

# NEC Corporation

## Supplemental material for financial results for the fiscal year ended March 2010

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<http://www.nec.co.jp/ir/en/finance/data.html>

- The consolidated financial statements are prepared in accordance with accounting principles generally accepted in Japan, or Japan GAAP.
- Net interest-bearing debt is interest-bearing debt less cash and cash equivalents.
- Owners' equity is total net assets less stock subscription rights and minority interests.
- Debt-equity ratio and net debt-equity ratio are interest-bearing debt and net interest-bearing debt divided by owner's equity, respectively.
- Owners' equity ratio is owner's equity divided by total assets.

#### CAUTIONARY STATEMENTS:

This material contains forward-looking statements pertaining to strategies, financial targets, technology, products and services, and business performance of NEC Corporation and its consolidated subsidiaries (collectively "NEC"). Written forward-looking statements may appear in other documents that NEC files with stock exchanges or regulatory authorities, such as the Director of the Kanto Finance Bureau, and in reports to shareholders and other communications. NEC is relying on certain safe-harbors for forward-looking statements in making these disclosures. Some of the forward-looking statements can be identified by the use of forward-looking words such as "believes," "expects," "may," "will," "should," "seeks," "intends," "plans," "estimates," "targets," "aims," or "anticipates," or the negative of those words, or other comparable words or phrases. You can also identify forward-looking statements by discussions of strategy, beliefs, plans, targets, or intentions. Forward-looking statements necessarily depend on currently available assumptions, data, or methods that may be incorrect or imprecise and NEC may not be able to realize the results expected by them. You should not place undue reliance on forward-looking statements, which reflect NEC's analysis and expectations only. Forward-looking statements are not guarantees of future performance and involve inherent risks and uncertainties. A number of important factors could cause actual results to differ materially from those in the forward-looking statements. Among the factors that could cause actual results to differ materially from such statements include (i) global economic conditions and general economic conditions in NEC's markets, (ii) fluctuating demand for, and competitive pricing pressure on, NEC's products and services, (iii) NEC's ability to continue to win acceptance of NEC's products and services in highly competitive markets, (iv) NEC's ability to expand into foreign markets, such as China, (v) regulatory change and uncertainty and potential legal liability relating to NEC's business and operations, (vi) NEC's ability to restructure, or otherwise adjust, its operations to reflect changing market conditions, (vii) movement of currency exchange rates, particularly the rate between the yen and the U.S. dollar, (viii) the impact of unfavorable conditions or developments, including share price declines, in the equity markets which may result in losses from devaluation of listed securities held by NEC, and (ix) impact of any regulatory action or legal proceeding against NEC. Any forward-looking statements speak only as of the date on which they are made. New risks and uncertainties come up from time to time, and it is impossible for NEC to predict these events or how they may affect NEC. NEC does not undertake any obligation to update or revise any of the forward-looking statements, whether as a result of new information, future events, or otherwise.

The management targets included in this material are not projections, and do not represent management's current estimates of future performance. Rather, they represent targets that management will strive to achieve through the successful implementation of NEC's business strategies.

Finally, NEC cautions you that the statements made in this material are not an offer of securities for sale. Securities may not be offered or sold in any jurisdiction in which required registration is absent or an exemption from registration under the applicable securities laws is not granted.

# 1. Overview

Year ended March 31:

(In millions of yen)

