

This document is a translation of the Japanese financial statements and is not in conformity with accounting principles of the United States.

## Summary of Consolidated Financial Statements for the Interim of FY2002 (ended March 31, 2003)

Nov 6, 2002

Name of Listed Company: Teijin Seiki Co., Ltd. Stock listed on: the First Section of the Tokyo, Osaka and Nagoya Stock Exchange  
Code Number: 6268 Location (prefecture) of Head Office: Tokyo, Japan  
(URL <http://www.teijinseiki.co.jp/>)  
Representative Name: Makoto Okitsu Title: Representative Director and President  
Inquiries: Name: Yasushi Matsuda Tel. (03) 3578-7452  
Title: General Manager, Accounting Dept.  
Date of Board of Directors Meeting for Account Settlement: Nov 6, 2002  
Parent Company: TEIJIN LIMITED (Code number: 3401) Percentage owned by parent company: 50.3%  
Has the Company adopted U.S. Accounting Standards: No

### 1. Consolidated Operating Results for the Interim of Fiscal Year ended March 31, 2003 (From April 1, 2002 to September 30, 2002)

(1) Consolidated Operating Results Note: Amounts less than one million yen have been rounded down.

	Net sales		Operating income		Ordinary income	
	Million yen	%	Million yen	%	Million yen	%
Interim of Fiscal Year 2002	30,439	0.6	1,940	113.2	1,711	193.0
Interim of Fiscal Year 2001	30,254	3.3	910	(10.4)	584	(22.9)
Fiscal Year ended March 31, 2002	62,168		1,705		1,000	

	Interim (net) income		Interim (net) income per share		Diluted interim (net) income per share	
	Million yen	%	Yen		Yen	
Interim of Fiscal Year 2002	859	( - )	10.94		-	
Interim of Fiscal Year 2001	(313)	( - )	(3.99)		-	
Fiscal Year ended March 31, 2002	(306)		(3.90)		-	

- (Notes) a) Investment profit/loss on equity method:  
Interim of FY2002 16 million yen Interim of FY2001 16 million yen FY2001 48 million yen  
b) Average number of outstanding shares during the fiscal year (consolidated)  
Interim of FY2002 78,583,274 shares Interim of FY2001 78,590,095 shares FY2001 78,588,090 shares  
c) Change in accounting methods: None  
d) Percentages shown for net sales, operating income, ordinary income and interim (net) income represent the increase or decrease compared with the previous fiscal year.

### (2) Consolidated Financial Position

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Million yen	Million yen	%	Yen
Interim of Fiscal Year 2002	56,186	17,914	31.9	227.97
Interim of Fiscal Year 2001	62,198	16,977	27.3	216.03
Fiscal Year ended March 31, 2002	57,120	17,627	30.9	224.31

(Note) Shares outstanding at fiscal year-end (consolidated):

Interim of FY2002 78,580,307 shares Interim of FY2001 78,590,251 shares FY2001 78,586,240 shares

### (3) Consolidated Cash Flows

	Cash flow from operating activities	Cash flow from investing activities	Cash flow from financing activities	Cash and cash equivalents at fiscal year-end
	Million yen	Million yen	Million yen	Million yen
Interim of Fiscal Year 2002	1,614	656	(1,776)	1,801
Interim of Fiscal Year 2001	2,285	(1,198)	(1,247)	1,714
Fiscal Year ended March 31, 2002	7,273	(2,618)	(5,206)	1,370

### (4) Scope of consolidation and application of equity method

Consolidated subsidiaries: 20 companies  
Non-consolidated subsidiaries accounted for by the equity method: None  
Affiliates accounted for by the equity method: 2 companies

### (5) Change in scope of consolidation and application of equity method

Newly consolidated companies: None (excluded): None  
Equity method (new): 1 (excluded): None

### 2. Forecast of consolidated operating results for the fiscal year ending March 31, 2003 (From April 1, 2002 to March 31, 2003)

Fiscal year	Net sales	Ordinary income	Net income
	Million yen	Million yen	Million yen
	63,000	3,000	1,200

Reference: Estimated consolidated net income per share for the fiscal year: 15.27 yen

Notice regarding the application of consolidated forecast:

The information stated above is based on various assumptions. This summary does not constitute an assurance or guarantee that the company will achieve its numerical targets or necessarily implement the strategies outlined.

