FY 2012 FIRST QUARTER CONSOLIDATED FINANCIAL RESULTS

(April 1, 2012 to June 30, 2012)

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1. FINANCIAL RESULTS FOR THE THREE MONTHS ENDED JUNE 30, 2012

(1) Consolidated Results of Operations

	Net sales (millions of yen)		Operating income (millions of yen)		Ordinary income (millions of yen)		Net income (millions of yen)	
Three months ended Jun.30,2012	30,037	(-4.6%)	421	―	-11	―	-428	−
Three months ended Jun.30,2011	31,478	(-10.9%)	-623	―	-914	―	-1,830	−

Note1: Comprehensive income: -1,533 million yen (―%) for three months ended June 30, 2012 / -2,632 million yen (―%) for three months ended June 30, 2011
Note2: Indication of percentages shows the ratio of increase or decrease from the first quarter of the previous fiscal year.

	Net income per share (yen)	Diluted net income per share (yen)
Three months ended Jun.30,2012	-3.53	―
Three months ended Jun.30,2011	-15.09	―

(2) Consolidated Financial Position (Millions of yen)

	Total assets	Net assets	Shareholders' equity ratio
As of June 30, 2012	133,643	31,395	23.3%
As of March 31, 2012	136,130	33,293	24.3%

Reference: Shareholders' equity: 31,117 million yen as of June 30, 2012 / 33,027 million yen as of March 31, 2012

2. DIVIDEND INFORMATION

	Dividend per share				
	First quarter	Second quarter	Third quarter	Fiscal-year-end	Annual
Fiscal year 2011	−	0.00yen	−	3.00yen	3.00yen
Fiscal year 2012	−				
Fiscal year 2012 (forecast)		3.00yen	−	3.00yen	6.00yen

3. FISCAL YEAR 2012 CONSOLIDATED FINANCIAL FORECAST (April 1, 2012 to March 31, 2013)

(Millions of Yen)

	Net sales (percentage change from the previous year)		Operating income (percentage change from the previous year)		Ordinary income (percentage change from the previous year)		Net income (percentage change from the previous year)		Net income per share
Second quarter (cumulative)	69,500	(5.1%)	2,200	(69.2%)	1,400	(279.4%)	300	―	2.47yen
Full Year	145,000	(10.0%)	7,400	(82.8%)	5,800	(92.2%)	3,200	(633.4%)	26.37yen

4. OTHER

(1) Changes in significant subsidiaries during the three months ended June 30, 2012 (changes in particular subsidiaries accompanying the change in scope of consolidation): No

(2) Application of particular accounting method for quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates, restatements

- Changes in accounting policies due to the amendment of accounting standards, etc. : No
- Changes in accounting policies due to reasons other than above : Yes
- Changes in accounting estimates : Yes
- Restatements : No

(4) Number of shares outstanding (common share)

- Number of shares outstanding at the end of the period (including treasury stock)	Jun./2012:	125,490,302	Mar./2012:	125,490,302
- Number of treasury stocks at the end of the period	Jun./2012:	4,162,527	Mar./2012:	4,160,433
- Average number of shares outstanding during three months ended June 30	Apr./2012-Jun./2012	121,329,649	Apr./2011-Jun./2011	121,351,370

* The above description about future matters including financial forecast is based upon information available as of the present time and assumptions we considered valid. Due to various factors, our actual performance could greatly differ from the forecast. For assumptions and notes regarding the forecasts, refer to "Qualitative Information concerning the Forecast of Consolidated Business Results ".

1. QUALITATIVE INFORMATION ABOUT CONSOLIDATED BUSINESS RESULTS FOR THE THREE MONTHS ENDED JUNE 30, 2012

(1) QUALITATIVE INFORMATION OF CONSOLIDATED OPERATING RESULTS

Conditions have remained as adverse as ever in the electronics industry for the current first quarter consolidated fiscal period as a consequence of sluggish demand associated with the European sovereign debt crisis, a slowdown of economic growth in emerging countries, and other factors. To accelerate development in an “environmentally-friendly and energy saving” market less susceptible to economic conditions under these circumstances, the Company group has shifted its resources to markets where energy-saving technologies are absolutely required, most notably, automotive, white goods, and industrial equipment. The Company group has also promoted various structural reforms to realize a growth strategy, including the introduction of eight-inch production lines in the front-end wafer processes, the enforcement of production capacity in the back-end assembly processes, and the establishment of a semiconductor assembly factory in Dailan, China. Despite these efforts, net sales in the first quarter consolidated fiscal period were 30,037 million yen, a decrease of 1,440 million yen (4.6%) as compared to the same period in the previous year, mainly due to stringent external circumstances and decreasing sales attributable to the strong yen. For income, we recorded operating income of 421 million yen (operating loss of 623 million yen in the same period in the previous year) through our efforts to curtail fixed costs. Though our various efforts were effective in significantly reducing loss, foreign exchange loss attributable to the strong yen and other factors forced us to record ordinary loss of 11 million yen (ordinary loss of 914 million yen in the same period in the previous year) and quarterly net loss of 428 million yen (quarterly net loss of 1,830 million yen in the same period in the previous year).