	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011(Forecast)
	2005.4-2006.3	2006.4-2007.3	2007.4-2008.3	2008.4-2009.3	2009.4-2010.3	2010.4-2011.3
Sales	4,929,970	4,652,649	4,617,153	4,215,603	3,583,148	3,300,000
<i>(Annual Growth) (%)</i>	-	-5.6	-0.8	-8.7	-15.0	-7.9
Domestic	3,585,288	3,438,964	3,461,404	3,281,134	2,870,262	-
Overseas	1,344,682	1,213,685	1,155,749	934,469	712,886	-
Operating income (loss)	72,526	69,976	156,765	(6,201)	50,905	100,000
<i>(Ratio to Net Sales) (%)</i>	1.5	1.5	3.4	-	1.4	3.0
Ordinary income	14,955	16,347	112,240	(93,171)	49,429	70,000
<i>(Ratio to Net Sales) (%)</i>	0.3	0.4	2.4	-	1.4	2.1
Net income (loss)	(10,062)	9,128	22,681	(296,646)	11,428	15,000
Capital expenditures	160,960	177,480	122,577	103,142	83,098	75,000
Depreciation	153,093	149,681	147,779	133,624	111,167	75,000
R&D expenses	287,441	334,639	352,200	346,529	275,969	200,000
Net cash provided by operating activities	225,804	238,318	192,302	27,359	134,816	} (50,000)
Net cash used in investing activities	(84,687)	(169,676)	(135,760)	(173,167)	(41,241)	

Per share of common stock

(In yen)

Net income (loss)	(5.26)	4.43	11.06	(146.64)	5.04	5.77
Cash dividends	6.00	8.00	8.00	0.00	4.00	-

March 31:

	FY2006	FY2007	FY2008	FY2009	FY2010
	2006.3.31	2007.3.31	2008.3.31	2009.3.31	2010.3.31
Total assets	3,802,775	3,731,669	3,526,795	3,075,378	2,937,644
Owner's equity	1,029,807	1,038,808	1,004,221	641,654	790,904
Interest-bearing debt	935,103	859,292	800,843	925,163	729,548
Net Interest-bearing debt	482,733	435,923	426,005	607,892	399,000
Number of employees	154,180	154,786	152,922	143,327	142,358

Financial Analysis:

Shareholders' Equity Ratio (%)	27.1	27.8	28.5	20.9	26.9
Debt/Equity Ratio (Times)	0.91	0.83	0.80	1.44	0.92
Net Debt/Equity Ratio (Times)	0.47	0.42	0.42	0.95	0.50

\*Forecasts as of May 12, 2010

- The number of employees is the number of people in the old segment.

- Owner's equity ratio is owner's equity divided by total assets.

- Debt-equity ratio and net debt-equity ratio are interest-bearing debt and net interest-bearing debt divided by owner's equity, respectively.

## 2. Condensed Consolidated Statements of Operations (1)

(In millions of yen)

