

Consolidated Statements of Income

(Millions of yen)

	Six months ended September 30, 2006		Six months ended September 30, 2007		Increase (Decrease)	Year ended March 31, 2007
	Amount	% of Net sales	Amount	% of Net sales		
Net sales	300,574	100.0	294,277	100.0	(6,297)	620,769
Cost of sales	208,453	69.4	212,517	72.2	4,064	436,548
Gross income	92,121	30.6	81,760	27.8	(10,361)	184,221
Selling, general and administrative expenses	68,923	22.9	68,018	23.1	(905)	136,147
Operating income	23,198	7.7	13,742	4.7	(9,456)	48,074
Non-operating income	2,038	0.7	2,329	0.8	291	4,420
Interest and dividends income	1,265		1,538		273	2,713
Other	773		791		18	1,707
Non-operating expenses	4,921	1.6	5,526	1.9	605	11,063
Interest expense	811		781		(30)	1,607
Other	4,110		4,745		635	9,456
Ordinary income	20,315	6.8	10,545	3.6	(9,770)	41,431
Extraordinary gains	1,111	0.3	563	0.1	(548)	2,202
Gain on sales of fixed assets	29		14		(15)	361
Gain on sales of investment securities	848		7		(841)	1,247
Gain on sales of consolidated subsidiaries and affiliates	231				(231)	231
Government grants			540		540	360
Other	3		2		(1)	3
Extraordinary losses	982	0.3	2,142	0.7	1,160	2,250
Loss on disposal and sales of fixed assets	529		440		(89)	1,112
Loss on devaluation of investment securities	143		169		26	145
Provision for accrued retirement benefits for directors and corporate auditors	229				(229)	459
Loss on disposal of inventories						295
Loss on dissolution of a consolidated subsidiary			1,530		1,530	
Other	81		3		(78)	239
Income before income taxes and minority interests	20,444	6.8	8,966	3.0	(11,478)	41,383
Income taxes-current	10,052	3.3	5,272	1.7	(4,780)	16,407
Income taxes-deferred	(2,708)	(0.9)	(571)	(0.2)	2,137	(1,424)
Minority interests	(1,122)	(0.4)	1,211	0.4	2,333	(1,253)
Net income	11,978	4.0	5,476	1.9	(6,502)	25,147