

# NOBILITY HOMES, INC.

## Consolidated Statements of Operations and Comprehensive Loss (Unaudited)

	Three Months Ended		Six Months Ended	
	May 1, 2010	May 2, 2009	May 1, 2010	May 2, 2009
Net sales	\$ 3,708,529	\$ 2,388,817	\$ 7,001,403	\$ 5,950,299
Cost of goods sold	<u>(2,888,795)</u>	<u>(1,985,735)</u>	<u>(5,606,967)</u>	<u>(4,725,040)</u>
Gross profit	819,734	403,082	1,394,436	1,225,259
Selling, general and administrative expenses	<u>(1,056,662)</u>	<u>(1,287,324)</u>	<u>(2,042,957)</u>	<u>(2,629,324)</u>
Operating loss	<u>(236,928)</u>	<u>(884,242)</u>	<u>(648,521)</u>	<u>(1,404,065)</u>
Other income (loss):				
Interest income	61,676	91,043	129,345	214,838
Equity in earnings in joint venture - Majestic 21	-	46,433	11,404	91,733
Earnings from finance revenue sharing agreement	-	-	-	157,700
Equity in losses from investments in retirement community limited partnership	(194,825)	(121,126)	(450,049)	(188,037)
Miscellaneous	<u>5,781</u>	<u>13,685</u>	<u>24,018</u>	<u>13,685</u>
Total other income (loss)	<u>(127,368)</u>	<u>30,035</u>	<u>(285,282)</u>	<u>289,919</u>
Loss before provision for income taxes	(364,296)	(854,207)	(933,803)	(1,114,146)
Income tax benefit	<u>162,267</u>	<u>347,767</u>	<u>394,429</u>	<u>484,558</u>
Net loss	(202,029)	(506,440)	(539,374)	(629,588)
Other comprehensive income (loss), net of tax:				
Unrealized investment gain (loss)	<u>30,809</u>	<u>8,498</u>	<u>47,455</u>	<u>(6,365)</u>
Comprehensive loss	<u>\$ (171,220)</u>	<u>\$ (497,942)</u>	<u>\$ (491,919)</u>	<u>\$ (635,953)</u>
Weighted average number of shares outstanding:				
Basic	4,056,144	4,065,708	4,056,144	4,072,228
Diluted	4,056,144	4,065,708	4,056,144	4,072,228
Loss per share:				
Basic	\$ (0.05)	\$ (0.12)	\$ (0.13)	\$ (0.15)
Diluted	\$ (0.05)	\$ (0.12)	\$ (0.13)	\$ (0.15)
Cash dividends paid per common share	\$ -	\$ -	\$ 0.25	\$ 0.50