Overview of business by segment is as follows.

In the semiconductor device business, sales of automotive products progressed favorably, as the automobile manufacturers raised parts inventories in efforts to beef up their responses to disaster risks. Sales of products for white goods fell below the planned targets. Though new subsidy measures started in China in the current first quarter, they fell short of driving a stable demand expansion. Stagnant demand and falling prices continued to weigh heavily on sales of products for TVs following the previous period. As a result, net sales from this segment were 22,832 million yen, a decrease of 324 million yen (1.4%) as compared to the same period in the previous year. Meanwhile, operating income was 1,344 million yen, an increase of 817 million yen (155.0%) as compared to the same period in the previous year, thanks mainly to our efforts to improve profitability through structural reform and an improved product mix.

For the CCFL business, despite our efforts to increase sales in new domains such as lighting apparatus and display panels, net sales from this segment were 311 million yen, a decrease of 227 million yen (42.2%) as compared to the same period in the previous year, mainly due to further declining LCD TVs prices. For income we were forced to record an operating loss of 170 million yen (operating loss of 338 million yen in the same period in the previous year), although income improved to some degree.

For the PM business, sales of products for OA equipment such as multifunctional printers and audio products for overseas markets progressed favorably, while sales of products for TVs plodded along sluggishly following the previous period. As a result, net sales from this segment were 4,197 million yen, a decrease of 418 million yen (9.1%). For income, we were forced to record an operating loss of 168 million yen (operating loss of 355 million yen in the same period in the previous year), although income improved to some degree.

For the PS business, orders received for products for public agencies and telecommunication facilities were generally in line with the planned targets. In spite of our efforts to increase sales in other markets for private demand, orders received in this segment remained sluggish because of the protracted weakness of corporate investments. As a result, net sales from this segment were 2,696 million yen, a decrease of 470 million yen (14.9%) as compared to the same period in the previous year, and operating income was 13 million yen, a decrease of 78 million yen (85.5%) as compared to the same period in the previous year.

(2) QUALITATIVE INFORMATION OF CONSOLIDATED FINANCIAL POSITION

Assets as of the end of the three months ended June 30, 2012 were 133,643 million yen, a decrease of 2,486 million yen from the end of the previous consolidated fiscal year. This was mainly due to a decrease in notes and accounts receivable-trade of 2,236 million yen.

Liabilities were 102,248 million yen, a decrease of 589 million yen from the end of the previous consolidated fiscal year. This was mainly due to a decrease in notes and accounts payable trade of 2,149 million yen, a decrease in short-term loans payable of 6,148 million yen and an increase in commercial papers of 2,500 million yen, an increase in long-term loans payable of 4,993 million yen.

Net Assets were 31,395 million yen, a decrease of 1,897 million yen from the end of the previous consolidated fiscal year. This was mainly due to a decrease in retained earnings of 428 million yen and a decrease in foreign currency translation adjustment of 898 million yen.

(3) QUALITATIVE INFORMATION OF CONSOLIDATED FINANCIAL FORECAST

We expect that global economy will remain on a moderate recovery trend. Meanwhile, we face ongoing concerns such as the expanding impact of the European sovereign debt crisis, the decline of the US economy resulting from deteriorating employment circumstances, and sluggish domestic demand in China. Besides these stringent factors affecting the global economy, we expect the strong yen and electric power shortages in Japan to put downward pressure on the earnings of domestic corporations.

While business results for the current first quarter consolidated fiscal period were as mentioned above, the Company group will strive to develop an aggressive business strategy to increase its share of markets in which “environmentally-friendly and energy saving” solutions are absolutely required, such as automotive, white goods, LED lighting and industrial equipment, in order to achieve its forecast for the full-year business results. The Company group will also endeavor to expand “new energy application businesses” such as photovoltaic power generation and systems for accumulating and storing electricity. Further, the Company group will focus on structural reforms targeting price competitiveness mainly by improving and enforcing its production bases and will make concerted efforts to realize the group growth strategy.

2. QUARTERLY CONSOLIDATED FINANCIAL STATEMENTS

(1) QUARTERLY CONSOLIDATED BLANCE SHEETS

Millions of yen

ASSETS	March 31 2012	**June 30 2012**
Current assets		
Cash and deposits	9,901	**10,313**
Notes and accounts receivable-trade	29,989	**27,753**
Merchandise and finished goods	11,391	**11,200**
Work in process	18,269	**19,301**
Raw materials and supplies	10,855	**10,680**
Deferred tax assets	391	**525**
Other	3,542	**2,961**
Allowance for doubtful accounts	(60)	**(54)**
Total current assets	84,280	**82,681**
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	16,246	**16,518**
Machinery, equipment and vehicles, net	17,399	**17,082**
Tools, furniture and fixtures, net	691	**704**
Land	4,281	**4,251**
Lease assets, net	4,081	**4,134**
Construction in progress	4,601	**4,060**
Total property, plant and equipment	47,301	**46,752**
Intangible assets		
Software	234	**249**
Other	687	**681**
Total intangible assets	922	**930**
Investments and other assets		
Investment securities	1,622	**1,424**
Deferred tax assets	176	**149**
Other	2,075	**1,954**
Allowance for doubtful accounts	(249)	**(249)**
Total investments and other assets	3,624	**3,278**
Total noncurrent assets	51,849	**50,961**
Total assets	136,130	**133,643**

