



Date: November 4, 2009

To Whom It May Concern

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## Notice of Revision of Forecast of Business Results

The Company hereby announces as follows a revision of the forecast of business results for the fiscal year ending March 2010 (from April 1, 2009 to March 31, 2010) based on such factors as the latest performance of its business. The Company also announces its initiatives being implemented for recovery of its business.

### 1. Revision of Forecast of Business Results for the Full Fiscal Year

(1) Revision of Forecast of the Consolidated Business Results for the Period ending March 2010 (from April 1, 2009 to March 31, 2010) (unit: million yen)

	Net sales	Operating income	Ordinary income	Net income
Previous forecast (A) (Announced as of August 10, 2009)	141,000	800	0	0
Revised forecast (B)	133,500	-6,000	-7,400	-18,400
Change (B-A)	-7,500	-6,800	-7,400	-18,400
Ratio of Change (%)	-5.3	-	-	-
<Reference> Results in the last year (Fiscal year ending March 2009)	147,003	-4,891	-7,716	-15,773

(2) Revision of Forecast of Non-consolidated Business Results for the Period ending March 2010 (from April 1, 2009 to March 31, 2010) (unit: million yen)

	Net sales	Operating income	Ordinary income	Net income
Previous forecast (A) (Announced as of May 8, 2009)	105,000	-2,200	-3,700	-3,900
Revised forecast (B)	96,600	-8,700	-9,200	-12,500
Change (B-A)	-8,400	-6,500	-5,500	-8,600
Ratio of Change (%)	-8.0	-	-	-
<Reference> Results in the last year (Fiscal year ending March 2009)	110,553	4,730	5,747	-9,485

(3) Reasons for the Revision

Although the business of the Company is projected to show recovering trend during the second half, there still remains a number of uncertain factors such as the nature of the next phase of stimulus packages of world's leading economies, the strength of the consumer demand and the direction of exchange rates, and the circumstances surrounding the Company's business continue to be unpredictable. In addition, as described in "Notice of Extraordinary Losses recorded in connection with Structural Reforms of CCFL (cold cathode fluorescent lamps) Business, Revision of Forecast of Business Results and Revision of Dividend Forecast," made public on October 27, 2009, the Company implemented write-off due to asset impairment of CCFL production facilities during the second quarter and incurred extraordinary loss of as much as 9.7 billion yen. Based on these backgrounds, the Company hereby revises as above the consolidated and non-consolidated forecast of business results previously announced.

### 2. The Company's initiatives being implemented for the recovery of business

As described in "Notice of Extraordinary Losses recorded in connection with Structural Reforms of CCFL (cold cathode fluorescent lamps) Business, Revision of Forecast of Business Results and Revision of Dividend Forecast,"

made public on October 27, 2009, the Company and its affiliates are engaged in the structural reform efforts to realize early revitalization of the CCFL business. At the same time, the Company makes forward-looking capital investments in fast growing eco-friendly product areas such as LEDs and semiconductor devices for energy-saving functions. On top of these efforts, the Company is attempting to bring about early rebound of its financial performance by implementing initiatives listed below.

(1) Production transfer to Yamagata Sanken from the Company's Niiza plant

The Company's diode chip fabrication process at Niiza plant will be transferred to Yamagata Sanken Co., Ltd. (a wholly-owned subsidiary, hereinafter called "Yamagata Sanken") Due to the age of the production machines and equipment, and Niiza plant is planned to be closed after the completion of the transfer. With chip fabrication processes in Japan consolidated to Yamagata Sanken, the Company expects to reduce fixed costs by eliminating duplicate operation control functions and reduce production costs by maximizing efficiency.

- (i) Impact The Company expects to realize a reduction of 500 million yen annually from reduction in the Company's fixed cost, and a reduction of 5.6% of chip production costs due to plant consolidation, starting October 2010.
- (ii) Schedule To be completed by the end of September 2010

(2) Production transfer to Polar Semiconductor Inc. from Allegro MicroSystems, Inc.

The Company plans to terminate fabrication of wafers at the Worcester plant (wafer diameter of 6 inch, wafer pattern design rule of 1.0 micron) of Allegro MicroSystems, Inc. (a wholly-owned subsidiary in the US) and transfer to Polar Semiconductor, Inc. (a wholly-owned subsidiary in the US). By this transfer, the Company expects Polar Semiconductor, Inc. to make full use of its wafer fabrication lines (8 inch, 0.35 micron) to maximize production efficiency, and Allegro MicroSystems, Inc. to reduce fixed costs such as personnel related costs, maintenance and repairs and depreciation expenses.

- (i) Impact The Company expects to realize a reduction of approximately 18 million dollars annually of fixed cost, starting 2012.
- (ii) Schedule To be completed by the end of March 2012

(3) Merger of Sanken Transformer Co. Ltd. into the Company

The Company merged with Sanken Transformer Co., Ltd. (a wholly-owned subsidiary, hereinafter called "SKT") as of October 1 of this year, with the goal of achieving focused use of management resources and realizes maximum efficiency. By this merger, the Company forecasts a fixed cost reduction of 100 million yen annually by cutting back on the number of indirect employees. The Company, at the same time, plans to expand the high-frequency transformer business which it inherited from SKT, through achieving synergy among technologies related to transformers, power supply ICs, and power modules.

(4) Establishment of Shenzhen office of Sanken Electric (Shanghai) Co., Ltd.

With an aim to strengthen the Company's presence in the fast-growing Chinese market, the Company established "Shenzhen office of Sanken Electric (Shanghai) Co. Ltd." in Shenzhen in October this year. By setting up an office in China's southern region where a large number of existing as well as prospecting customers have their own production facilities, the Company plans to offer effective technical support and conduct marketing activities, and aims to achieve sales growth through close contacts and communication with customers.

Overview of the new office

- (1) Name: Sanken Electric (Shanghai) Co., Ltd., Shenzhen Office
- (2) Address: RM1013 Xinhua Insurance Tower  
Southwest corner, Crossroads at Shennan Avenue and Mintian Road, Futian District,  
Shenzhen City, Guangdong Province, People's Republic of China
- (3) Representative: Yoshinari Kushiro (Chairman, Sanken Electric (Shanghai) Co., Ltd.)
- (4) Staff: 11 at the time of its start. (to be increased to 15 in the future)

Warning: The forecasts above were prepared on the basis of information available as of the announcement of these materials, and the actual business results, etc., may differ from the forecasted figures due to various factors arising in the future.