

FY 2006 Third Quarter Consolidated Financial Results

(April 1, 2006 to December 31, 2006)

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1. Items Relevant to Preparation of Quarterly Financial Results

Whether the simplified method is adopted in the accounting treatment : Yes

- Income tax reporting standard

2. Financial Results for the nine months ended December 31, 2006

(1) Consolidated Results of Operations

(Millions of yen)

| | Net sales | Operating income | Ordinary income | Net income |
|-------------------------------|------------------|------------------|-----------------|----------------|
| Nine months ended Dec.31,2006 | 152,928 (22.5%) | 10,022 (41.4%) | 8,521 (18.2%) | 4,074 (-4.8%) |
| Nine months ended Dec.31,2005 | 124,860 (7.4%) | 7,087 (-6.7%) | 7,207 (19.3%) | 4,280 (9.6%) |
| FY 2005 | 173,527 | 12,008 | 11,515 | 7,035 |

| | Net income per share | Fully diluted net income per share |
|-------------------------------|----------------------|------------------------------------|
| Nine months ended Dec.31,2006 | 33.51 yen | 31.95 yen |
| Nine months ended Dec.31,2005 | 35.20 yen | - yen |
| FY 2005 | 57.41 yen | - yen |

Note: Indication of percentage of net sales and operating income, etc., shows the ratio of increase or decrease from the third quarter of the previous year.

[Qualitative Information with Respect to the Consolidated Operating Results]

As for consolidated business results for the current third quarter (nine months ended Dec.31, 2006), net sales were 152,928 million yen, operating income was 10,022 million yen, ordinary income was 8,521 million yen and quarterly net income was 4,074 million yen. An outline of the business by segments is as follows.

Net sales of the Semiconductor Business were 116,619 million yen, which was an increase of 23,800 million yen (25.6%) from the same period of the previous year. Regarding semiconductor devices, including ICs, diodes, and transistors, sales increased in products for AV equipment due to growth in LCD TVs and products for home theater use. In addition, products for automobile electrical components, including onboard sensors, showed a steady increase, particularly among customers of Japanese origin. Thus, overall, semiconductor devices showed favorable movement. On the other hand, with respect to CCFLs, although CCFLs have entered a phase requiring temporary order adjustments from the second half, sales largely increased mainly in products for large-size screen TVs as compared with the same period in the previous year.

Net sales of the PM Business were 25,718 million yen, which was an increase of 2,496 million yen (10.8%) from the same period of the previous year. Although demand for products for printers decreased, the sales increased because of a significant increase in switching power supplies for thin-type TVs and brisk movement of general-purpose small-sized UPSs.

Net sales of the PS Business were 10,591 million yen, which was an increase of 1,771 million yen (20.1%) from the same period of the previous year. Sales of VVVF inverters in China showed steady movement, and, in addition, domestic sales of power supplies for telecommunications equipment increased dramatically.

(2) Consolidated Financial Position

(Millions of yen)

| | Total assets | Shareholders' equity | Shareholders' equity ratio | Shareholders' equity per share |
|-------------------|--------------|----------------------|----------------------------|--------------------------------|
| As of Dec.31,2006 | 196,338 | 79,893 | 40.5 % | 653.35 yen |
| As of Dec.31,2005 | 163,672 | 74,251 | 45.4 % | 610.94 yen |
| FY 2005 | 172,327 | 76,329 | 44.3 % | 627.66 yen |

[Consolidated Results of Cash Flows]

(Millions of yen)

| | Net cash provided by (used in) operating activities | Net cash used in investing activities | Net cash provided by (used in) financing activities | Balance of cash and cash equivalents at the end of the quarter |
|-------------------------------|---|---------------------------------------|---|--|
| Nine months ended Dec.31,2006 | 10,609 | (22,936) | 11,162 | 11,039 |
| Nine months ended Dec.31,2005 | 5,988 | (16,784) | 9,058 | 10,003 |
| FY 2005 | 14,916 | (24,709) | 9,998 | 12,231 |

[Qualitative Information with Respect to the Consolidated Financial Position]

Balance of cash and cash equivalents at the end of the current third quarter (nine months ended Dec.31, 2006) was 11,039 million yen.

For cash flow from operating activities, net cash increased by 10,609 million yen due to the increase in profit and depreciation expenses, while the payment for corporate tax, etc., increased.

For cash flow from investing activities, net cash decreased by 22,936 million yen due to the strategic investment in the CCFL business, etc.

For cash flow from financing activities, net cash increased by 11,162 million yen due to the increase in the issued amount of commercial paper, etc., as a source for the above-described investments and for responding to the production increase.

3. FY 2006 Consolidated Financial Forecast (April 1, 2006 to March 31, 2007)

With regard to the forecast for this fiscal year, there is no change in the forecast figures announced on November 7, 2006 for both consolidated and non-consolidated business results.

