

9. Nine-Month Consolidated Statements of Operations
(For nine months ended December 31)

	Yen (millions)		Change (%)
	2006	2005	
	(4/1/06~12/31/06)	(4/1/05~12/31/05)	
Net sales	Y 3,559,940	3,313,774	+7.4
Cost of Sales	2,651,516	2,448,105	+8.3
Gross profit	908,424	865,669	+4.9
Selling, general and administrative expenses	850,666	805,503	+5.6
Operating income	57,758	60,166	-4.0
Other income (expenses):			
Net interest*	(3,506)	(6,028)	
Equity in earnings of affiliated companies, net	1,661	(4,260)	
Amortization of unrecognized obligation for retirement benefits	(2,419)	(23,342)	
Gain on sales of marketable securities**	7,612	-	
Gain on change in interest***	2,136	-	
Settlement gain	-	15,957	
Gain on business transfer	-	3,455	
Loss on sales of marketable securities****	(2,275)	-	
Loss on change in interest	-	(8,413)	
Restructuring charges	-	(5,474)	
Other, net	(11,614)	(7,240)	
	(8,405)	(35,345)	-
Income before income taxes and minority interests	49,353	24,821	+98.8
Income taxes	21,854	6,460	
Minority interests	11,490	7,328	
Net income	Y 16,009	11,033	+45.1

Notes:

- * Net interest consists of interest income, dividend income and interest charges.
- ** Gain on sales of marketable securities refers principally to gain on sales of subsidiary company shares in connection with the IPO of said subsidiary company (NIFTY Corporation).
- *** Gain on change in interest refers to gain relating to allocation of new shares of subsidiary company (NIFTY Corporation) to third parties.
- **** Loss on sales of marketable securities refers principally to loss on sales of affiliated company (Spansion Inc.) shares.