	28,247	286,215
Transferred from legal reserve	3,300	–	27,385
Beginning of year as adjusted	37,789	28,247	313,601
Adjustment to reflect revaluation of assets of a subsidiary in Korea	167	–	1,385
Adjustment at beginning of year for initial inclusion of subsidiaries in consolidation	(85)	–	(705)
Bonuses to directors	(71)	(113)	(589)
End of year	¥ 35,005	¥ 34,489	\$ 290,497

The accompanying notes are an integral part of these consolidated financial statements.

Nippon Suisan Kaisha, Ltd. and Consolidated Subsidiaries

Consolidated Statements of Cash Flows

	Year ended March 31,		
	1999	1998	1999
	<i>(Millions of yen)</i>		<i>(Thousands of U.S. dollars)</i>
			<i>(Note 2)</i>
Cash flows from operating activities			
Net (loss) income	¥ (2,794)	¥ 6,355	\$ (23,186)
Adjustments to reconcile net (loss) income to net cash provided by operating activities:			
Depreciation and amortization	8,933	11,019	74,132
Reversal of accrued severance indemnities	(144)	(545)	(1,195)
Provision for doubtful accounts	367	287	3,045
Gain on sale of property, plant and equipment, and marketable and investment securities	(2,698)	(15,574)	(22,390)
Loss on sale or disposal of property, plant and equipment and investment securities	544	339	4,514
Loss on revaluation of marketable and investment securities	60	903	497
Loss on write-off or revaluation of investments in and advances to unconsolidated subsidiaries and affiliates	–	2,447	–
Equity in losses of unconsolidated subsidiaries and affiliates	605	224	5,020
Changes in operating assets and liabilities:			
Notes and accounts receivable	2,180	1,024	18,091
Inventories	3,457	4,652	28,688
Other current assets	2,444	(4,099)	20,282
Notes and accounts payable and accrued expenses	(946)	(1,620)	(7,850)
Accrued income taxes and other current liabilities	1,690	(1,404)	14,024
Other	1,910	(801)	15,850
Net cash provided by operating activities	15,608	3,210	129,526
Cash flows from investing activities			
Purchases of property, plant and equipment	(10,089)	(13,043)	(83,726)
Increase in investments in and advances to unconsolidated subsidiaries and affiliates	–	(6,503)	–
Proceeds from sale of property, plant and equipment and investment securities	1,979	20,209	16,423
Proceeds from sale of marketable securities	10,033	8,870	83,261
Purchases of marketable securities	(10,500)	(6,034)	(87,136)
Purchases of investment securities	(3,893)	(13,824)	(32,307)
Other	(941)	5,437	(7,809)
Net cash used in investing activities	(13,411)	(4,886)	(111,294)
Cash flows from financing activities			
Increase in short-term bank loans	1,428	12,141	11,850
Proceeds from long-term debt	16,642	14,892	138,107
Repayment or redemption of long-term debt	(13,165)	(22,474)	(109,253)
Other	(100)	(114)	(829)
Net cash provided by financing activities	4,805	4,445	39,875
Net increase in cash and cash equivalents	7,002	2,769	58,107
Cash and cash equivalents at beginning of year	12,759	9,990	105,883
Cash and cash equivalents at end of year	<u>¥ 19,761</u>	<u>¥ 12,759</u>	<u>\$ 163,991</u>
Supplemental disclosures of cash flow information			
Cash paid during the year for:			
Interest	¥ 4,071	¥ 4,573	\$ 33,784
Income taxes	988	1,394	8,199

The accompanying notes are an integral part of these consolidated financial statements.

Nippon Suisan Kaisha, Ltd. and Consolidated Subsidiaries

Notes to Consolidated Financial Statements

March 31, 1999

1. Summary of Significant Accounting Policies

(a) Basis of presentation

Nippon Suisan Kaisha, Ltd. (the "Company") and its domestic consolidated subsidiaries maintain their accounting records and prepare their financial statements in accordance with accounting principles and practices generally accepted and applied in Japan and its foreign subsidiaries maintain their books of account in conformity with those of the countries of their domicile.

The accompanying financial statements have been compiled from the consolidated financial statements filed with the Minister of Finance as required by the Securities and Exchange Law of Japan. Accordingly, the accompanying consolidated financial statements are not intended to present the consolidated financial position, results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Japan. The Company has prepared consolidated statements of cash flows for inclusion in these financial statements for the convenience of readers outside Japan, although such statements are not required in Japan.

As permitted, amounts of less than one million yen have been omitted. As a result, the totals shown in the accompanying financial statements in both yen and U.S. dollars do not necessarily agree with the sum of the individual amounts.

