

Consolidated Statements of Operations

JS Group Corporation and Consolidated Subsidiaries
Years Ended March 31, 2010 and 2009

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2010	2009	2010
Net Sales	¥982,607	¥1,046,854	\$10,561,119
Cost of Sales (Note 14)	683,573	741,067	7,347,077
Gross profit	299,034	305,787	3,214,042
Selling, General and Administrative Expenses (Note 14)	273,050	280,184	2,934,768
Operating income	25,984	25,603	279,274
Other Income (Expenses):			
Interest and dividend income	2,505	3,110	26,920
Interest expense	(3,885)	(3,575)	(41,761)
Foreign exchange loss	(445)	(3,908)	(4,782)
Rent income	5,730	5,983	61,583
Cost of lease revenue	(4,500)	(4,706)	(48,366)
Amortization of negative goodwill	668	441	7,184
Equity in earnings of associated company	1,142		12,279
Gain (loss) on valuation of derivatives (Note 18)	766	(1,294)	8,230
Gain on sales of property, plant and equipment	637	111	6,847
Loss on sales and disposals of property, plant and equipment	(2,482)	(1,930)	(26,675)
Loss on valuation of stocks of subsidiaries and associated companies	(2,553)	(139)	(27,435)
Loss on impairment of long-lived assets (Note 5)	(15,122)	(6,623)	(162,536)
Loss on factory restructurings	(4,153)	(785)	(44,632)
Provision for doubtful accounts		(5,095)	
Gain (loss) on transition to defined contribution pension plans from defined benefit plans	125	(757)	1,346
Loss on valuation of investment securities (Note 7)	(529)	(331)	(5,683)
Other—net	(25)	495	(268)
Other expenses—net	(22,121)	(19,003)	(237,749)
Income Before Income Taxes and Minority Interests	3,863	6,600	41,525
Income Taxes (Note 13):			
Current	10,109	8,438	108,648
Deferred	(765)	(1,770)	(8,218)
Total income taxes	9,344	6,668	100,430
Minority Interests	(149)	(543)	(1,601)
Net Income (Loss)	¥ (5,332)	¥ 475	\$ (57,304)
	Yen		U.S. Dollars
	2010	2009	2010
Per Share of Common Stock (Notes 2.u and 20):			
Basic net income (loss)	¥ (19.12)	¥ 1.70	\$ (0.21)
Cash dividends applicable to the year	40.00	40.00	0.43

See notes to consolidated financial statements.