

# Consolidated income statement

For the year ended 31 December

in millions of Swiss francs, except for per share data	Note	2010	2009
Sales	5	4,239	3,959
Cost of sales		(2,283)	(2,179)
<b>Gross profit</b>		<b>1,956</b>	<b>1,780</b>
as % of sales		46.1%	45.0%
Marketing and distribution expenses		(606)	(596)
Research and product development expenses		(336)	(326)
Administration expenses		(138)	(137)
Amortisation of intangible assets	22	(194)	(176)
Share of loss of jointly controlled entities	8	-	(1)
Other operating income	9	8	9
Other operating expense	10	(134)	(93)
<b>Operating income</b>		<b>556</b>	<b>460</b>
as % of sales		13.1%	11.6%
Financing costs	12	(93)	(142)
Other financial income (expense), net	13	(26)	(51)
<b>Income before taxes</b>		<b>437</b>	<b>267</b>
Income taxes	14	(97)	(67)
<b>Income for the period</b>		<b>340</b>	<b>200</b>
<b>Attribution</b>			
Income attributable to non-controlling interests	31		1
Income attributable to equity holders of the parent		340	199
as % of sales		8.0%	5.0%
<b>Earnings per share – basic (CHF)</b>	15	<b>37.87</b>	<b>25.07</b>
<b>Earnings per share – diluted (CHF)</b>	15	<b>37.63</b>	<b>24.97</b>

The notes on pages 69 to 116 form an integral part of these financial statements.