

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

	Yen (millions)		Change (%)
	2005	2004	
	(4/1/05~12/31/05)	(4/1/04~12/31/04)	
Net sales	Y 3,313,774	3,263,707	+1.5
Operating costs and expenses:			
Cost of Sales	2,448,105	2,408,702	+1.6
Selling, general and administrative expenses	805,503	816,893	-1.4
	<u>3,253,608</u>	<u>3,225,595</u>	
Operating income	60,166	38,112	+57.9
Other income (expenses):			
Net interest*	(6,028)	(6,649)	
Equity in earnings of affiliated companies, net	(4,260)	5,189	
Amortization of unrecognized obligation for retirement benefits	(23,342)	(29,487)	
Settlement gain**	15,957	-	
Gain on business transfer***	3,455	-	
Gain on sales of marketable securities	-	3,491	
Loss on change in interest****	(8,413)	-	
Restructuring charges*****	(5,474)	(6,843)	
Other, net	(7,240)	(17,400)	
	<u>(35,345)</u>	<u>(51,699)</u>	-
Income (loss) before income taxes and minority interests	24,821	(13,587)	-
Income taxes	6,460	(833)	
Minority interests	(7,328)	(4,977)	
Net income (loss)	Y <u>11,033</u>	<u>(17,731)</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.
- **** Loss on change in interest refers to loss relating to allocation of new shares of affiliate to third parties.
- ***** Restructuring charges are related to expenses for restructuring to improve business profitability and asset efficiency, realignment of business locations, etc.