

FY2007 First Half Results Meeting

Results for the six months ended September 30, 2007

FY2007 : Year ending March 31, 2008

November 28, 2007

Ryosan Company, Limited

Code : 8140 / Stock listings: Tokyo Stock Exchange (First Section)

URL : <http://www.ryosan.co.jp/eng/>

RYOSAN

Notice

This presentation contains forward-looking statements regarding business performance, which may differ substantially from actual results, depending on certain risks and uncertainties, the most significant of which are listed below.

- Economic conditions in key markets (Japan and the rest of Asia), rapid changes in consumption patterns and supply-demand balance for products
- Sharp fluctuations in the ¥/\$ exchange rate
- Substantial fluctuation in prices in capital markets

Consolidated forecasts for the fiscal year ending March 31, 2008

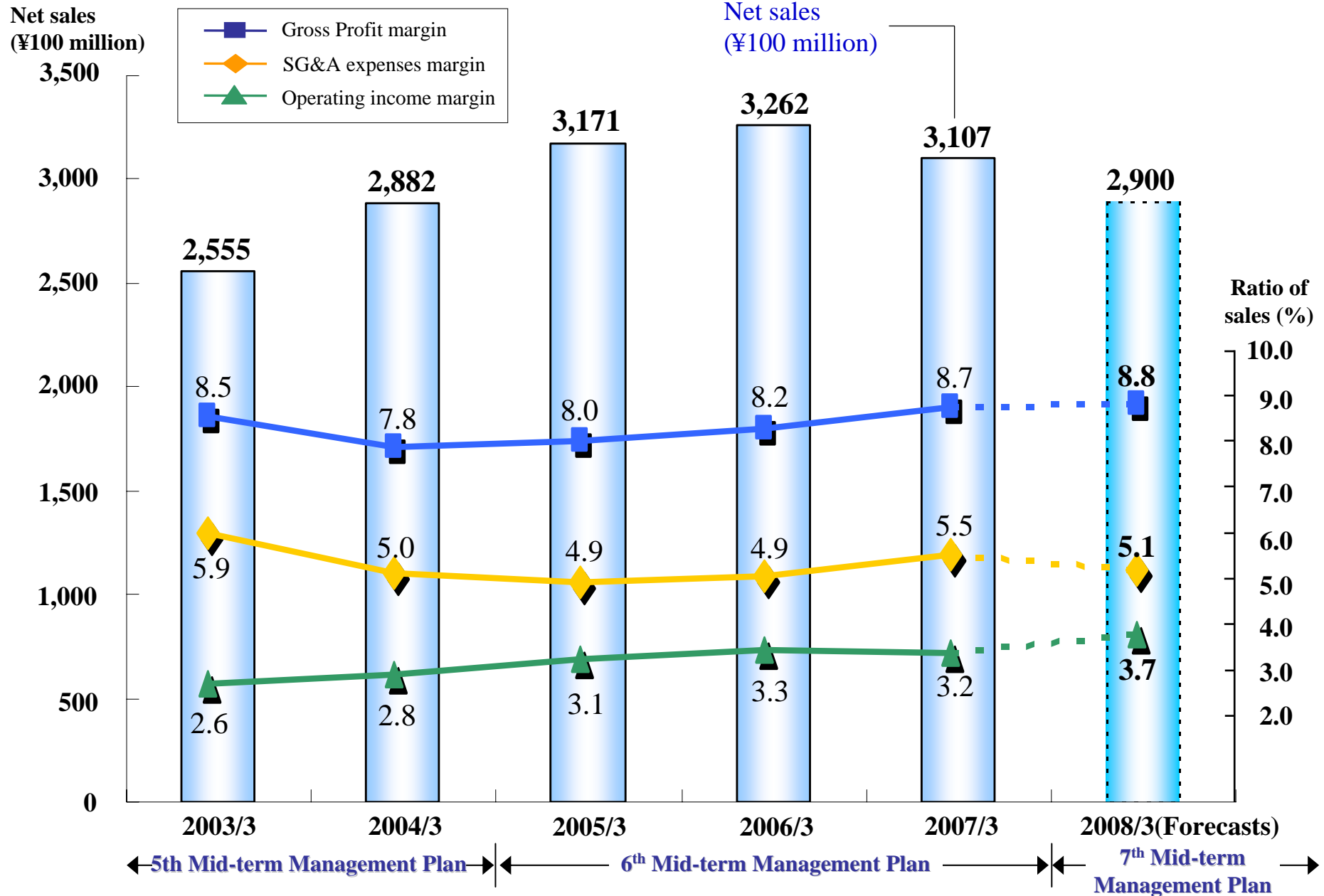
	2007/3				2008/3						
	1H	2H	Of Total		1H (Results)		2H (Forecasts)		Of Total	% Chg. YoY	
						% Chg. YoY		% Chg. YoY			
Net sales	¥ 100 million 1,583	¥ 100 million 1,524	¥ 100 million 3,107	%	¥ 100 million 1,446	% (8.7)	¥ 100 million 1,454	% (4.6)	¥ 100 million 2,900	%	% (6.6)
Gross margin	134	136	270	8.7	125	(7.1)	129	(4.5)	254	8.8	(5.8)
SG&A expenses	81	88	169	5.5	73	(9.6)	74	(16.0)	147	5.1	(12.9)
Operating income	53	48	101	3.2	52	(3.1)	55	+17.0	107	3.7	+6.3
Ordinary income	55	49	104	3.3	55	(0.1)	57	+17.6	112	3.9	+8.1
Net income	35	29	64	2.0	33	(6.9)	34	+20.0	67	2.3	+5.2

