

Summary of Consolidated Financial Results for the First Quarter Ended June 30, 2008

1. Consolidated Financial Results for First Quarter Ended June 30, 2008 (April 1,2008 - June 30,2008)

(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 Quarter of FY2008	48,785	-	221	-	197	-	82	-
1st Quarter of FY2007	62,156	(1.0)	1,133	22.1	1,242	43.2	547	(25.4)

	Net Income Per Share	Diluted Net Income Per Share
	Yen	Yen
1st Quarter of FY2008	3.18	-
1st Quarter of FY2007	20.33	20.33

(2) Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets Per Share
	Millions of Yen	Millions of Yen	%	Yen
As of June 30, 2008	110,514	37,449	31.4	1,327.54
As of March 31, 2008	117,338	38,046	29.8	1,339.15

2. Dividend

	Dividend Per Share				
	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Full Year
	Yen	Yen	Yen	Yen	Yen
FY2007	-	12.00	-	6.00	18.00
FY2008	-	-	-	-	-
FY2008(Forecast)	-	8.00	-	10.00	18.00

3. Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2009

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
Interim	107,500	(13.4)	610	(71.5)	440	(76.2)	95	(89.3)
Full Year	250,000	1.9	4,200	15.1	3,800	28.6	1,950	119.3
Net Income Per Share								
	Yen							
Interim	3.56							
Full Year	73.12							

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.

1. Qualitative information relating to consolidated operating results

During the first quarter under review (from April 1, 2008 to June 30, 2008), the Japanese economy stalled, the result of a slowdown in capital investment and personal consumption attributable to the appreciation of raw material prices. Outside Japan, economies sustained expansion in China and other countries in Asia. Moderate business recovery also continued in Europe. However, a sense of uncertainty about the future grew stronger worldwide, a reflection of the weakening U.S. economy.

In the electronics industry, to which the Marubun Group belongs, flat panel TVs sustained their strong performance, and demand grew for products such as next-generation DVD recorders. Meanwhile, in the semiconductors market, DRAM prices finally stopped falling, yet conditions remained tough because of generally weak demand.

In this operating environment, net sales achieved by the Group in the first quarter under review fell 21.5% from the same quarter of the previous year, to 48,785 million yen, reflecting lower results for the Electronic Devices business. Reflecting the net sales decline, consolidated operating income plunged 80.5% year on year, to 221 million yen, consolidated ordinary income dropped 84.1% year on year, to 197 million yen, and quarterly consolidated net income decreased 84.8% year on year, to 82 million yen.

Operating results by business segment are as follows.

(Electronic Devices business)

In our Electronic Devices business, net sales increased for semiconductors for products, including in-vehicle electronics and flat panel TVs, and demand grew for LCD panels. However, net sales for semiconductors designed for game consoles and cellular phones decreased. As a result of these developments, net sales for the business fell 24.1% from the same quarter of the previous year, to 41,899 million yen, and operating income for the business dropped 44.1% year on year, to 1,109 million yen.

(Electronic Systems business)

In our Electronic Systems business, net sales expanded for space and defense electronics, including space satellite components. Scientific equipment also performed strongly. However, net sales declined for medical and laser equipment. As a result of these developments, net sales for the business fell 1.2% from the same quarter of the previous year, to 6,892 million yen. Meanwhile, the business generated operating income of 26 million yen with the improvement in the gross profit rate (compared with an operating loss of 28 million yen for the same quarter of the previous year).

Operating results by geographic segment are as follows.

(Japan)

In Japan, net sales rose for products, including space and defense electronics and liquid crystal panels. However, net sales decreased for semiconductors designed for game consoles and cellular phones. Because of these factors, net sales for Japan fell 14.7% from the same quarter of the previous year, to 41,386 million yen, and operating income for the segment declined 28.9% year on year, to 880 million yen.