	FY2006			FY2007			
	1H 2005.4-9	3Q 2005.10-12	Full Year 2005.4-2006.3	1Q 2006.4-6	1H 2006.4-9	3Q 2006.10-12	Full Year 2006.4-2007.3
Sales	2,283,779	1,179,841	4,929,970	1,031,468	2,221,604	1,096,138	4,652,649
Cost of sales	1,633,629	838,694	3,523,577	715,060	1,549,243	744,835	3,242,459
Gross profit	650,150	341,147	1,406,393	316,408	672,361	351,303	1,410,190
Selling, general and administrative expenses	645,148	317,247	1,333,867	308,459	664,857	316,268	1,340,214
Operating income	5,002	23,900	72,526	7,949	7,504	35,035	69,976
Non-operating income	12,392	12,952	32,652	8,570	14,397	6,918	26,195
Interest income	2,964	1,743	6,664	1,812	4,384	1,940	8,951
Dividend income	2,369	386	4,079	1,392	1,780	700	3,622
Equity in earnings of affiliated companies	482	1,823	6,195	744	555	-	-
Foreign exchange gain	-	2,635	1,042	-	-	759	-
Others	6,577	6,365	14,672	4,622	7,678	3,519	13,622
Non-operating expenses	36,740	13,514	90,223	13,803	33,720	19,025	79,824
Interest expense	8,497	4,317	16,810	3,981	7,441	4,031	16,161
Retirement benefit expenses	-	-	13,527	3,493	-	-	13,863
Equity in losses of affiliated companies	-	-	-	-	-	3,065	4,006
Foreign exchange loss	120	-	-	2,028	2,415	-	2,622
Loss on sales and disposals of fixed assets	-	-	16,547	-	-	-	15,639
Settlement and compensation loss	-	-	19,126	-	-	-	7,510
Others	28,123	9,197	24,213	4,301	23,864	11,929	20,023
Ordinary income(loss)	(19,346)	23,338	14,955	2,716	(11,819)	22,928	16,347
Special gains	33,485	6,620	58,803	11,446	28,046	3,539	115,155
Gain on business transfer	-	-	-	-	-	-	-
Gain on sales of investment securities	9,125	1,295	25,189	1,448	10,970	2,721	25,651
Gain on sales of tangible fixed assets	2,369	1,016	4,590	-	107	816	2,872
Gain on sales of investments in affiliated companies	20,681	2,540	23,220	-	-	-	41
Gain on transfer of securities to the pension trust	-	-	-	6,534	6,534	-	6,534
Gain on change in interests in consolidated and affiliated companies	623	1,769	2,909	3,464	8,630	-	8,630
Gain on reversion of securities from the pension trust	-	-	-	-	-	-	69,533
Reversal of provision for recycling expenses of personal computers	687	-	860	-	1,805	-	1,892
Gain on lapse of stock subscription rights	-	-	-	-	-	2	2
Gain on transfer of substitutional portion of employees' pension funds	-	-	2,035	-	-	-	-
Special losses	6,382	758	22,023	2,190	14,583	3,346	35,205
Cost of corrective measures for products	-	-	-	-	-	-	4,695
Loss on sales of investments in affiliated companies	-	-	-	-	-	-	661
Loss on devaluation of investment securities	5,631	637	10,162	151	1,545	530	10,058
Restructuring charges	-	-	1,681	2,039	10,777	2,809	15,805
Impairment loss on fixed assets	482	-	661	-	1,283	-	2,768
Other retirement benefit expenses	269	121	560	-	978	7	991
Loss on sales of tangible fixed assets	-	-	-	-	-	-	208
Loss on sales of investment securities	-	-	378	-	-	-	19
Provision for product warranty liabilities	-	-	8,581	-	-	-	-
Income before income taxes and minority interests	7,757	29,200	51,735	11,972	1,644	23,121	96,297
Provision for income taxes	7,048	18,265	-	12,800	11,218	20,152	-
Income taxes-current	-	-	25,957	-	-	-	30,728
Income taxes-deferred	-	-	47,192	-	-	-	62,242
Minority interests in net income(loss) of consolidated subsidiaries	1,040	(849)	(11,352)	(1,089)	353	354	(5,801)
Net income (loss)	(331)	11,784	(10,062)	261	(9,927)	2,615	9,128
Per share of common stock	(In yen)						
Net income (loss)	(0.16)	5.92	(5.26)	0.12	(4.94)	1.21	4.43

## 2. Condensed Consolidated Statements of Operations (2)

(In millions of yen)