Segment results for the fiscal year ended March 31, 2008

Unit : ¥ 100 million, %

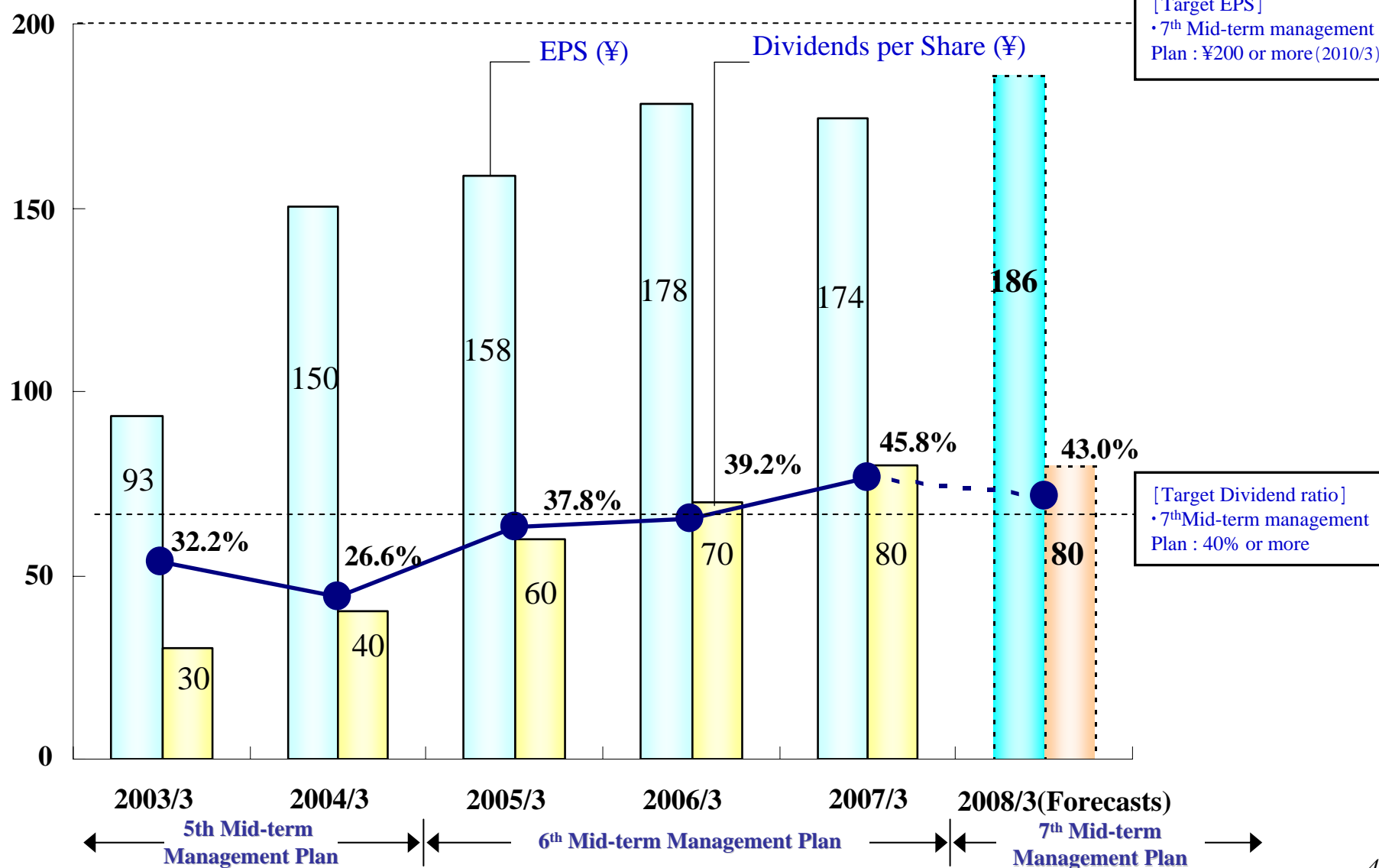
		2007/3			2008/3					
		1H	2H		1H (Results)		2H (Forecasts)			
						% Chg. YoY		% Chg. YoY		
Semiconductors	Sales	897	793	1,690	751	(16.2)	779	(1.8)	1,530	(9.5)
	Operating income	39	42	81	37	(7.0)	39	(5.1)	76	(6.0)
Electronic Components	Sales	495	536	1,031	540	+ 9.1	490	(8.6)	1,030	(0.1)
	Operating income	23	13	36	22	(5.1)	20	+ 57.3	42	+ 16.7
Electronic Equipment	Sales	152	155	307	113	(25.8)	142	(8.2)	255	(17.0)
	Operating income	5	6	11	4	(27.4)	5	(12.0)	9	(19.4)
Ryosan Products (Heat sinks)	Sales	39	40	79	42	+ 7.4	43	+ 9.0	85	+ 8.2
	Operating income	3	3	6	3	+ 9.9	5	+ 49.3	8	+ 32.0
Unallocable Operating expenses		17	16	33	14		14		28	
Consolidated	Sales	1,583	1,524	3,107	1,446	(8.7)	1,454	(4.6)	2,900	(6.6)
	Operating income	53	48	101	52	(3.1)	55	+ 17.0	107	+ 6.3

