

CONSOLIDATED BALANCE SHEETS

Mitsubishi Heavy Industries, Ltd. and Consolidated Subsidiaries
As of March 31, 2018 and 2017

	Millions of yen		Thousands of U.S. dollars
	2018	2017	2018
ASSETS			
Current assets:			
Cash and deposits	¥ 313,458	¥ 248,040	\$ 2,950,470
Trade receivables	1,232,742	1,180,143	11,603,369
Merchandise and finished products	173,152	178,884	1,629,819
Work in process	899,839	989,336	8,469,870
Raw materials and supplies	139,822	157,330	1,316,095
Deferred tax assets	108,954	114,274	1,025,545
Indemnification asset for the South African project	400,903	294,955	3,773,559
Other current assets	319,337	368,088	3,005,807
Allowance for doubtful accounts	(8,998)	(8,959)	(84,695)
Total current assets	3,579,212	3,522,095	33,689,871
Non-current assets:			
Property, plant and equipment, net:			
Buildings and structures	340,447	361,310	3,204,508
Machinery and transportation equipment	234,690	262,129	2,209,054
Tools, equipment and furniture	47,758	64,511	449,529
Land	179,936	179,674	1,693,674
Leased assets	5,224	5,004	49,171
Construction in progress	59,828	62,448	563,140
Total property, plant and equipment, net	867,884	935,078	8,169,088
Intangible assets:			
Goodwill	105,125	120,552	989,504
Others	107,655	128,896	1,013,318
Total intangible assets	212,781	249,448	2,002,833
Investments and advances:			
Investment securities	605,434	578,758	5,698,738
Long-term loans	18,623	17,778	175,291
Asset for retirement benefit	73,426	60,556	691,133
Deferred tax assets	27,350	13,060	257,435
Others	109,548	113,407	1,031,137
Allowance for doubtful accounts	(6,608)	(8,204)	(62,198)
Total investments and advances	827,774	775,356	7,791,547
Total non-current assets	1,908,440	1,959,883	17,963,478
Total assets	¥5,487,652	¥5,481,978	\$51,653,350

	Millions of yen		Thousands of U.S. dollars
	2018	2017	2018
LIABILITIES AND NET ASSETS			
Liabilities:			
Current liabilities:			
Trade payables	¥ 771,324	¥ 736,502	\$ 7,260,203
Electronically recorded obligations	106,968	99,560	1,006,852
Short-term borrowings	229,584	205,679	2,160,993
Current portion of long-term borrowings	68,956	97,729	649,058
Current portion of bonds	30,000	60,000	282,379
Income taxes payable	27,251	31,233	256,504
Provision for product warranties	13,936	14,899	131,174
Provision for loss on construction contracts	64,896	49,853	610,843
Provision for loss on passenger vessel construction business	—	18,463	—
Provision for business structure improvement	6,739	6,585	63,431
Provision for share-based payment arrangements	781	366	7,351
Advance payments received on contracts	899,642	777,654	8,468,015
Other current liabilities	318,138	428,734	2,994,521
Total current liabilities	2,538,219	2,527,262	23,891,368
Non-current liabilities:			
Bonds	205,000	215,000	1,929,593
Long-term borrowings	279,630	347,157	2,632,059
Deferred tax liabilities	77,590	85,689	730,327
Provision for stock benefits	1,148	1,247	10,805
Provision for treatment of PCB waste	6,911	6,485	65,050
Liability for retirement benefits	137,893	123,160	1,297,938
Other non-current liabilities	76,789	71,858	722,788
Total non-current liabilities	784,963	850,598	7,388,582
Total liabilities	3,323,183	3,377,860	31,279,960
Net assets:			
Stockholders' equity:			
Common stock, without par value:			
Authorized shares: 600,000,000			
Issued shares: 2018–337,364,781 and 2017–3,373,647,813	265,608	265,608	2,500,075
Capital surplus	213,898	203,658	2,013,347
Retained earnings	1,244,492	1,214,749	11,713,968
Treasury stock (2018–1,370,499 shares and 2017–15,513,870 shares) at cost	(4,081)	(4,609)	(38,413)
Total stockholders' equity	1,719,918	1,679,407	16,188,987
Accumulated other comprehensive income (loss):			
Valuation difference on available-for-sale securities	100,021	100,600	941,462
Deferred gains or losses on hedges	(880)	(1,882)	(8,283)
Translation adjustments	(6,999)	(2,287)	(65,879)
Remeasurements of defined benefit plans	12,732	3,683	119,841
Total accumulated other comprehensive income (loss)	104,874	100,113	987,142
Share subscription rights	2,129	2,536	20,039
Non-controlling interests	337,547	322,059	3,177,211
Total net assets	2,164,469	2,104,118	20,373,390
Total liabilities and net assets	¥5,487,652	¥5,481,978	\$51,653,350