

# Consolidated Statements of Income

Years ended March 31, 2007 and 2006 Casio Computer Co., Ltd. and Subsidiaries

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2007	2006	2007
<b>Net sales</b> (Note 13).....	<b>¥620,769</b>	<b>¥580,309</b>	<b>\$5,260,754</b>
<b>Costs and expenses</b> (Note 13):			
Cost of sales .....	436,548	407,940	3,699,559
Selling, general and administrative expenses .....	118,128	111,050	1,001,085
Research and development expenses .....	18,019	18,205	152,703
	<b>572,695</b>	<b>537,195</b>	<b>4,853,347</b>
<b>Operating income</b> (Note 13).....	<b>48,074</b>	<b>43,114</b>	<b>407,407</b>
<b>Other income (expenses):</b>			
Interest and dividends income .....	2,713	1,858	22,991
Interest expense .....	(1,607)	(1,300)	(13,619)
Foreign exchange loss—net .....	(4,999)	(1,216)	(42,364)
Disposal and devaluation of inventories.....	(3,624)	(3,946)	(30,712)
Loss on disposal and sales of property, plant and equipment.....	(751)	(603)	(6,364)
Gain on devaluation and sales of investment securities.....	1,102	31	9,339
Gain on sales of consolidated subsidiaries and affiliates.....	231	1,928	1,958
Government grants.....	360	—	3,051
Other—net .....	(116)	(195)	(984)
	<b>(6,691)</b>	<b>(3,443)</b>	<b>(56,704)</b>
<b>Income before income taxes and minority interests</b> .....	<b>41,383</b>	<b>39,671</b>	<b>350,703</b>
<b>Income taxes</b> (Note 8):			
Current.....	16,407	13,902	139,042
Deferred .....	(1,424)	261	(12,068)
	<b>14,983</b>	<b>14,163</b>	<b>126,974</b>
<b>Income before minority interests</b> .....	<b>26,400</b>	<b>25,508</b>	<b>223,729</b>
Minority interests .....	(1,253)	(1,763)	(10,619)
<b>Net income</b> .....	<b>¥ 25,147</b>	<b>¥ 23,745</b>	<b>\$ 213,110</b>
		Yen	U.S. Dollars (Note 1)
<b>Amounts per share of common stock:</b>			
Net income .....	<b>¥92.67</b>	<b>¥88.57</b>	<b>\$0.79</b>
Diluted net income .....	<b>90.30</b>	<b>84.43</b>	<b>0.77</b>
Cash dividends applicable to the year.....	<b>23.00</b>	<b>20.00</b>	<b>0.19</b>

See accompanying notes.