(b) Principles of consolidation and accounting for investments in unconsolidated subsidiaries and affiliates

The accompanying financial statements include the accounts of the Company and all its significant subsidiaries. All significant intercompany accounts and transactions have been eliminated in consolidation.

Investments in certain unconsolidated subsidiaries and significant affiliates (companies owned 20% to 50%) are accounted for by the equity method.

The differences between the cost and the equity in the underlying net assets, at the dates of acquisition, of the consolidated subsidiaries and companies accounted for by the equity method are amortized, as a rule, over a period of five years, except for Fishking Processors, Inc., a California subsidiary, whose goodwill is being amortized by the straight-line method over its estimated useful life of 15 years.

Investments in unconsolidated subsidiaries and affiliates other than those which are accounted for by the equity method are principally stated at cost. Where there has been a permanent impairment in the value of such investments, the Company has written down the investments to reflect such impairment.

1. Summary of Significant Accounting Policies (continued)

(c) Foreign currency translation

- (i) Accounts of the foreign consolidated subsidiaries, except for the components of shareholders' equity, are translated into yen at the rates of exchange in effect at the balance sheet date. The components of shareholders' equity are translated at their historical exchange rates. Translation differences arising from the application of the above standard are presented as translation adjustments.
- (ii) Current monetary assets and liabilities denominated in foreign currencies of the Company and its domestic consolidated subsidiaries are translated into yen at the current rates except for those hedged by foreign exchange contracts, which are translated at the contracted rates. Noncurrent accounts are translated at their historical rates.

All revenues and expenses are translated at the current rates.

Gains and losses arising from exchange differences are credited or charged to income in the year in which they are incurred.

(d) Cash equivalents

The Company considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

(e) Marketable securities

Marketable securities are principally stated at the lower of cost or market, cost being determined by the moving average method. Securities other than marketable securities are carried at cost determined by the average method.

(f) Inventories

Inventories are stated principally at the lower of cost or market, cost being determined by the average method.

(g) Property, plant and equipment

Property, plant and equipment is stated at cost except that, as permitted by the Corporation Tax Law of Japan, a portion of the cost of certain properties has been offset by certain capital gains.

Depreciation of property, plant and equipment is computed principally by the declining-balance method over the estimated useful lives of the respective assets. Significant renewals and betterments are capitalized at cost. Maintenance and repairs are charged to income.

1. Summary of Significant Accounting Policies (continued)

(h) Leases

Noncancelable leases are primarily accounted for as operating leases (regardless of whether such leases are classified as operating or finance leases) except that lease agreements which stipulate the transfer of ownership of the leased assets to the lessee are accounted for as finance leases.

(i) Severance indemnities and pension plans

Employees of the Company and certain of its domestic consolidated subsidiaries who terminate their services are, in most cases, entitled to a lump-sum severance payment, the amount of which is determined by reference to the current basic rate of pay, length of service and the conditions under which the termination occurs. The accrued severance indemnities are stated at 100% for sea-based employees and 50% for shore-based employees (although, in both cases, the maximum rate allowable for tax purposes is 40%) of the amounts which would be required to be paid if all employees covered by the plans voluntarily terminated their employment as of the balance sheet date, plus the unamortized balance of certain previously accumulated amounts as discussed below.

Costs with respect to the employee pension plans, adopted principally on January 1, 1980 for certain sea-based employees, and principally on April 1, 1984 for certain shore-based employees of the Company and certain of its domestic consolidated subsidiaries, in order to replace a certain portion of the benefits under the severance indemnities plans, is being funded as accrued in amounts determined actuarially. Past service cost at the inception of the sea-based and shore-based employees' plans is being funded over periods of 12 years and 23 years, respectively. The portion of accrued severance indemnities previously accumulated in the accounts which is expected to be covered by the pension plans is being amortized over the same respective periods.

(j) Income taxes

Income taxes are accounted for on an accrual basis based on taxable income for the year; however, deferred income taxes pertaining to timing differences in the recognition of certain income and expenses for financial and tax reporting purposes are not recognized, except for those of certain foreign consolidated subsidiaries.

(k) Reclassification

Certain amounts previously reported have been reclassified to conform to the current year's presentation.

2. U.S. Dollar Amounts

The translation of yen amounts into U.S. dollar amounts is included solely for convenience and has been made, solely as a matter of arithmetic computation, at ¥120.50 = U.S.\$1.00, the approximate rate of exchange on March 31, 1999.