Note for the use of our forecasted business results

The forecast described above is based upon information available as of the present time and assumptions we considered valid. Please be advised that there is a host of uncertain factors that could greatly impact actual performance, including global market conditions, competitive environment, the introduction of new products and their acceptance or lack thereof, fluctuations in foreign exchange rates, and the impact of fair-market-value accounting.

CONSOLIDATED BALANCE SHEETS(SUMMARY)

Millions of yen

| | 3rd Quarter FY 2006 | 3rd Quarter FY 2005 | FY 2005 |
|---|------------------------|------------------------|----------|
| Assets | | | |
| Current assets: | | | |
| Cash and deposits | 11,280 | 10,233 | 12,466 |
| Notes and accounts receivable | 53,557 | 46,697 | 46,173 |
| Inventories | 38,891 | 33,619 | 34,568 |
| Other current assets | 11,130 | 8,972 | 7,527 |
| Total current assets | 114,859 | 99,523 | 100,736 |
| Fixed assets: | | | |
| Property, plant and equipment, net | 72,344 | 48,431 | 59,348 |
| Intangible assets | 1,875 | 1,612 | 2,027 |
| Investments and other assets | 7,259 | 14,104 | 10,214 |
| Total fixed assets | 81,479 | 64,148 | 71,591 |
| Total assets | 196,338 | 163,672 | 172,327 |
| Liabilities | | | |
| Current liabilities: | | | |
| Notes and accounts payable | 38,543 | 25,703 | 26,441 |
| Short-term bank loans | 14,986 | 11,144 | 10,075 |
| Commercial Paper | 29,000 | 20,000 | 18,000 |
| Other current liabilities | 12,183 | 11,653 | 16,362 |
| Total current liabilities | 94,713 | 68,502 | 70,880 |
| Long-term liabilities: | | | |
| Bonds and debentures | 10,000 | 10,000 | 10,000 |
| Long-term debt | 5,333 | 3,343 | 7,519 |
| Other long-term liabilities | 6,398 | 7,230 | 7,301 |
| Total long-term liabilities | 21,731 | 20,574 | 24,821 |
| Total liabilities | 116,445 | 89,076 | 95,701 |
| Minority interests | - | 344 | 297 |
| Net assets | | | |
| Shareholders' equity: | | | |
| Capital stock | 20,896 | - | - |
| Capital surplus | 21,263 | - | - |
| Retained earnings | 38,943 | - | - |
| Treasury stock | (3,803) | - | - |
| Total shareholders's equity | 77,301 | - | - |
| Valuation and translation adjustments: | | | |
| Unrealized loss on securities | 1,648 | - | - |
| Translation adjustments | 473 | - | - |
| Total valuation and translation adjustments | 2,121 | - | - |
| Equity Warrant | 81 | - | - |
| Minority interests | 388 | - | - |
| Total net assets | 79,893 | - | - |
| Total liabilities and net assets | 196,338 | - | - |
| Shareholders' equity | | | |
| Capital stock | - | 20,896 | 20,896 |
| Capital surplus | - | 21,169 | 21,262 |
| Retained earnings | - | 34,830 | 36,341 |
| Unrealized loss on securities | - | 1,983 | 1,995 |
| Translation adjustments | - | (939) | (437) |
| Treasury stock | - | (3,689) | (3,729) |
| Total shareholders' equity | - | 74,251 | 76,329 |
| Total liabilities and shareholders' equity | - | 163,672 | 172,327 |

CONSOLIDATED STATEMENTS OF INCOME(SUMMARY)

Millions of yen

| | 3rd Quarter FY 2006 | 3rd Quarter FY 2005 | FY 2005 |
|--|------------------------|------------------------|---------|
| Net sales | 152,928 | 124,860 | 173,527 |
| Cost of sales | 121,890 | 98,962 | 135,876 |
| Gross profit | 31,038 | 25,897 | 37,650 |
| Selling, general and administrative expenses | 21,016 | 18,810 | 25,642 |
| Operating income | 10,022 | 7,087 | 12,008 |
| Non-operating income | 587 | 1,787 | 2,426 |
| Non-operating expenses | 2,088 | 1,667 | 2,919 |
| Ordinary income | 8,521 | 7,207 | 11,515 |
| Extraordinary income | 14 | 36 | 352 |
| Extraordinary loss | 465 | 436 | 572 |
| Income before income taxes, minority interests | 8,070 | 6,808 | 11,295 |
| Income taxes | 3,910 | 2,457 | 4,162 |
| Minority interest in consolidated subsidiaries | 85 | 70 | 98 |
| Net income | 4,074 | 4,280 | 7,035 |

