

**Summary of Consolidated Financial Results for the First Half Ended September 30, 2007**
**1. Consolidated Financial Results for the First Half Ended September 30, 2007 (April 1,2007 - September 30,2007)**

## (1) Consolidated Operating Results

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
1st Half of FY2007	124,152	(4.6)	2,150	(14.8)	1,861	(28.7)	884	(44.7)
1st Half of FY2006	130,165	21.4	2,524	29.9	2,611	65.4	1,599	93.7
FY2006	275,661	-	6,498	-	6,280	-	3,483	-

	Net Income Per Share		Diluted Net Income Per Share	
	Yen	Yen	Yen	Yen
1st Half of FY2007	32.85		32.84	
1st Half of FY2006	59.65		59.59	
FY2006	129.75		129.66	

Notes : Percentages for net sales, operating income, ordinary income and net income indicate changes from previous year

## (2) Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets Per Share
	Millions of Yen	Millions of Yen	%	Yen
As of September 30, 2007	120,226	39,894	30.6	1,366.74
As of September 30, 2006	138,229	36,643	24.8	1,278.55
As of March 31, 2007	131,573	38,584	27.3	1,332.98

## (3) Cash Flows

	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
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
1st Half of FY2007	6,920	42	(6,243)	7,487
1st Half of FY2006	(23,481)	1,494	23,612	7,996
FY2006	(18,475)	1,095	17,366	6,422

**2. Dividend**

	Dividend Per Share		
	Interim	Year-End	Fiscal Year Ended
	Yen	Yen	Yen
FY2006	12.00	18.00	30.00
FY2007	12.00	-	23.00
FY2007 (Forecasts)	-	11.00	

**3. Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2008**

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
Full Year	260,000	(5.7)	5,300	(18.4)	4,800	(23.6)	2,500	(28.2)
Net Income Per Share								
Full Year		Yen						
		92.86						

Note: These Financial Forecasts are based on management's assumptions and beliefs in light of the information currently available to it and therefore you should not place undue reliance on them. Marubun Corporation cautions you that a number of important factors could cause actual results to differ materially from those discussed in the forward-looking statements.

**(Reference)Non-consolidated Financial Results****1. Non-Consolidated Financial Results for First Half Ended September 30, 2007 (April 1,2007 - September 30,2007)****(1)Non-Consolidated Operating Results**

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
1st Half of FY2007	82,102	(15.6)	731	(61.2)	937	(53.4)	630	(44.9)
1st Half of FY2006	97,253	21.7	1,886	57.1	2,013	87.8	1,145	81.7
FY2006	203,501	-	4,234	-	4,116	-	2,208	-

  

	Net Income Per Share	Diluted Net Income Per Share
	Yen	Yen
1st Half of FY2007	23.43	23.43
1st Half of FY2006	42.70	42.66
FY2006	82.23	82.17

**(2) Financial Position**

	Total Assets	Net Assets	Equity Ratio	Net Assets Per Share
	Millions of Yen	Millions of Yen	%	Millions of Yen
As of September 30, 2007	90,533	30,091	33.2	1,117.33
As of September 30, 2006	109,218	29,326	26.9	1,092.48
As of March 31,2007	103,583	30,089	29.0	1,117.76

**2. Non-Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2008**

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
Full Year	172,100	(15.4)	2,840	(32.9)	2,820	(31.5)	1,750	(20.7)

  

	Net Income Per Share
	Yen
Full Year	65.00

Consolidated Financial Statements

(1) Consolidated Balance Sheet

(Millions of Yen)