**Interim Consolidated Financial Statements****(1) Interim Consolidated Balance Sheets**

(Million yen; amounts less than one million yen are omitted)

	End of Current Interim Term (As of Sept.30 2002)	End of Previous Interim Term (As of Sept.30 2001)	Increase (decrease) compared to prior fiscal year interim period	End of Previous Term (As of Mar.31 2002)
<b>&lt;Assets&gt;</b>				
<b>Current assets</b>				
Cash and time deposits	1,792	1,751	41	1,356
Trade notes and accounts receivable	14,403	16,765	(2,362)	14,577
Inventories	10,637	12,314	(1,677)	10,157
Deferred income taxes	542	675	(132)	1,400
Deposits received	8	-	8	13
Other current assets	823	549	273	651
Allowance for doubtful receivables	(143)	(173)	29	(161)
<b>Total</b>	<b>28,064</b>	<b>31,884</b>	<b>(3,819)</b>	<b>27,995</b>
<b>Fixed assets</b>				
<b>(1) Property, plant and equipment</b>				
Buildings and structures	8,311	8,755	(444)	8,439
Machinery and equipment	7,126	7,505	(378)	7,370
Land	6,525	6,865	(340)	6,866
Other property, plant and equipment	1,356	1,505	(149)	1,402
<b>Total</b>	<b>23,319</b>	<b>24,631</b>	<b>(1,312)</b>	<b>24,078</b>
<b>(2) Intangible assets</b>				
<b>Total</b>	<b>973</b>	<b>1,055</b>	<b>(81)</b>	<b>1,055</b>
<b>(3) Investments and other assets</b>				
Investments in securities	1,125	1,964	(838)	1,611
Deferred income taxes	1,032	931	101	725
Other investments and other assets	1,765	1,677	87	1,673
Allowance for doubtful receivables	(95)	(54)	(40)	(87)
<b>Total</b>	<b>3,828</b>	<b>4,519</b>	<b>(690)</b>	<b>3,922</b>
<b>Deferred charges</b>	-	(54)	(108)	(68)
<b>Total assets</b>	<b>56,186</b>	<b>62,198</b>	<b>(6,012)</b>	<b>57,120</b>

(Million yen: amounts less than one million yen are omitted)

	End of Current Interim Term (As of Sept.30 2002)	End of Previous Interim Term (As of Sept.30 2001)	Increase (decrease) compared to prior fiscal year interim period	End of Previous Term (As of Mar.31 2002)
<b>&lt;Liabilities&gt;</b>				
<b>Current liabilities</b>				
Trade notes and accounts payable	11,284	12,144	(859)	11,208
Short-term bank loans	10,021	15,284	(5,262)	11,516
Income taxes payable	242	920	(678)	393
Reserve for loss of guarantee debts	38	26	12	26
Other current liabilities	4,447	5,024	(577)	4,497
<b>Total</b>	<b>26,034</b>	<b>33,399</b>	<b>(7,364)</b>	<b>27,642</b>
<b>Long-term liabilities</b>				
Bonds	5,000	5,000	-	5,000
Long-term loans	501	772	(271)	630
Retirement allowance	4,596	4,277	318	4,339
Reserve for directors' retirement accounts	378	293	84	339
Other long-term liabilities	737	633	104	578
<b>Total</b>	<b>11,212</b>	<b>10,976</b>	<b>236</b>	<b>10,888</b>
<b>Total liabilities</b>	<b>37,247</b>	<b>44,376</b>	<b>(7,128)</b>	<b>38,530</b>
<b>&lt;Minority interests&gt;</b>				
Minority interests	1,024	845	179	962
<b>&lt;Shareholders' equity&gt;</b>				
Capital stock	6,623	6,623	-	6,623
Capital surplus	6,287	6,287	-	6,287
Earned surplus	5,613	5,116	496	5,055
Net unrealized gains on securities	86	(408)	494	126
Translation adjustments	(692)	(640)	(52)	(463)
Treasury stock, at cost	(2)	(0)	(2)	(1)
<b>Total shareholders' equity</b>	<b>17,914</b>	<b>16,977</b>	<b>939</b>	<b>17,628</b>
<b>Total liabilities, minority interests and shareholders' equity</b>	<b>56,186</b>	<b>62,198</b>	<b>(6,012)</b>	<b>57,120</b>

