

# FY 2008 First Half Consolidated Financial Results

(April 1, 2008 to September 30, 2008)

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## 1. Financial Results for the six months ended September 30, 2008

### (1) Consolidated Results of Operations

(percentage change from  
the same period in the previous year)

	Net sales (Millions of yen)	Operating income (Millions of yen)	Ordinary income (Millions of yen)	Net income (Millions of yen)
Six months ended Sep.30,2008	89,730 -	4,141 -	3,332 -	1,925 -
Six months ended Sep.30,2007	93,956 ( - 6.1%)	4,024 ( - 48.3%)	1,896 ( - 71.6%)	863 ( - 76.5%)

	Net income per share	Diluted net income per share
Six months ended Sep.30,2008	15.85 yen	14.42 yen
Six months ended Sep.30,2007	7.11 yen	6.74 yen

### (2) Consolidated Financial Position

	Total assets (Millions of yen)	Net assets (Millions of yen)	Shareholders' equity ratio	Net assets per share
As of Sep 30, 2008	171,588	79,170	45.8 %	647.53 yen
FY 2007	173,529	78,081	44.7 %	638.73 yen

(Reference) Shareholders' equity: Sep./2008: 78,653million yen(Mar./2008: 77,600million yen)

## 2. Dividend Information

	Dividend per share				
(Record date)	First quarter	Second quarter	Third quarter	Fiscal-year-end	Annual
FY 2007	-	7.00yen	-	7.00yen	14.00yen
FY 2008	-	7.00yen	-	-	-
FY 2008 (forecast)	-	-	-	7.00yen	14.00yen

Note: Change of the forecast in this quarter of the fiscal year ended March 31, 2009: No

## 3. FY 2008 Consolidated Financial Forecast (April 1, 2008 to March 31, 2009)

(percentage change from  
the previous year)

	Net sales (Millions of Yen)	Operating income (Millions of Yen)	Ordinary income (Millions of Yen)	Net income (Millions of Yen)	Net income per share
Full year	183,000 ( - 0.7%)	9,000 ( 8.8%)	6,500 ( 45.0%)	4,000 (125.2%)	32.93yen

Note: Change of the forecast in this quarter of the fiscal year ended March 31, 2009: Yes

#### 4. Other

- (1) Changes in significant subsidiaries during the period (changes in particular subsidiaries accompanying the change in scope of consolidation): No
- (2) Application of Simplified Accounting and the accounting method particular to Preparation of Quarterly Consolidated Financial statements: Yes

Note: For details, refer to page 5 [Qualitative Information and Financial Statements, etc.] 4. Other.

- (3) Changes in principles, procedures and representation method, etc., of accounting concerning preparation of quarterly consolidated financial statements (those to be stated in the changes of the underlying material matters for preparation of quarterly consolidated financial statements)
- (a) Changes in connection with the accounting standards, etc. : Yes
- (b) Changes other than (a) : Yes

Note: For details, refer to page 5 [Qualitative Information and Financial Statements, etc.] 4. Other.

- (4) Number of shares outstanding (common stock)
- (a) Number of shares outstanding at the end of the period (including treasury stock)  
Sep./2008: 125,490,302 (Mar./2008: 125,490,302)
- (b) Number of treasury stocks at the end of the period  
Sep./2008: 4,023,414 (Mar./2008: 3,998,156)
- (c) Average number of shares outstanding during the period  
Sep./2008: 121,484,851 (Sep./2007: 121,526,607)

#### **\* Explanation for appropriate use of the Financial Forecast and other matters to be noted**

1. 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.
2. “Accounting Standard for Quarterly Financial Reporting” (ASBJ Statement No. 12) and “Guidance on Accounting Standard for Quarterly Financial Reporting.” (ASBJ Guidance No. 14) have been applied from the current consolidated fiscal year. Quarterly consolidated financial statements are prepared in accordance with the “Regulation for Quarterly Consolidated Financial Statements.”