3. Changes in Accounting Policy

Effective April 1, 1998, the Company changed its method of depreciation for buildings, from the declining-balance method, to the straight-line method. This change was made in accordance with a recent revision to the Corporation Tax Law in order to recognize expenses more accurately to match the corresponding revenues from operations (leases of buildings and warehouses for freezing). Such revenues are long-term and, because of their nature, are anticipated to be stable. The effect of this change was to decrease depreciation and loss before income taxes by ¥623 million (\$5,170 thousand) and to increase operating income by the same amount for the year ended March 31, 1999 from the respective amounts which would have been recorded under the method applied in previous years.

In addition, effective April 1, 1998, the Company changed its method of accrual for employees' bonuses from providing this at the maximum of the amount deductible on a service-period basis under the Corporation Tax Law, to providing this at the amount which is expected to be paid in accordance with a recent revision to the Corporation Tax Law. This change was made in order to reflect expenses more accurately for the appropriate financial period. The effect of this change was to increase selling, general and administrative expenses and loss before income taxes by ¥239 million (\$1,983 thousand) and to decrease operating income by the same amount for the year ended March 31, 1999 from the respective amounts which would have been recorded under the method applied in previous years.

4. Short-Term Bank Loans and Long-Term Debt

Short-term bank loans are unsecured and generally represent 365-day notes. The weighted average interest rates of the short-term bank loans outstanding at March 31, 1999 and 1998 were 1.8% and 1.9%, respectively.

Long-term debt at March 31, 1999 and 1998 is summarized as follows:

	<u>1999</u> <i>(Millions of yen)</i>	<u>1998</u>	<u>1999</u> <i>(Thousands of U.S. dollars)</i>
Loans from banks and other financial institutions at interest rates ranging from 1.3% to 7.0%:			
With collateral	¥ 65,907	¥ 61,334	\$ 546,946
Without collateral	9,378	9,898	77,825
	<u>75,285</u>	<u>71,232</u>	<u>624,771</u>
Less current portion	(12,382)	(11,777)	(102,755)
	<u>¥ 62,902</u>	<u>¥ 59,455</u>	<u>\$ 522,008</u>

The annual maturities of long-term debt subsequent to March 31, 1999 are summarized as follows:

<u>Years ending March 31,</u>	<i>(Millions of yen)</i>	<i>(Thousands of U.S. dollars)</i>
2000	¥12,382	\$102,755
2001	14,145	117,385
2002	10,936	90,755
2003	9,736	80,796
2004 and thereafter	28,086	233,078
	<u>¥75,285</u>	<u>\$624,771</u>

4. Short-Term Bank Loans and Long-Term Debt (continued)

Assets pledged as collateral for long-term debt at March 31, 1999 were as follows:

	<i>(Millions of yen)</i>	<i>(Thousands of U.S. dollars)</i>
Time deposits and short-term investments	¥ 9	\$ 74
Marketable securities and investments in other securities	27,362	227,070
Property, plant and equipment, at net book value	27,682	229,726
	<u>¥55,056</u>	<u>\$456,896</u>

5. Pension Plans

The charges to income for employees' pension plans for the years ended March 31, 1999 and 1998 were ¥1,011 million (\$8,390 thousand) and ¥1,048 million, respectively.

The assets of the pension plans for sea-based employees at September 30, 1998, and for shore-based employees at December 31, 1998, the most recent valuation dates, were ¥4,615 million (\$38,298 thousand) and ¥16,959 million (\$140,738 thousand), respectively.

6. Leases

The following pro forma amounts represent the acquisition costs, accumulated depreciation and net book value of leased property as of March 31, 1999, which would have been reflected in the balance sheet if finance lease accounting had been applied to the finance lease transactions currently accounted for as operating leases:

	<i>(Millions of yen)</i>	<i>(Thousands of U.S. dollars)</i>
Acquisition costs:		
Machinery and equipment	¥1,288	\$10,688
Other	6,077	50,431
Total	<u>¥7,366</u>	<u>\$61,128</u>
Accumulated depreciation:		
Machinery and equipment	¥ 635	\$ 5,269
Other	3,713	30,813
Total	<u>¥4,348</u>	<u>\$36,082</u>
Net book value:		
Machinery and equipment	¥ 653	\$ 5,419
Other	2,364	19,618
Total	<u>¥3,017</u>	<u>\$25,037</u>

Lease payments relating to finance leases accounted for as operating leases in the accompanying consolidated financial statements amounted to ¥1,645 million (\$13,651 thousand) for the year ended March 31, 1999.

