

July 27, 2007

First-Quarter Consolidated Earnings Report for Fiscal 2007, Ending March 31, 2008

Company name: Ryosan Company, Limited
 Securities code: 8140
 Representative: Naoto Mimatsu, President
 Inquiries: Harumitsu Seki
 Managing Director and General Manager
 Financing and Accounting Headquarters

Stock listing: First Section, Tokyo Stock Exchange
 (URL <http://www.ryosan.co.jp>)
 TEL: +81-3-3862-3861

(Millions of yen rounded down)

1. Consolidated Operating Results for the First Quarter of Fiscal 2007 (April 1, 2007 to June 30, 2007)

(1) Consolidated Operating Results

(% figures represent year-on-year increase or decrease)

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
First Quarter Fiscal 2007	68,972	(8.6)	2,582	1.3	2,651	(3.6)	1,524	(0.5)
First Quarter Fiscal 2006	75,470	0.3	2,549	13.2	2,750	20.3	1,532	17.1
Fiscal 2006	310,654		10,064		10,356		6,366	

	Net Income per Share	Net Income per Share after Dilution
	Yen	Yen
First Quarter Fiscal 2007	41.80	—
First Quarter Fiscal 2006	42.01	—
Fiscal 2006	174.54	—

(2) Consolidated Financial Position

	Total Assets	Total Equity	Equity Ratio	Equity per Share
	Millions of yen	Millions of yen	%	Yen
June 30, 2007	179,664	120,798	67.2	3,308.18
June 30, 2006	177,193	117,019	66.0	3,204.87
March 31, 2007	183,254	120,367	65.6	3,296.41

(3) Consolidated Cash Flows

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at the End of the Period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
First Quarter Fiscal 2007	2,362	(70)	(1,769)	41,571
First Quarter Fiscal 2006	(2,396)	(50)	(1,489)	32,211
Fiscal 2006	8,241	745	(4,350)	40,880

2. Dividends

	(Yen)
	Dividends per Share
Record Date	End of first quarter
First Quarter Fiscal 2006	—
First Quarter Fiscal 2007	—

3. Forecast of Consolidated Results for the Fiscal Year Ending March 31, 2008 (April 1, 2007 to March 31, 2008) [Reference]

(% figures represent year-on-year increase or decrease)

	Net Sales	Operating Income	Ordinary Income	Net Income	Net Income per Share
Interim Period	Millions of yen, % 140,000 (11.6)	Millions of yen, % 4,700 (12.0)	Millions of yen, % 4,900 (11.4)	Millions of yen, % 2,900 (17.0)	Yen 79.51
Full Fiscal Year	290,000 (6.6)	10,700 6.3	11,000 6.2	6,600 3.7	180.96

4. Other

(1) Change of Condition of Significant Consolidated Subsidiaries (Changes in the Scope of Consolidation and Application of the Equity Method): None

(2) Application of the Simplified Accounting Method: Yes

(3) Changes in Accounting Methods from the Most Recent Fiscal Year: Yes

Note: Please refer to "Qualitative Information / Financial Statements and Other" 4. Other on page 5 for details.

[Cautionary Statement Concerning Forecasts]

The aforementioned forecasts were made based on information available to management as of the date of this report. Actual results could differ significantly from forecasts due to a variety of factors.

[Qualitative Information / Financial Statements and Other]

1. Qualitative Information and Other Matters Concerning Consolidated Operating Results for the First Quarter of Fiscal 2007

(1) Overview

During the first quarter of fiscal 2007 (April 1, 2007 to June 30, 2007), conditions in the global economy were mixed. While historically serving as a growth engine, the U.S. economy slowed, reflecting adjustments in the residential market. This was offset by moderate growth mainly in the robust euro and Chinese economies. In Japan, capital investment remained firm. The domestic economy entered a correction phase however owing to the decline in personal consumption.

In the electronics industry, where Ryosan is principally engaged, inventory adjustments continued mainly in IT-related fields. In the period under review, signs of a recovery began to emerge.

In the prevailing business environment, the Ryosan Group recorded consolidated net sales of ¥68,972 million, an 8.6% decline compared with the corresponding period of the previous fiscal year. From a profit perspective operating income increased 1.3% year on year to ¥2,582 million. Ordinary income on the other hand decreased 3.6% to ¥2,651 million while net income edged down 0.5% to ¥1,524 million compared with the corresponding period of the previous fiscal year.