(Reference)

#### **FY 2008 Non-consolidated Financial Forecast (April 1, 2008 to March 31, 2009)**

(percentage change from  
the previous year)

	Net sales (Millions of Yen)	Operating income (Millions of Yen)	Ordinary income (Millions of Yen)	Net income (Millions of Yen)	Net income per share
Full year	138,500 ( -0.0%)	3,100 ( 11.7%)	2,100 ( 4.2%)	1,200 (166.4%)	9.88yen

Note: Change of the forecast in this quarter of the fiscal year ended March 31, 2009: Yes

## **[Qualitative Information and Financial Statements, etc.]**

### **1. QUALITATIVE INFORMATION OF CONSOLIDATED OPERATING RESULTS**

In the electronics industry for the current 2nd quarter consolidated accumulated period, although demand expansion from the Beijing Olympics was predicted, the effect was not as great as expected, and in addition, with increasing concerns related to the financial turmoil originating in the United States substantially impacting the global economy, demand growth was sluggish primarily in the developed countries. Under such circumstances, the Company Group has made strenuous efforts to increase sales and profits by carrying out sales expansion activities, with sales and engineering departments joining forces, with the aim of expanding the share of Power Supply IC for flat-panel TVs and also promoting cost-cutting measures by reviewing the selection of raw materials and circuit designs. As a result, net sales in the current 2nd quarter consolidated accumulated period were 89,730 million yen, a decrease of 4.5% as compared to the same period in the previous year. For income, operating income increased 2.9% as compared to the same period in the previous year to 4,141 million yen and ordinary income increased 75.7% as compared to the same period in the previous year to 3,332 million yen and quarterly net income increased 123.0% as compared to the same period in the previous year to 1,925 million yen.

Overview by segment is as follows.

For semiconductor devices in the semiconductor business, we have enhanced our line-up of devices for LCD TVs in the midst of an accelerated shift to LCD TVs from CRT TVs, but as we planned to a full-scale launch of these new products on the market for 2009 models, they did not contribute to the business results of the current period and net sales decreased as compared to the same period in the previous year. On the other hand, income increased as compared to the same period in the previous year, due to the steady progress of sales of devices for automotive equipment in accordance with the plan. For CCFL, although the sales price dropped, as a result of concentrated efforts on cost reductions to respond to market prices, we recovered market share of 2008 models and net sales and income both increased as compared to the same period in the previous year. As a result, net sales from the business, consisting of semiconductor devices and CCFL, were 71,498 million yen, a decrease of 1,035 million yen (1.4%) as compared to the same period in the previous year, but operating income was 5,712 million, an increase of 793 million yen (16.1%) as compared to the same period in the previous year.

For the PM business, net sales were 12,021 million yen, a decrease of 2,896 million yen (19.4%) as compared to the same period in the previous year, due to the large impact from sluggish growth of plasma TVs in the flat-panel TV market, a decrease in receipt of orders for Power Supply board and an operating loss of 726 million yen was recorded.

For the PS business, domestic sales generally progressed in accordance with the plan, mainly from direct current PS for mobile phones base stations, but receipt of orders for VVVF inverters decreased due to the impact of the investment constraint policy in China, and net sales were 6,209 million yen, a decrease of 294 million yen (4.5%) as compared to the same period in the previous year and operating income was 408 million yen, a decrease of 379 million yen (48.1%) as compared to the same period in the previous year.

(\*In the above text, the figures as compared to the same period in the previous year are for reference purposes only.)

### **2. QUALITATIVE INFORMATION OF CONSOLIDATED FINANCIAL POSITION**

#### **1) Status of Assets, Liabilities and Net Assets**

Assets as of the end of the 2nd quarter consolidated accumulated period were 171,588 million yen, a decrease of 1,941 million yen from the end of the previous consolidated fiscal year. This was mainly due to an increase of 1,164 million yen in cash and deposits and a decrease of 2,756 million yen in other current assets.

