

Consolidated Statement of Income

Year Ended March 31, 2017

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2017	2016	2017
OPERATING REVENUES	¥1,466,852	¥1,416,413	\$13,074,713
OPERATING COSTS AND EXPENSES:			
Operating costs	1,385,492	1,306,200	12,349,517
Selling, general and administrative expenses	46,475	41,673	414,247
Total operating costs and expenses	1,431,967	1,347,873	12,763,764
Operating income	34,885	68,540	310,949
OTHER INCOME (EXPENSES):			
Interest and dividend income	847	833	7,548
Interest expense	(430)	(548)	(3,835)
Loss on sales and disposal of property, plant and equipment—net	(66)	(91)	(590)
Loss on impairment of long-lived assets (Note 7)	(1,284)	(1,155)	(11,447)
Gain on sales of marketable and investment securities (Note 6)	600	54	5,347
Loss on valuation of investment securities (Note 6)	(1)		(5)
Loss on valuation of investment in unconsolidated subsidiaries and affiliates	(209)		(1,867)
Share of loss of entities accounted for using equity method	(799)		(7,123)
Disaster recovery expenses for the Kumamoto Earthquake	(886)		(7,897)
Other—net	381	446	3,399
Other expenses—net	(1,847)	(461)	(16,470)
INCOME BEFORE INCOME TAXES	33,038	68,079	294,479
INCOME TAXES (Note 12):			
Current	22,094	27,435	196,932
Deferred	(7,421)	980	(66,148)
Total income taxes	14,673	28,415	130,784
NET INCOME	18,365	39,664	163,695
NET INCOME ATTRIBUTABLE TO NON-CONTROLLING INTERESTS	311	239	2,774
NET INCOME ATTRIBUTABLE TO OWNERS OF THE PARENT	¥ 18,054	¥ 39,425	\$ 160,921

	Yen		U.S. Dollars (Note 1)
	2017	2016	2017
PER SHARE OF COMMON STOCK (Notes 2.r and 17):			
Basic net income	¥45.37	¥96.45	\$0.40
Diluted net income		95.64	
Cash dividends applicable to the year	27.00	28.00	0.24

See notes to consolidated financial statements.