## (2) Interim No-consolidated Statements of Income

(Million yen; amounts less than one million yen are omitted)

	Six-month ended Sept.30, 2002	Six-month ended Sept.30, 2001	Increase (decrease) compared to prior fiscal year interim period	Term ended Mar.31, 2002
<b>Net sales</b>	<b>30,439</b>	<b>30,254</b>	<b>185</b>	<b>62,168</b>
Cost of sales	23,610	24,350	(739)	50,230
<b>Gross profit</b>	<b>6,829</b>	<b>5,904</b>	<b>925</b>	<b>11,937</b>
Selling, general and administrative expenses	4,888	4,994	(105)	10,232
<b>Operating income</b>	<b>1,940</b>	<b>910</b>	<b>1,030</b>	<b>1,705</b>
Non-operating income				
Interest income	5	7	(2)	12
Dividend income	3	20	(16)	24
Equity in earnings of an affiliate	16	16	0	48
Rents income	30	24	5	52
Other non-operating income	54	36	(17)	97
<b>Total</b>	<b>109</b>	<b>105</b>	<b>4</b>	<b>236</b>
Non-operating expenses				
Interest expenses	103	171	(67)	294
Foreign exchange loss	71	103	(31)	44
Loss on disposal of inventories	13	47	(34)	360
Other non-operating expenses	150	108	41	241
<b>Total</b>	<b>338</b>	<b>431</b>	<b>(92)</b>	<b>941</b>
<b>Ordinary income</b>	<b>1,711</b>	<b>584</b>	<b>1,127</b>	<b>1,000</b>
Extraordinary gains				
Gain on sales of fixed assets	691	3	687	47
Gain on sales of investment securities	45	31	13	31
Reversal of allowance for doubtful accounts	37	104	(67)	101
Other extraordinary income	-	9	(9)	9
<b>Total</b>	<b>774</b>	<b>149</b>	<b>624</b>	<b>190</b>
Extraordinary losses				
Loss on disposal of fixed assets	45	46	(1)	103
Write-down of investment securities	-	197	(197)	1,565
Write-down of golf membership rights	-	4	(4)	102
Special contribution to a pension fund	247	247	-	494
Restructuring cost	270	-	270	-
Other extraordinary losses	-	8	(8)	64
<b>Total</b>	<b>563</b>	<b>504</b>	<b>58</b>	<b>2,330</b>
<b>Net income (loss) before income taxes</b>	<b>1,922</b>	<b>229</b>	<b>1,693</b>	<b>(1,139)</b>
Corporate, resident and business taxes	202	1,034	(832)	527
Adjustment for corporate and other taxes	727	(518)	1,245	(1,445)
Minority interest income	133	26	107	85
<b>Net income (loss)</b>	<b>859</b>	<b>(313)</b>	<b>1,172</b>	<b>(306)</b>

## (3) Interim Consolidated Statements of Appropriations

(Million yen; amounts less than one million yen are omitted)

	Six-month ended Sept.30, 2002	Six-month ended Sept.30, 2001	Increase (decrease) compared to prior fiscal year interim period	Term ended Mar. 31, 2002
<b>(Capital surplus)</b>				
<b>I Balance at beginning of period</b>	6,287	6,287	-	6,287
<b>II Balance at end of period</b>	<b>6,287</b>	<b>6,287</b>	-	<b>6,287</b>
<b>(Earned surplus)</b>				
<b>I Balance at beginning of period</b>	5,055	5,694	(639)	5,694
<b>II Increase in earned surplus</b>	-	-	-	-
<b>III Decrease in earned surplus</b>				
Cash dividend paid	235	235	(0)	235
Bonuses to directors	10	29	(18)	31
Other	55	-	55	65
<b>Total</b>	301	265	36	332
<b>IV Net income (loss)</b>	859	(313)	1,172	(306)
<b>V Balance at end of period</b>	<b>5,613</b>	<b>5,116</b>	<b>496</b>	<b>5,055</b>