	FY2008				FY2009				FY2010			
	1Q 2007.4-6	1H 2007.4-9	3Q 2007.10-12	Full Year 2007.4-2008.3	1Q 2008.4-6	6 months 2008.4-9	3Q 2008.10-12	Full Year 2008.4-2009.3	1Q 2009.4-2009.6	6 months 2009.4-9	3Q 2009.10-12	Full Year 2009.4-2010.3
Net sales	1,007,801	2,140,593	1,052,215	4,617,153	1,001,242	2,127,800	948,340	4,215,603	778,465	1,653,693	825,359	3,583,148
Cost of sales	681,571	1,457,974	707,205	3,142,844	671,696	1,444,023	658,064	2,929,567	554,265	1,163,366	580,643	2,492,403
Gross profit	326,230	682,619	345,010	1,474,309	329,546	683,777	290,276	1,286,036	224,200	490,327	244,716	1,090,745
Selling, general and administrative expenses	314,899	655,183	328,997	1,317,544	325,437	670,385	315,028	1,292,237	264,247	528,030	252,244	1,039,840
Operating income (loss)	11,331	27,436	16,013	156,765	4,109	13,392	(24,752)	(6,201)	(40,047)	(37,703)	(7,528)	50,905
Non-operating income	11,435	14,028	7,386	29,853	12,374	15,723	4,278	20,311	5,628	9,826	12,146	56,547
Interest income	2,077	4,626	1,554	8,694	1,765	3,507	1,203	5,560	559	711	242	1,337
Dividends income	1,529	2,036	758	3,654	1,342	1,905	890	3,039	1,184	2,527	557	4,152
Reversal of provision for contingent loss	-	-	-	-	-	-	-	-	-	-	4,441	30,853
Equity in earnings of affiliates	-	-	1,070	1,003	1,658	4,042	-	-	-	1,056	3,617	7,336
Foreign exchange gains	2,474	-	-	-	4,809	687	-	-	263	-	-	-
Other	5,355	7,366	4,004	16,502	2,800	5,582	2,185	11,712	3,622	5,532	3,289	12,869
Non-operating expenses	14,526	31,696	13,859	74,378	9,433	22,114	29,281	107,281	10,613	22,015	11,027	58,023
Interest expenses	3,853	7,614	3,479	14,724	3,245	5,793	3,674	12,578	2,819	4,925	2,703	9,736
Retirement benefit expenses	3,435	6,911	3,454	13,850	3,452	6,925	3,424	14,791	3,606	7,210	3,601	14,441
Loss on abandonment of noncurrent assets	-	4,532	493	9,243	-	2,749	789	9,590	-	2,844	1,723	8,249
Provision for contingent loss	-	-	-	-	-	-	-	30,365	-	-	-	6,496
Foreign exchange losses	-	3,655	1,311	17,872	-	-	12,467	10,952	-	1,194	814	1,953
Equity in losses of affiliates	2,674	8	-	-	-	-	3,340	12,647	1,366	-	-	-
Compensation for damage and Settlement package expenses	-	-	-	2,142	-	-	-	-	-	-	-	-
Other	4,564	8,976	5,122	16,547	2,736	6,647	5,587	16,358	2,822	5,842	2,186	17,148
Ordinary income (loss)	8,240	9,768	9,540	112,240	7,050	7,001	(49,755)	(93,171)	(45,032)	(49,892)	(6,409)	49,429
Extraordinary income	3,248	8,482	122	12,126	2,504	10,960	9,123	20,631	1,601	2,421	2,106	31,511
