

INCOME STATEMENT
For the Years ended 31st March, 1998

(Thousands of Yen)

Accounts	Amount
Ordinary Items	
Operating income and expenses	
Operating income	70,074,309
Net sales	70,074,309
Operating expenses	66,123,449
Cost of Sales	59,357,552
Selling, general and administrative expenses	6,765,896
Operating income	3,950,860
Non-operating income and expenses	
Non-operating income	316,847
Interest income	76,536
Dividends received	30,022
Purchase discounts	113,311
Other	96,976
Non-operating expenses	484,974
Sales discounts	66,174
Appraisal loss of investment in securities	415,723
Other	3,076
Ordinary income	3,782,733
Extraordinary items	
Extraordinary income	30,450
Profit of reversal on employees retirement benefits	28,795
Profit of reversal on doubtful receivable	1,655
Extraordinary losses	3,163
Losses on disposal of fixed assets	515
Loss on sales of investment in securities	2,648
Income before income taxes	3,810,020
Income taxes	1,800,000
Net income	2,010,020
Retained earnings brought forward	155,656
Unappropriated retained earnings	2,165,677

(Notes on leases)

Note on finance leases, other than those , under which ownership of leased property substantially transfers to lessees:

Lease payments: 39,460 Thousands of Yen