## (4) Interim Consolidated Statements of Cash Flows

(Million yen; amounts less than one million yen are omitted)

	Six-month ended Sept.30, 2002	Six-month ended Sept.30, 2001	Increase (decrease) compared to prior fiscal year interim period	Term ended Mar.31, 2002
<b>I Cash flows from operating activities</b>				
Net income (loss) before income taxes and adjustments	1,922	229	1,693	(1,139)
Depreciation and amortization	1,529	1,566	(37)	3,361
Amortization of cost in excess of net book values of consolidated subsidiaries	28	28	-	57
Decrease in allowance for doubtful receivables	(6)	(140)	133	(121)
Increase in retirement benefits of employees	271	232	38	284
Increase (decrease) in directors' retirement allowance	38	(34)	73	11
Interest and dividend income	(8)	(27)	18	(37)
Interest expense	103	171	(67)	294
Foreign exchange gain (loss)	(26)	10	(36)	(50)
Equity in earnings of an affiliate	(16)	(16)	(0)	(48)
Gain on sales of fixed assets	(691)	(3)	(688)	(47)
Loss on disposal of fixed assets	45	46	(1)	103
Gain on sales of investment marketable securities	(45)	(31)	(13)	(31)
Losses from valuation of investment securities	-	197	(197)	1,565
Write-down of golf membership rights	-	2	(2)	64
Decrease in notes and accounts receivable	20	4,675	(4,655)	6,710
Increase (decrease) in inventories	(646)	(439)	(206)	1,794
Increase (decrease) in other assets	(372)	(27)	(345)	44
Increase (decrease) in notes and accounts payable	222	(3,492)	3,715	(4,654)
Increase (decrease) in consumption taxes payable	(1)	(32)	31	27
Decrease in other liabilities	(301)	(160)	(140)	(274)
Bonuses to director	(6)	(29)	22	(33)
Subtotal	2,057	2,723	(665)	7,880
Interest and dividend received	33	37	(3)	47
Interest paid	(101)	(176)	75	(318)
Income taxes paid	(375)	(299)	(76)	(336)
<b>Net cash and cash equivalents provided by operating activities</b>	<b>1,614</b>	<b>2,285</b>	<b>(671)</b>	<b>7,273</b>
<b>II Cash flows from investing activities</b>				
Decrease in time deposit	-	(37)	37	-
Purchases of property, plant and equipment	(971)	(1,062)	91	(2,630)
Proceeds from sale of property, plant and equipment	1,299	41	1,258	389
Purchases of investments in securities	(2)	(0)	(2)	(0)
Proceeds from sale of investments securities	501	49	451	49
Purchases of subsidiary and affiliate stocks	-	-	-	(61)
Payment of short-term loans	(7)	(4)	(2)	(6)
Proceeds from repayment of short-term loans	25	0	25	0
Proceeds from other investing activities	20	48	(28)	69
Expenses from other investing activities	(209)	(233)	24	(428)
<b>Net cash and cash equivalents used in investing activities</b>	<b>656</b>	<b>(1,198)</b>	<b>1,854</b>	<b>(2,618)</b>
<b>III Cash flows from financing activities</b>				
Decrease in short-term bank loans	(1,306)	1,627	(2,934)	(1,918)
Repayment of long-term loans	(227)	(2,657)	2,429	(3,064)
Proceeds from payment of minority	-	16	(16)	16
Payments for purchases of treasury stock	(1)	-	(1)	-
Cash dividends paid	(234)	(234)	0	(235)
Cash dividends paid of subsidiaries for minority	(5)	-	(5)	(2)
<b>Net cash and cash equivalents provided by financing activities</b>	<b>(1,776)</b>	<b>(1,247)</b>	<b>(528)</b>	<b>(5,205)</b>
<b>IV Effect of exchange rate changes on cash and cash equivalents</b>	<b>(63)</b>	<b>71</b>	<b>(134)</b>	<b>117</b>
<b>V Increase or decrease in cash and cash equivalents</b>	<b>431</b>	<b>(88)</b>	<b>520</b>	<b>(433)</b>
<b>VI Cash and cash equivalents at beginning of year</b>	<b>1,370</b>	<b>1,803</b>	<b>(433)</b>	<b>1,803</b>
<b>VII Cash and cash equivalents at end of year</b>	<b>1,801</b>	<b>1,714</b>	<b>87</b>	<b>1,370</b>