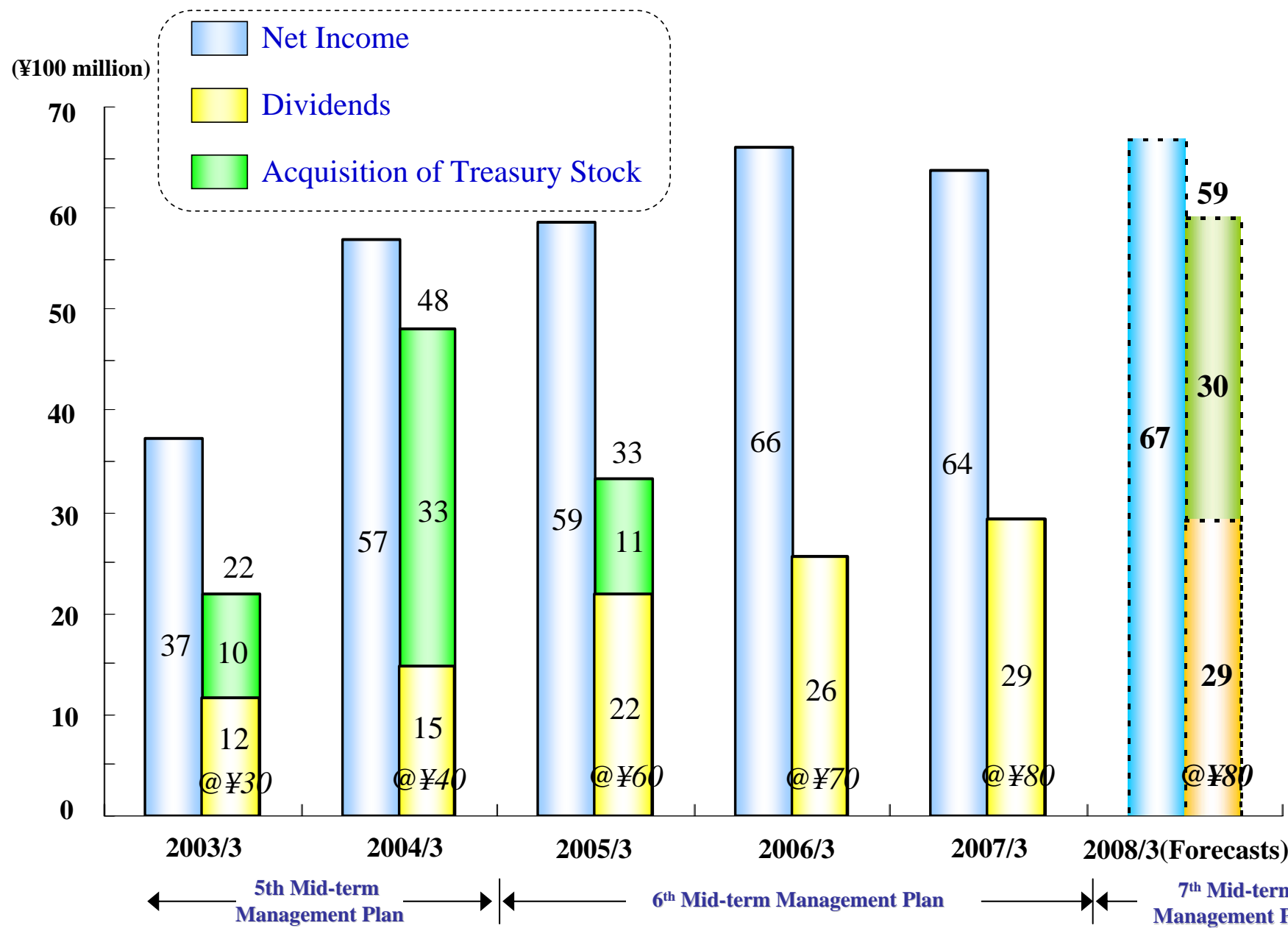
Consolidated results Trend



Trends in cash Dividends per Share and Earnings per Share (EPS)

EPS (¥) /
Dividends per Share (¥)



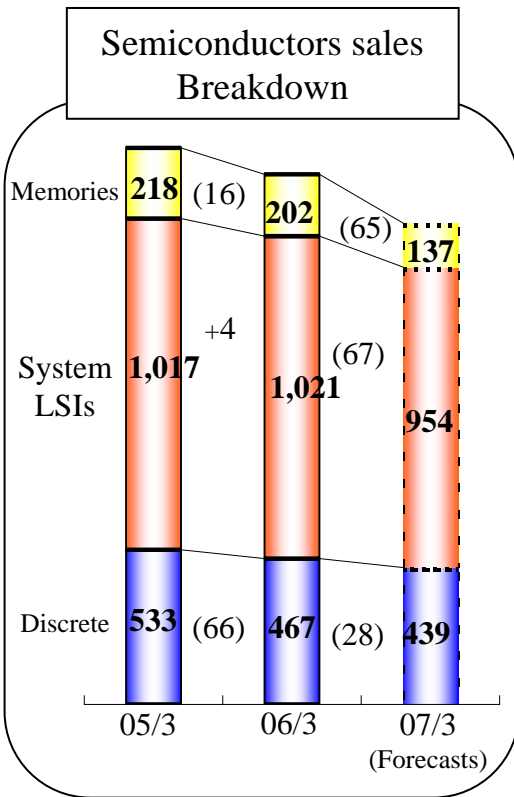


Semiconductors Sales Breakdown (By Product)

Unit : ¥ 100 million, %

		2007/3			2008/3					
		1H	2H		1H (Results)		2H (Forecasts)			
						% Chg. YoY		% Chg. 1H/2H		
Memories	(DRAM)	125	65	190	58	(53.6)	67	+ 15.5	125	(34.2)
	(Others)	6	6	12	5	(16.7)	7	+ 40.0	12	+ 0.0
		131	71	202	63	(51.9)	74	+ 17.5	137	(32.2)
System LSIs	(Microcomputer)	148	147	295	161	+ 8.8	182	+ 13.0	343	+ 16.3
	(ASIC / ASSP)	384	342	726	316	(17.7)	295	(6.6)	611	(15.8)
		532	489	1,021	477	(10.3)	477	0.0	954	(6.6)
Discrete	(LCD drivers ICs)	73	66	139	50	(31.5)	51	+ 2.0	101	(27.3)
	(Compound Semiconductor Devices)	60	66	126	62	+ 3.3	72	+ 16.1	134	+ 6.3
	(Others)	101	101	202	99	(2.0)	105	+ 6.1	204	+ 1.0
		234	233	467	211	(9.8)	228	+ 8.1	439	(6.0)
Total		897	793	1,690	751	(16.2)	779	+ 3.7	1,530	(9.5)

Semiconductors Sales Breakdown (By Product)



《 Results for the first half of fiscal 2007 (Year-on-year comparison) 》

[Memories] Sales of DRAMs for cell phones and servers decreased due to change in Elpida Memory sales strategy.

[System LSIs] Sales of ASSP for car audio and ASIC for cameras decreased.

[Discrete] Sales of LCD driver ICs decreased.

《 Forecasts for the second half of fiscal 2007 (Comparison with first half results) 》

[Memories] Sales of DRAMs for DSC increased.

[System LSIs] Sales of ASSP for car audio and ASIC for cameras continued to decline despite the increase in car audio equipment microcomputers.

[Discrete] Sales of chemical compound devices for measuring equipment and digital AV increased.

Semiconductors Sales Breakdown (By suppliers)

Unit : ¥ 100 million, %

	2007/3			2008/3					
	1H	2H		1H (Results)		2H (Forecasts)			
					% Chg. YoY		% Chg. 1H/2H		
NEC Electronics	667	632	1,299	603	(9.6)	613	+ 1.7	1,216	(6.4)
Elpida Memory	108	49	157	41	(62.0)	48	+ 17.1	89	(43.3)
NXP Semiconductors	55	50	105	47	(14.5)	56	+ 19.1	103	(1.9)
Others	67	62	129	60	(10.4)	62	+ 3.3	122	(5.4)
Total	897	793	1,690	751	(16.2)	779	+ 3.6	1,530	(9.5)

