

6. Full-Year Consolidated Statements of Operations

	Yen (millions)		Change (%)
	FY 2004	FY 2003	
	<u>(4/1/04-3/31/05)</u>	<u>(4/1/03-3/31/04)</u>	
Net sales	Y 4,762,759	4,766,888	-0.1
Operating costs and expenses:			
Cost of goods sold	3,512,552	3,460,932	+1.5
Selling, general and administrative expenses	<u>1,090,016</u>	<u>1,155,614</u>	-5.7
	<u>4,602,568</u>	<u>4,616,546</u>	
Operating income	160,191	150,342	+6.6
Other income (expenses):			
Net interest*	(9,604)	(16,663)	
Equity in earnings of affiliated companies, net	3,691	(862)	
Amortization of unrecognized obligation for retirement benefits	(39,295)	(56,943)	
Gain on sales of marketable securities**	133,299	134,624	
Gain on business transfer***	36,534	-	
Gain on transfer of substitutional portion of employees' pension plan	-	146,532	
Gain on sale of property, plant and equipment	-	13,649	
Restructuring charges****	(20,085)	(164,202)	
Real estate valuation losses*****	(15,274)	-	
HDD litigation-related expenses	-	(10,220)	
Casualty loss	-	(4,700)	
Other, net	<u>(25,931)</u>	<u>(34,539)</u>	
	<u>63,335</u>	<u>6,676</u>	-
Income before income taxes and minority interests	223,526	157,018	+42.4
Income taxes	185,553	92,210	
Minority interests	(6,066)	(15,104)	
Net income	Y <u><u>31,907</u></u>	<u><u>49,704</u></u>	-35.8

Note: *Net interest consists of interest income, dividend income and interest charges.

**Gain on sales of marketable securities in FY2004 refers to a 26,298 million yen gain on sales of affiliates' stock and 107,001 million yen on sales of available-for-sales securities.

***Gain on business transfer refers to the transfer of plasma display panel operations.

****Restructuring charges are related to expenses for workforce reductions, realignment, and disposal of assets at subsidiaries.

*****Real estate valuation losses refers to a devaluation on idle property holdings.