	As of September 30, 2007		As of September 30, 2006		Increase/ decrease	As of March 31, 2007	
	Amount	Compo- sition (%)	Amount	Compo- sition (%)		Amount	Compo- sition (%)
(Assets)							
Current Assets							
Cash on Hand and Cash in Banks	8,861		8,187		(674)	7,372	
Receivables:Trade Notes and Accounts	71,666		60,909		(10,756)	68,578	
Inventories	34,803		32,875		(1,928)	33,624	
Advance Payable	4,246		649		(3,596)	2,281	
Deferred Tax Assets	597		661		64	678	
Other	2,186		1,961		(224)	3,401	
Allowance for Doubtful Accounts	(40)		(38)		1	(38)	
Total Current Assets	122,320	88.5	105,207	87.5	(17,113)	115,899	88
Long-term Assets							
Tangible Fixed Assets							
Buildings and Structures	2,037		1,952			1,972	
Land	2,792		2,621			2,695	
Others	742	5,573	807	5,381	(191)	844	5,513
Intangible Fixed Assets							
Good will	449		335			395	
Other	1,568	2,018	897	1,233	(784)	1,260	1,656
Investments and Other Assets							
Investment Securities	2,909		2,904			3,192	
Deferred Tax Assets	1,281		1,414			1,317	
Investment in Real Estate	1,654		1,333			1,383	
Other	2,470	8,316	2,750	8,403	86	2,610	8,504
Total Long-term Assets	15,908	11.5	15,018	12.5	(889)	15,673	12
Total Assets	138,229	100.0	120,226	100.0	(18,003)	131,573	100
(Liabilities)							
Current Liabilities							
Payable:Trade Noets and Accounts	38,273		29,116		(9,157)	34,707	
Short-term Bank Loans	50,543		40,903		(9,639)	46,575	
Current Portion of Bonds Payable	-		48		48	-	
Income Tax Payable	1,263		602		(661)	1,602	
Deferred Tax Liabilities	3		1		(1)	-	
Accrued Bonuses to Employees	896		944		47	883	
Other	2,222		2,020		(201)	2,802	
Total Current Liabilities	93,202	67.4	73,638	61.2	(19,564)	86,570	66
Long-term Liabilities							
Bonds	1,000		1,242		242	1,000	
Bonds with stock acquisition rights	4,000		4,000		-	4,000	
Long-term Debt	2,000		-		(2,000)	-	
Deferred Tax Liabilities	52		51		(1)	50	
Accrued Employees' Retirement Benefits	653		636		(17)	625	
Accrued Directors' and Corporate Auditors' Retirement Benefits	461		502		41	483	
Other	215		259		43	258	
Total Long-term Liabilities	8,383	6.1	6,692	5.6	(1,690)	6,417	5
Total Liabilities	101,586	73.5	80,331	66.8	(21,254)	92,988	71
(Net Assets)							
Shareholders' Equity							
Common Stock	6,214	4.5	6,214	5.2	-	6,214	5
Additional Paid-in Capital	6,351	4.6	6,353	5.3	1	6,354	5
Retained Earnings	21,958	15.9	24,242	20.1	2,284	23,358	18
Treasury Stock	(1,013)	(0.7)	(940)	(0.8)	72	(950)	(1)
Total Shareholders' Equity	33,511	24.3	35,870	29.8	2,359	34,976	27
Valuation and Translation Adjustments							
Revaluation of Marketable Securities	790	0.5	627	0.5	(162)	762	1
Defferred hedge profit/loss	29	0.0	(1)	(0.0)	(30)	14	0
Foreign Currency Translation Adjustments	(8)	0.0	312	0.3	320	129	0
Total Valuation and Translation Adjustments	810	0.5	938	0.8	127	906	1
Minority Interest	2,321	1.7	3,086	2.6	764	2,701	2
Total Net Assets	36,643	26.5	39,894	33.2	3,251	38,584	29
Total Liabilities , Net Assets	138,229	100.0	120,226	100.0	(18,003)	131,573	100

## (2) Consolidated Statements of Income

(Millions of Yen)

	1st Half of FY2007 (The Six Month)		1st Half of FY2006 (The Six Month)		Increase/ decrease	FY2006				
	Amount	Compo- sition (%)	Amount	Compo- sition (%)		Amount	Compo- sition (%)			
Net Sales		130,165	100		124,152	100.0	(6,013)		275,661	100.0
Cost of Sales		118,644	91		112,604	90.7	(6,039)		250,071	90.7
Gross Profit		11,521	9		11,547	9.3	25		25,589	9.3
Selling, General and Administrative Expenses		8,996	7		9,396	7.6	399		19,091	6.9
Operating Income		2,524	2		2,150	1.7	(373)		6,498	2.4
Non-Operating Income										
Interest Income	13			25				27		
Dividends Income	13			14				24		
Equity in Net Incomes of Affiliates	103			104				216		
Income from Investments in Real Estates	93			109				168		
Rent Revenue	24			24				44		
Exchange Gain	247			-				259		
Other	47	543	0	51	329	0.3	(213)	114	856	0.3
Non-Operating Expenses										
Interest Expenses	241			331				603		
Bond-issuing Expenses	5			-				5		
Expenses incurred for Investments in Real Estates	61			64				143		
Exchange Loss	-			15				-		
Loss on Sale of Accounts Receivable	69			120				183		
Other	77	456	0	87	619	0.5	163	137	1,073	0.4
Ordinary Income		2,611	2		1,861	1.5	(750)		6,280	
Extraordinary Gains										
Gain on Sale of Long-term Assets	0			0				0		
Gain on Sale of Investment Securities	-			-				0		
Gain on Sale of Investments in Real Estates	329			7				361		
Reversal of Allowance for Doubtful Accounts	3			2				-		
Other	-	333	0	1	11	0.0	(321)	-	362	0.1
Extraordinary Losses										
Loss on Sale and Disposal of Long-term Assets	3			47				38		
Loss on Write-down of Investment Securities	-			-				1		
Loss on Disposal of Investments in Real Estates	8			-				8		
Loss on Disposal of Investment in Affiliates	0			13				1		
Loss on Impairment	239			-				476		
Other	-	251	0	-	61	0.0	(190)	8	534	0.2
Income before Income Taxes		2,693	2		1,811	1.5	(881)		6,108	2.2
Income Taxes - Current	1,302			644				2,647		
Income Taxes - Deferred	(226)	1,075	1	63	708	0.6	(367)	(312)	2,334	0.8
Minority Interest in Income of Consolidated Subsidiaries		18	0		219	0.2	200		290	0.1
Net Income		1,599	1		884	0.7	(715)		3,483	1.3