Gain on sales of subsidiaries and affiliates' stocks	159	159	-	480	-	7,506	8,404	16,209	-	8	1,811	22,383
Gain on sales of noncurrent assets	1,089	1,340	-	1,423	9	9	389	465	1,595	1,595	-	4,225
Reversal of provision for loss on guarantees	-	-	-	-	-	-	-	-	-	-	-	3,312
Reversal of provision for recycling expenses of personal computers	-	924	-	924	-	-	-	-	-	670	-	1,024
Gain on sales of investment securities	1,300	1,917	129	3,320	2,495	3,445	330	3,957	6	119	295	537
Gain on reversal of subscription rights to shares	-	-	-	-	-	-	-	-	-	29	-	30
Gain on transfer of business	3,248	3,216	-	3,547	-	-	-	-	-	-	-	-
Reversal of allowance for doubtful accounts	-	-	-	1,499	-	-	-	-	-	-	-	-
Gain on change in equity	-	926	(7)	933	-	-	-	-	-	-	-	-
Extraordinary loss	1,801	8,714	1,845	30,748	543	3,086	28,770	218,430	1,362	5,185	3,712	25,286
Business structure improvement expenses	-	2,736	1,201	14,567	91	804	18,529	87,362	589	1,926	775	10,245
Impairment loss	-	529	32	4,555	105	374	207	30,487	247	775	18	6,973
Loss on sales of stocks of subsidiaries and affiliates	201	408	-	408	-	-	24	1,706	127	197	2,366	3,112
Cost of corrective measures for products	1,613	2,823	-	4,420	-	662	570	5,312	-	1,398	120	2,487
Loss on retirement of noncurrent assets	-	1,010	576	2,396	72	210	-	117	309	309	-	1,527
Loss on valuation of investment securities	188	1,208	36	3,798	275	1,035	9,410	78,759	76	285	308	891
Loss on sales of investment securities	-	-	-	4	-	1	30	79	-	2	-	39
Loss on sales of noncurrent assets	-	-	-	-	-	-	-	-	-	-	-	12
Provision for loss on guarantees	-	-	-	-	-	-	-	14,608	14	293	125	-
Loss on change in equity	-	-	-	600	-	-	-	-	-	-	-	-
Income (loss) before income taxes and minority interests	12,034	9,536	7,817	93,618	9,011	14,875	(69,402)	(290,970)	(44,793)	(52,656)	(8,015)	55,654
Income taxes	10,825	-	16,507	-	8,144	9,709	72,233	-	(3,661)	1,115	3,562	-
Income taxes-current	-	18,180	-	38,791	-	-	-	30,196	-	-	-	28,577
Income taxes-deferred	-	(2,280)	-	43,364	-	-	-	5,107	-	-	-	12,661
Minority interests in income (loss)	236	(1,617)	(3,460)	(11,218)	384	3,406	(10,868)	(29,627)	(7,289)	(10,177)	(1,968)	2,988
Net income (loss)	973	(4,747)	(5,230)	22,681	483	1,760	(130,767)	(296,646)	(33,843)	(43,594)	(9,609)	11,428
Per share of common stock	(In yen)											
Net income (loss)	0.41	(2.43)	(2.62)	11.06	0.21	0.83	(64.62)	(146.64)	(16.74)	(21.60)	(4.18)	5.04

