

CONSOLIDATED STATEMENTS OF INCOME

Oki Electric Industry Co., Ltd. and consolidated subsidiaries
Year ended March 31, 2017

	Millions of yen		Thousands of U.S. dollars (Note 2)
	2017	2016	2017
Net sales	¥ 451,627	¥ 490,314	\$ 4,032,383
Cost of sales	337,393	361,250	3,012,437
Gross profit	114,233	129,064	1,019,937
Selling, general and administrative expenses (Note 11)	111,688	110,469	997,214
Operating income	2,545	18,594	22,723
Other income (expenses):			
Interest expense	(1,794)	(1,990)	(16,017)
Interest and dividend income	1,182	1,180	10,553
Equity in earnings of affiliates	473	423	4,223
Foreign exchange gain (loss), net	(4,764)	(6,374)	(42,535)
Insurance dividend	355	335	3,169
Gain on sale of investments in securities	1,034	1,935	9,232
Gain on sale of shares of subsidiaries (Note 12)	12,567	—	112,205
Gain on return of assets from retirement benefits trust (Notes 8 and 13)	7,822	—	69,839
Loss on sale and disposal of property, plant and equipment (Note 14)	(2,907)	(305)	(25,955)
Loss on impairment of fixed assets	—	(1,059)	—
Provision for environmental measures	—	(247)	—
Loss on Anti-Monopoly Act (Note 15)	(2,477)	—	(22,116)
Other, net	(364)	(801)	(3,250)
	11,127	(6,905)	99,348
Profit before income taxes	13,672	11,689	122,071
Income taxes (Note 9):			
Current	2,704	1,916	24,142
Deferred	6,530	4,495	58,303
	9,235	6,412	82,455
Profit	4,437	5,277	39,616
Loss attributable to non-controlling interests	(254)	(1,332)	(2,267)
Profit attributable to owners of parent (Note 19)	¥ 4,691	¥ 6,609	\$ 41,883

The accompanying notes are an integral part of these statements.