### (3) Consolidated Statement of Changes in Net Assets

Six Months Ended September 30, 2006

(Millions of Yen)

	Shareholders' Equity				
	Common Stock	Additional Paid-in Capital	Retained Earnings	Treasury Stock	Total Shareholders' Equity
Balance at March 31, 2006	6,214	6,351	20,680	(1,051)	32,195
Increase/decrease during the term					
Cash dividends paid	-	-	(322)	-	(322)
Net Income	-	-	1,599	-	1,599
Purchase of Treasury Stock	-	-	-	(0)	(0)
Sale of Treasury Stock	-	0	-	38	38
Net Increase/decrease during the term, except for items under shareholders' equity	-	-	-	-	-
Total Net Increase/decrease During the Period	-	0	1,277	38	1,316
Balance at September 30, 2006	6,214	6,351	21,958	(1,013)	33,511

(Millions of Yen)

	Valuation and Translation Adjustments				Minority Interest	Total Net Assets
	Revaluation of marketable Securities	Deffered Hedge Profit (loss)	Foreign Currency Translation Adjustments	Total Valuation and Translation Adjustments		
Balance at March 31, 2006	971	-	48	1,020	2,340	35,556
Increase (decrease) during the term						
Cash dividends paid	-	-	-	-	-	(322)
Net Income	-	-	-	-	-	1,599
Purchase of Treasury Stock	-	-	-	-	-	(0)
Sale of Treasury Stock	-	-	-	-	-	38
Net Increase/decrease during the term, except for items under shareholders' equity	(181)	29	(57)	(210)	(19)	(229)
Total Net Increase/decrease During the Period	(181)	29	(57)	(210)	(19)	1,086
Balance at September 30, 2006	790	29	(8)	810	2,321	36,643

## Six Months Ended September 30, 2007

(Millions of Yen)

	Shareholders' Equity				
	Common Stock	Additional Paid-in Capital	Retained Earnings	Treasury Stock	Total Shareholders' Equity
Balance at March 31, 2007	6,214	6,351	23,358	(950)	34,976
Increase/decrease during the term					
Net Income	-	-	884	-	884
Purchase of Treasury Stock	-	-	-	(0)	(0)
Sale of Treasury Stock	-	(0)	-	10	10
Net Increase/decrease during the term, except for items under shareholders' equity	-	-	-	-	-
Total Net Increase/decrease During the Period	-	(0)	884	10	894
Balance at September 30, 2007	6,214	6,353	24,242	(940)	35,870

(Millions of Yen)

	Valuation and Translation Adjustments				Minority Interest	Total Net Assets
	Revaluation of marketable Securities	Deferred Hedge Profit (loss)	Foreign Currency Translation Adjustments	Total Valuation and Translation Adjustments		
Balance at March 31, 2007	762	14	129	906	2,701	35,584
Increase (decrease) during the term						
Net Income	-	-	-	-	-	884
Purchase of Treasury Stock	-	-	-	-	-	(0)
Sale of Treasury Stock	-	-	-	-	-	10
Net Increase/decrease during the term, except for items under shareholders' equity	(134)	(16)	182	31	384	416
Total Net Increase/decrease During the Period	(134)	(16)	182	31	384	1,310
Balance at September 30, 2007	627	(1)	312	938	3,086	39,894

**Years Ended March 31, 2007**

(Millions of Yen)

	Shareholders' Equity				
	Common Stock	Additional Paid-in Capital	Retained Earnings	Treasury Stock	Total Shareholders' Equity
Balance at March 31, 2006	6,214	6,351	20,680	(1,051)	32,195
Increase/decrease during the term					
Cash dividends paid	-	-	(322)	-	(322)
Cash dividends paid	-	-	(484)	-	(484)
Net Income	-	-	3,483	-	3,483
Purchase of Treasury Stock	-	-	-	(0)	(0)
Sale of Treasury Stock	-	2	-	101	104
Net Increase/decrease during the term, except for items under shareholders' equity	-	-	-	-	-
Total Net Increase/decrease During the Period	-	2	2,677	100	2,781
Balance at March 31, 2007	6,214	6,354	23,358	(950)	34,976

(Millions of Yen)

	Valuation and Translation Adjustments				Minority Interest	Total Net Assets
	Revaluation of marketable Securities	Deferred Hedge Profit (loss)	Foreign Currency Translation Adjustments	Total Valuation and Translation Adjustments		
Balance at March 31, 2006	971	-	48	1,020	2,340	35,556
Increase (decrease) during the term						
Cash dividends paid	-	-	-	-	-	(322)
Cash dividends paid	-	-	-	-	-	(484)
Net Income	-	-	-	-	-	3,483
Purchase of Treasury Stock	-	-	-	-	-	(0)
Sale of Treasury Stock	-	-	-	-	-	104
Net Increase/decrease during the term, except for items under shareholders' equity	(209)	14	80	(114)	360	246
Total Net Increase/decrease During the Period	(209)	14	80	(114)	360	3,027
Balance at March 31, 2007	762	14	129	906	2,701	38,584