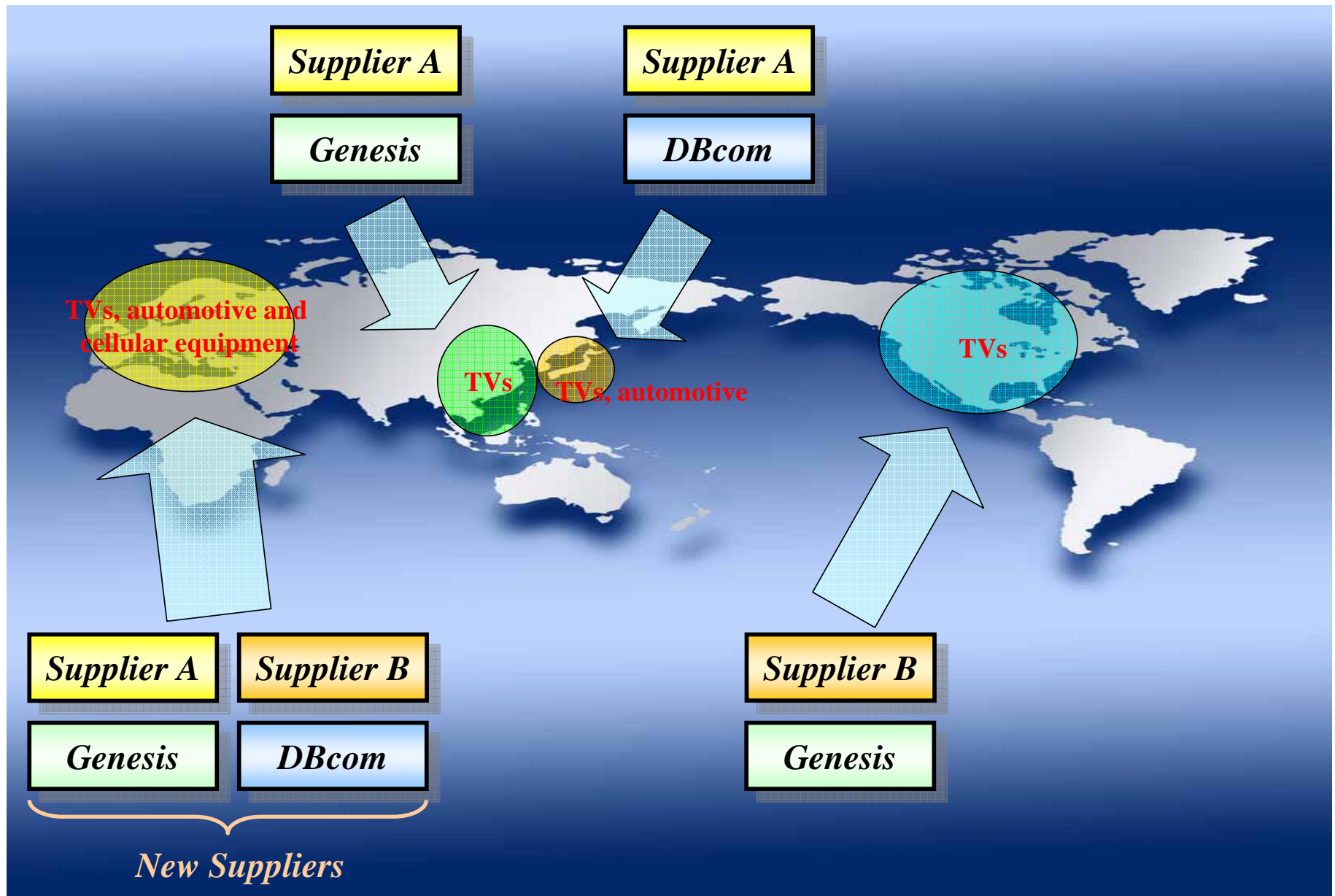
{ Results for the first half of fiscal 2007 (Year-on-year comparison) }

- [NEC Electronics] Sales of ASSP for car audio and ASIC for cameras decreased.
- [Elpida Memory] Sales of DRAMs for cell phones and servers decreased substantially.
- [NXP Semiconductors] Sales of ICs for TVs decreased.
- [Others] Sales of LCD driver ICs decreased.

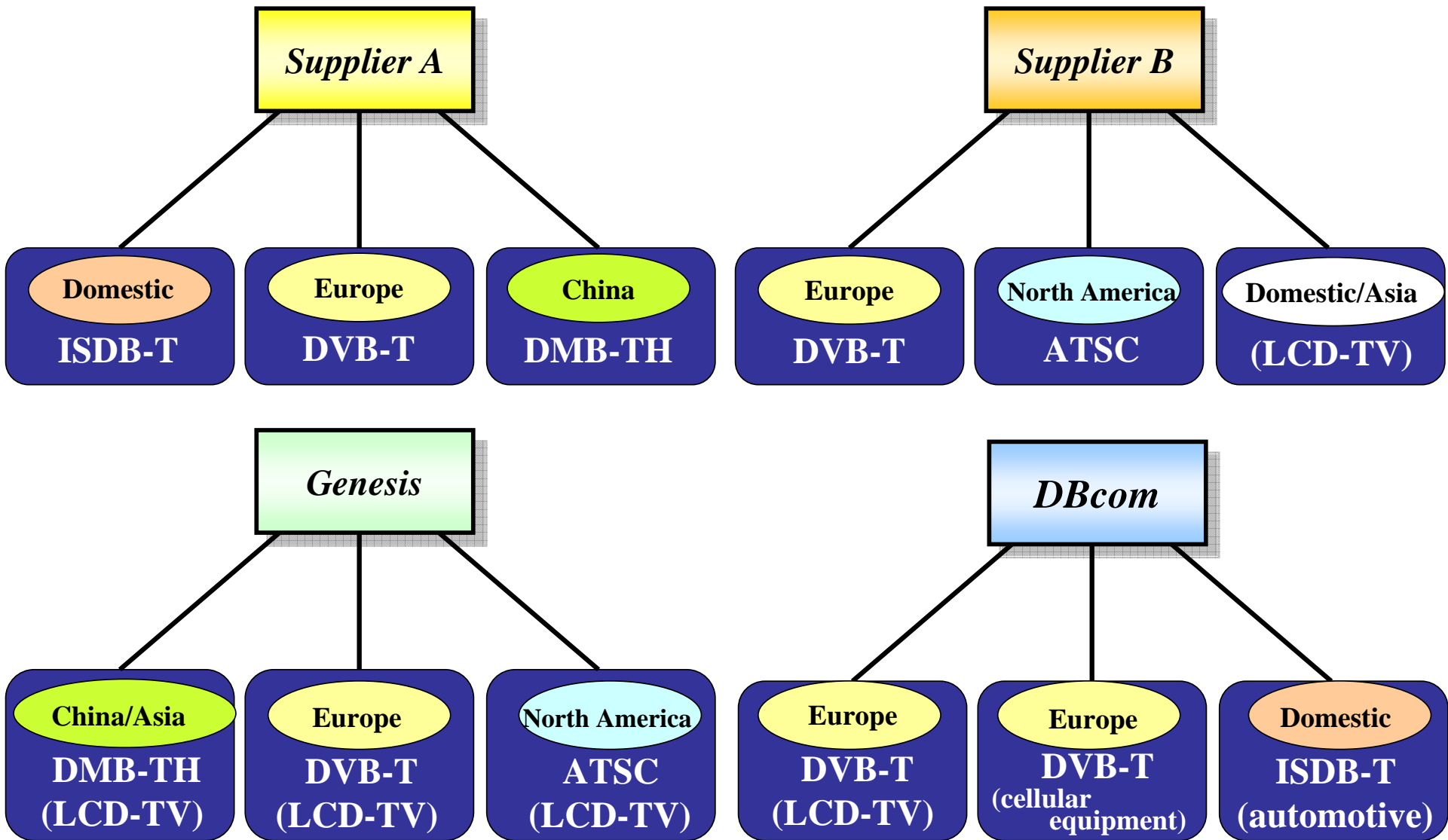
{ Forecasts for the second half of fiscal 2007 (Comparison with first half results) }

- [NEC Electronics] Sales of car audio equipment microcomputers and chemical compound devices for measuring equipment increased.
- [Elpida Memory] Sales of DRAMs for DSC increased.
- [NXP Semiconductors] Sales of ICs for tuners increased.
- [Others] Sales of ICs for TVs and monitors increased ..