### 3. Condensed Cosolidated Balance Sheets (1-1)

(In millions of yen)

	FY2006			FY2007			
	September 30, 2005	December 31, 2005	March 31, 2006	June 30, 2006	September 30, 2006	December 31, 2006	March 31, 2007
<b>Current assets</b>	<b>1,983,249</b>	<b>2,188,585</b>	<b>2,099,343</b>	<b>1,936,326</b>	<b>2,004,951</b>	<b>2,040,220</b>	<b>2,047,681</b>
Cash and deposits	387,889	422,196	404,303	346,540	347,815	327,106	332,446
Notes and accounts receivable, trade	696,702	783,029	858,328	678,603	732,616	729,449	874,543
Marketable securities	31,509	39,031	49,242	69,439	93,303	97,135	91,570
Inventories	564,672	642,501	492,414	569,405	550,643	621,032	493,224
Deferred tax assets	117,197	108,220	106,243	102,713	109,092	101,050	114,560
Others	195,340	210,729	198,430	179,469	181,908	173,558	150,895
Allowance for doubtful accounts	(10,060)	(17,121)	(9,617)	(9,843)	(10,426)	(9,110)	(9,557)
<b>Fixed assets</b>	<b>1,765,477</b>	<b>1,739,035</b>	<b>1,703,432</b>	<b>1,700,180</b>	<b>1,689,581</b>	<b>1,703,211</b>	<b>1,683,988</b>
<b>Tangible fixed assets</b>	<b>703,870</b>	<b>675,810</b>	<b>677,269</b>	<b>685,959</b>	<b>682,422</b>	<b>681,839</b>	<b>684,529</b>
Buildings and structures	251,348	247,134	244,534	241,349	241,504	239,098	238,677
Machinery and equipment	214,541	198,440	197,839	203,821	216,595	217,515	214,833
Tools and other equipment	110,819	108,456	104,861	102,946	102,057	101,122	104,925
Land	-	-	91,694	92,447	-	-	92,203
Construction in progress	-	-	38,341	45,396	-	-	33,891
Other property	127,162	121,780	-	-	122,266	124,104	-
<b>Intangible assets</b>	<b>250,339</b>	<b>241,890</b>	<b>236,345</b>	<b>240,123</b>	<b>237,224</b>	<b>231,396</b>	<b>221,991</b>
Goodwill	76,129	74,641	79,397	91,298	92,976	91,035	89,566
Software	-	-	149,892	140,411	-	-	126,339
Others	174,210	167,249	7,056	8,414	144,248	140,361	6,086
<b>Investments and other assets</b>	<b>811,268</b>	<b>821,335</b>	<b>789,818</b>	<b>774,098</b>	<b>769,935</b>	<b>789,976</b>	<b>777,468</b>
Investment securities	236,662	271,286	266,040	240,059	253,214	272,355	230,504
Investments in affiliated companies	105,368	100,343	110,319	115,491	103,605	105,726	221,864
Deferred tax assets	254,423	241,719	214,525	217,913	223,524	216,548	160,810
Others	244,262	230,414	229,845	224,337	215,246	218,201	181,098
Allowance for doubtful accounts	(29,447)	(22,427)	(30,911)	(23,702)	(25,654)	(22,854)	(16,808)
<b>Total assets</b>	<b>3,748,726</b>	<b>3,927,620</b>	<b>3,802,775</b>	<b>3,636,506</b>	<b>3,694,532</b>	<b>3,743,431</b>	<b>3,731,669</b>