**(4) Consolidated Statements of Cash Flows**

(Millions of Yen)

	1st Half of FY2007	1st Half of FY2006	Increase/ decrease	FY2006
	(The Six Month)	(The Six Month)		Amount
	Amount	Amount		Amount
<b>Cash Flows from Operating Activities</b>				
Income before Income Taxes	2,693	1,811	(881)	6,108
Depreciation and Amortization	485	591	105	1,069
Loss on Impairment	239	-	(239)	476
Goodwill Depreciation	54	50	(3)	108
Decrease in Allowance for Doubtful Accounts	(4)	(3)	1	(7)
Increase in Accrued Bonuses to Employees	47	32	(15)	34
Increase in Accrued Directors' and Corporate Auditors' Retirement Benefits	24	7	(16)	46
Decrease in Accrued Employees' Retirement Benefits	(31)	(18)	13	(60)
Interest and Dividends Income	(27)	(39)	(12)	(52)
Interest Expenses	241	331	90	603
Exchange Gain/Loss	(19)	17	37	(7)
Equity in Net Incomes/Losses of Affiliates	(61)	(49)	11	(165)
Gain on Sale of Long-term Assets	(0)	(0)	(0)	(0)
Gain on Sale of Investment Securities	-	-	-	0
Gain on Sale of Investments in Real Estates	(329)	(7)	321	(361)
Loss on Sale of Investments in Real Estates	8	-	(8)	8
Income from Investments in Real Estates	(93)	(109)	(15)	(168)
Loss on Revaluation of Investment Securities	-	-	-	1
Expenses incurred for Investments in Real Estates	61	64	2	143
Loss on Sale and Disposal of Long-term Assets	3	47	44	38
Increase in Accounts Receivable	(8,597)	8,265	16,862	(5,309)
Increase in Inventories	(8,331)	986	9,317	(7,061)
Increase in Advance Payable	(3,502)	1,632	5,134	(1,537)
Decrease in Accounts Payable	(3,305)	(5,812)	(2,506)	(7,150)
Bonuses Paid to Directors and Corporate Auditors	(50)	-	50	(50)
Other, net	(1,207)	1,130	2,338	(2,059)
Sub Total	(21,703)	8,928	30,632	(15,352)
Interest and Dividends Received	27	40	13	51
Interest Paid	(238)	(330)	(91)	(585)
Income Taxes Paid	(1,566)	(1,718)	(151)	(2,588)
Net Cash provided by Operating Activities	(23,481)	6,920	30,401	(18,475)
<b>Cash Flows from Investing Activities</b>				
Payment for Time Deposits	-	(200)	(200)	(415)
Proceeds from Time Deposits	1,605	450	(1,155)	1,935
Payment for Acquisition of Tangible Fixed Assets	(150)	(260)	(109)	(296)
Proceeds from Sale of Tangible Fixed Assets	-	89	89	90
Payment for Acquisition of Intangible Fixed Assets	(136)	(38)	97	(173)
Payment for Acquisition of Investment Securities	(22)	(15)	6	(341)
Proceeds from Sale of Investment Securities	-	-	-	1
Payment for Acquisition of Investments in Real Estates	-	-	-	(1)
Proceeds from Sale of Investments in Real Estates	611	24	(587)	644
Proceeds from Rental Income on Invested Real Estates	73	111	38	160
Payment for Expenses Incurred for Invested Real Estates	(33)	(42)	(8)	(68)
Payment for Loans Receivable	(5)	(12)	(6)	(5)
Proceeds from Collections on Loans	0	6	5	1
Other, net	(447)	(70)	377	(436)
Net Cash provided by Investing Activities	1,494	42	(1,451)	1,095
<b>Cash Flows from Financing Activities</b>				
Proceeds from Short-term Loans	25,200	14,492	(10,708)	20,424
Repayment of Short-term Loans	(5,278)	(20,165)	(14,886)	(6,491)
Proceeds from Issue of Bond	-	(24)	(24)	-
Proceeds from Issue of Bond with stock acquisition rights	4,000	-	(4,000)	4,000
Proceeds from Sale of Treasury Stock	38	10	(28)	104
Dividends Paid	(348)	(484)	(136)	(670)
Dividends Paid to the Minority Shareholders	-	(71)	(71)	-
Other, net	(0)	(0)	(0)	(0)
Net Cash provided by Financing Activities	23,612	(6,243)	(29,856)	17,366
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(35)	164	200	29
Net Increase/Decrease in Cash and Cash Equivalents	1,589	884	(705)	15
Cash and Cash Equivalents at Beginning of Year	6,406	6,422	15	6,406
Increase in Cash and Cash Equivalents due to New Consolidated Subsidiaries	-	181	181	-
Cash and Cash Equivalents at End of Year	7,996	7,487	(509)	6,422

