

6. Second-Quarter Consolidated Statements of Operations

(Three months ended September 30)

		Yen (millions)		Change (%)
		2nd Quarter 2004	2nd Quarter 2003	
Net sales	Y	1,211,911	1,203,196	+0.7
Operating costs and expenses:				
Cost of goods sold		887,069	886,893	+0.0
Selling, general and administrative expenses		287,176	296,407	-3.1
		<u>1,174,245</u>	<u>1,183,300</u>	
Operating income		37,666	19,896	+89.3
Other income (expenses):				
Net interest*		(3,443)	(4,636)	
Equity in earnings of affiliated companies, net		1,965	(1,442)	
Gain on sales of marketable securities		2,485	7,496	
Amortization of unrecognized obligation for retirement benefits		(9,832)	(14,492)	
Restructuring charges**		(4,599)	(4,674)	
Other, net		(6,526)	(20,377)	
		<u>(19,950)</u>	<u>(38,125)</u>	-
Income (loss) before income taxes and minority interests		17,716	(18,229)	-
Income taxes		9,310	(3,374)	
Minority interests		(4,726)	(3,899)	
Net income (loss)	Y	<u>3,680</u>	<u>(18,754)</u>	-

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

Note**: Restructuring charges for the second quarter of the fiscal 2004 are related to expenses for workforce reductions, realignment, and disposal of assets at subsidiaries.