

12. Fourth-Quarter Consolidated Statements of Operations

	Yen (millions)		Change (%)
	4Q FY 2004	4Q FY 2003	
	(1/1/05-3/31/05)	(1/1/04-3/31/04)	
Net sales	Y 1,499,052	1,556,752	-3.7
Operating costs and expenses:			
Cost of goods sold	1,103,850	1,102,844	+0.1
Selling, general and administrative expenses	273,123	295,762	-7.7
	1,376,973	1,398,606	
Operating income	122,079	158,146	-22.8
Other income (expenses):			
Net interest*	(2,955)	(5,084)	
Equity in earnings of affiliated companies, net	(1,498)	1,597	
Amortization of unrecognized obligation for retirement benefits	(9,808)	(13,630)	
Gain on sales of marketable securities**	129,808	9,169	
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****	(13,242)	(156,793)	
Real estate valuation losses*****	(15,274)	-	
HDD litigation-related expenses	-	(10,220)	
Other, net	(8,531)	(6,921)	
	115,034	(21,701)	-
Income before income taxes and minority interests	237,113	136,445	+73.8
Income taxes	186,386	24,734	
Minority interests	(1,089)	(11,097)	
Net income	Y 49,638	100,614	-50.7

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

**Gain on sales of marketable securities in FY 2004 refers to a 26,298 million yen gain on sales of affiliates' stock and 103,510 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 the devaluation on idle property holdings.