Liabilities were 92,417 million yen, a decrease of 3,030 million yen from the end of the previous consolidated fiscal year. This was mainly due to a decrease of 3,800 million yen in short-term loans payable.

Net assets were 79,170 million yen, a decrease of 1,088 million yen from the end of the previous consolidated fiscal year. This was mainly due to an increase of 1,009 million yen in retained earnings.

#### **2) Status of Cash Flow**

Balance of cash and cash equivalents at the end of the 2nd quarter consolidated fiscal period was 10,701 million yen, an increase of 1,158 million yen as compared to the end of the previous consolidated fiscal year.

Net cash provided by operating activities was 10,254 million yen, an increase of 7,222 million yen as compared to the same period in the previous year. This was mainly due to an increase in quarterly net income before tax and in purchase liabilities.

Net cash used in investing activities was 4,941 million yen, an increase of 316 million yen as compared to same period in the previous year. This was mainly due to the expenditures for acquisition of tangible fixed assets.

Net cash used in financing activities was 3,535 million yen, an increase of 4,610 million yen as compared to the same period in the previous year. This was mainly due to a decrease in short-term loans payable by a reduction of interest-bearing debt. The Company also issued bonds to secure funds for redemption funds of bonds and commercial paper.

### **3. QUALITATIVE INFORMATION OF CONSOLIDATED FINANCIAL FORECAST**

In the electronics industry of the future, it is a concern that demand will decrease on a global scale, which can be attributed to the financial turmoil in the United States and we expect sales growth will be sluggish as well as further reductions in product prices. Depending on exchange rate trends, business results may be adversely affected, for example, by the rapid appreciation of the Japanese yen. Based on such a severe environment and the results in the 2nd quarter consolidated accumulated period, we have adjusted the forecast of consolidated and non-consolidated business results for the full-year already announced as follows.

[Forecast of Consolidated Business Results for the Full-year ending March 31, 2009]

(Millions of Yen)

	Forecast of the consolidated business results of the full-year ending March 31, 2009	Increase or decrease as compared to the same period in the previous year	Forecast of the consolidated business results of the full-year announced in August 2008
Net sales	183,000	-0.7%	195,000
Operating income	9,000	8.8%	11,000
Ordinary income	6,500	45.0%	8,000
Net income	4,000	125.2%	5,000

[Forecast of Non-consolidated Business Results for the Full-year ending March 31, 2009]

(Millions of Yen)

	Forecast of Non-consolidated business results of the full-year ending March 31, 2009	Increase or decrease as compared to the same period in the previous year	Forecast of Non-consolidated business results of the full-year announced in May 2008
Net sales	138,500	-0.0%	151,100
Operating income	3,100	11.7%	4,300
Ordinary income	2,100	4.2%	2,800
Net income	1,200	166.4%	1,700

Although we expect the business environment to increase in severity in the future, the Company Group will continue reforms of operating activities toward sales expansion, including closer alignment with customers, anticipation of needs, active proposals of newly developed products, and by providing total solutions, covering semiconductor devices to power sources. We will strive to increase our market share of LCD TV 2009 models. In addition, we will also focus on reinforcement of production systems to significantly improve QCD, the basics of manufacturing, and improve cost competitiveness, through reinforced collaboration between the design and purchase departments.

#### **4. OTHER**

(1) Changes in significant subsidiaries during the year (changes in particular subsidiaries accompanying the change in scope of consolidation)

There is no pertinent matter.

(2) Application of Simplified Accounting and the accounting method particular to Preparation of Quarterly Consolidated Financial Statements

1) Calculation Method of Estimation of Bad Debts of General Credits

As it is recognized that there is no significant change in the actual ratio of bad debts at the end of the current consolidated second quarter from the estimation at the end of the previous consolidated fiscal year, estimation of bad debts was calculated by using the actual ratio of bad debts at the end of the previous consolidated fiscal year.

