

Consolidated Interim Statements of Operations

Six months ended September 30, 2002 and 2001 (unaudited)

	Millions of yen		Thousands of U.S. dollars
	2002	2001	(Note 1)
	2002	2001	2002
<i>Net sales</i>	¥ 577,371	¥ 578,004	\$ 4,709,388
<i>Cost of sales</i>	481,677	494,433	3,928,850
Gross profit	95,694	83,571	780,538
<i>Selling, general and administrative expenses</i>	61,178	68,322	499,005
Operating income	34,516	15,249	281,533
<i>Other income (expenses) :</i>			
Interest and dividend income	1,104	2,027	9,005
Interest expense	(15,127)	(15,649)	(123,385)
Seconded employees' salaries net of reimbursement	(9,144)	(10,589)	(74,584)
Gain on sale of securities	6,440	253	52,529
Loss on write down of securities and investments	—	(2,569)	—
Loss on sale or disposal of plant and equipment	(2,823)	(1,149)	(23,026)
Loss on disposal of inventories	(2,660)	—	(21,697)
Foreign exchange loss	(2,122)	(1,302)	(17,308)
Reversal of allowance for special repairs	5,913	—	48,230
Gain from transfer of business	2,351	—	19,176
Provision for restructuring costs	(987)	—	(8,051)
Special employees' retirement benefits	(980)	—	(7,993)
Gain on securities for contribution to employee pension plan	—	8,866	—
Effect of applying new accounting standard for retirement benefits	(6,383)	(6,451)	(52,064)
Amortization of prior service credit of pension plans	3,488	—	28,450
Equity in income of unconsolidated subsidiaries and affiliates	2,138	620	17,439
Other, net	(4,488)	1,922	(36,606)
	(23,280)	(24,021)	(189,885)
<i>Gain (loss) before income taxes</i>	11,236	(8,772)	91,648
<i>Income taxes:</i>			
Current	(2,700)	(2,814)	(22,023)
Deferred	(3,444)	992	(28,091)
	(6,144)	(1,822)	(50,114)
<i>Minority interests in losses of subsidiaries</i>	137	99	1,117
<i>Net income (loss)</i>	¥ 5,229	¥ (10,495)	\$ 42,651
			U.S. dollars (Note 1)
<i>Net income (loss) per 1,000 shares</i>	¥ 1,831	¥ (3,722)	\$ 14.93

See accompanying notes.