(Other parts of Asia)

In other parts of Asia, net sales for semiconductors designed for game consoles and cellular phones. As a result, net sales for the segment plunged 46.6% from the same quarter of the previous year, to 11,505 million yen, and operating income for the segment dived 63.4% year on year, to 268 million yen.

2. Qualitative information relating to the consolidated financial position

(1) State of assets, liabilities and net assets

Total assets at the end of the first quarter under review were 110,514 million yen, down 6,824 million yen from the end of the previous consolidated fiscal year. The decline owed primarily to a 6,959 million yen fall in current assets from the end of the previous year (a 9,750 million yen drop in notes and accounts receivable-trade).

Liabilities totaled 73,065 million yen, down 6,226 million yen from the end of the previous consolidated fiscal year. The decrease resulted mainly from a 6,381 million yen fall in current liabilities from the end of the previous consolidated fiscal year (including a 4,794 million yen decline in notes and accounts payable-trade and a 2,036 million yen reduction in short-term loans payable).

Net assets amounted to 37,449 million yen, down 597 million yen from the end of the previous consolidated fiscal year. The key factors in this decline included a 73 million yen fall in retained earnings and a 465 million yen decrease in foreign currency translation adjustments.

As a result, the equity ratio rose 1.6 percentage points from 29.8% at the end of the previous consolidated fiscal year, to 31.4%.

(2) State of consolidated cash flows

Cash and cash equivalents (hereinafter referred to as “funds”) at the end of the first quarter under review came to 7,644 million yen, rising 1,092 million yen from the end of the previous consolidated fiscal year.

Individual cash flows during the first quarter under review and major factors are as follows.

(Cash flows from operating activities)

Funds generated by operating activities totaled 3,289 million yen (compared with fund increases of 8,444 million yen in the same quarter of the previous year). The increases owed primarily to a 4,100 million yen reduction in accounts payable, a 1,279 million yen rise in inventories, and an 8,734 million yen decrease in accounts receivable.

(Cash flows from investing activities)

Funds used for investing activities amounted to 102 million yen (compared with funds used of 175 million yen for the same quarter of the previous year). Major factors included 23 million yen in proceeds from sale of investments in real estate, 55 million yen in proceeds from rental of real estate for investments, 63 million yen in purchase of property, plant and equipment, and 60 million yen in purchase of intangible assets.

(Cash flows from financing activities)

Funds used for financing activities were 1,956 million yen (compared with funds used of 6,378 million yen in the same quarter of the previous year). The key contributor to this result was a decrease in net short-term loans payable of 1,820 million yen.

3. Qualitative information relating to consolidated financial forecasts

As of the time of reporting, no change has been made to the financial forecasts announced by the Group on May 12, 2008.

Consolidated Financial Statements
(1) Consolidated Balance Sheet

(Millions of Yen)

	As of June 30, 2008	As of March 31, 2008
(Assets)		
Current assets		
Cash and deposits	8,544	7,451
Notes and accounts receivable-trade	51,786	61,536
Short-term investment securities	18	17
Merchandise	31,835	30,978
Work in process	45	25
Deferred tax assets	1,788	1,875
Other	3,465	2,552
Allowance for doubtful accounts	(53)	(48)
Total current assets	97,430	104,390
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	4,446	4,492
Accumulated depreciation	(2,669)	(2,674)
Buildings and structures, net	1,777	1,817
Machinery, equipment and vehicles	44	31
Accumulated depreciation	(41)	(28)
Machinery, equipment and vehicles, net	3	3
Tools, furniture and fixtures	2,240	2,215
Accumulated depreciation	(1,427)	(1,388)
Tools, furniture and fixtures, net	813	827
Land	2,538	2,546
Construction in progress	0	0
Total Property, plant and equipment	5,132	5,195
Intangible assets		
Goodwill	239	272
Software	698	750
Other	115	69
Total Intangible fixed assets	1,054	1,093
Investments and other assets		
Investment securities	2,340	2,130
Long-term loans receivable	10	10
Deferred tax assets	504	441
Real estate for investment	3,094	3,128
Accumulated depreciation	(1,824)	(1,826)
Real estate for investment, net	1,270	1,301
Other	2,772	2,776
Total investments and other assets	6,898	6,659
Total noncurrent assets	13,084	12,948
Total assets	110,514	117,338

