

CONSOLIDATED STATEMENT OF INCOME

TOA CORPORATION and its consolidated subsidiaries
For the years ended March 31, 2015 and 2014

	Millions of Japanese Yen		Thousands of U.S. Dollars (Note 1)
	2015	2014	2015
Net sales (Note 6)	¥ 198,884	¥ 192,607	\$ 1,657,368
Cost of sales (Note 6)	183,598	180,709	1,529,983
Gross profit	15,286	11,897	127,384
Selling, general and administrative expenses (Note 6)	9,589	9,695	79,913
Operating income	5,696	2,201	47,470
Other income (expenses):			
Interest and dividend income	282	290	2,354
Interest expense	(519)	(564)	(4,327)
Additional severance payment	(49)	(53)	(415)
Provision for doubtful accounts, non-trade	(153)	(5)	(1,281)
Loss on impairment of fixed assets (Note 6)	(164)	(166)	(1,373)
Gain on sale of fixed assets (Note 6)	171	86	1,430
Gain on sale of investment in securities	939	310	7,828
Compensation for damage	(432)	(1)	(3,605)
Guarantee fee (Note 4)	(94)	(73)	(786)
Loss on litigation	(6)	(35)	(55)
Loss on disaster	(21)	(12)	(181)
Exchange gain (loss), net	133	(117)	1,113
Loss on sale of fixed assets (Notes 4 and 6)	(157)	(14)	(1,314)
Loss on disposal of fixed assets (Note 6)	(50)	(65)	(416)
Gain on contribution of securities to retirement benefit trust	—	428	—
Other, net (Note 4)	(59)	25	(491)
	(182)	30	(1,522)
Income before income taxes and minority interests	5,513	2,232	45,948
Income taxes (Note 15):			
Current	1,883	2,624	15,695
Deferred	1,475	(1,243)	12,298
	3,359	1,381	27,993
Income before minority interests	2,154	851	17,954
Minority interests	74	31	617
Net income	¥ 2,080	¥ 819	\$ 17,337

The accompanying notes are an integral part of these financial statements.