Consolidated Statements of Income

Noritz Corporation and Consolidated Subsidiaries
Years ended December 31, 2005 and 2006

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2005	**2006**	**2006**
Net sales	¥176,048	**¥182,077**	**$1,528,517**
Cost of sales	122,698	**128,179**	**1,076,049**
Selling, general and administrative expenses	46,401	**48,092**	**403,727**
Operating income	6,949	**5,806**	**48,741**
Other income (expenses):			
Interest and dividend income	266	**322**	**2,703**
Interest expense	(81)	**(77)**	**(646)**
Gains (losses) on sales of securities	35	**271**	**2,275**
Loss on sales and disposal of property, plant and equipment	(691)	**(330)**	**(2,770)**
Write-down of securities	—	**(141)**	**(1,184)**
Write-down of golf club memberships	(2)	**(44)**	**(369)**
Loss on impairment of fixed assets (Note 11)	(20)	**(9)**	**(76)**
Foreign exchange gain	254	**32**	**269**
Expenses for the repair of products on recall	—	**(752)**	**(6,313)**
Other, net	985	**944**	**7,924**
	746	**216**	**1,813**
Income before income taxes	7,695	**6,022**	**50,554**
Income taxes:			
Current	2,738	**2,435**	**20,442**
Deferred	567	**505**	**4,239**
Minority interests	(116)	**(85)**	**(713)**
Net income	¥ 4,274	**¥ 2,997**	**$ 25,160**

	Yen		U.S. dollars (Note 1)
Net income per share	¥ 86.65	**¥ 62.62**	**$ 0.526**

See accompanying notes.