## Consolidated Segment Information

### a. Business Segments

#### 1st Half of FY2006(The Six Month)

(Millions of Yen)

	Electronic Devices	Electronic Systems	Total	Unallocated & Eliminations	Consolidated
Net Sales					
(1) Outside Customers	112,754	17,410	130,165	-	130,165
(2) Inter-segment	0	7	8	(8)	-
Total Sales	112,755	17,418	130,174	(8)	130,165
Operation Expenses	109,329	16,956	126,286	1,354	127,640
Operation Income	3,426	461	3,887	(1,363)	2,524

#### 1st Half of FY2007(The Six Month)

(Millions of Yen)

	Electronic Devices	Electronic Systems	Total	Unallocated & Eliminations	Consolidated
Net Sales					
(1) Outside Customers	107,487	16,664	124,152	-	124,152
(2) Inter-segment	1	11	13	(13)	-
Total Sales	107,489	16,676	124,166	(13)	124,152
Operation Expenses	104,112	16,276	120,388	1612	122,001
Operation Income	3,377	400	3,777	(1,626)	2,150

#### FY2006

(Millions of Yen)

	Electronic Devices	Electronic Systems	Total	Unallocated & Eliminations	Consolidated
Net Sales					
(1) Outside Customers	234,408	41,252	275,661	-	275,661
(2) Inter-segment	1	18	20	(20)	-
Total Sales	234,410	41,270	275,681	(20)	275,661
Operation Expenses	226,703	39,482	266,185	2976	269,162
Operation Income	7,707	1,788	9,495	(2,996)	6,498

**b.Geographic Segments**
**1st Half of FY2006(The Six Month)**

(Millions of Yen)

	Japan	Asia	Other	Total	Unallocated & Eliminations	Consolidated
Net Sales						
(1) Outside Customers	106,809	23,356	-	130,165	-	130,165
(2) Inter-segment	8,639	1,829	-	10,468	(10,468)	-
Total Sales	115,448	25,185	-	140,634	(10,468)	130,165
Operation Expenses	112,025	24,756	2	136,784	(9,143)	127,640
Operation Income	3,422	429	(2)	3,849	(1,324)	2,524

**1st Half of FY2007(The Six Month)**

(Millions of Yen)

	Japan	Asia	Other	Total	Unallocated & Eliminations	Consolidated
Net Sales						
(1) Outside Customers	89,244	34,908	-	124,152	-	124,152
(2) Inter-segment	10,796	5,808	-	16,605	(16,605)	-
Total Sales	100,040	40,716	-	140,757	(16,605)	124,152
Operation Expenses	97,412	39,597	2	137,013	(15,011)	122,001
Operation Income	2,628	1,119	(2)	3,744	(1,593)	2,150

**FY2006**

(Millions of Yen)

	Japan	Asia	Other	Total	Unallocated & Eliminations	Consolidated
Net Sales						
(1) Outside Customers	219,878	55,782	-	275,661	-	275,661
(2) Inter-segment	25,108	9,522	-	34,630	(34,630)	-
Total Sales	244,986	65,304	-	310,291	(34,630)	275,661
Operation Expenses	237,081	63,778	6	300,866	(31,703)	269,162
Operation Income	7,905	1,526	(6)	9,425	(2,926)	6,498

### c. Net Sales to Overseas Customers

#### 1st Half of FY2006(The Six Month)

	Asia
Net Sales to Overseas Customers	24,947
Consolidated Net Sales	
Ratio of "Net Sales to Overseas Customers"to"Consolidated Net Sales"	19.2

#### 1st Half of FY2007(The Six Month)

	Asia
Net Sales to Overseas Customers	37,298
Consolidated Net Sales	
Ratio of "Net Sales to Overseas Customers"to"Consolidated Net Sales"	30

#### FY2007

	Asia
Net Sales to Overseas Customers	58,897
Consolidated Net Sales	
Ratio of "Net Sales to Overseas Customers"to"Consolidated Net Sales"	21.4

Notes : Asia : Hong Kong, Singapore, Thailand, Philippine, Taiwan, China, Malaysia  
Other: U.S.A.

