

Kinugawa Rubber Industrial Co., Ltd.

Income Statements

(Unit: millions of Yen)

	<u>2007</u>	<u>2006</u>	Change from Prev. Year
	From April 1, 2007 To March 31, 2008	From April 1, 2006 To March 31, 2007	
Ordinary Profit and Loss			
Operating Income and Expenses:			
Operating Income			
Net Sales	40,724	37,314	3,409
Operating Expenses			
Cost of Sales	36,267	33,646	2,620
Gross Profit on Sales	4,456	3,667	789
Selling, General and Administrative Expenses	2,365	2,526	(161)
Operating Income	<u>2,091</u>	<u>1,140</u>	<u>950</u>
Non-Operating Income and Expenses:			
Non-Operating Income			
Interest Income	31	18	13
Dividend Income	504	100	404
Rents for Fixes Assets	1,390	1,412	(22)
Other Non-Operating Income	88	223	(135)
Total Non-Operating Income	<u>2,015</u>	<u>1,754</u>	<u>260</u>
Non-Operating Expenses			
Interest Expense	219	199	19
Expenses of Rents for Fixes Assets	1,330	1,349	(18)
Other Non-Operating Expenses	150	30	119
Total Non-Operating Expenses	<u>1,700</u>	<u>1,579</u>	<u>120</u>
Ordinary Profits	<u>2,406</u>	<u>1,315</u>	<u>1,091</u>
Extraordinary Profit and Losses			
Extraordinary Profit:			
Gains from Reversal of Allowance for Doubtful Rece	0	-	0
Total Extraordinary Profit	0	-	0
Extraordinary Losses:			
Loss on Disposal of Fixed Assets	60	106	(45)
Loss on Sale of Fixed Assets	1	-	1
Loss on Sale of Affiliated Company Stock	-	281	(281)
Loss on Write-off of Debt of Affiliated Companies	345	-	345
Provision for Accrued Warranty Costs	30	400	(369)
Provision for Investment Valuation Reserve	-	1,592	(1,592)
Provision for Allowance for Doubtful Accounts	-	1,300	(1,300)
	1069	-	1,069
Other Extraordinary Losses	182	29	153
Total Extraordinary Losses	<u>1,690</u>	<u>3,709</u>	<u>(2,018)</u>
Profit before Income Taxes & Other Adjustments	716	(2,393)	-
Income Taxes			
Current	19	37	(18)
Deferred	(65)	(115)	49
Net Income	<u>764</u>	<u>(2,316)</u>	<u>-</u>