**Interim Non-consolidated Financial Statements****(1) Non-consolidated Balance Sheets**

(Million yen: amounts less than one million yen are omitted)

	End of Current Interim Term (As of Sept.30 2002)	End of Previous Interim Term (As of Sept.30 2001)	Increase (decrease) compared to prior fiscal year interim period	End of Previous Term (As of Mar.31 2002)
<b>&lt;Assets&gt;</b>				
<b>Current assets</b>				
Cash and time deposits	806	299	507	431
Trade notes receivable	1,254	1,310	(56)	878
Accounts receivable	7,209	8,532	(1,323)	6,906
Marketable securities	1,000	-	1,000	1,000
Inventories	5,490	5,575	(85)	4,435
Deferred income taxes	731	477	253	1,246
Deposits paid	-	-	-	13
Short-term loans receivable	5,006	4,749	257	4,320
Other current assets	547	342	204	304
Allowance for doubtful receivables	(918)	(175)	(743)	(148)
<b>Total</b>	<b>21,127</b>	<b>21,113</b>	<b>14</b>	<b>19,388</b>
<b>Fixed assets</b>				
<b>(1) Property, plant and equipment</b>				
Buildings	6,449	6,771	(322)	6,467
Machinery and equipment	5,472	6,143	(671)	5,729
Land	5,370	5,706	(336)	5,700
Other property, plant and equipment	1,298	1,353	(55)	1,324
<b>Total</b>	<b>18,589</b>	<b>19,975</b>	<b>(1,385)</b>	<b>19,221</b>
<b>(2) Intangible assets</b>				
<b>Total</b>	<b>197</b>	<b>214</b>	<b>(16)</b>	<b>193</b>
<b>(3) Investments and other assets</b>				
Investments in securities	3,342	8,404	(5,062)	4,022
Deferred income taxes	873	854	19	709
Other investments and other assets	2,109	2,022	86	2,089
Allowance for doubtful receivables	(79)	(43)	(36)	(77)
<b>Total</b>	<b>6,245</b>	<b>11,238</b>	<b>(4,992)</b>	<b>(6,743)</b>
<b>Total assets</b>	<b>46,160</b>	<b>52,541</b>	<b>(6,380)</b>	<b>45,548</b>

(Million yen; amounts less than one million yen are omitted)

