

Consolidated Statements of Income

Kubota Corporation and Subsidiaries Years Ended March 31, 2004, 2003, and 2002

	Millions of Yen			Thousands of U.S. Dollars (Note 1)
	2004	2003	2002	2004
Net sales (Note 3)	¥930,237	¥926,145	¥965,791	\$8,775,821
Cost of sales	701,727	695,571	729,863	6,620,066
Selling, general, and administrative expenses	199,768	181,353	188,713	1,884,604
Loss from disposal and impairment of businesses and fixed assets (Note 13)	6,893	19,608	12,791	65,028
Operating income	21,849	29,613	34,424	206,123
Other income (expenses):				
Interest and dividend income	7,264	7,622	7,506	68,528
Interest expense	(4,286)	(4,818)	(6,697)	(40,434)
Valuation losses on short-term and other investments	(1,083)	(24,822)	(9,166)	(10,217)
Other—net (Note 8)	3,353	(1,439)	2,616	31,632
Other income (expenses), net	5,248	(23,457)	(5,741)	49,509
Income before income taxes, minority interests in earnings of subsidiaries, and equity in net income (loss) of affiliated companies	27,097	6,156	28,683	255,632
Income taxes (Note 9):				
Current	29,255	21,538	22,905	275,991
Deferred	(15,554)	(9,242)	(5,591)	(146,736)
Total income taxes	13,701	12,296	17,314	129,255
Minority interests in earnings of subsidiaries	2,476	2,097	1,660	23,358
Equity in net income (loss) of affiliated companies (Note 3)	780	233	(179)	7,358
Net income (loss)	¥ 11,700	¥ (8,004)	¥ 9,530	\$ 110,377
		Yen		U.S. Dollars (Note 1)
Net income (loss) per common share (Note 10):				
Basic	¥8.72	¥(5.84)	¥6.78	\$0.08
Diluted	8.53	(5.84)	6.67	0.08

See notes to consolidated financial statements.