### d. Consolidated Net Purchases, Orders and Net Sales

#### 1. Net Purchases

(Millions of Yen)

Segments	Purchase	Increase/ Decrease (Percent Change from Previous Year) (%)
Electronic Devices	96,651	(12.7)
Electronic Systems	15,217	(6.1)
Total	111,868	(11.9)

#### 2. Orders

(Millions of Yen)

Segments	Orders	Increase/Decrease (Percent Change from Previous Year) (%)	Backlog	Increase/Decrease (Percent Change from Previous Year) (%)
Electronic Devices	51,073	24,534	52,644	22,562
Electronic Systems	9,678	11,599	10,524	11,465
Total	60,751	36,134	63,188	34,028

#### 3. Net Sales

(Millions of Yen)

Segments	Three Months Ended June 30, 2006	Three Months Ended June 30, 2007	Increase/ Decrease (Percent Change from Previous Year) (%)	Fiscal Year Ended March 31, 2007
Electronic Devices	56,243	55,190	(1.9)	234,408
Electronic Systems	6,554	6,965	6.3	41,252
Total	62,798	62,156	(1.0)	275,661

**Non-Consolidated Financial Statements**  
**(1) Non-Consolidated Balance Sheets**

(Millions of Yen)

	As of September 30, 2007		As of September 30, 2006		Increase/ decrease	As of March 31, 2007		
	Amount	Compo- sition (%)	Amount	Compo- sition (%)		Amount	Compo- sition (%)	
<b>(Assets)</b>								
<b>Current Assets</b>								
Cash on hand and cash in Banks	2,670		2,377			1,893		
Receivables:Trade notes and Accounts	2,252		720			1,691		
Accounts Receivable, Trade	52,873		42,975			51,225		
Inventories	28,039		25,924			26,385		
Advance Payable	4,134		603			2,258		
Deferred Tax Assets	397		375			427		
Other	1,803		1,612			3,028		
Allowance for Doubtful Accounts	(2)		(1)			(1)		
<b>Total Current Assets</b>		92,170	84.4	74,588	82.4	(17,581)	86,908	83.9
<b>Long-term Assets</b>								
<b>Tangible Fixed Assets</b>								
Buildings	1,597		1,469			1,541		
Land	2,104		1,933			2,007		
Other	701		724			792		
<b>Total Fixed Assets</b>	4,403		4,126			4,342		
<b>Intangible Fixed Assets</b>	1,744		1,002			1,393		
<b>Investments and Other Assets</b>								
Deferred Tax Assets	1,186		1,316			1,226		
Investments in Real Estates	1,654		1,333			1,383		
Other	8,058		8,165			8,329		
<b>Total Investments and Other Assets</b>	10,900		10,816			10,939		
<b>Total Long-term Assets</b>		17,048	15.6	15,945	17.6	(1,103)	16,675	16.1
<b>Total Assets</b>		109,218	100.0	90,533	100.0	(18,684)	103,583	100.0
<b>(Liabilities)</b>								
<b>Current Liabilities</b>								
Payable:Trade notes	2,618		2,261			2,412		
Payable:Trade accounts	18,430		13,228			17,476		
Short-term bank Loans	47,400		34,500			41,800		
Current Portion of Long-term Loans Payable	-		2,000			2,000		
Accrued Bonuses to Employees	641		654			644		
<b>Total Current Liabilities</b>		71,678	65.6	54,241	60.0	(17,436)	67,255	65.0
<b>Long-term Liabilities</b>								
Bonds	1,000		1,000			1,000		
Bonds with stock acquisition rights	4,000		4,000			4,000		
Long-term Debt	2,000		-			-		
Accrued Employees' Retirement Benefits	630		563			597		
Accrued Directors' and Corporate Auditors' Retirement	384		397			401		
Other	197		239			240		
<b>Total Long-term Liabilities</b>		8,212	7.5	6,200	6.8	(2,012)	6,239	6.0
<b>Total Liabilities</b>		79,891	73.1	60,442	66.8	(19,449)	73,494	71.0
<b>(Net Assets)</b>								
<b>Shareholders' Equity</b>								
Common Stock		6,214	5.7	6,214	6.9	-	6,214	6.0
<b>Additional Paid-in Capital</b>								
Capital Surplus	6,351		6,351			6,351		
Other	0		2			2		
<b>Total Additional Paid-in Capital</b>		6,351	5.8	6,353	7.0	1	6,354	6.1
<b>Retained Earnings</b>								
Appropriated for Legal Reserve	1,553		1,553			1,553		
Other Retained Earnings								
Reserve for Deferred Gains on Sales of Land	683		665			675		
General reserve	12,500		14,100			12,500		
Retained Earnings Carried Forward	2,359		1,665			3,108		
<b>Total Retained Earnings</b>		17,097	15.6	17,984	19.8	887	17,838	17.2
Treasury Stock	(1,013)	(0.9)	(940)	(1.0)	72	(950)	(0.9)	
<b>Total Shareholders' Equity</b>		28,650	26.2	29,612	32.7	961	29,456	28.4
<b>Valuation and Translation Adjustments</b>								
Revaluation of Marketable Securities	645	0.6	480	0.5	(164)	617	0.6	
Deferred hedge profit(loss)	30	0.0	(1)	(0.0)	(32)	14	0.0	
<b>Total Valuation and Translation Adjustments</b>	676	0.7	479	0.5	(197)	632	0.6	
<b>Total Net Assets</b>		29,326	26.9	30,091	33.2	764	30,089	29.0
<b>Total Liabilities, Net Assets</b>		109,218	100.0	90,533	100.0	(18,684)	103,583	100.0

