

(2) Statements of income

	(Million Yen)	
	FY2008	FY2009
	(Apr. 1, 2007 through Mar. 31, 2008)	(Apr. 1, 2008 through Mar. 31, 2009)
Net sales	878,996	714,766
Cost of sales		
Cost of finished goods sold		
Beginning finished goods	5,745	6,620
Cost of products manufactured	783,801	678,890
Total	<u>789,546</u>	<u>685,510</u>
Finished goods transfer to other account	1,558	1,388
Ending finished goods	6,620	4,974
Cost of finished goods sold	<u>781,367</u>	<u>679,147</u>
Other cost	16	6
Total cost of sales	<u>781,384</u>	<u>679,153</u>
Gross profit	<u>97,612</u>	<u>35,613</u>
Selling, general and administrative expenses		
Freightage and packing expenses	12,230	10,106
Provision of allowance for doubtful accounts	6	72
Provision for product warranties	382	2,246
Product repair expenses	7,948	1,881
Salaries and allowances	15,737	13,567
Provision for directors' bonuses	291	—
Retirement benefit expenses	714	877
Provision for directors' retirement benefits	704	270
Legal and employee benefits expenses	3,746	3,613
Depreciation	1,983	1,911
Rent expenses	2,418	2,435
Research and development expenses	3,960	3,999
Other	11,909	9,659
Total selling, general and administrative expenses	<u>62,033</u>	<u>50,641</u>
Operating income (loss)	<u>35,579</u>	<u>-15,028</u>
Non-operating income		
Interest income	2,601	3,415
Interest on securities	318	253
Dividends income	18,359	30,130
Rent income on noncurrent assets	964	1,014
Gain on sales of securities	341	598
Other	719	813
Total non-operating income	<u>23,305</u>	<u>36,226</u>

(Million Yen)

	FY2008 (Apr. 1, 2007 through Mar. 31, 2008)	FY2009 (Apr. 1, 2008 through Mar. 31, 2009)
Non-operating expenses		
Interest expenses	3,324	3,633
Interest on bonds	728	702
Loss on sales and retirement of noncurrent assets	2,112	984
Depreciation of assets for rent	383	—
Loss on valuation of securities	1,586	1,324
Foreign exchange losses	3,307	1,516
Other	1,136	2,095
Total non-operating expenses	12,578	10,257
Ordinary income	46,306	10,941
Extraordinary loss		
Impairment loss	—	1,574
Provision of allowance for doubtful accounts for subsidiaries and affiliates	—	4,720
Loss on valuation of stocks of subsidiaries and affiliates	—	1,711
Total extraordinary losses	—	8,005
Income before income taxes	46,306	2,935
Income taxes—current	15,100	100
Income taxes—deferred	-3,461	-707
Total income taxes	11,638	-607
Net income	34,667	3,543