6. Leases (continued)

Future rental expenses under finance leases outstanding at March 31, 1999 were as follows:

<u>Years ending March 31,</u>	<u>(Millions of yen)</u>	<u>(Thousands of U.S. dollars)</u>
2000	¥1,357	\$11,261
2001 and thereafter	1,800	14,937

7. Legal Reserve

In accordance with the provisions of the Commercial Code of Japan, the Company and its consolidated subsidiaries have provided a legal reserve by appropriating retained earnings. This reserve is not available for dividends but may be used to reduce a deficit by resolution of the shareholders or may be capitalized by resolution of the Board of Directors.

Effective the year ended March 31, 1999, this reserve, which was formerly presented as a separate item, has been included in retained earnings of ¥3,300 million (US\$27,385 thousand). In order to conform the prior year's presentation to that of the current year, the balance of the legal reserve of ¥3,300 million at March 31, 1998 has been reclassified and included in retained earnings.

8. Contingent Liabilities

At March 31, 1999, the Company and its consolidated subsidiaries had the following contingent liabilities:

	<u>(Millions of yen)</u>	<u>(Thousands of U.S. dollars)</u>
As endorsers of trade notes discounted with banks	¥ 361	\$ 2,995
As guarantors of indebtedness of unconsolidated subsidiaries, affiliates and other companies	6,543	\$54,298

9. Amounts Per Share

The amounts per share of net (loss) income and net assets, as presented below, are based on the average number of shares of common stock of the Company outstanding during each year and the number of shares outstanding at each balance sheet date, respectively:

	<u>1999</u>	<u>1998</u>	<u>1999</u>
	(Yen)		(U.S. dollars)
Net (loss) income	¥ (9.40)	¥ 21.38	\$(0.07)
Net assets	245.23	254.60	2.03

10. Segment Information

The financial information by business and geographical segment for the Company and its consolidated subsidiaries is summarized as follows:

Business Segments

	For the year ended March 31, 1999						Inter-compa ny eliminations	Consoli-d ated
	Marine products	Foods	General distribution	Fine chemicals	Others	Total		
	<i>(Millions of yen)</i>							
Operating revenues	¥235,509	¥161,235	¥27,070	¥13,270	¥ 5,912	¥442,998	–	¥442,998
Intra-group sales and transfers	11,121	5,552	45,536	2	4,746	66,959	¥(66,959)	–
Total	246,631	166,788	72,606	13,273	10,659	509,957	(66,959)	442,998
Operating expenses	247,637	164,475	73,425	12,027	10,359	507,925	(66,959)	440,965
Operating income (loss)	¥ (1,006)	¥ 2,312	¥ (818)	¥ 1,245	¥ 299	¥ 2,032	¥ –	¥ 2,032
Identifiable assets	¥115,136	¥ 74,253	¥41,234	¥23,520	¥ 4,927	¥259,072	¥ 28,995	¥288,067
Depreciation and amortization	¥ 3,037	¥ 3,367	¥ 1,864	¥ 602	¥ 60	¥ 8,933	¥ –	¥ 8,933
Capital expenditures	¥ 1,342	¥ 2,969	¥ 2,116	¥ 590	¥ 834	¥ 7,853	¥ –	¥ 7,853
	For the year ended March 31, 1999							
	Marine products	Foods	General distribution	Fine chemicals	Others	Total	Inter-compa ny eliminations	Consoli-d ated
	<i>(Thousands of U.S. dollars)</i>							
Operating revenues	\$ 1,954,431	\$ 1,338,049	\$ 224,647	\$ 110,124	\$ 49,062	\$ 3,676,331	–	\$ 3,676,331
Intra-group sales and transfers	92,290	46,074	377,892	16	39,385	555,676	\$(556,676)	–
Total	2,046,730	1,384,132	602,539	110,149	88,456	4,232,008	(555,676)	3,676,331
Operating expenses	2,055,078	1,364,937	609,336	99,809	85,966	4,215,145	(555,676)	3,659,460
Operating income (loss)	\$ (8,348)	\$ 19,186	\$(6,788)	\$ 10,331	\$ 2,481	\$ 16,863	\$ –	\$ 16,863
Identifiable assets	\$ 955,485	\$ 616,207	\$ 342,190	\$ 195,186	\$ 40,887	\$ 2,149,975	\$ 240,622	\$ 2,390,597
Depreciation and amortization	\$ 25,203	\$ 27,941	\$ 15,468	\$ 4,995	\$ 497	\$ 74,132	\$ –	\$ 74,132
Capital expenditures	\$ 11,136	\$ 24,639	\$ 17,560	\$ 4,896	\$ 6,921	\$ 65,170	\$ –	\$ 65,170
	For the year ended March 31, 1998							
	Marine products	Foods	General distribution	Fine chemicals	Others	Total	Inter-compa ny eliminations	Consoli-d ated
	<i>(Millions of yen)</i>							
Operating revenues	¥256,628	¥163,650	¥34,473	¥13,102	¥ 9,234	¥477,090	–	¥477,090
Intra-group sales and transfers	14,547	4,782	46,472	8	10,230	76,042	¥(76,042)	–
Total	271,176	168,433	80,946	13,111	19,465	553,132	(76,042)	477,090
Operating expenses	272,759	168,305	80,100	12,059	19,138	552,363	(76,042)	476,321
Operating income (loss)	¥ (1,582)	¥ 127	¥ 845	¥ 1,051	¥ 326	¥ 768	¥ –	¥ 768
Identifiable assets	¥119,571	¥ 79,414	¥41,980	¥23,490	¥ 3,509	¥267,967	¥ 24,551	¥292,519
Depreciation and amortization	¥ 3,742	¥ 5,087	¥ 1,594	¥ 570	¥ 25	¥ 11,019	¥ –	¥ 11,019
Capital expenditures	¥ 3,575	¥ 2,680	¥ 5,566	¥ 946	¥ 31	¥ 12,800	¥ –	¥ 12,800