2) Calculation Method of Deferred Tax Assets and Deferred Tax Liabilities

Regarding the judgment of collectibility of deferred tax assets, the method uses the future forecast and tax planning used in the previous consolidated fiscal year as it is recognized that there is no significant change in business environment and accrual of temporary difference, etc., since the end of the previous consolidated fiscal year.

3) Calculation of Tax Expense

We adopted the method in which we have reasonably estimated the effective tax rate after application of tax effect accounting to the net income before tax in the current consolidated fiscal year and calculating by multiplying the quarterly net income before tax by the said estimated effective tax rate.

In this regard, the corporation tax adjustment amount is included in the corporation tax, etc.

(3) Changes in Principles, Procedures and Indication Method of Accounting concerning Preparation of Quarterly Consolidated Financial Statements

1) Application of Accounting Standard for Quarterly Financial Reporting

“Accounting Standard for Quarterly Financial Reporting” (ASBJ Statement No. 12) and “Guidance on Accounting Standard for Quarterly Financial Reporting.” (ASBJ Guidance No. 14) have been applied from the current consolidated fiscal year. Quarterly consolidated financial statements are prepared in accordance with the “Regulation for Quarterly Consolidated Financial Statements.”

2) Application of Accounting Standard for Measurement of Inventories

“Accounting Standard for Measurement of Inventories” (ASBJ, July 5, 2006, Statement No. 9 ) have been applied from the current consolidated first quarter and the valuation standards were changed from lower-of-cost-or-market method to the cost method (method of reducing the book value according to the decreased profitability).

There is no effect on income by this change.

3) Application of Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements

“Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements” (ASBJ, May 17, 2006, PITF No. 18) have been applied from the consolidated first quarter and adjustment necessary for consolidated closing of accounts was made.

The effect on income is insignificant.

4) Application of Accounting Standards concerning Lease Transactions

“Accounting Standard for Lease Transactions” (ASBJ, June 17, 1993, final amendment, March 30, 2007, Statement No.13) and “Guidance on Accounting Standard for Lease Transactions” (ASBJ, January 18, 1994, final amendment, March 30, 2007, Guidance No.16) have been applied early from the consolidated first quarter. For the finance lease transactions in which ownership is not transferred, accounting was changed from the method according to that concerning ordinary lease transactions to that concerning ordinary sales transactions and they were recorded in lease assets.

Depreciation of lease assets adopted the method which calculates the remaining value as zero, setting the lease period as the life.

For the finance lease transactions in which ownership is not transferred whose lease commencement date is before the first year of application, accounting according to the method concerning ordinary lease transactions has been continually adopted.

As a result, lease assets are recorded in tangible fixed assets at 30 million yen and in intangible assets at 10 million yen as compared to the previous method.

There is no effect on income by this change.

## 5. QUARTERLY CONSOLIDATED FINANCIAL STATEMENTS

### (1) Quarterly Consolidated Balance Sheets

	Millions of yen	
	September 30 2008	March 31 2008 (Summary)
<b>ASSETS</b>		
Current assets		
Cash and deposits	10,927	9,763
Notes and accounts receivable-trade	42,553	43,603
Merchandise and finished goods	14,967	13,517
Work in process	15,654	14,369
Raw materials and supplies	12,327	12,719
Deferred tax assets	3,106	3,371
Other	4,078	6,835
Allowance for doubtful accounts	(160 )	(129 )
Total current assets	103,454	104,050
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	20,311	20,932
Machinery, equipment and vehicles, net	30,378	32,081
Tools, furniture and fixtures, net	2,053	2,266
Land	4,533	4,412
Construction in progress	3,072	1,907
Lease assets, net	30	—
Property, plant and equipment, net	60,380	61,600
Intangible assets		
Software	429	429
Other	714	1,127
Total intangible assets	1,143	1,556
Investments and other assets		
Investment securities	2,520	2,859
Deferred tax assets	712	655
Other	3,627	3,055
Allowance for doubtful accounts	(250 )	(249 )
Total investments and other assets	6,609	6,321
Total noncurrent assets	68,133	69,479
Total assets	171,588	173,529