Response to the Digital/AV Market (Developing New Suppliers) (1)



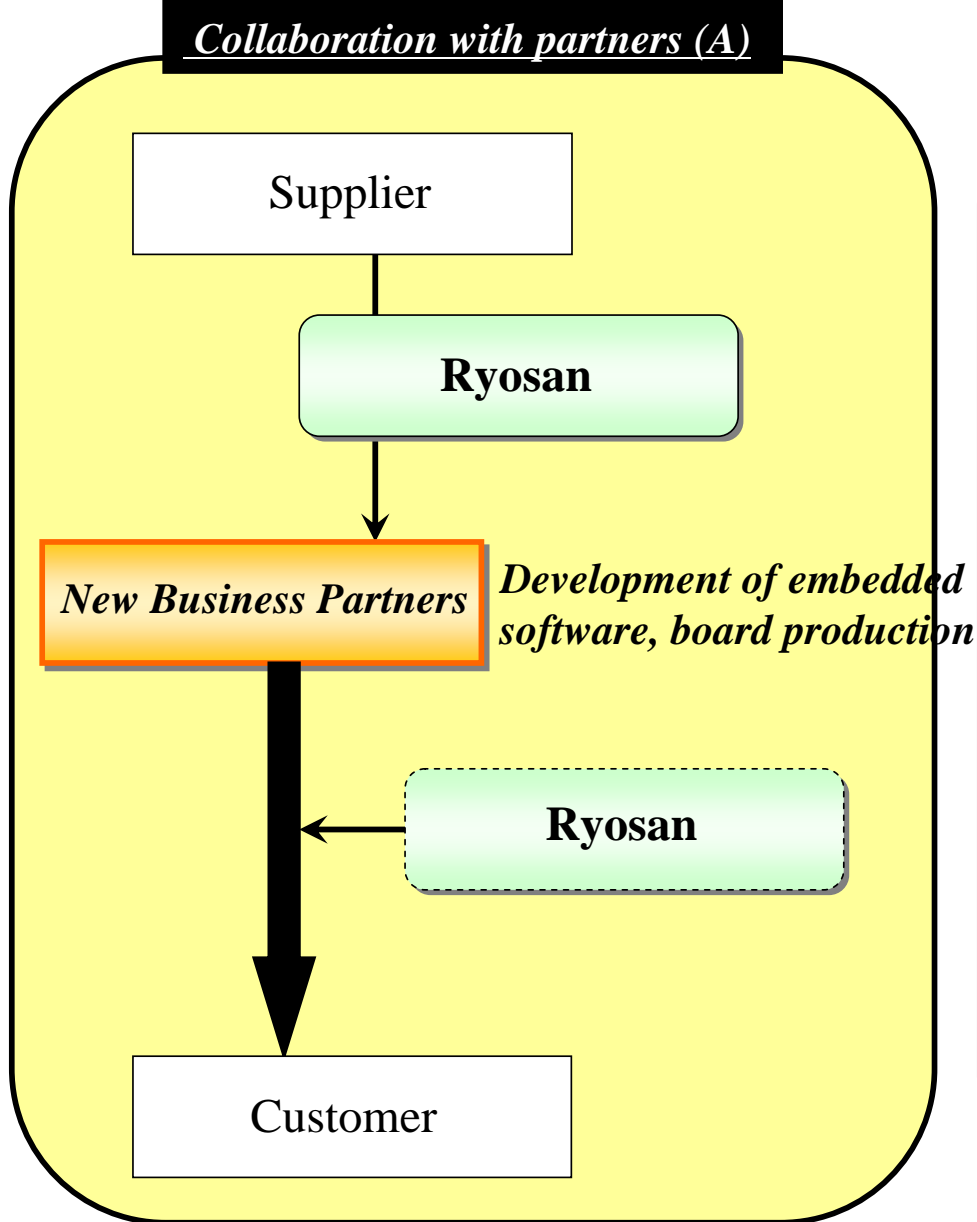
Response to the Digital/AV Market (Developing New Suppliers) (2)



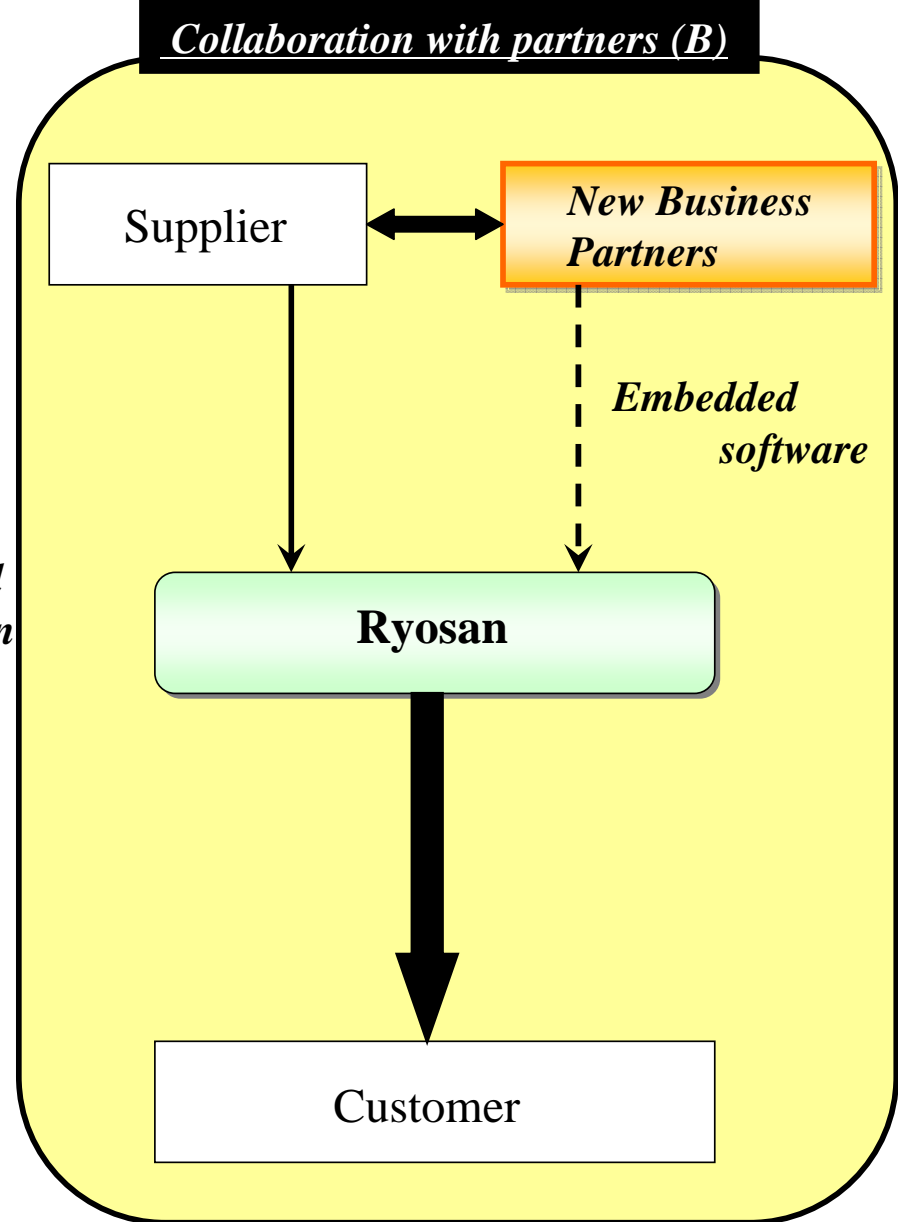
* ISDB-T, DVB-T, DMB-TH and ATSC are digital broadcasting standards

