

Notice of Revised Projections for Consolidated and Non-Consolidated Business Results

In light of the Company's recent performance, we have revised the six-month and full-year projections for non-consolidated business results for fiscal 2008, both of which were disclosed on May 10, 2007, for the first half of fiscal 2008, covering April 1 through September 30, 2007, and for fiscal 2008, the year ending March 31, 2008. We have also revised the six-month and full-year projections for consolidated business results for fiscal 2008, both of which were disclosed on August 8, 2007, for the first half of fiscal 2008, covering April 1 through September 30, 2007, and for fiscal 2008, the year ending March 31, 2008.

1. Revised Projections for Business Results for the First Half of Fiscal 2008 (April 1, 2007, to September 30, 2007)

(Consolidated)			(Millions of yen)		
	Net sales	Operating profit	Ordinary income	Net income	Net income per share
					Yen
Previous projections (A)	730,000	43,000	54,000	29,000	23.23
Revised projections (B)	796,000	46,000	63,000	35,000	28.03
Change (B – A)	66,000	3,000	9,000	6,000	4.79
Change (%)	9.0%	7.0%	16.7%	20.7%	20.6%
(Reference) Results for the first half of fiscal 2007	694,170	37,619	58,728	38,336	33.50

(Non-Consolidated)			(Millions of yen)		
	Net sales	Operating profit	Ordinary income	Net income	Net income per share
					Yen
Previous projections (A)	345,000	12,000	13,000	5,000	4.00
Revised projections (B)	427,000	12,000	16,000	6,000	4.80
Change (B – A)	82,000	—	3,000	1,000	0.80
Change (%)	23.8%	—	23.1%	20.0%	20.0%
(Reference) Results for the first half of fiscal 2007	378,285	12,073	17,165	9,025	7.88

2. Revised Projections for Business Results for Fiscal 2008 (April 1, 2007, to March 31, 2008)

(Consolidated)		(Millions of yen)			
	Net sales	Operating profit	Ordinary income	Net income	Net income per share
					Yen
Previous projections (A)	1,460,000	86,000	110,000	59,000	47.27
Revised projections (B)	1,594,000	92,000	120,000	60,000	48.02
Change (B – A)	134,000	6,000	10,000	1,000	0.75
Change (%)	9.2%	7.0%	9.1%	1.7%	1.6%
(Reference) Results for fiscal 2007	1,452,108	78,758	107,188	71,382	60.33

(Non-Consolidated)		(Millions of yen)			
	Net sales	Operating profit	Ordinary income	Net income	Net income per share
					Yen
Previous projections (A)	700,000	25,000	37,000	17,000	13.61
Revised projections (B)	815,000	27,000	42,000	19,000	15.20
Change (B – A)	115,000	2,000	5,000	2,000	1.59
Change (%)	16.4%	8.0%	13.5%	11.8%	11.7%
(Reference) Results for fiscal 2007	755,013	28,482	43,562	12,830	10.84

3. Reasons for the Revisions

Consolidated ordinary income is expected to exceed our projection by about ¥9.0 billion for the first half of fiscal 2008, mainly owing to significant rises in equity in earnings of affiliates; dividend income related to overseas copper mining companies in the Company invests, reflecting copper prices that have remained at high levels; and an increase in earnings from the Electronic Materials & Components business segment where the silicon-related business especially has performed well. Consolidated net income for the six-month period under review is expected to be ¥6.0 billion higher than envisaged as a result of the increase in consolidated ordinary income.

As for consolidated fiscal 2008 results on a full-year basis, consolidated ordinary income is expected to exceed the previous projection by about ¥10.0 billion based on the rise in earnings in the first half although several uncertain factors in the management environment are seen including higher raw material prices, a slowdown of the U.S. economy, weakening copper prices and a trend toward an appreciating yen. Consequently, consolidated net income for fiscal 2008 is expected to increase ¥1.0 billion, taking into account the promotion of business restructuring reforms and measures to return to healthier assets, which are anticipated in the second half.

4. Dividends for the Year

We plan to distribute a year-end dividend of ¥4 per share, following an interim dividend of ¥4 per share, for an annual dividend of ¥8 for fiscal 2008, as announced on May 10, 2007.

(Note) Management produced the above projections based on various current assumptions as of the date of the announcement, including certain assumptions for the economic climate and market trends. Actual results may differ owing to a number of factors.