

## (6) Consolidated Statements of Income

(Millions of yen)

	Year ended March 31, 2004		Year ended March 31, 2003		Increase (decrease)
Net sales	1,086,431	100.0%	1,046,081	100.0%	40,350
Cost of sales	269,395	24.8	300,344	28.7	(30,949)
Selling, general and administrative expenses	445,403	41.0	435,051	41.6	10,352
Operating income	371,633	34.2	310,686	29.7	60,947
Non-operating income:	91,830	8.5	110,494	10.6	(18,664)
Interest income	7,918		6,982		936
Dividend income	2,978		3,146		(168)
Equity in earnings of affiliates	72,663		88,591		(15,928)
Other non-operating income	8,271		11,773		(3,502)
Non-operating expenses:	17,380	1.6	16,012	1.5	1,368
Interest expense	359		420		(61)
Other non-operating expenses	17,021		15,592		1,429
Ordinary income	446,083	41.1	405,168	38.7	40,915
Extraordinary gain	1,814	0.2	35,257	3.4	(33,443)
[Business transfer gain]	—		*[29,974]		(29,974)
[Gain on sale of fixed assets]	**[1,814]		**[5,282]		(3,468)
Extraordinary loss	1,753	0.2	8,527	0.8	(6,774)
[Losses on bulk vitamin and other cartel cases]	***[614]		***[8,527]		(7,913)
[Loss on impairment of fixed assets]	****[1,139]		[—]		1,139
Income before income taxes and minority interests	446,144	41.1	431,898	41.3	14,246
Income taxes:	157,911		157,485		426
Current	173,457		158,792		14,665
Deferred	(15,546)		(1,307)		(14,239)
Minority interests	(2,969)		(2,651)		(318)
Net income	285,264	26.3%	271,762	26.0%	13,502

Notes:

\* States the gain on the transfer of the food and agricultural chemicals businesses, etc.

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

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

\*\*\*\* States the loss on impairment of a bulk vitamin manufacturing facility, etc.

Note: From fiscal 2003, all monetary amounts shown are rounded to the nearest million yen. Amounts for fiscal 2002 are rounded down to the nearest million yen.