CONSOLIDATED STATEMENTS OF CASH FLOWS(SUMMARY)

Millions of yen

| | 3rd Quarter FY 2006 | 3rd Quarter FY 2005 | FY 2005 |
|---|------------------------|------------------------|-----------|
| Operating activities | | | |
| Income before income taxes and minority interests in earnings of affiliates | 8,070 | 6,808 | 11,295 |
| Depreciation and amortization | 10,608 | 6,329 | 10,360 |
| Decrease (increase) in notes and accounts receivable | (6,836) | (6,308) | (5,081) |
| (Increase) decrease in inventories | (3,856) | (249) | 237 |
| (Increase) decrease in notes and accounts payable | 11,494 | 2,531 | 2,411 |
| Other | (3,398) | (261) | (1,189) |
| Income taxes paid | (5,474) | (2,860) | (3,117) |
| Net cash provided by (used in) operating activities | 10,609 | 5,988 | 14,916 |
| Investing activities | | | |
| Purchases of property, plant and equipment | (23,244) | (9,805) | (14,007) |
| Proceeds from sales of property, plant and equipment | 41 | 189 | 492 |
| (Increase) decrease in investment securities | 513 | (4,706) | (4,531) |
| Increase (decrease) in Loan | 104 | (2,321) | (5,457) |
| Other | (352) | (140) | (1,204) |
| Net cash used in investing activities | (22,936) | (16,784) | (24,709) |
| Financing activities | | | |
| Increase (decrease) in short-term bank loans | 4,774 | 2,637 | 1,738 |
| (Decrease) increase in Commercial Paper | 11,000 | 11,000 | 9,000 |
| Proceeds from issuance of long-term bank loans | - | 292 | 4,773 |
| Repayment of long-term debt | (2,495) | (3,399) | (3,913) |
| Redemption of treasury stock | (72) | (145) | (197) |
| Cash dividends paid | (1,954) | (1,159) | (1,218) |
| Dividends paid to minority interests | (88) | (167) | (183) |
| Net cash provided by (used in) financing activities | 11,162 | 9,058 | 9,998 |
| Effect of exchange rate changes on cash and cash equivalents | 161 | 244 | 529 |
| Net (decrease) increase in cash and cash equivalents | (1,003) | (1,493) | 735 |
| Cash and cash equivalents at beginning of the term | 12,231 | 11,302 | 11,302 |
| Decrease in cash and cash equivalents at beginning of the year, due to the change in fiscal term of consolidated subsidiary | (188) | - | - |
| Increase of beginning cash and cash equivalents due to new entry of a subsidiary | 0 | 194 | 194 |
| Cash and cash equivalents at end of term | 11,039 | 10,003 | 12,231 |

Segment Information

1. Segment information by business

This Term (April 1, 2006 to December 31, 2006)

Millions of yen

| | Semicon- ductors | PM | PS | Total | Eliminations or unallocated amounts | Consolidated |
|--------------------|---------------------|---------|--------|---------|---|--------------|
| Sales | | | | | | |
| (1) Third parties | 116,619 | 25,718 | 10,591 | 152,928 | - | 152,928 |
| (2) Intersegment | 1,649 | 1,184 | 5 | 2,838 | (2,838) | - |
| Total | 118,268 | 26,902 | 10,596 | 155,767 | (2,838) | 152,928 |
| Operating expenses | 104,426 | 29,664 | 9,653 | 143,745 | (838) | 142,906 |
| Operating income | 13,841 | (2,762) | 942 | 12,022 | (1,999) | 10,022 |

Note: From the current period, SMPSs and Power Supply Equipment have changed their names to PM (Power Module) and PS (Power System), respectively.

Previous Term (April 1, 2005 to December 31, 2005)

Millions of yen

| | Semicon- ductors | SMPSs | Power Supply Equipment | Total | Eliminations or unallocated amounts | Consolidated |
|--------------------|---------------------|---------|------------------------------|---------|---|--------------|
| Sales | | | | | | |
| (1) Third parties | 92,818 | 23,221 | 8,819 | 124,860 | - | 124,860 |
| (2) Intersegment | 21 | 463 | 7 | 493 | (493) | - |
| Total | 92,840 | 23,685 | 8,827 | 125,353 | (493) | 124,860 |
| Operating expenses | 83,037 | 25,217 | 8,379 | 116,634 | 1,138 | 117,773 |
| Operating income | 9,803 | (1,532) | 447 | 8,718 | (1,631) | 7,087 |

Last Fiscal Year (April 1, 2005 to March 31, 2006)

