

USHIO INC. and Consolidated Subsidiaries

Consolidated Statement of Income

	Years ended March 31		
	2015	2014	2015
	<i>(Millions of yen)</i>		<i>(Thousands of U.S. dollars)</i> <i>(Note 2)</i>
Net sales	¥ 159,365	¥ 157,800	\$ 1,326,165
Cost of sales	98,030	101,809	815,762
Gross profit	61,335	55,991	510,402
Selling, general and administrative expenses <i>(Note 5)</i>	50,977	43,881	424,211
Operating income	10,357	12,110	86,191
Other income (expenses):			
Interest and dividend income	1,819	1,574	15,143
Interest expenses	(193)	(214)	(1,607)
Foreign exchange gains	757	1,678	6,306
Gain on trading securities	445	271	3,706
Share of loss of entities accounted for using equity method	(43)	(36)	(363)
Gain on sales of investment securities, net	3,296	2,087	27,432
Gain on bargain purchase	277	–	2,306
Loss on valuation of investment securities <i>(Note 10)</i>	(86)	(1,162)	(723)
Impairment loss <i>(Note 6)</i>	(1,521)	(419)	(12,663)
Loss on liquidation of business <i>(Note 7)</i>	–	(168)	–
Loss on step acquisitions	–	(5)	–
Extra retirement payment	(84)	(447)	(707)
Other, net	521	247	4,340
	5,187	3,405	43,169
Income before income taxes and minority interests	15,545	15,515	129,360
Income taxes <i>(Note 4)</i> :			
Current	3,342	5,379	27,816
Deferred	660	(714)	5,493
	4,002	4,665	33,308
Income before minority interests	11,542	10,850	96,052
Minority interests	263	79	2,191
Net income <i>(Note 15)</i>	¥ 11,279	¥ 10,770	\$ 93,861

See notes to consolidated financial statements.

USHIO INC. and Consolidated Subsidiaries

Consolidated Statement of Comprehensive Income

	Years ended March 31		
	2015	2014	2015
	<i>(Millions of yen)</i>		<i>(Thousands of U.S. dollars)</i> <i>(Note 2)</i>
Income before minority interests	¥ 11,542	¥ 10,850	\$96,052
Other comprehensive income <i>(Note 13)</i> :			
Valuation difference on available-for-sale securities	8,485	6,740	70,613
Deferred gains or losses on hedges	7	16	65
Foreign currency translation adjustment	11,020	5,414	91,711
Remeasurements of defined benefit plans	(597)	–	(4,972)
Share of other comprehensive income of entities accounted for using equity method	2	6	23
Total other comprehensive income	18,919	12,177	157,440
Comprehensive income	¥ 30,462	¥ 23,027	\$ 253,492
Comprehensive income attributable to owners of the parent	¥ 30,009	¥ 22,741	\$ 249,728
Comprehensive income attributable to minority interests	452	286	3,764

See notes to consolidated financial statements.