

# NOBILITY HOMES, INC.

## CONSOLIDATED STATEMENTS OF INCOME AND COMPREHENSIVE INCOME

(Unaudited)

	Three Months Ended		Six Months Ended	
	May 3, 2008	May 5, 2007	May 3, 2008	May 5, 2007
Net sales	\$ 8,700,899	\$ 10,323,420	\$ 16,869,451	\$ 19,126,453
Cost of goods sold	<u>(6,241,140)</u>	<u>(7,282,248)</u>	<u>(12,193,495)</u>	<u>(13,706,072)</u>
Gross profit	2,459,759	3,041,172	4,675,956	5,420,381
Selling, general and administrative expenses	<u>(1,711,296)</u>	<u>(1,900,384)</u>	<u>(3,402,718)</u>	<u>(3,632,573)</u>
Operating income	<u>748,463</u>	<u>1,140,788</u>	<u>1,273,238</u>	<u>1,787,808</u>
Other income:				
Interest income	98,669	187,423	270,930	392,433
Undistributed earnings in joint venture - Majestic 21	84,575	85,057	168,695	154,749
Earnings from finance revenue sharing agreement	194,900	137,200	345,100	269,800
Undistributed losses from investments in limited partnerships	(178,842)	-	(178,842)	-
Miscellaneous	<u>7,989</u>	<u>43,555</u>	<u>4,242</u>	<u>66,874</u>
Total other income	<u>207,291</u>	<u>453,235</u>	<u>610,125</u>	<u>883,856</u>
Income before provision for income taxes	955,754	1,594,023	1,883,363	2,671,664
Provision for income taxes	<u>(368,016)</u>	<u>(523,648)</u>	<u>(674,640)</u>	<u>(869,894)</u>
Net income	587,738	1,070,375	1,208,723	1,801,770
Other comprehensive income (loss), net of tax:				
Unrealized investment gain (loss)	<u>(26,648)</u>	<u>35,950</u>	<u>(67,843)</u>	<u>77,285</u>
Comprehensive income	<u>\$ 561,090</u>	<u>\$ 1,106,325</u>	<u>\$ 1,140,880</u>	<u>\$ 1,879,055</u>
Weighted average number of shares outstanding				
Basic	4,087,789	4,085,132	4,087,343	4,083,987
Diluted	4,092,759	4,096,412	4,092,605	4,096,782
Earnings per share				
Basic	\$ 0.14	\$ 0.26	\$ 0.30	\$ 0.44
Diluted	\$ 0.14	\$ 0.26	\$ 0.30	\$ 0.44
Cash dividends paid per common share	\$ -	\$ -	\$ 0.50	\$ 0.50