(2) Non-Consolidated Statements of Income

(Millions of Yen)

	1st Half of FY2007 (The Six Month)		1st Half of FY2006 (The Six Month)		Increase/ decrease	FY2006	
	Amount	Compo- sition (%)	Amount	Compo- sition (%)		Amount	Compo- sition (%)
Net Sales	97,253	100.0	82,102	100.0	(15,151)	203,501	100.0
Cost of Sales	88,485	91.0	74,247	90.4	(14,237)	184,858	90.8
Gross Profit	8,767	9.0	7,854	9.6	(913)	18,642	9.2
Selling, General and Administrative Expenses	6,881	7.1	7,122	8.7	241	14,407	7.1
Operating Income	1,886	1.9	731	0.9	(1,154)	4,234	2.1
Non-Operating Income	464	0.5	655	0.8	191	691	0.3
Non-Operating Expenses	337	0.3	450	0.5	112	810	0.4
Ordinary Income	2,013	2.1	937	1.1	(1,075)	4,116	2.0
Extraordinary Gains	344	0.4	8	0.0	(335)	377	0.2
Extraordinary Losses	379	0.4	47	0.1	(331)	651	0.3
Income before Income Taxes	1,978	2.0	898	1.1	(1,079)	3,842	1.9
Income Taxes - Current	1,004		203			1,846	
Income Taxes - Deferred	(170)	0.9	64	0.3	(565)	(211)	0.8
Net Income	1,145	1.2	630	0.8	(514)	2,208	1.1

(3) Non-Consolidated Statement of Changes in Net Assets

Six Months Ended September 30, 2006

(Millions of Yen)

	Shareholders' Equity										
	Common Stock	Additional Paid-in Capital			Retained Earnings					Treasury Stock	Total Shareholders' Equity
		Capital Surplus	Other Additional Paid-in Capital	Total Additional Paid-in Capital	Appropriated for Legal Reserve	Other Retained Earnings			Total Retained Earnings		
						Reserve for Deferred Gains on Sales of Land	General Reserve	Retained Earnings Carried Forward			
Balance at March 31, 2006	6,214	6,351	-	6,351	1,553	854	11,000	2,926	16,335	(1,051)	27,849
Increase/decrease during the term											
Reversal of Reserve for Deferred Gains on Sales of Land	-	-	-	-	-	(10)	-	10	-	-	-
Reversal of Reserve for Deferred Gains on Sales of Land	-	-	-	-	-	(168)	-	168	-	-	-
Cash dividends paid	-	-	-	-	-	-	-	(348)	(348)	-	(348)
Bonuses of Directors and Corporate Auditors	-	-	-	-	-	-	-	(34)	(34)	-	(34)
Transfer to General Reserve	-	-	-	-	-	-	1,500	(1,500)	-	-	-
Net Income	-	-	-	-	-	-	-	1,145	1,145	-	1,145
Purchase of Treasury Stock	-	-	-	-	-	-	-	-	-	(0)	(0)
Sale of Treasury Stock	-	-	2	2	-	-	-	-	-	38	38
Net Increase/decrease during the term, except for items under shareholders' equity	-	-	-	-	-	-	-	-	-	-	-
Total Net Increase/decrease During the Period	-	-	0	0	-	(170)	1,500	(567)	761	38	800
Balance at March 31, 2007	6,214	6,351	0	6,351	1,553	683	12,500	2,359	17,097	(1,013)	28,650

(Millions of Yen)

	Valuation and Translation Adjustments			Total Net Assets
	Revaluation of Marketable Securities	Deferred Hedge Profit (loss)	Total Valuation and Translation Adjustments	
Balance at March 31, 2006	801	-	801	28,651
Increase/decrease during the term				
Reversal of Reserve for Deferred Gains on Sales of Land	-	-	-	-
Reversal of Reserve for Deferred Gains on Sales of Land	-	-	-	-
Cash dividends paid	-	-	-	(348)
Bonuses of Directors and Corporate Auditors	-	-	-	(34)
Transfer to General Reserve	-	-	-	-
Net Income	-	-	-	1,145
Purchase of Treasury Stock	-	-	-	(0)
Sale of Treasury Stock	-	-	-	38
Net Increase/decrease during the term, except for items under shareholders' equity	(156)	30	(125)	(125)
Total Net Increase/decrease During the Period	(156)	30	(125)	675
Balance at September 30, 2006	645	30	676	29,326

## Six Months Ended September 30, 2007

(Millions of Yen)