(Millions of Yen)

	As of June 30, 2008	As of March 31, 2008
(Liabilities)		
Current liabilities		
Notes and accounts payable-trade	29,939	34,734
Short-term loans payable	32,882	34,919
Income tax payable	63	67
Deferred tax liabilities	2	2
Provision for bonuses	1,416	936
Other	1,971	1,997
Total current liabilities	66,276	72,658
Noncurrent liabilities		
Bonds payable	1,217	1,217
Bonds with subscription rights to shares	4,000	4,000
Deferred tax liabilities	18	5
Provision for retirement benefits	749	620
Provision for directors' and corporate auditors' retirement benefits	543	528
Other	259	261
Total noncurrent liabilities	6,788	6,633
Total liabilities	73,065	79,292
(Net assets)		
Shareholders' equity		
Capital stock	6,214	6,214
Capital surplus	6,353	6,353
Retained earnings	23,850	23,924
Treasury stock	(1,629)	(1,634)
Total shareholders' equity	34,789	34,857
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	299	173
Deferred gains or losses on hedges	68	(43)
Foreign currency translation adjustments	(459)	6
Total valuation and translation adjustments	(90)	136
Minority interests	2,750	3,052
Total net assets	37,449	38,046
Total liabilities and net assets	110,514	117,338

(2) Consolidated Statements of Income

(Millions of Yen)

	1st Quarter of FY2008 (The three Month)	1st Quarter of FY2007 (The three Month)
Net sales	48,785	62,156
Cost of sales	43,734	56,353
Gross profit	5,051	5,803
Selling, general and administrative expenses	4,830	4,669
Operating income	221	1,133
Non-operating income		
Interest income	7	10
Dividends income	16	15
Equity in earnings of affiliates	49	38
Rent of real estate for investment	55	54
Miscellaneous income	63	288
Total non-operating income	192	406
Non-operating expenses		
Interest expenses	148	174
Loss on sales of accounts receivable	27	68
Miscellaneous loss	39	55
Total non-operating expenses	215	298
Ordinary income	197	1,242
Extraordinary income		
Gain on sales of noncurrent assets	1	0
Gain on sales of real estate for investment	7	0
Other	-	0
Total extraordinary income	9	0
Extraordinary loss		
Loss on sales and retirement of noncurrent assets	0	4
Total extraordinary loss	0	4
Income before income taxes	205	1,238
Income Taxes	97	574
Minority interests in income	25	116
Net income	82	547

(3) Consolidated Statements of Cash Flows

(Millions of Yen)