Response to the Digital/AV Market (Developing New Business Partners)

Collaboration with partners (A)



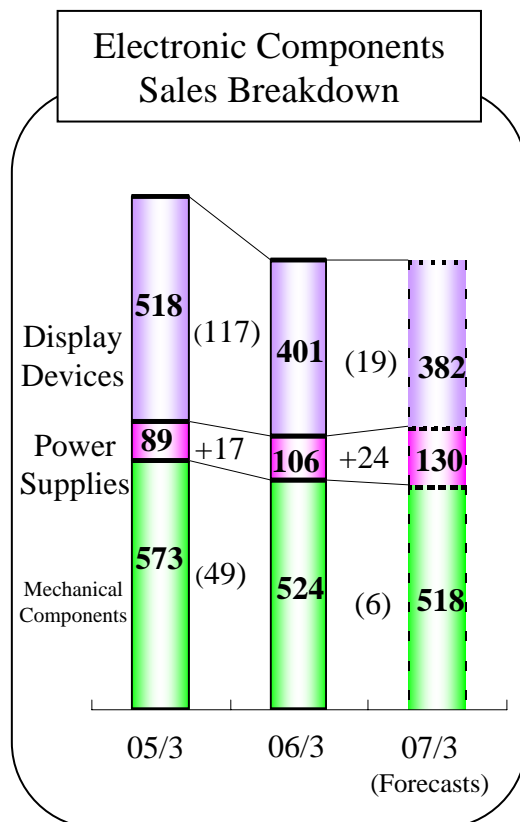
Collaboration with partners (B)



Electronic Components Sales Breakdown (By product)

Unit : ¥ 100 million, %

	2007/3			2008/3					
	1H	2H		1H (Results)		2H (Forecasts)			
					% Chg. YoY		% Chg. 1H/2H		
Display Devices	180	221	401	209	+ 16.1	173	(17.2)	382	(4.7)
Power Supplies	54	52	106	63	+ 16.7	67	+ 6.3	130	+ 22.6
Mechanical Components	261	263	524	268	+ 2.7	250	(6.7)	518	(1.1)
Total	495	536	1,031	540	+ 9.1	490	(8.6)	1,030	(0.1)



Results for the first half of fiscal 2007 (Year-on-year comparison)

[Display Devices] Sales of LCDs for PND and DSC increased.

[Power Supplies] Sales of power supplies for adapters increased.

[Mechanical Components] Sales of connectors for LCD-TVs increased.

Forecasts for the second half of fiscal 2007 (Comparison with first half results)

[Display Devices] Sales of LCDs for PND and DSC decreased.

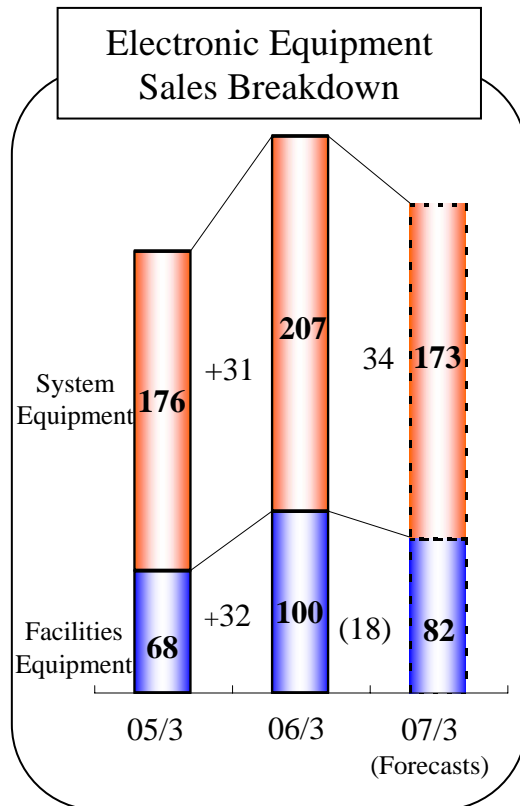
[Power Supplies] Sales of base station power supplies for cell phones increased.

[Mechanical Components] Sales of connectors for LCD-TVs decreased.

Electronic Equipment Sales Breakdown (By product)

Unit : ¥ 100 million, %

	2007/3			2008/3				
	1H	2H		1H (Results)		2H (Forecasts)		
					% Chg. YoY		% Chg. 1H/2H	
System Equipment	101	106	207	79	(21.8)	94	+ 19.0	173
Facilities Equipment	51	49	100	34	(33.3)	48	+ 41.2	82
Total	152	155	307	113	(25.8)	142	+ 25.7	255



《 Results for the first half of fiscal 2007 (Year-on-year comparison) 》

[System Equipment] Sales of systems equipment for MFP decreased.

[Facilities Equipment] Sales of magnetic head manufacturing equipment and laser repair equipment decreased.

《 Forecasts for the second half of fiscal 2007 (Comparison with first half results) 》

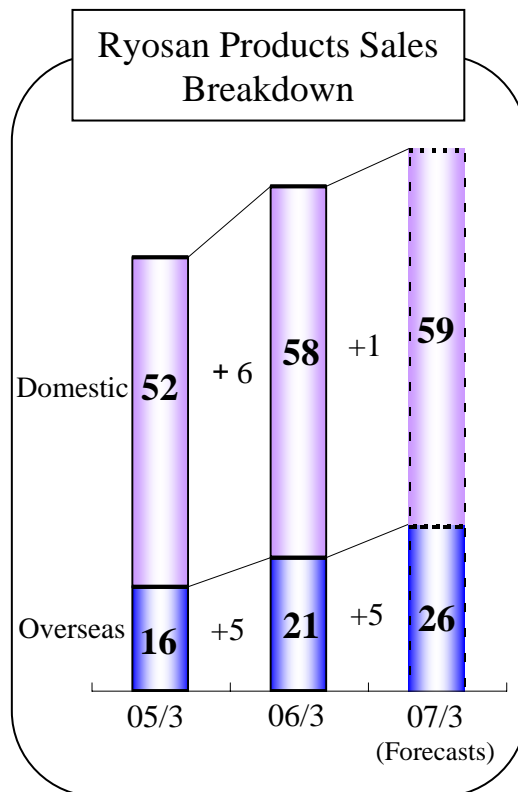
[System Equipment] Sales of systems equipment for arcade games increased.