	September 30 2008	March 31 2008 (Summary)
<b>LIABILITIES AND NET ASSETS</b>		
Liabilities		
Current liabilities		
Notes and accounts payable-trade	25,530	25,699
Short-term loans payable	9,093	12,894
Current portion of bonds	10,000	10,000
Commercial papers	11,000	30,000
Accrued expenses	8,260	8,160
Income taxes payable	1,123	394
Deferred tax liabilities	0	0
Provision for directors' bonuses	25	30
Other	1,168	1,084
Total current liabilities	<u>66,201</u>	<u>88,262</u>
Noncurrent liabilities		
Bonds payable	20,000	–
Long-term loans payable	1,789	2,200
Deferred tax liabilities	634	1,069
Provision for retirement benefits	2,959	3,092
Provision for directors' retirement benefits	149	172
Other	681	651
Total noncurrent liabilities	<u>26,215</u>	<u>7,185</u>
Total liabilities	<u>92,417</u>	<u>95,447</u>
Net assets		
Shareholders' equity		
Capital stock	20,896	20,896
Capital surplus	21,258	21,261
Retained earnings	43,248	42,239
Treasury stock	(3,889 )	(3,878 )
Total shareholders' equity	<u>81,513</u>	<u>80,518</u>
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	322	526
Foreign currency translation adjustment	(3,182 )	(3,444 )
Total valuation and translation adjustments	<u>(2,859 )</u>	<u>(2,917 )</u>
Subscription rights to shares	<u>222</u>	<u>189</u>
Minority interests	<u>294</u>	<u>291</u>
Total net assets	<u>79,170</u>	<u>78,081</u>
Total liabilities and net assets	<u>171,588</u>	<u>173,529</u>

## (2) Quarterly Consolidated Statements of Income

Millions of yen

	Six months ended Sep.30,2008
Net sales	89,730
Cost of sales	72,382
Gross profit	17,347
Selling, general and administrative expenses	13,205
Operating income	4,141
Non-operating income	
Interest income	54
Dividends income	18
Rent income on facilities	9
Gain on forgiveness of consumption taxes	131
Miscellaneous income	220
Total non-operating income	433
Non-operating expenses	
Interest expenses	313
Foreign exchange losses	278
Compensation expense	291
Miscellaneous loss	358
Total non-operating expenses	1,243
Ordinary income	3,332
Extraordinary loss	
Loss on retirement of noncurrent assets	106
Loss on sales of noncurrent assets	0
Loss on disaster	60
Special retirement expenses	15
Other	0
Total extraordinary losses	182
Income before income taxes and minority interests	3,149
Income taxes	1,206
Minority interests in income	17
Net income	1,925