(2) Segment Information

a. Semiconductors

The Ryosan Group markets memories, system LSIs and discrete semiconductors, and develops system LSIs. In the first quarter of fiscal 2007, memories for cellphones and servers, system LSIs for car audio equipment, and other products declined. Accounting for these factors, segment sales fell 17.1% compared with the corresponding period of the previous fiscal year to ¥36,338 million. Operating income was ¥1,911 million, a decrease of 3.3% year on year.

b. Electronic components

The Ryosan Group markets display devices, power supplies, and electromechanical parts. During the period under review, sales of LCDs for personal navigation devices (PNDs) and digital still cameras increased. As a result, overall sales in this segment climbed 8.6% compared with the corresponding period of the previous fiscal year to ¥24,744 million. Operating income on the other hand declined 9.2% year on year to ¥998 million.

c. Electronic equipment

The Ryosan Group markets systems equipment and facilities equipment in the electronic components segment. Buffeted by the decline in sales of laser equipment and systems equipment for office automation equipment, overall segment sales dropped 16.7% compared with the corresponding period of the previous fiscal year to ¥5,820 million. From a profit perspective, operating income also fell 15.7% year on year to ¥180 million.

d. Ryosan products

The Ryosan Group produces and markets heat sinks, which are devices that dissipate the heat generated by semiconductors. During the first quarter of the fiscal year under review, sales of heat sinks used in flat-screen televisions and measuring equipment increased. This contributed to an overall upswing in segment sales. As a result, Ryosan product sales climbed 10.1% compared with the corresponding period of the previous fiscal year to ¥2,068 million. Operating income also rose 7.4% year on year to ¥161 million.

(3) Segment Results by Geographical Region

a. Japan

In the first quarter of fiscal 2007, Ryosan posted lower sales of memories for cellphones and servers, ASICS for camera modules and other products. As a result, sales in Japan fell 13.2% compared with the corresponding period of the previous fiscal year to ¥46,615 million. Impacted by the drop in sales, operating income decreased 4.5% year on year to ¥1,782 million.

b. Asia

Sales of LCDs for PNDs and digital still cameras grew compared with the corresponding period of the previous fiscal year. This contributed to an increase in sales in Asia of 2.8% to ¥22,357 million. On the earnings front, operating income also improved 5.4% year on year to ¥572 million.

2. Qualitative Information and Other Matters Concerning Consolidated Financial Position for the End of the First Quarter of Fiscal 2007

(1) Changes in financial position during the first quarter of fiscal 2007

Total assets as of June 30, 2007 stood at ¥179,664 million an increase of ¥2,471 million compared with the end of the first quarter of the fiscal year ended March 31, 2007.

Total equity stood at ¥120,798 million as of the end of the first quarter of fiscal 2007. Accounting for these factors, the equity ratio climbed 1.2 percentage points to 67.2%.

(2) Cash flows during the first quarter of fiscal 2007

(Cash flows from operating activities)

Net cash provided by operating activities amounted to ¥2,362 million. Major cash outflows comprised an increase in inventories of ¥1,358 million, a decrease in purchase liabilities totaling ¥2,447 million and income taxes paid of ¥2,604 million. This was more than offset by principal cash inflows including income before income taxes amounting to ¥2,645 million and a decrease in notes and accounts receivable of ¥6,021 million.

(Cash flows from investing activities)

In the first quarter of the fiscal year under review, net cash used in investing activities amounted to ¥70 million. This was mainly attributed to purchases of property, plant and equipment totaling ¥146 million.

(Cash flows from financing activities)

Net cash used in financing activities in the first quarter of fiscal 2007 was ¥1,769 million. In the period under review, the major cash outflow was cash dividends paid amounting to ¥1,458 million.

As a result of the aforementioned activities, cash and cash equivalents at the end of the first quarter of the fiscal year ending March 31, 2008 stood at ¥41,571 million, an increase of ¥690 million compared with the end of the previous fiscal year.

3. Qualitative Information and Other Matters Concerning Consolidated Forecasts for the Fiscal Year Ending March 31, 2008

Ryosan has not revised its consolidated forecasts for the fiscal year ending March 31, 2008 announced on May 11, 2007. Looking ahead, Ryosan will promptly disclose any revisions to forecasts based on a careful assessment of trends in its operating results.

4. Other

(1) Change of condition of significant consolidated subsidiaries (Changes in the scope of consolidation and application of the equity method)

There were no changes in the scope of consolidation and application of the equity method during the first quarter of the fiscal year ending March 31, 2008.

