

(2) NON-CONSOLIDATED STATEMENTS OF INCOME
YEAR ENDED MARCH 31
(Based on accounting principles generally accepted in Japan)

	Millions of yen	
	2015	2016
Operating revenues:		
Dividends received	276,812	388,733
Revenues from group management	18,500	18,500
Revenues from basic R&D	106,499	101,999
Other services	10,015	12,509
Total operating revenues	411,828	521,742
Operating expenses:		
Administration	20,686	21,583
Experiments and research	81,485	84,841
Depreciation and amortization	31,947	26,437
Retirement of fixed assets	965	1,518
Miscellaneous taxes	2,774	3,285
Total operating expenses	137,859	137,666
Operating income	273,969	384,076
Non-operating revenues:		
Interest income	18,419	15,218
Lease and rental income	10,627	10,530
Miscellaneous income	4,939	4,319
Total non-operating revenues	33,985	30,068
Non-operating expenses:		
Interest expenses	14,015	12,707
Corporate bond interest expenses	14,005	12,110
Lease and rental expenses	5,102	4,708
Miscellaneous expenses	2,437	3,131
Total non-operating expenses	35,561	32,658
Recurring profit	272,393	381,487
Special profits:		
Gains on sales of investments in subsidiaries and affiliated companies	299,280	299,520
Total special profits	299,280	299,520
Special losses:		
Write-off of investments in subsidiaries and affiliated companies	2,257	10,389
Total special losses	2,257	10,389
Income before income taxes	569,416	670,618
Corporation, inhabitant and enterprise taxes	11,825	3,347
Deferred tax expenses (benefits)	1,012	590
Total income taxes	12,838	3,938
Net income	556,578	666,679