Millions of yen

| | Semicon- ductors | SMPSs | Power Supply Equipment | Total | Eliminations or unallocated amounts | Consolidated |
|--------------------|---------------------|---------|------------------------------|---------|---|--------------|
| Sales | | | | | | |
| (1) Third parties | 129,174 | 31,344 | 13,008 | 173,527 | - | 173,527 |
| (2) Intersegment | 61 | 711 | 8 | 780 | (780) | - |
| Total | 129,236 | 32,056 | 13,016 | 174,308 | (780) | 173,527 |
| Operating expenses | 114,661 | 33,590 | 11,955 | 160,206 | 1,312 | 161,519 |
| Operating income | 14,575 | (1,534) | 1,061 | 14,102 | (2,093) | 12,008 |

2. Segment information by geographic area

This Term (April 1, 2006 to December 31, 2006)

Millions of yen

| | Japan | Asia | North America | Europe | Total | Eliminations or unallocated amounts | Consolidated |
|--------------------|---------|---------|---------------|--------|---------|-------------------------------------|--------------|
| Sales | | | | | | | |
| (1) Third parties | 107,866 | 16,413 | 19,217 | 9,432 | 152,928 | - | 152,928 |
| (2) Intersegment | 11,043 | 26,283 | 11,726 | 25 | 49,078 | (49,078) | - |
| Total | 118,909 | 42,696 | 30,943 | 9,458 | 202,007 | (49,078) | 152,928 |
| Operating expenses | 109,991 | 43,880 | 28,012 | 9,332 | 191,217 | (48,311) | 142,906 |
| Operating income | 8,917 | (1,184) | 2,931 | 125 | 10,790 | (767) | 10,022 |

Previous Term (April 1, 2005 to December 31, 2005)

Millions of yen

| | Japan | Asia | North America | Europe | Total | Eliminations or unallocated amounts | Consolidated |
|--------------------|--------|--------|---------------|--------|---------|-------------------------------------|--------------|
| Sales | | | | | | | |
| (1) Third parties | 90,277 | 13,676 | 12,631 | 8,274 | 124,860 | - | 124,860 |
| (2) Intersegment | 7,851 | 20,577 | 10,642 | 68 | 39,139 | (39,139) | - |
| Total | 98,128 | 34,253 | 23,274 | 8,342 | 163,999 | (39,139) | 124,860 |
| Operating expenses | 90,392 | 34,465 | 21,456 | 8,765 | 155,079 | (37,306) | 117,773 |
| Operating income | 7,736 | (211) | 1,817 | (422) | 8,920 | (1,832) | 7,087 |

Last Fiscal Year (April 1, 2005 to March 31, 2006)

Millions of yen

| | Japan | Asia | North America | Europe | Total | Eliminations or unallocated amounts | Consolidated |
|--------------------|---------|--------|---------------|--------|---------|-------------------------------------|--------------|
| Sales | | | | | | | |
| (1) Third parties | 124,766 | 18,228 | 19,348 | 11,183 | 173,527 | - | 173,527 |
| (2) Intersegment | 10,752 | 29,118 | 14,205 | 89 | 54,166 | (54,166) | - |
| Total | 135,519 | 47,346 | 33,554 | 11,272 | 227,693 | (54,166) | 173,527 |
| Operating expenses | 122,524 | 47,706 | 31,613 | 11,777 | 213,621 | (52,102) | 161,519 |
| Operating income | 12,995 | (359) | 1,941 | (505) | 14,072 | (2,063) | 12,008 |

3. Overseas Sales

This Term (April 1, 2006 to December 31, 2006)

Millions of yen

| | Asia | North America | Europe | Other Regions | Total |
|---|--------|---------------|--------|---------------|---------|
| Overseas sales | 70,892 | 12,310 | 9,507 | 45 | 92,755 |
| Consolidated sales | | | | | 152,928 |
| Ratio of overseas sales to consolidated sales (%) | 46.4 | 8.1 | 6.2 | 0.0 | 60.7 |

Previous Term (April 1, 2005 to December 31, 2005)

Millions of yen

| | Asia | North America | Europe | Other Regions | Total |
|---|--------|---------------|--------|---------------|---------|
| Overseas sales | 54,252 | 8,076 | 8,361 | 108 | 70,798 |
| Consolidated sales | | | | | 124,860 |
| Ratio of overseas sales to consolidated sales (%) | 43.5 | 6.5 | 6.7 | 0.1 | 56.7 |

Last Fiscal Year (April 1, 2005 to March 31, 2006)

Millions of yen

| | Asia | North America | Europe | Other Regions | Total |
|---|--------|---------------|--------|---------------|---------|
| Overseas sales | 75,878 | 12,104 | 11,303 | 49 | 99,336 |
| Consolidated sales | | | | | 173,527 |
| Ratio of overseas sales to consolidated sales (%) | 43.7 | 7.0 | 6.5 | 0.1 | 57.3 |