

# MARUBUN CORPORATION

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August 8, 2005

## Consolidated Financial Results for the Three Months Ended June 30, 2005 (Additional Financial Disclosure)

### Summary of Consolidated First Quarter Financial Results

#### 1. Consolidated Statements of Cash Flows as of June 30, 2005

	Net Cash flow from Operating Activities	Net Cash flow from Investing Activities	Net Cash flow from Financing Activities	Cash and Cash Equivalents at End of Fiscal Year
Three Months Ended	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
June 30, 2005	4,068	(381)	(1,679)	7,515
June 30, 2004	(3,300)	(15)	3,479	3,352
March 31, 2005	312	(217)	693	3,974

## Consolidated Statements of Cash Flows

(Millions of Yen)

	Three Months Ended June 30, 2004	Three Months Ended June 30, 2005	Increase/ Decrease	Fiscal Year Ended March 31, 2005
	Amount	Amount		Amount
<b>Cash Flows from Operating Activities</b>				
Income/Loss before Taxes	621	597	(23)	3,029
Depreciation and Amortization	226	223	(2)	961
Amortization of Consolidation Adjustments	-	27	27	-
Increase/Decrease in Allowance for Doubtful Accounts	(6)	5	11	(7)
Increase/Decrease in Allowance for Employees' Bonuses	(380)	(211)	169	2
Increase in Allowance for Directors' Retirement Benefits	8	12	4	27
Increase in Allowance for Employees' Retirement Benefits	(39)	(16)	23	(164)
Interest and Dividends Earned	(8)	(10)	(1)	(17)
Interest Expenses	69	65	(4)	282
Foreign Currency Translation Gain/Loss	(0)	(11)	(11)	4
Equity in Net Incomes/Losses of Affiliates	(5)	19	25	(404)
Gain on Sale of Long-term Assets	(43)	(0)	43	(70)
Gain on Sale of Investment Securities	-	(0)	(0)	(5)
Gain on Sale of Investments in Real Estates	-	(61)	(61)	-
Loss on Sale of Investments in Real Estates	-	-	-	374
Income from Investments in Real Estates	(72)	(68)	3	(287)
Loss on Revaluation of Investment Securities	-	-	-	168
Expenses incurred for Investments in Real Estates	35	35	0	148
Loss on Revaluation of Investment in Golf Club	-	-	-	3
Loss on Sale and Disposal of Long-term Assets	1	0	(0)	7
Impairment Loss	-	5	5	-
Increase/Decrease in Accounts Receivable	2,338	1,557	(780)	3,235
Increase/Decrease in Inventories	(2,162)	479	2,641	(1,869)
Increase/Decrease in Accounts Payable	(3,439)	3,069	6,508	(4,149)
Bonuses Paid to Directors	-	-	-	(23)
Other	397	(876)	(1,273)	628
Sub Total	(2,461)	4,842	7,304	1,874
Interest and Dividends Received	8	10	1	17
Interest Paid	(55)	(43)	12	(288)
Income Taxes Paid	(791)	(741)	49	(1,290)
Net Cash used in Operating Activities	(3,300)	4,068	7,368	312
<b>Cash Flows from Investing Activities</b>				
Payment for Time Deposits	(3)	(58)	(55)	(12)
Proceeds from Time Deposits	-	-	-	12
Payment for Acquisition of Tangible Fixed Assets	(86)	(93)	(6)	(319)
Proceeds from Sale of Tangible Fixed Assets	71	17	(53)	136
Payment for Acquisition of Intangible Fixed Assets	(43)	(100)	(56)	(176)
Payment for Acquisition of Investment Securities	(3)	(4)	(0)	(31)
Proceeds from Sale of Investment Securities	-	0	0	15
Payment for Acquisition of Investments in Real Estates	-	-	-	(3)
Proceeds from Sale of Investments in Real Estates	-	55	55	92
Proceeds from Rental Income on Invested Real Estates	72	68	(3)	286
Payment for Expenses Incurred for Invested Real Estates	(36)	(35)	1	(55)
Proceeds from Collections on Loans	-	(100)	(100)	-
Payment for Stock Acquisition Accompanied by increase in a Consolidated Subsidiary	-	(100)	(100)	(188)
Other	14	(32)	(46)	26
Net Cash provided by Investing Activities	(15)	(381)	(366)	(217)
<b>Cash Flows from Financing Activities</b>				
Proceeds from Short-term Loans	7,300	850	(6,450)	22,011
Repayment of Short-term Loans	(3,600)	(2,233)	1,366	(19,582)
Repayment of Long-term Loans	(21)	-	21	(1,042)
Proceeds from Sale of Treasury Stock	-	2	2	96
Payments for Purchases of Treasury Stock	-	(58)	(58)	(301)
Dividends Paid	(199)	(240)	(41)	(487)
Other	-	(0)	(0)	(0)
Net Cash provided by Financing Activities	3,479	(1,679)	(5,158)	693
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(1)	59	61	(3)
Net Increase/Decrease in Cash and Cash Equivalents	162	2,066	1,904	784
Cash and Cash Equivalents at Beginning of Year	3,189	3,974	784	3,189
Increase in Cash and Cash Equivalents due to New Consolidated Subsidiaries	-	1,473	1,473	-
Cash and Cash Equivalents at End of Year	3,352	7,515	4,162	3,974