(2) Application of simplified accounting methods

The simplified accounting method was applied to certain amounts that were deemed to have a minor impact.

(3) Changes in accounting methods from the most recent fiscal year.

In accordance with revisions to the corporate tax law, Ryosan adopted changes to accounting methods relating to depreciation for property, plant and equipment purchased after April 1, 2007.

The impact of this change in accounting for the depreciation of property, plant and equipment purchased after April 1, 2007 on Ryosan's profit and loss is considered immaterial.

(4) Changes in disclosure methods (Consolidated statement of income)

- a. For the first quarter of the fiscal year ending March 31, 2008, the amount recorded for discounts on purchases was considered immaterial. Accordingly, discounts on purchases has been reported in the Others category of the Non-operating income section of Ryosan's consolidated statement of income.
- b. In the first quarter of the fiscal year ended March 31, 2007, an amount attributed to Management consultation fee was posted to the Others category of the Non-operating expenses section of Ryosan's Consolidated Statement of Income. In the period under review, Management consultation fee exceeded 10% of the total for Non-operating expenses. Accordingly, Management consultation fee has been posted as a separate item.

5. Summary of Consolidated Financial Statements for the First Quarter of the Fiscal Year Ending March 31, 2008

(1) Summary of Consolidated Balance Sheets

(Millions of yen, %)

	June 30, 2006	June 30, 2007	Increase / (Decrease)		(Reference) March 31, 2007
	Amount	Amount	Amount	YoY	
ASSETS					
I Current assets					
1. Cash and deposits	16,301	25,688	9,386	57.6	25,003
2. Trade notes and accounts receivables	97,729	93,211	(4,518)	(4.6)	98,674
3. Marketable securities	15,996	15,991	(5)	(0.0)	15,990
4. Inventories	20,546	18,520	(2,025)	(9.9)	16,968
5. Accrued income	778	559	(219)	(28.1)	890
6. Deferred tax assets	313	304	(9)	(2.9)	572
7. Other current assets	375	407	32	8.6	458
8. Allowance for doubtful accounts	(139)	(220)	(81)	58.7	(228)
Total current assets	151,903	154,462	2,559	1.7	158,329
II Fixed assets					
1. Property, plant and equipment	14,836	14,818	(18)	(0.1)	14,832
(1) Buildings and structures	5,326	5,602	276	5.2	5,656
(2) Land	8,204	8,211	6	0.1	8,209
(3) Other fixed assets	1,304	1,004	(300)	(23.0)	967
2. Intangible fixed assets	1,076	924	(152)	(14.2)	926
3. Investments and other assets	9,377	9,460	82	0.9	9,166
(1) Investment securities	7,353	5,843	(1,510)	(20.5)	5,854
(2) Deferred tax assets	758	1,536	777	102.6	1,471
(3) Other	1,558	3,546	1,987	127.5	3,242
(4) Allowance for doubtful accounts	(209)	(1,387)	(1,177)	561.8	(1,323)
(5) Allowance for loss on investments	(83)	(78)	4	(5.8)	(78)
Total fixed assets	25,290	25,202	(88)	(0.4)	24,925
Total assets	177,193	179,664	2,471	1.4	183,254

(Millions of yen, %)					
	June 30, 2006	June 30, 2007	Increase / (Decrease)		(Reference) March 31, 2007
	Amount	Amount	Amount	YoY	Amount
LIABILITIES					
I Current liabilities					
1. Trade notes and accounts payable	48,366	48,580	213	0.4	50,454
2. Short-term bank loans	5,990	4,674	(1,316)	(22.0)	4,779
3. Accrued expenses	871	876	4	0.5	1,207
4. Accrued income taxes	1,145	1,023	(122)	(10.7)	2,615
5. Other current liabilities	1,439	1,258	(181)	(12.6)	1,347
Total current liabilities	57,813	56,412	(1,401)	(2.4)	60,404
II Long-term liabilities					
1. Employees' retirement benefits	1,897	2,043	146	7.7	2,020
2. Other long-term liabilities	464	410	(53)	(11.6)	462
Total long-term liabilities	2,361	2,454	92	3.9	2,482
Total liabilities	60,174	58,866	(1,308)	(2.2)	62,886
EQUITY					
I Shareholders' equity					
1. Common stock	17,690	17,690	—	—	17,690
2. Additional paid-in capital	19,122	19,122	0	0.0	19,122
3. Retained earnings	78,241	81,682	3,440	4.4	81,616
4. Treasury stock	(53)	(58)	(5)	9.8	(57)
Total shareholders' equity	115,001	118,436	3,435	3.0	118,372
II Revaluations and translation adjustments					
1. Net unrealized gain on other marketable securities	2,062	1,586	(476)	(23.1)	1,711
2. Gain (loss) on deferred hedges	0	1	0	63.0	0
3. Foreign currency translation adjustments	(170)	632	802	—	144
Total revaluations and translation adjustments	1,892	2,219	326	17.3	1,856
III Minority interests					
	124	142	17	13.9	139
Total equity	117,019	120,798	3,779	3.2	120,367
Total liabilities and equity	177,193	179,664	2,471	1.4	183,254

