

6. First-Half Consolidated Statements of Operations

	Yen (millions)		Change (%)
	<u>1st Half 2005</u> (4/1/05~9/30/05)	<u>1st Half 2004</u> (4/1/04~9/30/04)	
Net sales	Y 2,192,332	2,220,059	-1.2
Operating costs and expenses:			
Cost of sales	1,607,142	1,632,917	-1.6
Selling, general and administrative expenses	<u>537,615</u>	<u>553,857</u>	-2.9
	<u>2,144,757</u>	<u>2,186,774</u>	
Operating income	47,575	33,285	+42.9
Other income (expenses):			
Net interest*	(3,561)	(4,354)	
Equity in earnings of affiliated companies, net	(4,812)	4,524	
Amortization of unrecognized obligation for retirement benefits	(18,082)	(19,695)	
Settlement gain**	15,957	-	
Gain on business transfer***	3,455	-	
Gain on sales of marketable securities	-	2,485	
Restructuring charges****	(5,474)	(4,599)	
Other, net	<u>(5,224)</u>	<u>(9,733)</u>	
	<u>(17,741)</u>	<u>(31,372)</u>	-
Income before income taxes and minority interests	29,834	1,913	-
Income taxes	17,412	3,680	
Minority interests	(4,756)	(6,394)	
Net income (loss)	Y <u>7,666</u>	<u>(8,161)</u>	-

Notes:

- * Net interest consists of interest income, dividend income and interest charges.
- ** Settlement gain is related to reconciliation of HDD litigation.
- *** Gain on business transfer refers to the transfer of LCD panel operations.
- **** Restructuring charges are related to expenses for restructuring to improve business profitability and asset efficiency, realignment of business locations, etc.