

**(6) Consolidated Statements of Income**

(Millions of yen)

	Year ended March 31, 2006		Year ended March 31, 2005		Increase (decrease)
Net sales	1,212,207	100.0%	1,122,960	100.0%	89,247
Cost of sales	282,102	23.3	279,179	24.9	2,923
Selling, general and administrative expenses	527,296	43.5	458,503	40.8	68,793
Operating income	402,809	33.2	385,278	34.3	17,531
Non-operating income:	103,867	8.6	74,803	6.7	29,064
Interest income	30,710		14,980		15,730
Dividend income	3,501		3,118		383
Equity in earnings of affiliates	54,184		45,431		8,753
Other non-operating income	15,472		11,274		4,198
Non-operating expenses:	21,322	1.8	17,970	1.6	3,352
Interest expense	365		334		31
Other non-operating expenses	20,957		17,636		3,321
Ordinary income	485,354	40.0	442,111	39.4	43,243
Extraordinary gain	32,604	2.7	1,070	0.1	31,534
Gains on sale of fixed assets	*145		*1,070		(925)
Gains on sale of shares of affiliates	**12,048		—		12,048
Gains from discontinuance of handling employee pension fund on behalf of government	20,411		—		20,411
Extraordinary loss	—	—	2,079	0.2	(2,079)
Losses on bulk vitamin and other cartel cases	—		***2,079		(2,079)
Income before income taxes and minority interests	517,957	42.7	441,102	39.3	76,855
Income taxes:	201,361	16.6	160,231	14.3	41,130
Current	240,449		172,867		67,582
Deferred	(39,088)		(12,637)		(26,451)
Minority interests	(3,348)	(0.3)	(3,433)	(0.3)	85
Net income	313,249	25.8	277,438	24.7	35,811

## Notes:

\* States the gain on the sale of idle real estate, consisting mainly of land.

\*\* States the gains on transfer of shares of subsidiaries and affiliates engaged in life-environment business, “Wyeth K.K.” and “Takeda-Kirin Foods Corporation”.

\*\*\* States the losses from the ongoing civil litigation related to bulk vitamin and other cartel cases in the United States and Canada.