(2) Summary of Consolidated Statements of Income

(Millions of yen, %)

	First Quarter of the Fiscal Year Ended March 31, 2007	First Quarter of the Fiscal Year Ending March 31, 2008	Increase / (Decrease)		(Reference) Fiscal Year Ended March 31, 2007
	Amount	Amount	Amount	%	Amount
I Net sales	75,470	68,972	(6,497)	(8.6)	310,654
II Cost of sales	68,911	62,701	(6,209)	(9.0)	283,702
Gross profit	6,559	6,271	(287)	(4.4)	26,951
III Selling, general and administrative expenses	4,009	3,689	(320)	(8.0)	16,886
Operating income	2,549	2,582	33	1.3	10,064
IV Non-operating income	298	257	(40)	(13.5)	741
1. Interest and dividend income	84	97	12	15.2	246
2. Discounts on purchases	12		(12)		
3. Management consultation fee		40	40		76
4. Foreign exchange gains	80		(80)		
5. Others	120	119	(0)	(0.8)	419
V Non-operating expenses	97	188	91	94.0	449
1. Interest expense	90	72	(18)	(20.0)	344
2. Foreign exchange losses		93	93		42
3. Others	6	22	15	237.6	62
Ordinary income	2,750	2,651	(98)	(3.6)	10,356
VI Extraordinary gains	42	1	(41)	(97.3)	1,236
1. Gain on sales of property, plant and equipment		1	1		1
2. Gain on sales of investment securities					1,192
3. Others	42		(42)		43
VII Extraordinary losses	9	6	(2)	(28.3)	959
1. Loss on sales and disposal of property, plant and equipment	7	6	(0)	(8.2)	60
2. Others	2		(2)		898
Income before incomes taxes and minority interests	2,783	2,645	(137)	(4.9)	10,634
Income taxes	1,253	1,125	(128)	(10.2)	4,268
Minority interests (losses)	(2)	(4)	(1)	44.1	0
Net income	1,532	1,524	(7)	(0.5)	6,366

(3) Summary of Consolidated Statements of Cash Flows

(Millions of yen, %)

	First Quarter of the Fiscal Year Ended March 31, 2007	First Quarter of the Fiscal Year Ending March 31, 2008	(Reference) Fiscal Year Ended March 31, 2007
	Amount	Amount	Amount
I Cash flows from operating activities:			
Income before income taxes	2,783	2,645	10,634
Depreciation and amortization	232	213	968
Transfer to allowance for doubtful accounts	4	41	1,203
Increase in employees' retirement benefits	27	21	150
Decrease in directors' severance payments	(438)		(438)
Interest and dividend income	(84)	(97)	(246)
Interest expense	90	72	344
Gain on sales of property, plant and equipment		(1)	(1)
Loss on sales and disposal of property, plant and	7	6	60
Gain on sales of investment securities			(1,192)
Decrease in notes and accounts receivable	1,691	6,021	1,309
(Increase) decrease in inventories	(1,684)	(1,358)	2,043
Decrease in notes and accounts payable	(2,780)	(2,447)	(1,158)
Directors' bonuses paid	(85)		(85)
Other	(156)	(189)	19
Subtotal	(392)	4,929	13,613
Interest and dividends received	102	109	251
Interest paid	(90)	(72)	(343)
Lump-sum payment for withdrawal from welfare pension			(851)
Income taxes paid	(2,016)	(2,604)	(4,428)
Net cash (used in) provided by operating activities	(2,396)	2,362	8,241
II Cash flows from investing activities:			
Net decrease (increase) in time deposits	9	10	(507)
Proceeds from redemption of securities	700		700
Purchases on property, plant and equipment	(77)	(146)	(694)
Proceeds from sale of property, plant and equipment		4	6
Purchases of intangible fixed assets	(10)	(2)	(12)
Purchases of investment securities	(700)		(833)
Proceeds from sale of investment securities			2,194
Investments in affiliated companies			(59)
Increase in loans		(236)	(497)
Proceeds from collection of loans	0	289	392
Other	28	11	57
Net cash (used in) provided by investing activities	(50)	(70)	745
III Cash flows from financing activities:			
Decrease in short-term borrowings, net	(27)	(309)	(1,426)
Purchases of treasury stock	(0)	(1)	(5)
Proceeds from retirement of treasury stock		0	0
Cash dividends paid	(1,458)	(1,458)	(2,917)
Cash dividends paid to minority shareholders	(1)		(1)
Net cash used in financing activities	(1,489)	(1,769)	(4,350)