[Facilities Equipment] Sales of vacuum equipment and laser repair equipment.

Ryosan Products Sales Breakdown (By area)

Unit : ¥ 100 million, %

	2007/3			2008/3					
	1H	2H		1H (Results)		2H (Forecasts)			
					% Chg. YoY		% Chg. 1H/2H		
Domestic	28	30	58	29	+ 3.6	30	+ 3.4	59	+ 1.7
Overseas	11	10	21	13	+ 18.2	13	+ 0.0	26	+ 23.8
Total	39	40	79	42	+ 7.4	43	+ 2.4	85	+ 8.2



《 Results for the first half of fiscal 2007 (Year-on-year comparison) 》

- [Domestic] Sales of heat sinks for air-conditioning equipment and flat-screen televisions increased.
- [Overseas] Sales of heat sinks for flat-screen televisions increased.

《 Forecasts for the second half of fiscal 2007 (Comparison with first half results) 》

- [Domestic] Sales of heat sinks for measuring equipment and FA equipment increased.
- [Overseas] Sales of heat sinks for air-conditioning equipment increased.

Overseas Sales Breakdown

	2007/3				2008/3						
	1H	2H		Of Total	1H (Results)		2H (Forecasts)			Of Total	% Chg. YoY
						% Chg. YoY		% Chg. YoY			
	¥ 100 million	¥ 100 million	¥ 100 million	%	¥ 100 million	%	¥ 100 million	%	¥ 100 million	%	%
Consolidated net sales	1,583	1,524	3,107		1,446	(8.7)	1,454	(4.6)	2,900		(6.6)
Domestic	1,037	972	2,009	64.7	852	(17.8)	898	(7.6)	1,750	60.3	(12.9)
Overseas	546	552	1,098	35.3	594	+8.7	556	+0.7	1,150	39.7	+4.7
Chinese Market	215	202	417	13.4	238	+10.7	215	+6.4	453	15.6	+8.6

Key Clients

〈Top 40〉

	Top 1-10	Top 11-20	Top 21-30	Top 31-40
Clients (alphabetical order)	ALPS Electric CASIO DENSO Fuji Film HITACHI JVC Matsushita Electric Mitsubishi Electric NEC PIONEER	ADVANTEST ALPINE Brother Industries Bussan Microelectronics Calsonic Kansei NINTENDO SANYO Sumitomo Electric Industries TOSHIBA YAMAHA	CHI MEI OPTO (T) Furuno Electric Matsushita Electric Works NIKON OMRON SEGA SHARP TAKATA Taiyo Yuden TDK	Arima(T) Hitachi Kokusai Electric HOSIDEN Japan Radio KENWOOD MINTON OPTIC(T) MITAC (T) Stanley Electric YASKAWA Electric YAZAKI meter
Percentage Sales of all clients	(Top 10) 42%	(Top 20) 53%	(Top 30) 59%	(Top 40) 63%

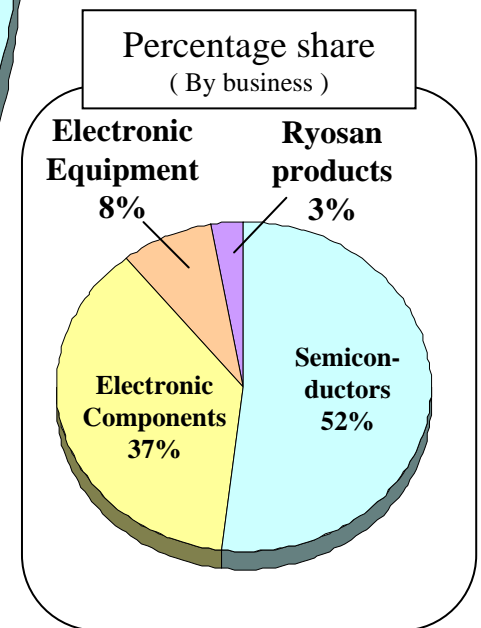
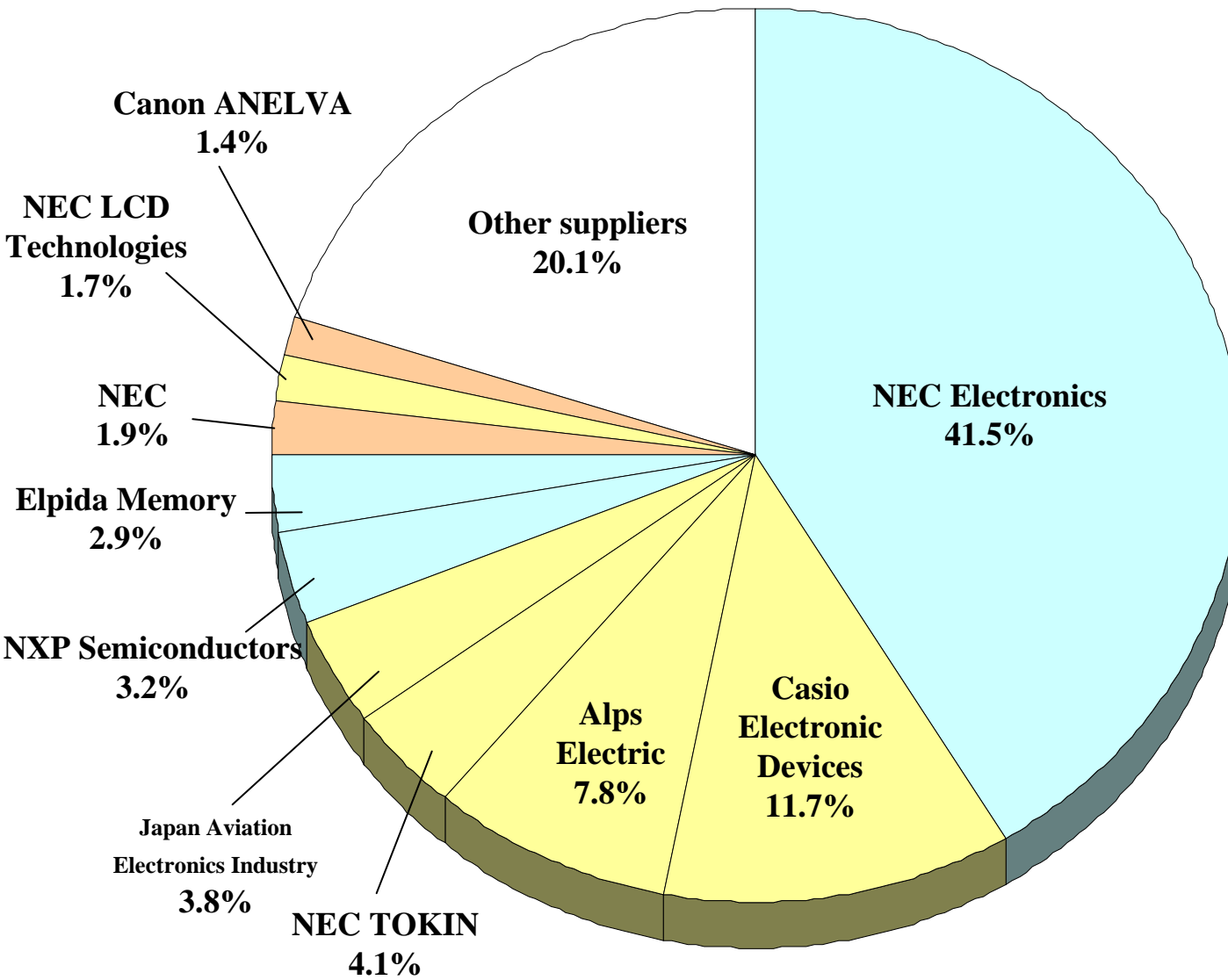
〈Top 5 (by business)〉

