

CONSOLIDATED STATEMENTS OF INCOME

Brother Industries, Ltd. and Consolidated Subsidiaries
Years ended March 31, 2009 and 2008

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2009	2008	2009
NET SALES	¥ 482,205	¥ 566,379	\$ 4,920,459
COST OF SALES (Note 11)	280,224	326,374	2,859,429
Gross profit	201,981	240,005	2,061,030
SELLING, GENERAL AND ADMINISTRATIVE EXPENSES (Note 11)	182,080	186,502	1,857,959
Operating income	19,901	53,503	203,071
OTHER INCOME (EXPENSES):			
Interest and dividend income	2,357	3,148	24,051
Interest expense	(868)	(727)	(8,857)
Sales discount	(2,590)	(3,145)	(26,429)
Gain (Loss) on sales and disposals of property, plant and equipment, net	2,356	(199)	24,041
Write-down of investment securities	(2,971)	(149)	(30,316)
Foreign exchange gain (loss)	7,981	(5,947)	81,439
Loss on impairment of long-lived assets (Notes 2(8) and 5)	(2,535)	(28)	(25,867)
Reversal of bad debt allowance	530	125	5,408
Retirement benefit cost	—	(192)	—
Other, net	(548)	(107)	(5,592)
Other income (expenses), net	3,712	(7,221)	37,878
INCOME BEFORE INCOME TAXES AND MINORITY INTERESTS	23,613	46,282	240,949
INCOME TAXES (Note 10):			
Current	6,382	13,239	65,122
Deferred	2,519	5,957	25,704
Total income taxes	8,901	19,196	90,826
MINORITY INTERESTS IN NET INCOME	(550)	(24)	(5,612)
NET INCOME	¥ 15,262	¥ 27,110	\$ 155,735

PER SHARE OF COMMON STOCK (Note 14):

	Yen		U.S. Dollars
Basic net income	¥ 56.79	¥ 98.46	\$ 0.579
Diluted net income	56.76	98.44	0.579
Cash dividends applicable to the year	26.00	22.00	0.265

See notes to consolidated financial statements.