Millions of yen

LIABILITIES AND NET ASSETS	March 31 2012	**June 30 2012**
Liabilities		
Current liabilities		
Notes and accounts payable-trade	18,530	**16,381**
Short-term loans payable	23,746	**17,597**
Commercial papers	14,500	**17,000**
Lease obligations	1,044	**1,104**
Income taxes payable	514	**224**
Provision for directors' bonuses	—	**12**
Accrued expenses	6,516	**6,676**
Other	1,078	**961**
Total current liabilities	65,930	**59,958**
Noncurrent liabilities		
Bonds payable	20,000	**20,000**
Long-term loans payable	7,506	**12,500**
Lease obligations	3,201	**3,175**
Deferred tax liabilities	356	**593**
Provision for retirement benefits	4,073	**4,228**
Provision for directors' retirement benefits	45	**14**
Asset retirement obligations	60	**60**
Other	1,662	**1,717**
Total noncurrent liabilities	36,906	**42,289**
Total liabilities	102,837	**102,248**
Net assets		
Shareholders' equity		
Capital stock	20,896	**20,896**
Capital surplus	18,302	**17,938**
Retained earnings	7,220	**6,792**
Treasury stock	(3,922)	**(3,923)**
Total shareholders' equity	42,497	**41,704**
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	15	**(203)**
Foreign currency translation adjustment	(9,485)	**(10,383)**
Total accumulated other comprehensive income	(9,469)	**(10,586)**
Minority interests	265	**277**
Total net assets	33,293	**31,395**
Total liabilities and net assets	136,130	**133,643**

(2) QUARTERLY CONSOLIDATED STATEMENTS OF INCOME AND QUARTERLY CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

Millions of yen

CONSOLIDATED STATEMENTS OF INCOME	Three months ended Jun.30, 2011	**Three months ended Jun.30, 2012**
Net sales	31,478	**30,037**
Cost of sales	26,009	**23,822**
Gross profit	5,469	**6,215**
Selling, general and administrative expenses	6,092	**5,794**
Operating income (loss)	(623)	**421**
Non-operating income		
Interest income	2	**1**
Dividends income	19	**18**
Foreign exchange gains	49	—
Miscellaneous income	99	**106**
Total non-operating income	170	**126**
Non-operating expenses		
Interest expenses	166	**173**
Compensation expense	178	**10**
Foreign exchange losses	—	**236**
Miscellaneous loss	116	**139**
Total non-operating expenses	461	**559**
Ordinary loss	(914)	**(11)**
Extraordinary income		
Gain on sales of noncurrent assets	—	**148**
Total extraordinary income	—	**148**
Extraordinary loss		
Loss on retirement of noncurrent assets	12	**22**
Loss on valuation of investment securities	—	**41**
Loss on disaster	256	—
Special retirement expenses	61	—
Total extraordinary losses	331	**63**
Income (loss) before income taxes and minority interests	(1,246)	**73**
Income taxes	587	**507**
Loss before minority interests	(1,833)	**(434)**
Minority interests in loss	(2)	**(6)**
Net loss	(1,830)	**(428)**

Millions of yen

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME	Three months ended Jun.30, 2011	**Three months ended Jun.30, 2012**
Loss before minority interests	(1,833)	**(434)**
Other comprehensive income		
Valuation difference on available-for-sale securities	(104)	**(218)**
Foreign currency translation adjustment	(693)	**(879)**
Total other comprehensive income	(798)	**(1,098)**
Comprehensive income	(2,632)	**(1,533)**
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	(2,637)	**(1,545)**
Comprehensive income attributable to minority interests	5	**12**

(3) SEGMENT INFORMATION

[Information about Sales and Operating Income (Loss) by Reporting Segment]

THREE MONTHS ENDED JUNE 30, 2011

Millions of yen

	Reporting Segment				Total	Adjustment	Amount stated in QUARTERLY CONSOLIDATED STATEMENTS OF INCOME
	Semi-conductor Devices	CCFL	PM	PS			
Sales							
(1) Third parties	23,156	538	4,615	3,167	31,478	―	31,478
(2) Intersegment	293	―	121	0	415	(415)	―
Total	23,450	538	4,737	3,168	31,894	(415)	31,478
Income (loss) by segment	527	(338)	(355)	92	(74)	(548)	(623)

THREE MONTHS ENDED JUNE 30, 2012

Millions of yen

	Reporting Segment				Total	Adjustment	Amount stated in QUARTERLY CONSOLIDATED STATEMENTS OF INCOME
	Semi-conductor Devices	CCFL	PM	PS			
Sales							
(1) Third parties	22,832	311	4,197	2,696	30,037	―	30,037
(2) Intersegment	399	―	271	0	671	(671)	―
Total	23,231	311	4,468	2,697	30,708	(671)	30,037
Income (loss) by segment	1,344	(170)	(168)	13	1,019	(598)	421