IV Effect of foreign currency translation adjustments on	(18)	167	76
V Net (decrease) increase in cash and cash equivalents	(3,955)	690	4,713
VI Cash and cash equivalents at the beginning of the	36,167	40,880	36,167
VII Cash and cash equivalents at the end of the period	32,211	41,571	40,880

(4) Segment Information

[Segment Information By Business Type]

For the First Quarter of the Fiscal Year Ended March 31, 2007 (April 1, 2006 to June 30, 2006)

(Millions of yen)

	Semiconductors	Electronic Components	Electronic Equipment	Ryosan Products	Total	Eliminations or Corporate	Consolidated
Sales and Operating Income							
Sales:							
(1) Sales to External Customers	43,821	22,781	6,988	1,878	75,470		75,470
(2) Internal sales between segments of exchange							
Total sales	43,821	22,781	6,988	1,878	75,470		75,470
Operating Expenses	41,846	21,681	6,773	1,728	72,029	891	72,920
Operating Income	1,975	1,100	214	150	3,440	(891)	2,549

For the First Quarter of the Fiscal Year Ending March 31, 2008 (April 1, 2007 to June 30, 2007)

(Millions of yen)

	Semiconductors	Electronic Components	Electronic Equipment	Ryosan Products	Total	Eliminations or Corporate	Consolidated
Sales and Operating Income							
Sales:							
(1) Sales to External Customers	36,338	24,744	5,820	2,068	68,972		68,972
(2) Internal sales between segments of exchange							
Total sales	36,338	24,744	5,820	2,068	68,972		68,972
Operating Expenses	34,427	23,746	5,639	1,907	65,720	669	66,390
Operating Income	1,911	998	180	161	3,251	(669)	2,582

(Reference)

For the Fiscal Year Ended March 31, 2007 (April 1, 2006 to March 31, 2007)

(Millions of yen)

	Semiconductors	Electronic Components	Electronic Equipment	Ryosan Products	Total	Eliminations or Corporate	Consolidated
Sales and Operating Income							
Sales:							
(1) Sales to External Customers	169,012	103,075	30,709	7,855	310,654		310,654
(2) Internal sales between segments of exchange							
Total sales	169,012	103,075	30,709	7,855	310,654		310,654
Operating Expenses	160,924	99,477	29,654	7,211	297,267	3,321	300,589
Operating Income	8,088	3,598	1,054	644	13,386	(3,321)	10,064

Notes:

1. Methods of determining business segments and main products classified under each business segment
 - (1) Business segments are classified on the basis of organization, product type and sales structure.
 - (2) Main products of each business segment:
 - Semiconductors: memories, system LSIs, discrete semiconductors
 - Electronic components: display devices, power supplies, electromechanical parts
 - Electronic equipment: systems equipment, facilities equipment
 - Ryosan products: heat sinks (semiconductor circuit elements)
2. Unallocated operating expenses included in "Eliminations or Corporate" totaled ¥891 million in the first quarter of the fiscal year ended March 31, 2007, ¥669 million in the first quarter of the fiscal year ending March 31, 2008 and ¥3,321 million in the fiscal year ended March 31, 2007. These expenses consisted principally of Ryosan's information system investment and expenses related to the Company's planning, administration and accounting departments.

