

### 3. First-Quarter Consolidated Statements of Operations

	Yen			
	(Millions)			(For reference)
	1Q FY 2007	1Q FY 2006		FY 2006
	(4/1/07~6/30/07)	(4/1/06~6/30/06)	Change (%)	(4/1/06~3/31/07)
Net sales	Y 1,166,800	1,102,870	+5.8	5,100,163
Cost of sales	877,078	815,068	+7.6	3,781,647
Gross profit	289,722	287,802	+0.7	1,318,516
Selling, general and administrative expenses	286,775	273,228	+5.0	1,136,428
Operating income	2,947	14,574	-79.8	182,088
Other income:				
Interest and dividend income	6,758	4,753		14,185
Equity in earnings of affiliates, net	-	-		6,996
Gain on foreign exchange, net	3,224	-		2,132
Gain on sales of marketable securities*	9,830	-		77,337
Gain on change in interest	-	-		2,136
Others	3,648	3,153		21,840
Total other income	23,460	7,906		124,626
Other expenses:				
Interest expense	4,851	4,283		18,429
Equity in losses of affiliates, net	427	3,883		-
Amortization of unrecognized obligation for retirement benefits	-	814		3,146
Loss on foreign exchange, net	-	298		-
Revaluation loss on inventories**	25,019	-		-
Impairment loss	-	-		9,991
Loss on sales of marketable securities	-	-		2,275
Others	7,821	6,864		58,378
Total other expenses	38,118	16,142		92,219
Income (Loss) before income taxes and minority interests	(11,711)	6,338	-	214,495
Income taxes	(62)	3,517		96,243
Minority interests	3,131	2,157		15,837
Net income (loss)	Y (14,780)	664	-	102,415

Notes:

\* Gain on sales of marketable securities refers principally to gain on sale of shares in affiliate Japan Cablenet Holdings Limited.

\*\* Loss on revaluation of inventories refers to valuation loss on inventories at the beginning of period in conjunction with introduction of new accounting standard for the valuation of inventories adopted from this fiscal year.