

3) Statements of income

Item	Term	The 1st Qtr. of FY2006 (April 1, 2005 - June 30, 2005)			The 1st Qtr. of FY2005 (April 1, 2004 - June 30, 2004)		Change	
		(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	%	(Yen millions)	Change(%)
Net sales		167,422	100.0	1,508,306	157,227	100.0	10,195	6.5
Cost of sales		124,002	74.1	1,117,135	113,163	72.0	10,839	9.6
Gross profit		43,420	25.9	391,171	44,064	28.0	(644)	-1.5
Selling, general and administrative expenses		30,531	18.2	275,054	29,702	18.9	829	2.8
Operating income		12,889	7.7	116,117	14,362	9.1	(1,473)	-10.3
Other income (deductions):								
Interest and dividend income		685		6,171	267		418	
Interest expense		(33)		(297)	(51)		18	
Foreign exchange gain (loss)		31		279	119		(88)	
Other-net		703		6,334	595		108	
Total other income (deductions)		1,386	0.8	12,487	930	0.6	456	49.0
Income from continuing operations before income taxes		14,275	8.5	128,604	15,292	9.7	(1,017)	-6.7
Income taxes		3,486	2.1	31,406	4,647	2.9	(1,161)	-25.0
Income from continuing operations before minority interests		10,789	6.4	97,198	10,645	6.8	144	1.4
Minority interests		102	0.0	919	140	0.1	(38)	-27.1
Income from continuing operations		10,687	6.4	96,279	10,505	6.7	182	1.7
Loss from discontinued operations		(187)	(0.1)	(1,685)	342	0.2	(529)	-
Net income		10,874	6.5	97,964	10,163	6.5	711	7.0

Notes:

1. Above statements of income for FY2006 and FY2005 are unaudited by independent accountant.
2. In accordance with SFAS No. 144, "Accounting for the impairment or Disposal of Long-Lived Assets", the figures for the 1st Qtr. of FY2005 relating to discontinued operations have been reclassified accordingly.
3. U.S.\$1 = Yen 111