

Japan Vilene Company, Ltd. and Subsidiaries

Consolidated Statements of Income Years Ended March 31, 2009 and 2008

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2009	2008	2009
NET SALES (Notes 15 and 18)	¥ 50,240	¥ 59,021	\$ 512,653
COST OF SALES (Notes 5, 7, 10, 15, 16 and 18)	<u>40,393</u>	<u>46,249</u>	<u>412,173</u>
Gross profit	9,847	12,772	100,480
SELLING, GENERAL AND ADMINISTRATIVE EXPENSES (Notes 5, 7, 10, 16 and 18)	<u>8,523</u>	<u>8,903</u>	<u>86,970</u>
Operating income (Note 18)	<u>1,324</u>	<u>3,869</u>	<u>13,510</u>
OTHER INCOME (EXPENSES):			
Interest and dividend income	100	91	1,020
Interest expense	(105)	(149)	(1,071)
Gain on sales of investment securities (Note 3)	18		184
Equity in earnings of associated companies	337	634	3,439
Loss on disposal of property, plant and equipment	(81)	(74)	(827)
Foreign exchange gain (loss)	24	(111)	245
Loss on impairment of long-lived assets (Note 6)	(250)	(281)	(2,551)
Other—net	<u>110</u>	<u>178</u>	<u>1,122</u>
Other income—net	<u>153</u>	<u>288</u>	<u>1,561</u>
INCOME BEFORE INCOME TAXES AND MINORITY INTERESTS	<u>1,477</u>	<u>4,157</u>	<u>15,071</u>
INCOME TAXES (Note 9):			
Current	279	1,440	2,847
Deferred	<u>506</u>	<u>253</u>	<u>5,163</u>
Total income taxes	<u>785</u>	<u>1,693</u>	<u>8,010</u>
INCOME BEFORE MINORITY INTERESTS	692	2,464	7,061
MINORITY INTERESTS	<u>(20)</u>	<u>(30)</u>	<u>(204)</u>
NET INCOME	<u>¥ 672</u>	<u>¥ 2,434</u>	<u>\$ 6,857</u>

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	Yen		U.S. Dollars
	<u>2009</u>	<u>2008</u>	<u>2009</u>
PER SHARE AMOUNTS (Note 14):			
Net income	¥ 10.36	¥ 37.50	\$ 0.11
Diluted net income	10.35	37.46	0.11
Cash dividends applicable to the year	12.00	12.00	0.12

See notes to consolidated financial statements.