	Shareholders' Equity										
	Common Stock	Additional Paid-in Capital			Retained Earnings					Treasury Stock	Total Shareholders' Equity
		Capital Surplus	Other Additional Paid-in Capital	Total Additional Paid-in Capital	Appropriated for Legal Reserve	Other Retained Earnings			Total Retained Earnings		
						Reserve for Deferred Gains on Sales of Land	General Reserve	Retained Earnings Carried Forward			
Balance at March 31, 2007	6,214	6,351	2	6,354	1,553	675	12,500	3,108	17,838	(950)	29,456
Increase/decrease during the term											
Reversal of Reserve for Deferred Gains on Sales of Land	-	-	-	-	-	(10)	-	10	-	-	-
Cash dividends paid	-	-	-	-	-	-	-	(484)	(484)	-	(484)
Transfer to General Reserve	-	-	-	-	-	-	1,600	(1,600)	-	-	-
Net Income	-	-	-	-	-	-	-	630	630	-	630
Purchase of Treasury Stock	-	-	-	-	-	-	-	-	-	(0)	(0)
Sale of Treasury Stock	-	-	(0)	(0)	-	-	-	-	-	10	10
Net Increase/decrease during the term, except for items under shareholders' equity	-	-	-	-	-	-	-	-	-	-	-
Total Net Increase/decrease During the Period	-	-	(0)	(0)	-	(10)	1,600	(1,443)	146	10	155
Balance at September 30, 2007	6,214	6,351	2	6,353	1,553	665	14,100	1,665	17,984	(940)	29,612

(Millions of Yen)

	Valuation and Translation Adjustments			Total Net Assets
	Revaluation of Marketable Securities	Deferred Hedge Profit (loss)	Total Valuation and Translation Adjustments	
Balance at March 31, 2007	617	14	632	30,089
Increase/decrease during the term				
Reversal of Reserve for Deferred Gains on Sales of Land	-	-	-	-
Cash dividends paid	-	-	-	(484)
Transfer to General Reserve	-	-	-	-
Net Income	-	-	-	630
Purchase of Treasury Stock	-	-	-	(0)
Sale of Treasury Stock	-	-	-	10
Net Increase/decrease during the term, except for items under shareholders' equity	(137)	(16)	(153)	(153)
Total Net Increase/decrease During the Period	(137)	(16)	(153)	2
Balance at September 30, 2007	480	(1)	479	30,091

Years Ended March 31, 2007

(Millions of Yen)

	Shareholders' Equity										
	Common Stock	Additional Paid-in Capital			Retained Earnings					Treasury Stock	Total Shareholders' Equity
		Capital Surplus	Other Additional Paid-in Capital	Total Additional Paid-in Capital	Appropriated for Legal Reserve	Other Retained Earnings			Total Retained Earnings		
						Reserve for Deferred Gains on Sales of Land	General Reserve	Retained Earnings Carried Forward			
Balance at March 31, 2006	6,214	6,351	-	6,351	1,553	854	11,000	2,926	16,335	(1,051)	27,849
Increase/decrease during the term											
Reversal of Reserve for Deferred Gains on Sales of Land	-	-	-	-	-	(10)	-	10	-	-	-
Reversal of Reserve for Deferred Gains on Sales of Land	-	-	-	-	-	(168)	-	168	-	-	-
Cash dividends paid	-	-	-	-	-	-	-	(348)	(348)	-	(348)
Cash dividends paid	-	-	-	-	-	-	-	(322)	(322)	-	(322)
Bonuses of Directors and Corporate Auditors	-	-	-	-	-	-	-	(34)	(34)	-	(34)
Transfer to General Reserve	-	-	-	-	-	-	1,500	(1,500)	-	-	-
Net Income	-	-	-	-	-	-	-	2,208	2,208	-	2,208
Purchase of Treasury Stock	-	-	-	-	-	-	-	-	-	(0)	(0)
Sale of Treasury Stock	-	-	2	2	-	-	-	-	-	101	104
Net Increase/decrease during the term, except for items under shareholders' equity	-	-	-	-	-	-	-	-	-	-	-
Total Net Increase/decrease During the Period	-	-	2	2	-	(178)	1,500	181	1,502	100	1,606
Balance at March 31, 2007	6,214	6,351	2	6,354	1,553	675	12,500	3,108	17,838	(950)	29,456

(Millions of Yen)

	Valuation and Translation Adjustments			Total Net Assets
	Revaluation of Marketable Securities	Deferred Hedge Profit (loss)	Total Valuation and Translation Adjustments	
Balance at March 31, 2006	801	-	801	28,651
Increase/decrease during the term				
Reversal of Reserve for Deferred Gains on Sales of Land	-	-	-	-
Reversal of Reserve for Deferred Gains on Sales of Land	-	-	-	-
Cash dividends paid	-	-	-	(348)
Cash dividends paid	-	-	-	(322)
Bonuses of Directors and Corporate Auditors	-	-	-	(34)
Transfer to General Reserve	-	-	-	-
Net Income	-	-	-	2,208
Purchase of Treasury Stock	-	-	-	(0)
Sale of Treasury Stock	-	-	-	104
Net Increase/decrease during the term, except for items under shareholders' equity	(183)	14	(169)	(169)
Total Net Increase/decrease During the Period	(183)	14	(169)	1,437
Balance at March 31, 2007	617	14	632	30,089