Consolidated Statements of Income

Noritz Corporation and Consolidated Subsidiaries
Years ended December 31, 2004 and 2005

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2004	**2005**	**2005**
Net sales	¥171,598	**¥176,048**	**$1,491,048**
Cost of sales	118,943	**122,698**	**1,039,197**
Selling, general and administrative expenses	44,961	**46,401**	**392,996**
Operating income	7,694	**6,949**	**58,855**
Other income (expenses):			
Interest and dividend income	192	**266**	**2,253**
Interest expense	(66)	**(81)**	**(686)**
Gains (losses) on sales of securities	(52)	**35**	**296**
Loss on sales and disposal of property, plant and equipment	(376)	**(691)**	**(5,852)**
Write-down of golf club memberships	(19)	**(2)**	**(17)**
Loss on impairment of fixed assets (Note 11)	—	**(20)**	**(169)**
Foreign exchange gain (loss)	(96)	**254**	**2,151**
Gain on amendment of corporate pension plan (Note 2 (12))	612	**—**	**—**
Other, net	1,055	**985**	**8,342**
	1,250	**746**	**6,318**
Income before income taxes	8,944	**7,695**	**65,173**
Income taxes:			
Current	2,716	**2,738**	**23,190**
Deferred	1,098	**567**	**4,802**
Minority interests	(180)	**(116)**	**(982)**
Net income	¥ 4,950	**¥ 4,274**	**$ 36,199**

	Yen		U.S. dollars (Note 1)
Net income per share	¥ 98.01	**¥ 86.65**	**$ 0.734**

See accompanying notes.