Semiconductor	Electronic Equipment
CASIO Fuji Film HITACHI Mitsubishi Electric PIONEER	DENSO Fuji Film HITACHI NEC SEGA
(Top 5) 46%	(Top 5) 62%
Electronic Components	Ryosan Product
CASIO Fuji Film Matsushita Electric NEC NINTENDO	DENSO FUNAC HITACHI Mitsubishi Electric TOSHIBA
(Top 5) 24%	(Top 5) 25%

* Rank and percentage share are based on results for the first half of fiscal 2007.

* (T) denotes a Taiwanese company.

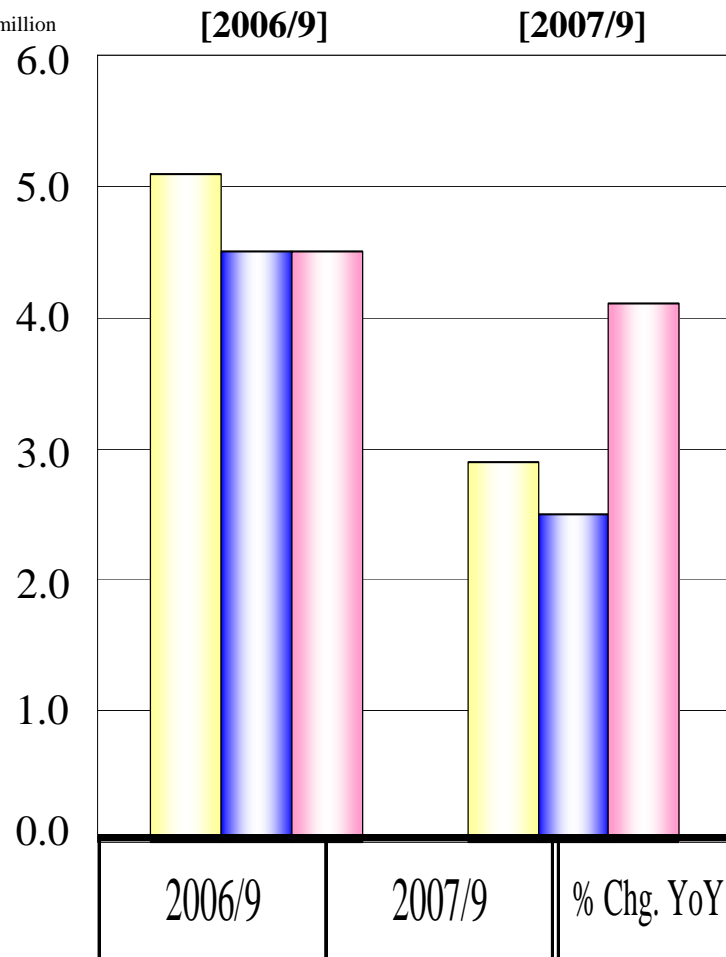
Main suppliers



* Percentage share is based on sales of supplier's products for the first half of fiscal 2007.

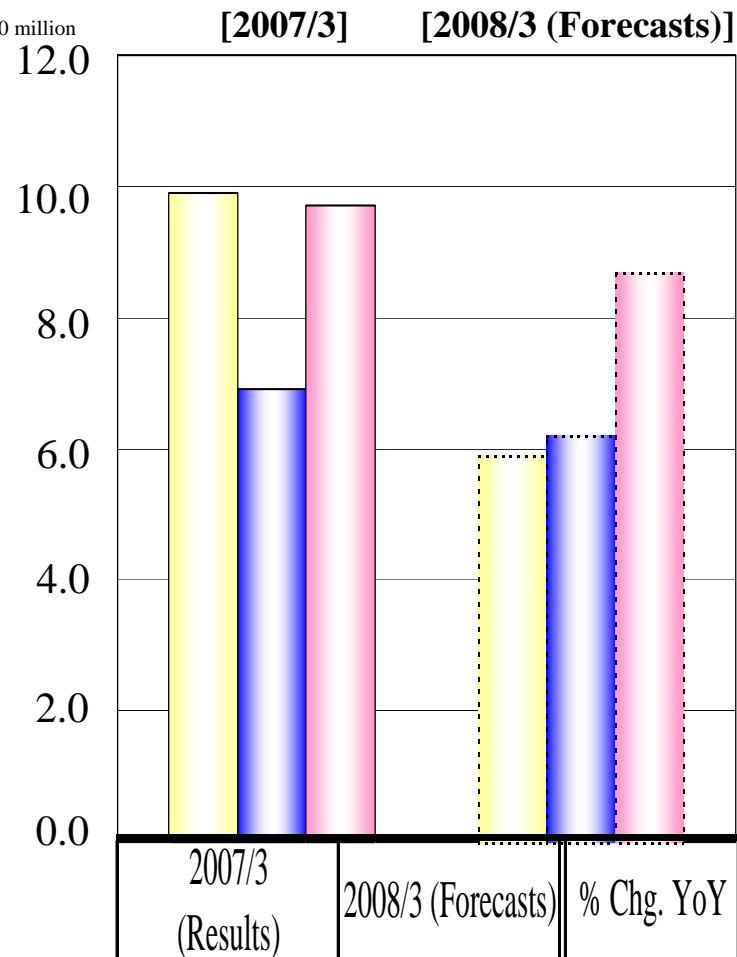
R&D, Capex and Depreciation

Unit: ¥ 100 million



 R&D	5.1	2.9	(43.6)
 Capex	4.5	2.5	(44.2)
 Depreciation	4.5	4.1	(10.8)

Unit: ¥ 100 million



 R&D	9.9	5.9	(41.1)
 Capex	6.9	6.2	(10.7)
 Depreciation	9.7	8.7	(10.1)