10. Segment Information (continued)

Geographical Segments

	For the year ended March 31, 1999							
	Japan	North-A merica	South-A merica	Oceania	Other-cou ntries	Total	Elimina-tio ns	Consoli-da ted
	<i>(Millions of yen)</i>							
Sales to third parties	¥411,354	¥23,737	¥ 2,906	¥ 198	¥ 4,801	¥442,998	–	¥442,998
Interarea sales and transfers	3,237	7,016	8,568	986	10,095	29,903	¥(29,903)	–
Total sales	414,591	30,753	11,474	1,184	14,897	472,901	(29,903)	442,998
Operating expenses	411,431	30,761	12,221	1,550	14,904	470,869	(29,903)	440,965
Operating income (loss)	¥ 3,160	¥ (8)	¥ (746)	¥ (365)	¥ (6)	¥ 2,032	¥ –	¥ 2,032
Assets	¥213,911	¥25,494	¥14,770	¥ 976	¥ 3,918	¥259,072	¥28,995	¥288,067

	For the year ended March 31, 1999							
	Japan	North-A merica	South-A merica	Oceania	Other-co untries	Total	Elimina-ti ons	Consoli-da ted
	<i>(Thousands of U.S. dollars)</i>							
Sales to third parties	\$3,413,726	\$196,987	\$ 24,116	\$ 1,643	\$ 39,842	\$3,676,331	–	\$3,676,331
Interarea sales and transfers	26,863	58,224	71,103	8,182	83,775	248,157	\$(248,157)	–
Total sales	3,440,589	255,211	95,219	9,825	123,626	3,924,489	(248,157)	3,676,331
Operating expenses	3,414,365	255,278	101,419	12,863	123,684	3,907,626	(248,157)	3,659,460
Operating income (loss)	\$ 26,224	\$ (66)	\$ (6,190)	\$ (3,029)	\$ (49)	\$ 16,863	\$ –	\$ 16,863
Assets	\$1,775,195	\$211,568	\$122,572	\$ 8,099	\$ 32,514	\$2,149,975	\$ 240,622	\$2,390,597

	For the year ended March 31, 1998							
	Japan	North-A merica	South-A merica	Oceania	Other-cou ntries	Total	Elimina-tio ns	Consoli-da ted
	<i>(Millions of yen)</i>							
Sales to third parties	¥437,418	¥28,861	¥ 2,425	¥ 200	¥ 8,184	¥477,090	–	¥477,090
Interarea sales and transfers	8,015	15,556	13,292	1,011	10,847	48,722	¥(48,722)	–
Total sales	445,433	44,417	15,718	1,212	19,031	525,812	(48,722)	477,090
Operating expenses	444,599	44,321	15,797	1,467	18,858	525,043	(48,722)	476,321
Operating income (loss)	¥ 833	¥ 96	¥ (79)	¥ (254)	¥ 173	¥ 768	¥ –	¥ 768
Assets	¥218,634	¥24,738	¥16,627	¥1,236	¥ 6,729	¥267,967	¥ 24,551	¥292,519

11. Subsequent Event

The following appropriations of retained earnings, which have not been reflected in the accompanying financial statements for the year ended March 31, 1999, were approved at a general meeting of the shareholders held on June 29, 1999:

	<i>(Millions of yen)</i>	<i>(Thousands of U.S. dollars)</i>
Cash dividends (¥3.00 = \$0.024 per share)	¥891	\$7,394