

# Consolidated Statements of Income

Years ended March 31, 2008 and 2007 Casio Computer Co., Ltd. and Subsidiaries

	Millions of Yen		Thousands of
	2008	2007	U.S. Dollars (Note 1)
			2008
<b>Net sales (Note 13)</b> .....	<b>¥623,050</b>	<b>¥620,769</b>	<b>\$6,230,500</b>
<b>Costs and expenses (Note 13):</b>			
Cost of sales .....	453,255	436,548	4,532,550
Selling, general and administrative expenses .....	117,292	118,128	1,172,920
Research and development expenses .....	14,750	18,019	147,500
	<b>585,297</b>	<b>572,695</b>	<b>5,852,970</b>
<b>Operating income (Note 13)</b> .....	<b>37,753</b>	<b>48,074</b>	<b>377,530</b>
<b>Other income (expenses):</b>			
Interest and dividends income.....	2,882	2,713	28,820
Interest expense.....	(1,380)	(1,607)	(13,800)
Foreign exchange loss—net .....	(5,832)	(4,999)	(58,320)
Disposal and devaluation of inventories .....	(3,878)	(3,624)	(38,780)
Gain (Loss) on disposal and sales of property, plant and equipment .....	2,270	(751)	22,700
Gain (Loss) on devaluation and sales of investment securities .....	(574)	1,102	(5,740)
Gain on sales of consolidated subsidiaries and affiliates.....	—	231	—
Loss on dissolution of a consolidated subsidiary .....	(1,160)	—	(11,600)
Loss on transfer of business (Note 16).....	(7,922)	—	(79,220)
Government grants.....	540	360	5,400
Other—net .....	1,189	(116)	11,890
	<b>(13,865)</b>	<b>(6,691)</b>	<b>(138,650)</b>
<b>Income before income taxes and minority interests</b> .....	<b>23,888</b>	<b>41,383</b>	<b>238,880</b>
<b>Income taxes (Note 8):</b>			
Current.....	11,157	16,407	111,570
Deferred .....	2,652	(1,424)	26,520
	<b>13,809</b>	<b>14,983</b>	<b>138,090</b>
<b>Income before minority interests</b> .....	<b>10,079</b>	<b>26,400</b>	<b>100,790</b>
Minority interests .....	2,109	(1,253)	21,090
<b>Net income</b> .....	<b>¥ 12,188</b>	<b>¥ 25,147</b>	<b>\$ 121,880</b>
<b>Amounts per share of common stock:</b>			
Net income .....	¥44.17	¥92.67	\$0.44
Diluted net income .....	44.15	90.30	0.44
Cash dividends applicable to the year .....	33.00	23.00	0.33

See accompanying notes.