- Some of the items are presented on a summary basis.

### 3. Condensed Consolidated Balance Sheets (1-2)

(In millions of yen)

	FY2008				FY2009				FY2010			
	June 30, 2007	September 30, 2007	December 31, 2007	March 31, 2008	June 30, 2008	September 30, 2008	December 31, 2008	March 31, 2009	June 30, 2009	September 30, 2009	December 31, 2009	March 31, 2010
<b>Current assets</b>	<b>1,903,952</b>	<b>1,921,893</b>	<b>2,030,787</b>	<b>1,948,814</b>	<b>1,816,366</b>	<b>1,835,716</b>	<b>1,891,550</b>	<b>1,671,092</b>	<b>1,488,064</b>	<b>1,497,878</b>	<b>1,554,260</b>	<b>1,642,965</b>
Cash and deposits	333,376	234,790	238,714	247,447	234,202	244,240	230,394	226,601	176,988	199,606	181,855	195,095
Notes and accounts receivable-trade	706,766	727,323	728,019	853,773	684,032	721,461	688,820	746,731	593,973	618,233	642,552	773,388
Short-term investment securities	69,264	169,517	169,648	127,908	116,076	108,895	170,407	91,434	90,291	66,854	84,075	136,747
Merchandise and finished goods	-	-	-	-	-	-	-	139,724	144,181	141,824	153,648	109,852
Work in process	-	-	-	-	-	-	-	151,789	180,194	167,491	187,376	121,082
Raw materials and supplies	-	-	-	-	-	-	-	86,853	85,401	83,775	86,988	84,618
Inventories	545,617	534,515	629,773	457,493	544,340	521,007	576,548	-	-	-	-	-
Deferred tax assets	114,656	118,280	116,692	120,956	120,220	116,011	99,214	99,657	103,029	97,463	95,685	93,307
Other	143,742	144,957	154,725	147,150	123,518	129,762	131,122	134,254	120,572	128,461	127,541	134,900
Allowance for doubtful accounts	(9,469)	(7,489)	(6,784)	(5,913)	(6,022)	(5,660)	(4,955)	(5,951)	(6,565)	(5,829)	(5,460)	(6,024)
<b>Noncurrent assets</b>	<b>1,679,417</b>	<b>1,676,612</b>	<b>1,653,608</b>	<b>1,577,981</b>	<b>1,580,989</b>	<b>1,597,880</b>	<b>1,504,504</b>	<b>1,404,286</b>	<b>1,396,874</b>	<b>1,400,536</b>	<b>1,384,070</b>	<b>1,294,679</b>
Property, plant and equipment	676,005	671,379	660,489	640,747	627,460	634,621	602,568	581,031	575,692	568,066	563,465	554,051
Buildings and structures	236,513	233,086	231,053	227,522	225,546	223,247	222,293	218,983	215,835	216,091	213,056	207,535
Machinery and equipment	210,394	197,170	191,687	180,866	184,556	178,603	160,944	143,269	139,330	133,102	134,777	133,018
Tools, furniture and fixtures	103,970	110,383	109,860	108,174	104,466	105,166	100,183	93,881	89,274	85,420	81,174	77,681
Land	-	-	-	-	-	-	-	91,523	91,409	92,386	92,451	91,938
Construction in progress	-	-	-	-	-	-	-	33,375	39,844	41,067	42,007	43,879
Other	125,128	130,740	127,889	124,185	112,892	127,605	119,148	-	-	-	-	-
Intangible assets	218,575	225,224	223,923	222,635	221,917	228,327	252,188	224,102	218,631	228,807	223,767	218,894
Goodwill	87,551	95,641	94,715	93,525	91,690	94,564	118,990	93,365	90,722	101,522	98,650	97,458
Software	-	-	-	-	-	-	-	125,918	123,376	123,143	121,099	117,278
Other	131,024	129,583	129,208	129,110	130,227	133,763	133,198	4,819	4,533	4,142	4,018	4,158
Investments and other assets	784,837	780,009	769,196	714,599	731,612	734,932	649,748	599,153	602,551	603,663	596,838	521,734
Investment securities	242,069	221,007	206,408	185,614	197,818	171,201	143,826	143,361	150,114	147,569	146,112	151,221
Stocks of subsidiaries and affiliates	220,974	223,795	223,982	223,478	224,647	228,109	221,273	131,119	130,295	132,832	135,960	89,499
Deferred tax assets	152,740	164,930	163,294	131,465	126,788	146,477	100,503	150,676	152,051	162,685	165,866	140,829
Other	186,120	187,802	193,128	183,264	191,485	197,802	192,129	183,469	179,293	169,580	158,019	150,025
Allowance for doubtful accounts	(17,066)	(17,525)	(17,616)	(9,222)	(9,126)	(8,657)	(7,983)	(9,472)	(9,202)	(9,003)	(9,119)	(9,840)
<b>Total assets</b>	<b>3,583,369</b>	<b>3,598,505</b>	<b>3,684,395</b>	<b>3,526,795</b>	<b>3,397,355</b>	<b>3,433,596</b>	<b>3,396,054</b>	<b>3,075,378</b>	<b>2,884,938</b>	<b>2,898,414</b>	<b>2,938,330</b>	<b>2,937,644</b>