## Consolidated Segment Information

### 1. Segment Information by Business Type

Three Months Ended June 30, 2005

(Millions of Yen)

	Electronic Devices	Electronic Systems	Total	Eliminations / Corporate	Consolidated
Net Sales					
(1) Outside Customers	44,034	5,206	49,241	-	49,241
(2) Intersegment	-	0	0	(0)	-
Total Sales	44,034	5,206	49,241	(0)	49,241
Operation Expenses	42,537	5,279	47,816	772	48,589
Operation Income	1,497	(72)	1,424	(772)	651

Three Months Ended June 30, 2004

(Millions of Yen)

	Electronic Devices	Electronic Systems	Total	Eliminations / Corporate	Consolidated
Net Sales					
(1) Outside Customers	33,095	6,843	39,939	-	39,939
(2) Intersegment	-	-	-	-	-
Total Sales	33,095	6,843	39,939	-	39,939
Operation Expenses	31,847	6,853	38,701	671	39,373
Operation Income	1,248	(9)	1,238	(671)	566

Fiscal year ended March 31, 2005

(Millions of Yen)

	Electronic Devices	Electronic Systems	Total	Eliminations / Corporate	Consolidated
Net Sales					
(1) Outside Customers	131,633	39,258	170,891	-	170,891
(2) Intersegment	2	4	7	(7)	-
Total Sales	131,635	39,263	170,899	(7)	170,891
Operation Expenses	127,396	36,933	164,329	3,050	167,379
Operation Income	4,239	2,330	6,569	(3,057)	3,512

Notes : Business segments are classified on the basis of organization, product type and sales structure.

Main products of each business segment

Electronic Devices : General-Use Ics, Memory Ics, Special-Use Ics, Custom Ics, Discrete, LCD&QD, Board Computer, Software

Electronic Systems : Space & Defense Electronics, Industrial Equipment, Scientific Equipment, Laser Equipment, Information Equipment, Medical Equipment

### 2. Segment Information by Country

Three Months Ended June 30, 2005

(Millions of Yen)

	Japan	Asia	Other	Total	Eliminations / Corporate	Consolidated
Net Sales						
(1) Outside Customers	41,690	7,551	-	49,241	-	49,241
(2) Intersegment	3,147	538	-	3,685	(3,685)	-
Total Sales	44,837	8,089	-	52,926	(3,685)	49,241
Operation Expenses	43,612	7,912	1	51,526	(2,937)	48,589
Operation Income	1,224	177	(1)	1,400	(748)	651

Notes : Asia : Hong Kong, Singapore, Thailand, Philippines, Taiwan, China

Other: U.S.A.