	End of Current Interim Term (As of Sept.30 2002)	End of Previous Interim Term (As of Sept.30 2001)	Increase (decrease) compared to prior fiscal year interim period	End of Previous Term (As of Mar.31 2002)
<b>&lt;Liabilities&gt;</b>				
<b>Current liabilities</b>				
Trade note payable	18	89	(70)	23
Accounts payable	6,695	6,606	88	5,409
Short-term bank loans	7,950	12,265	(4,315)	9,450
Current portion of long-term loans	126	431	(304)	190
Income taxes payable	7	728	(720)	15
Reserve for loss of guarantee debts	38	26	12	26
Other current liabilities	4,281	3,981	299	3,983
<b>Total</b>	<b>19,118</b>	<b>24,129</b>	<b>(5,010)</b>	<b>19,097</b>
<b>Long-term liabilities</b>				
Bonds	5,000	5,000	-	5,000
Long-term loans	17	144	(126)	81
Retirement allowance	4,093	3,887	206	3,854
Reserve for directors' retirement accounts	263	202	61	236
Other long-term liabilities	498	511	(13)	492
<b>Total</b>	<b>9,872</b>	<b>9,745</b>	<b>127</b>	<b>9,664</b>
<b>Total liabilities</b>	<b>28,991</b>	<b>33,874</b>	<b>(4,882)</b>	<b>28,761</b>
<b>&lt;Shareholders' equity&gt;</b>				
Capital stock	6,623	6,623	-	6,623
Capital surplus	6,231	6,231	-	6,231
Additional paid-in capital	4,631	6,231	(1,600)	6,231
Other capital surplus	1,600	-	1,600	-
Earned surplus	4,230	6,221	(1,991)	3,806
Profit reserve	-	1,090	(1,090)	1,090
Voluntary reserve	2,175	3,453	(1,277)	3,453
Unappropriated retained earnings (loss)	2,055	1,678	376	(737)
Net income (loss)	660	652	7	(1,763)
Net unrealized gains on securities	86	(409)	496	126
Treasury stock, at cost	(2)	-	(2)	(1)
<b>Total shareholders' equity</b>	<b>17,169</b>	<b>18,667</b>	<b>(1,497)</b>	<b>16,786</b>
<b>Total liabilities and shareholders' equity</b>	<b>46,160</b>	<b>52,541</b>	<b>(6,380)</b>	<b>45,548</b>



## (2) Interim Non-consolidated Statements of Income

(Million yen; amounts less than one million yen are omitted)

	Six-month ended Sept.30, 2002	Six-month ended Sept.30, 2001	Increase (decrease) compared to prior fiscal year interim period	End of Previous Term (As of Mar.31 2002)
<b>Net sales</b>	<b>17,590</b>	<b>17,653</b>	<b>(62)</b>	<b>34,629</b>
Cost of sales	13,817	14,053	(236)	28,031
<b>Gross profit</b>	<b>3,773</b>	<b>3,599</b>	<b>174</b>	<b>6,597</b>
Selling, general and administrative expenses	2,233	2,136	97	4,426
<b>Operating income</b>	<b>1,539</b>	<b>1,463</b>	<b>76</b>	<b>2,171</b>
Non-operating income				
Interest and dividends income	151	141	9	179
Other non-operating income	82	53	28	110
<b>Total</b>	<b>233</b>	<b>195</b>	<b>38</b>	<b>289</b>
Non-operating expenses				
Interest expenses	63	107	(43)	185
Other non-operating expenses	179	161	17	345
<b>Total</b>	<b>243</b>	<b>269</b>	<b>(25)</b>	<b>530</b>
<b>Ordinary income</b>	<b>1,530</b>	<b>1,389</b>	<b>140</b>	<b>1,930</b>
Extraordinary income				
Gain on sales of fixed assets	681	1	680	39
Gain on sales of investment securities	45	31	13	31
Reversal of allowance for doubtful accounts	76	135	(59)	161
<b>Total</b>	<b>802</b>	<b>167</b>	<b>634</b>	<b>232</b>
Extraordinary losses				
Loss on disposal of fixed assets	29	30	(0)	79
Write-down of subsidiary's stock	189	-	189	2,999
Write-down of investment securities	-	197	(197)	1,565
Write-down of golf membership rights	-	-	-	70
Special contribution to a pension fund	226	226	-	453
Provision for allowance for doubtful accounts	838	-	838	-
Translation obligation at date of adoption of the accounting standards for retirement benefit	-	-	-	22
<b>Total</b>	<b>1,284</b>	<b>454</b>	<b>829</b>	<b>5,191</b>
<b>Net income (loss) before income taxes</b>	<b>1,048</b>	<b>1,103</b>	<b>(54)</b>	<b>(3,028)</b>
Corporate, resident and business taxes	8	729	(720)	25
Adjustment for corporate and other taxes	379	(278)	657	(1,290)
<b>Net income (loss)</b>	<b>660</b>	<b>652</b>	<b>7</b>	<b>(1,763)</b>
Retained earnings brought forward	303	1,025	(721)	1,025
Withdrawal from profit reserve	1,090	-	1,090	-
Unappropriated retained earnings (loss)	2,055	1,678	376	(737)