### (3) Quarterly Consolidated Statements of Cash Flows

Millions of yen

**Six months ended  
Sep.30,2008**

Net cash provided by (used in) operating activities	
Income before income taxes and minority interests	3,149
Depreciation and amortization	6,314
Increase (decrease) in allowance for doubtful accounts	29
Increase (decrease) in provision for retirement benefits	(245 )
Interest and dividends income	(73 )
Interest expenses	313
Decrease (increase) in notes and accounts receivable-trade	1,451
Decrease (increase) in inventories	(2,212 )
Increase (decrease) in notes and accounts payable-trade	(196 )
Other, net	2,514
Subtotal	11,044
Interest and dividends income received	73
Interest expenses paid	(307 )
Income taxes paid	(555 )
Net cash provided by (used in) operating activities	10,254
Net cash provided by (used in) investment activities	
Purchase of property, plant and equipment	(4,750 )
Proceeds from sales of property, plant and equipment	96
Purchase of intangible assets	(157 )
Purchase of investment securities	(29 )
Payments of loans receivable	(1,427 )
Collection of loans receivable	1,518
Other, net	(191 )
Net cash provided by (used in) investment activities	(4,941 )
Net cash provided by (used in) financing activities	
Net increase (decrease) in short-term loans payable	(2,864 )
Increase (decrease) in commercial papers	(19,000 )
Repayments of finance lease obligations	(26 )
Proceeds from long-term loans payable	157
Repayment of long-term loans payable	(838 )
Proceeds from issuance of bonds	19,900
Proceeds from sales of treasury stock	3
Purchase of treasury stock	(18 )
Cash dividends paid	(849 )
Net cash provided by (used in) financing activities	(3,535 )
Effect of exchange rate change on cash and cash equivalents	(619 )
Net increase (decrease) in cash and cash equivalents	1,157
Cash and cash equivalents at beginning of period	9,543
Increase in cash and cash equivalents from newly consolidated subsidiary	0
Cash and cash equivalents at end of period	10,701

“Accounting Standard for Quarterly Financial Reporting” (ASBJ Statement No. 12) and “Guidance on Accounting Standard for Quarterly Financial Reporting.” (ASBJ Guidance No. 14) have been applied from the current consolidated fiscal year. Quarterly consolidated financial statements are prepared in accordance with the “Regulation for Quarterly Consolidated Financial Statements.”

#### (4) Notes on premise of Going Concern

none

#### (5) Segment information

[Segment information by business]

Six months ended Sep.30,2008

Millions of yen

	Semicon- ductors	PM	PS	Total	Eliminations or unallocated amounts	Consolidated
Sales						
(1) Third parties	71,498	12,021	6,209	89,730	-	89,730
(2) Intersegment	1,007	39	0	1,047	(1,047)	-
Total	72,505	12,061	6,210	90,777	(1,047)	89,730
Operating income (loss)	5,712	(726)	408	5,394	(1,253)	4,141

[Segment information by geographic area]

Six months ended Sep.30,2008

Millions of yen

	Japan	Asia	North America	Europe	Total	Eliminations or unallocated amounts	Consolidated
Sales							
(1) Third parties	62,316	10,388	10,872	6,152	89,730	-	89,730
(2) Intersegment	7,092	13,334	10,181	0	30,609	(30,609)	-
Total	69,409	23,723	21,053	6,153	120,339	(30,609)	89,730
Operating income	2,729	870	1,316	89	5,006	(865)	4,141

[Overseas Sales]

Six months ended Sep.30,2008

Millions of yen

	Asia	North America	Europe	Other Regions	Total
Overseas sales	36,760	6,319	6,643	8	49,732
Consolidated sales					89,730
Ratio of overseas sales to consolidated	41.0	7.0	7.4	0.0	55.4

**(6) Notes on significant changes in the amount of shareholders' equity**

Six months ended Sep.30,2008

Millions of yen

	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at March 31, 2008	20,896	21,261	42,239	(3,878)	80,518
Resulting from change of accounting policies applied to foreign subsidiaries			(142)		(142)
Changes of items during the period:					
Distribution of retained earnings			(850)		(850)
Net income			1,925		1,925
Redemption of treasury stock				(18)	(18)
Disposal of treasury stock		(2)		6	3
Resulting from increase in number of consolidated subsidiaries			76		76
Total changes of items	-	(2)	1,151	(11)	1,136
Balance at June 30, 2008	20,896	21,258	43,248	(3,889)	81,513

[Reference]

