

CONSOLIDATED BALANCE SHEETS

Nippon Airways Co., Ltd. and its consolidated subsidiaries
March 31, 1997 and 1996

Exhibit 1
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ASSETS	Yen (Millions)		U.S. dollars (Thousands) (Note 4)
	1997	1996	1997
Current assets:			
Cash	¥ 66,707	¥ 71,348	\$ 537,526
Marketable securities	49,137	74,532	395,947
Accounts receivable, less allowance for doubtful accounts (¥605 million in 1997 and ¥516 million in 1996)	59,317	58,342	477,977
Accounts receivable from and advances to unconsolidated subsidiaries and affiliates	8,771	8,307	70,677
Aircraft spare parts and supplies	36,457	36,362	293,771
Prepaid expenses and other current assets	61,413	71,429	494,867
Total current assets	281,802	320,320	2,270,766
Investments and long-term receivables:			
Investments in securities	52,400	50,747	422,240
Investments in and advances to unconsolidated subsidiaries and affiliates (Note 5)	23,425	22,759	188,759
Lease and guaranty deposits	19,078	18,884	153,731
Housing loans to employees	718	46,959	5,786
Other long-term receivables	63,482	58,384	511,539
Total investments and long-term receivables	159,103	197,733	1,282,055
Property and equipment (Note 6):			
Flight equipment	866,608	921,881	6,983,143
Ground property and equipment	612,933	590,631	4,939,025
	1,479,541	1,512,512	11,922,168
Less accumulated depreciation	(766,091)	(794,997)	(6,173,175)
	713,450	717,515	5,748,993
Advance payments on aircraft purchase contracts	70,882	56,748	571,168
Construction in progress	11,421	9,062	92,031
Net property and equipment	795,753	783,325	6,412,192
Other assets	31,058	34,099	250,266
Total assets	¥1,267,716	¥1,335,477	\$10,215,278

See accompanying notes to consolidated financial statements.

LIABILITIES AND SHAREHOLDERS' EQUITY	Yen (Millions)		U.S. dollars (Thousands) (Note 4)
	1997	1996	1997
Current liabilities:			
Short-term loans (Note 6)	¥ 146,260	¥ 180,197	\$ 1,178,366
Accounts and notes payable - trade	77,361	80,561	623,376
Accounts payable to unconsolidated subsidiaries and affiliates	14,973	14,303	120,653
Advance ticket sales	38,306	33,466	308,670
Accrued expenses	28,776	29,325	231,878
Accrued income taxes	5,084	7,390	40,967
Other current liabilities	10,497	12,790	84,585
Total current liabilities	321,257	358,032	2,588,695
Long-term liabilities:			
Long-term debt, less current portion (Note 6)	717,579	739,096	5,782,264
Accrued employees' retirement benefits	59,515	56,337	479,573
Other long-term liabilities	25,103	38,721	202,280
Total long-term liabilities	802,197	834,154	6,464,118
Minority interests	6,503	6,581	52,401
Shareholders' equity (Notes 9 and 14):			
Common stock, par value ¥50 per share:			
Authorized - 2,203,200,000 shares			
Issued, 1997 - 1,442,724,240 shares	72,142	-	581,322
1996 - 1,442,719,399 shares	-	72,139	-
Capital surplus	90,135	90,132	726,309
Legal reserve	9,868	9,435	79,517
Retained earnings	(34,383)	(34,982)	(277,059)
Less common stock in treasury, at cost	(3)	(14)	(24)
Total shareholders' equity	137,759	136,710	1,110,064
Commitments and contingent liabilities (Note 10)			
Total liabilities and shareholders' equity	¥1,267,716	¥1,335,477	\$10,215,278