

## Corporate Profile

Since it was founded in 1915 after its landmark invention of the Takuma Boiler, the Takuma company has maintained a reputation as a leader in applying new technologies. In 1938, Takuma was incorporated under the name of Takuma Boiler Mfg. Co., Ltd. Visionary instincts have allowed the company to grow by great strides, and to attract widespread praise for its achievements.

Today, we have expanded our scope to include industrial machinery, general-purpose machinery, environmental control plants, and water treatment plants. By conducting our own research and development, we are able to play a leading role in each of these fields.

At a time when it is unthinkable for corporations to ignore growing environmental concerns, our emphasis on business related to improving the environment has become the focus of increasing attention and thus, has raised our company's profile.

Takuma intends to continue to make research and development our highest priority. For the good of the company and, above all, for the good of humankind and the earth, we will strive to advance the technologies needed to nurture the environment, and we will persevere in our efforts to make a positive contribution to the world.

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## FINANCIAL HIGHLIGHTS

### Takuma Co., Ltd. and its Consolidated Subsidiaries

#### FINANCIAL HIGHLIGHTS

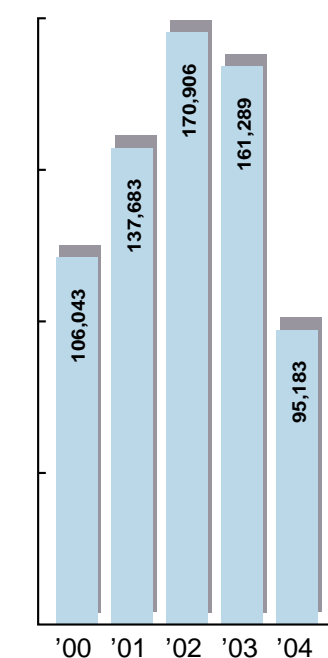
(Years Ended March 31, 2004 and 2003)

	Millions of Yen		Thousands of U.S.dollars
	2004	2003	2004
For the year:			
Net sales .....	¥ 95,183	¥ 161,289	\$ 900,587
Operating income(loss) .....	(169)	15,198	(1,599)
Income(loss) before income taxes and minority interests .....	(481)	11,988	(4,551)
Net income(loss) .....	(1,032)	5,222	(9,764)
As of year-end:			
Total assets .....	139,947	164,204	1,324,127
Total shareholders' equity .....	72,268	71,989	683,773
Per share data:			
	Yen		U.S.dollars
Net income(loss) .....	¥ (12.66)	¥ 58.21	\$ (0.12)
Diluted net income .....	-	57.95	-
Total shareholders' equity .....	844.13	825.81	7.99
Cash dividends applicable to the year.....	10.00	15.00	0.09

Note:U.S.dollar amounts are shown solely for the convenience of readers and are translated at the rate of ¥105.69 to \$1, the exchange rate prevailing as of March 31, 2004.

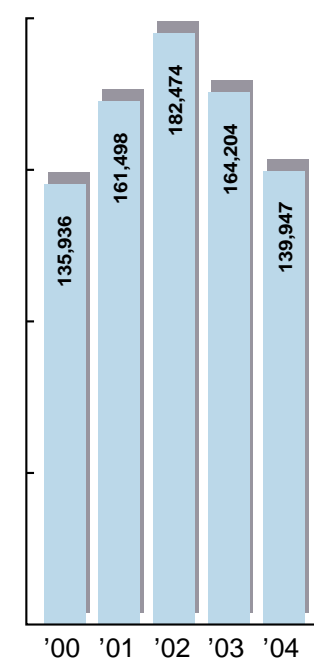
### NET SALES

(In millions of Yen)



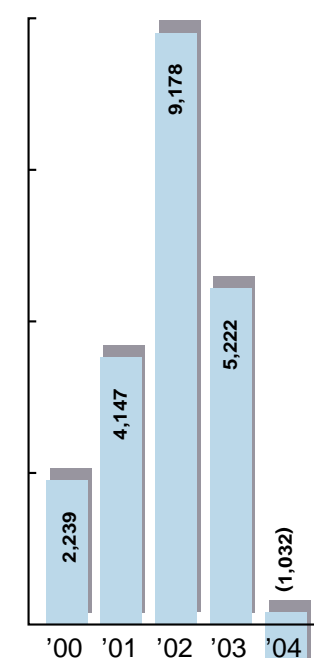
### TOTAL ASSETS

(In millions of Yen)



### NET INCOME (LOSS)

(In millions of Yen)



### SHAREHOLDERS' EQUITY

(In millions of Yen)