[Geographical Segment Information]

For the First Quarter of the Fiscal Year Ended March 31, 2007 (April 1, 2006 to June 30, 2006)

(Millions of yen)

	Japan	Asia	Total	Eliminations or Corporate	Consolidated
Sales and Operating Income					
Sales:					
(1) Sales to External Customers	53,710	21,759	75,470		75,470
(2) Internal sales between segments of exchange	2,701	89	2,790	(2,790)	
Total sales	56,412	21,848	78,260	(2,790)	75,470
Operating Expenses	54,545	21,305	75,851	(2,930)	72,920
Operating Income	1,866	543	2,409	139	2,549

For the First Quarter of the Fiscal Year Ending March 31, 2008 (April 1, 2007 to June 30, 2007)

(Millions of yen)

	Japan	Asia	Total	Eliminations or Corporate	Consolidated
Sales and Operating Income					
Sales:					
(1) Sales to External Customers	46,615	22,357	68,972		68,972
(2) Internal sales between segments of exchange	3,511	97	3,609	(3,609)	
Total sales	50,127	22,455	72,582	(3,609)	68,972
Operating Expenses	48,344	21,882	70,227	(3,837)	66,390
Operating Income	1,782	572	2,354	227	2,582

(Reference)

For the Fiscal Year Ended March 31, 2007 (April 1, 2006 to March 31, 2007)

(Millions of yen)

	Japan	Asia	Total	Eliminations or Corporate	Consolidated
Sales and Operating Income					
Sales:					
(1) Sales to External Customers	219,428	91,225	310,654		310,654
(2) Internal sales between segments of exchange	12,609	400	13,010	(13,010)	
Total sales	232,037	91,626	323,664	(13,010)	310,654
Operating Expenses	224,985	89,376	314,361	(13,772)	300,589
Operating Income	7,052	2,250	9,302	762	10,064

Notes:

1. Country and regional segments are classified on the basis of geographic proximity.
2. Principal countries and regions:
Asia: Hong Kong, Singapore, Taiwan, Malaysia and others
3. Operating expenses are allocated to each geographical segment.

[Overseas Sales]

For the First Quarter of the Fiscal Year Ended March 31, 2007 (April 1, 2006 to June 30, 2006)
(Millions of yen)

	Asia	Total
Overseas Sales	25,401	25,401
Consolidated Net Sales		75,470
Ratio of Overseas Sales to Consolidated Net Sales (%)	33.7	33.7

For the First Quarter of the Fiscal Year Ending March 31, 2008 (April 1, 2007 to June 30, 2007)
(Millions of yen)

	Asia	Total
Overseas Sales	27,066	27,066
Consolidated Net Sales		68,972
Ratio of Overseas Sales to Consolidated Net Sales (%)	39.2	39.2

(Reference)

For the Fiscal Year Ended March 31, 2007 (April 1, 2006 to March 31, 2007)

(Millions of yen)

	Asia	Total
Overseas Sales	109,838	109,838
Consolidated Net Sales		310,654
Ratio of Overseas Sales to Consolidated Net Sales (%)	35.4	35.4

Notes:

1. Country and regional segments are classified on the basis of geographic proximity.
2. Principal countries and regions:
Asia: Hong Kong, Korea, China, Taiwan and others
3. Overseas sales represent the total of export sales of the parent company and sales of its consolidated subsidiaries outside Japan (excluding intra-group sales).

(1) Orders

	(Millions of yen, %)				
	First Quarter of the Fiscal Year Ended March 31, 2007	First Quarter of the Fiscal Year Ending March 31, 2008	Increase / (Decrease)		Fiscal Year Ended March 31, 2007
	Amount	Amount	Amount	%	Amount
Semiconductors	44,346	37,960	(6,385)	(14.4)	163,972
Electronic Components	25,144	27,574	2,429	9.7	104,066
Electronic Equipment	7,057	6,074	(982)	(13.9)	28,365
Ryosan Products	1,835	2,083	247	13.5	7,912
Total	78,385	73,693	(4,691)	(6.0)	304,316

(2) Sales

	(Millions of yen, %)				
	First Quarter of the Fiscal Year Ended March 31, 2007	First Quarter of the Fiscal Year Ending March 31, 2008	Increase / (Decrease)		Fiscal Year Ended March 31, 2007
	Amount	Amount	Amount	%	Amount
Semiconductors	43,821	36,338	(7,483)	(17.1)	169,012
Electronic Components	22,781	24,744	1,962	8.6	103,075
Electronic Equipment	6,988	5,820	(1,167)	(16.7)	30,709
Ryosan Products	1,878	2,068	190	10.1	7,855
Total	75,470	68,972	(6,497)	(8.6)	310,654

Notes:

Methods of determining business segments and main products classified under each business segment

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

2. Main products of each business segment:

Semiconductors: memories, system LSIs, discrete semiconductors

Electronic Components: display devices, power supplies, electromechanical parts

Electronic Equipment: systems equipment, facilities equipment

Ryosan products: heat sinks (semiconductor circuit elements)