

CONSOLIDATED STATEMENTS OF INCOME

TOSHIBA MACHINE CO., LTD. AND CONSOLIDATED SUBSIDIARIES
years ended March 31, 2005 and 2004

	Millions of yen		Thousands of U.S. dollars
	2005	2004	2005
Net sales	¥123,573	¥110,658	\$1,150,694
Cost of sales (Note 13)	85,598	77,627	797,076
Gross profit	37,975	33,031	353,618
Selling, general and administrative expenses (Note 13)	25,742	25,430	239,706
Operating income	12,233	7,601	113,912
Other income:			
Interest and dividends	98	100	913
Gain on sales of property, plant and equipment	26	785	242
Others	472	441	4,395
	596	1,326	5,550
Other expenses:			
Interest	521	695	4,851
Special benefits for employees retired under early retirement program	356	894	3,315
Amortization of transitional obligation for employees retirement benefits (Note 7)	827	835	7,701
Others	947	1,399	8,819
	2,651	3,823	24,686
Income before income taxes and minority interests	10,178	5,104	94,776
Income taxes:(Note 11)			
Current	4,597	727	42,807
Deferred	(1,657)	90	(15,430)
	2,940	817	27,377
Income before minority interest	7,238	4,287	67,399
Minority interests in income(loss) of consolidated subsidiaries	145	134	1,350
Net income	¥7,093	¥4,153	\$66,049
		Yen	U.S. dollars
Net income per share of common stock	¥42.48	¥24.71	\$0.40

See accompanying notes to financial statements.

CONSOLIDATED STATEMENTS OF SHAREHOLDERS' EQUITY

TOSHIBA MACHINE CO., LTD. AND CONSOLIDATED SUBSIDIARIES
years ended March 31, 2005 and 2004

	Millions of yen			
	Number of Shares	Common stock	Additional paid in capital	Retained earnings
Balance at March 31, 2003	166,885,530	¥12,485	¥19,405	4,866
Net income				4,153
Cash dividends				(500)
Bonuses to directors and statutory auditors				(2)
Balance at March 31, 2004	166,885,530	12,485	19,405	8,517
Net income				7,093
Increase on newly consolidated subsidiaries				11
Cash dividends				(1,001)
Bonuses to directors and statutory auditors				(29)
Decrease on merger of consolidated subsidiaries				(129)
Decrease on liquidation of consolidated subsidiary				(1)
Balance at March 31, 2005	166,885,530	¥12,485	¥19,405	¥14,461

	Thousands of U.S. dollars		
	Common stock	Additional paid in capital	Retained earnings
Balance at March 31, 2004	\$116,258	\$180,697	\$79,309
Net income			66,049
Increase on newly consolidated subsidiaries			102
Cash dividends			(9,321)
Bonuses to directors and statutory auditors			(270)
Decrease on merger of consolidated subsidiaries			(1,201)
Decrease on liquidation of consolidated subsidiary			(9)
Balance at March 31, 2005	\$116,258	\$180,697	\$134,659

See accompanying notes to financial statements.