### 3. Net Sales Outside Japan

Three Months Ended June 30, 2005

(Millions of Yen)

	Asia	Other	Total
Net Sales Outside Japan	8,466	89	8,556
Consolidated Net Sales			49,241
Ratio of Net Sales Outside Japan to Consolidated Net Sales	17.2	0.2	17.4

Notes : Asia : Hong Kong, Singapore, Thailand, Philippines, Taiwan, China

Other: U.S.A., England

## Consolidated Net Purchases, Orders and Net Sales

### 1. Net Purchases

(Millions of Yen)

Segments	Three Months Ended		Increase/ Decrease (Percent Change from Previous Year) (%)	Fiscal Year Ended March 31, 2005
	June 30, 2004	June 30, 2005		
Electronic Devices	31,934	40,621	27.2	121,912
Electronic Systems	5,680	5,265	(7.3)	32,300
Total	37,614	45,886	22.0	154,212

### 2. Orders

(Millions of Yen)

Segments	Three Months Ended June 30, 2004		Three Months Ended June 30, 2005		Increase/Decrease (Percent Change from Previous Year) (%)		Fiscal Year Ended March 31, 2005	
	Orders	Backlog	Orders	Backlog	Orders	Backlog	Orders	Backlog
Electronic Devices	33,640	13,002	47,264	19,756	40.5	51.9	131,389	13,989
Electronic Systems	9,234	11,238	8,388	9,147	(9.2)	(18.6)	36,375	5,965
Total	42,875	24,240	55,653	28,904	29.8	19.2	167,765	19,955

### 3. Net Sales

(Millions of Yen)

Segments	Three Months Ended		Increase/ Decrease (Percent Change from Previous Year) (%)	Fiscal Year Ended March 31, 2005
	June 30, 2004	June 30, 2005		
Electronic Devices	33,095	44,034	33.1	131,633
Electronic Systems	6,843	5,206	(23.9)	39,258
Total	39,939	49,241	23.3	170,891

## Consolidated Financial Results by the Quarter

Fiscal Year Ending March 31, 2006

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
	Three Months Ended June 30, 2005	Three Months Ended September 30, 2005	Three Months Ended December 31, 2005	Three Months Ended March 31, 2006
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
Net Sales	49,241	-	-	-
Gross Profit	4,890	-	-	-
Operating Income	651	-	-	-
Ordinary Income	542	-	-	-
Income before Taxes	597	-	-	-
Net Income	293	-	-	-
	Yen	Yen	Yen	Yen
Net Income Per Share	10.95	-	-	-
Diluted Net Income Per Share	10.91	-	-	-
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
Total Assets	98,430	-	-	-
Shareholder's Equity	30,752	-	-	-
	Yen	Yen	Yen	Yen
Shareholder's Equity Per Share	1,150.74	-	-	-
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
Net Cash flow from Operating Activities	4,068	-	-	-
Net Cash flow from Investing Activities	(381)	-	-	-
Net Cash flow from Financing Activities	(1,679)	-	-	-
Cash and Cash Equivalents at End of Fiscal Year	7,515	-	-	-

Fiscal Year Ended March 31, 2005

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
	Three Months Ended June 30, 2004	Three Months Ended September 30, 2004	Three Months Ended December 31, 2004	Three Months Ended March 31, 2005
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
Net Sales	39,939	43,564	42,252	45,134
Gross Profit	4,488	4,807	4,293	5,628
Operating Income	566	911	578	1,456
Ordinary Income	572	938	805	1,204
Income before Taxes	621	929	846	632
Net Income	385	539	567	327
	Yen	Yen	Yen	Yen
Net Income Per Share	14.28	19.93	20.97	10.98
Diluted Net Income Per Share	14.24	19.88	20.92	10.94
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
Total Assets	90,742	94,194	91,770	91,740
Shareholder's Equity	29,642	29,968	30,593	30,563
	Yen	Yen	Yen	Yen
Shareholder's Equity Per Share	1,097.98	1,105.80	1,133.41	1,141.19
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
Net Cash flow from Operating Activities	(3,300)	(2,717)	(4)	6,335
Net Cash flow from Investing Activities	(15)	5	32	(239)
Net Cash flow from Financing Activities	3,479	1,552	653	(4,990)
Cash and Cash Equivalents at End of Fiscal Year	3,352	2,196	2,876	3,974