## Consolidated Statements of Income (Summary)

Six months ended Sep.30,2007

Millions of yen

	<b>September 30 FY 2007</b>
Net sales	<b>93,956</b>
Cost of sales	<b>76,038</b>
Gross profit	<b>17,918</b>
Selling, general and administrative expenses	<b>13,893</b>
Operating income	<b>4,024</b>
Non-operating income	<b>302</b>
Non-operating expenses	<b>2,430</b>
Ordinary income	<b>1,896</b>
Government grant	<b>60</b>
Profit on sales of fixed assets	<b>59</b>
Total extraordinary income	<b>119</b>
Loss on disposals of fixed assets	<b>116</b>
Loss on sales of fixed assets	<b>0</b>
Factory closure related expenses	<b>40</b>
Other extraordinary loss	<b>4</b>
Total extraordinary loss	<b>162</b>
Income before income taxes, minority interests	<b>1,854</b>
Income taxes	<b>810</b>
Income tax - deferred	<b>138</b>
Minority interest in consolidated subsidiaries	<b>40</b>
Net income	<b>863</b>

[Reference]

## Consolidated Statements of Cash Flows (Summary)

Six months ended Sep.30,2007

	Six months ended Sep.30,2007
Operating activities	
1. Income before income taxes and minority interests in earnings of affiliates	1,854
2. Depreciation and amortization	7,494
3. Reversal of allowance for doubtful receivables	(14 )
4. Provision of accrued retirement benefits for employees	(904 )
5. Interest and dividend income	(108 )
6. Interest expense	634
7. Gain on sales of investment securities	-
8. Decrease (increase) in notes and accounts receivable	2,522
9. Decrease (increase) in inventories	(2,133 )
10. Increase (decrease) in notes and accounts payable	(5,214 )
11. Other	1,563
12. Interest and dividends received	108
13. Interest paid	(643 )
14. Income taxes paid	(2,126 )
Net cash provided by (used in) operating activities	3,032
Investing activities	
1. Purchases of property, plant and equipment	(4,382 )
2. Proceeds from sales of property, plant and equipment	43
3. Purchases of intangible fixed assets	(150 )
4. Purchases of investment securities	-
5. Proceeds from sales of investment securities	0
6. Expenditure of loan	(76 )
7. Proceeds from collection of loan	25
8. Other	(85 )
Net cash provided by (used in) investing activities	(4,624 )
Financing activities	
1. Increase (decrease) in short-term bank loans	4,085
2. Proceeds from issuance of Commercial Paper	-
3. Repayment of long-term debt	(2,075 )
4. Proceeds from sales of treasury stock	3
5. Redemption of treasury stock	(45 )
6. Cash dividends paid	(848 )
7. Dividends paid to minority interests	(44 )
Net cash provided by (used in) financing activities	1,074
Effect of exchange rate changes on cash and cash equivalents	94
Net increase (decrease) in cash and cash equivalents	(422 )
Cash and cash equivalents at beginning of the year	10,367
Cash and cash equivalents at end of the period	9,944

[Reference]

Segment information

[Segment information by business]

Six months ended Sep.30,2007

Millions of yen

	Semicon- ductors	PM	PS	Total	Eliminations or unallocated amounts	Consolidated
Sales						
(1) Third parties	72,533	14,917	6,504	93,956	-	93,956
(2) Intersegment	617	700	2	1,320	(1,320)	-
Total	73,151	15,618	6,507	95,277	(1,320)	93,956
Operating income	4,918	(367)	788	5,339	(1,315)	4,024

[Segment information by geographic area]

Six months ended Sep.30,2007

Millions of yen

	Japan	Asia	North America	Europe	Total	Eliminations or unallocated amounts	Consolidated
Sales							
(1) Third parties	63,091	10,880	12,446	7,538	93,956	-	93,956
(2) Intersegment	8,274	15,839	8,321	31	32,466	(32,466)	-
Total	71,366	26,719	20,767	7,570	126,423	(32,466)	93,956
Operating income	3,759	0	807	348	4,916	(891)	4,024

[Overseas Sales]

Six months ended Sep.30,2007

Millions of yen

	Asia	North America	Europe	Other Regions	Total
Overseas sales	39,114	8,394	7,182	34	54,726
Consolidated sales					93,956
Ratio of overseas sales to consolidated	41.6	8.9	7.7	0.0	58.2