	1st Quarter of FY2008 (The three Month)	1st Quarter of FY2007 (The three Month)
	Amount	Amount
Net cash providedby (used in) operating activities		
Income before Income taxes	205	1,238
Depreciation and amortization	175	292
Amortization of goodwill	27	23
Increase(decrease) in allowance for doubtful accounts	9	13
Increase(decrease) in provision for bonuses	480	(243)
Increase(decrease) in provision for directors' and corporate auditors' retirement benefits	14	(2)
Increase(decrease) in Provision for retirement benefits	128	(10)
Interest and dividends income	(23)	(25)
Interest expenses	148	174
Equity in earnings(losses) of affiliates	(49)	13
Gain (Loss) on sales of property, plant and equipment	(1)	-
Gain (Loss) on sales of real estate for Investment	(7)	-
Rent of real estate for investment	(55)	(54)
Gain (loss) on sales and retirement of noncurrent assets	0	4
Decrease (Increase) in notes and accounts receivable-trade	8,734	9,541
Decrease (increase) in inventories	(1,279)	(95)
Increase (decrease) in notes and accounts payable-trade	(4,100)	(4,526)
Other, net	(862)	3,758
Subtotal	3,544	10,101
Interest and dividends income received	22	24
interest expenses paid	(44)	(163)
Income taxes paid	(233)	(1,518)
Net cash provided by (used in) operating activities	3,289	8,444
Net cash provided (used in) investment activities		
Purchase of property, plant and equipment	(63)	(154)
Proceeds from sales of property, plant and equipment	20	-
Purchase of intangible assets	(60)	(27)
Purchase of investment securities	(4)	(9)
Proceeds from sale of investments in real estate	23	-
Proceeds from rental of real estate for investment	55	56
Cost of rent of real estate for investment	(31)	(27)
Collections of loans receivable	0	0
Other, net	(43)	(12)
Net cash provided by (used in) investment activities	(102)	(175)
Net cash provided by (used in) financing activities		
Increase in short-term loans payable	750	10,827
Deecrease in short-term loans payable	(2,570)	(16,753)
Proceeds from sales of treasury stock	5	4
Cah dividends paid	(141)	(451)
Other, net	(0)	(0)
Net cash provided by (used in) financing activities	(1,956)	(6,378)
Effect of exchange rate changes on cash and cash equivalents	(137)	25
Net increase(decrease) in cash and cash equivalents	1,092	1,916
Cash and cash equivalents at beginning of year	6,551	6,422
Increase in cash and cash equivalents from newly consolidated subsidiary	-	181
Cash and cash equivalents at end of period	7,644	8,519

Consolidated Segment Information

a. Business Segments

1st Quarter of FY2008(The three Month)

(Millions of Yen)

	Electronic Devices	Electronic Systems	Total	Unallocated & Eliminations	Consolidated
Net Sales					
(1) Outside Customers	41,899	6,886	48,785	-	48,785
(2) Inter-segment	0	6	6	(6)	-
Total Sales	41,899	6,892	48,792	(6)	48,785
Operation Income	1,109	26	1,136	(915)	221

1st Quarter of FY2007(The three Month)

(Millions of Yen)

	Electronic Devices	Electronic Systems	Total	Unallocated & Eliminations	Consolidated
Net Sales					
(1) Outside Customers	55,190	6,965	62,156	-	62,156
(2) Inter-segment	0	8	8	(8)	-
Total Sales	55,191	6,973	62,165	(8)	62,156
Operation Income	1,983	(28)	1,955	(821)	1,133

b. Geographic Segments

1st Quarter of FY2008(The three Month)

(Millions of Yen)

	Japan	Asia	Other	Total	Unallocated & Eliminations	Consolidated
Net Sales						
(1) Outside Customers	38,028	10,757	-	48,785	-	48,785
(2) Inter-segment	3,358	747	-	4,106	(4,106)	-
Total Sales	41,386	11,505	-	52,892	(4,106)	48,785
Operation Income	880	268	(1)	1,147	(926)	221

1st Quarter of FY2007(The three Month)

(Millions of Yen)

	Japan	Asia	Other	Total	Unallocated & Eliminations	Consolidated
Net Sales						
(1) Outside Customers	43,234	18,922	-	62,156	-	62,156
(2) Inter-segment	5,282	2,640	-	7,922	(7,922)	-
Total Sales	48,516	21,562	-	70,079	(7,922)	62,156
Operation Income	1,239	732	(1)	1,970	(836)	1,133

c. Net Sales to Overseas Customers**1st Quarter of FY2008(The three Month)**

(Millions of Yen)

	Asia	Other	Total
Net Sales to Overseas Customers	11,731	38	11,770
Consolidated Net Sales	-	-	48,785
Ratio of "Net Sales to Overseas Customers" to "Consolidated Net Sales"	24.0	0.1	24.1

1st Quarter of FY2007(The three Month)

(Millions of Yen)

	Asia	Other	Total
Net Sales to Overseas Customers	19,006	121	19,127
Consolidated Net Sales	-	-	62,156
Ratio of "Net Sales to Overseas Customers" to "Consolidated Net Sales"	30.6	0.2	30.8