

Consolidated Statements of Income (Unaudited)

Mochida Pharmaceutical Co., Ltd. and Consolidated Subsidiaries
For the years ended March 31

	Millions of Yen			Thousands of U.S. Dollars
	2010	2009	2008	2010
Net Sales	¥78,549	¥75,181	¥ 74,573	\$844,258
Cost of Sales	29,100	28,503	28,321	312,769
Gross profit	49,449	46,677	46,252	531,489
Selling, General and Administrative Expenses	35,500	33,694	34,427	381,557
Operating income	13,949	12,982	11,824	149,931
Other Income (Expenses):				
Interest and dividend income	253	297	284	2,725
Interest and discount expenses	(141)	(58)	(61)	(1,518)
Royalty income	910	584	1,241	9,788
Real estate rent	78	81	81	846
Loss on disposal of inventory	–	(156)	(88)	–
Equity in net losses of affiliated company	(230)	(236)	(81)	(2,481)
Others	100	67	32	1,082
	971	579	1,408	10,442
Recurring income	14,921	13,561	13,233	160,373
Extraordinary Gains (Losses):				
Gain on sales of affiliated company stock	1,139	–	288	12,249
Gain on transition to a defined contribution pension plan	–	–	299	–
Gain on reversal of allowance for doubtful accounts	0	–	47	4
Compensation income	–	230	–	–
Profit on sales of property, plant and equipment	0	59	5	5
Error correction	–	–	382	–
Loss on sales and disposal of fixed assets	(102)	(119)	(103)	(1,097)
Loss on impairment of fixed assets	(157)	–	–	(1,691)
Others	(19)	(5)	–	(205)
	862	165	919	9,265
Income before income taxes and minority interests	15,783	13,727	14,153	169,639
Income taxes	5,913^{*1}	4,973 ^{*2}	5,836 ^{*3}	63,561
Minority interests	–	–	71	–
Net income	¥ 9,869	¥ 8,754	¥ 8,387	\$106,077

*1: As a result of tax effect accounting, corporate tax, resident tax, and business tax (total ¥5,506 million), an income tax adjustment (+¥407 million) is included.

*2: As a result of tax effect accounting, corporate tax, resident tax, and business tax (total ¥5,022 million), an income tax adjustment (–¥49 million) is included.

*3: As a result of tax effect accounting, corporate tax, resident tax, and business tax (total ¥5,345 million), an income tax adjustment (+¥491 million) is included.

Note: Unless otherwise indicated, all dollar figures herein refer to U.S. currency. Yen amounts have been translated into U.S. dollars, for convenience only, at the rate of ¥93.04=\$1.00, the approximate exchange rate on March 31, 2010.