- Some of the items are presented on a summary basis.

### 3. Condensed Consolidated Balance Sheets (2-1)

(In millions of yen)

	FY2006			FY2007			
	September 30, 2005	December 31, 2005	March 31, 2006	June 30, 2006	September 30, 2006	December 31, 2006	March 31, 2007
Current liabilities	1,525,223	1,681,015	1,675,308	1,575,071	1,627,077	1,672,360	1,695,479
Notes and accounts payable, trade	721,307	820,356	826,335	686,996	761,633	731,127	786,899
Short-term borrowings	163,027	135,967	106,979	106,284	118,155	136,704	110,385
Commercial papers	71,000	196,000	35,000	80,000	40,000	110,000	102,943
Current portion of long-term borrowings	-	-	29,777	30,305	-	-	41,562
Current portion of bonds and convertible bonds	59,270	29,270	129,268	175,268	146,418	156,568	76,570
Accrued expenses	266,135	221,964	284,502	219,686	269,762	241,178	285,039
Advances from customers	-	-	52,753	60,915	-	-	66,730
Reserve for bonuses to directors	-	-	-	49	145	187	401
Product warranty liabilities	3,744	3,575	11,229	9,594	24,924	26,659	34,459
Others	240,740	273,883	199,465	205,974	266,040	269,937	190,491
Long-term liabilities	974,739	981,829	884,817	830,595	828,725	825,477	796,067
Bonds, convertible bonds, and bonds with stock subscription rights	612,524	619,989	519,791	473,756	473,504	463,319	443,219
Long-term borrowings	94,087	90,590	76,268	72,014	62,576	58,225	42,759
Deferred tax liabilities	239	199	9,661	9,384	11,422	14,530	11,424
Liabilities for retirement benefits	191,948	194,619	197,434	199,304	204,466	209,365	216,769
Provision for loss on repurchase of computers	23,265	22,584	19,532	19,097	17,689	17,838	16,355
Long-term product warranty liabilities	620	623	840	695	723	1,280	2,380
Provision for recycling expenses of personal computers	5,089	5,702	6,137	6,764	5,044	5,347	5,634
Others	46,967	47,523	55,154	49,581	53,301	55,573	57,527
Total liabilities	2,499,962	2,662,844	2,560,125	2,405,666	2,455,802	2,497,837	2,491,546
Total shareholders' equity	969,345	971,599	949,915	967,771	961,836	956,251	972,438
Common stock	337,821	337,821	337,821	337,821	337,822	337,822	337,822
Capital surplus	441,268	441,268	441,155	464,990	464,924	464,877	464,838
Retained earnings	192,985	195,322	173,808	167,890	162,050	156,549	173,003
Treasury stock	(2,729)	(2,812)	(2,869)	(2,930)	(2,960)	(2,997)	(3,225)
Valuation and translation adjustments and others	53,488	71,681	79,892	60,509	71,335	82,320	66,370
Unrealized gains (losses) on available-for-sale securities	58,624	75,609	78,128	65,811	66,461	73,206	57,706
Unrealized gains (losses) on derivative financial instruments	-	-	-	(192)	9	272	(143)
Foreign currency translation adjustments	(5,136)	(3,928)	1,764	(5,110)	4,865	8,842	8,807
Stock subscription rights	-	-	-	-	66	73	81
Minority interests	225,931	221,496	212,843	202,560	205,493	206,950	201,234
Total net assets	1,248,764	1,264,776	1,242,650	1,230,840	1,238,730	1,245,594	1,240,123
Total liabilities and net assets	3,748,726	3,927,620	3,802,775	3,636,506	3,694,532	3,743,431	3,731,669

Interest-bearing debt	1,035,203	1,108,643	935,103	976,961	877,202	965,423	859,292
Net interest-bearing debt (*1)	616,127	648,147	482,733	561,521	437,410	541,844	435,923
Owner's equity (*2)	1,022,833	1,043,280	1,029,807	1,028,280	1,033,171	1,038,571	1,038,808
Owner's equity ratio (%)	27.3	26.6	27.1	28.3	28.0	27.7	27.8
Debt-equity ratio (times) (*3)	1.01	1.06	0.91	0.95	0.85	0.93	0.83
Net debt-equity ratio (times) (*3)	0.60	0.62	0.47	0.55	0.42	0.52	0.42

(Notes)

\*1 Net interest-bearing debt is interest-bearing debt less cash and cash equivalents.

\*2 Owner's equity is total net assets less stock subscription rights and minority interests.

\*3 Debt-equity ratio and net debt-equity ratio are interest-bearing debt and net interest-bearing debt divided by owner's equity, respectively.

### 3. Condensed Consolidated Balance Sheets (2-2)

(In millions of yen)

	FY2008				FY2009				FY2010			
	June 30, 2007	September 30, 2007	December 31, 2007	March 31, 2008	June 30, 2008	September 30, 2008	December 31, 2008	March 31, 2009	June 30, 2009	September 30, 2009	December 31, 2009	March 31, 2010
<b>Current liabilities</b>	<b>1,576,878</b>	<b>1,601,856</b>	<b>1,730,222</b>	<b>1,549,306</b>	<b>1,431,947</b>	<b>1,437,219</b>	<b>1,488,487</b>	<b>1,383,568</b>	<b>1,212,647</b>	<b>1,295,377</b>	<b>1,341,936</b>	<b>1,278,147</b>
Notes and accounts payable-trade	672,284	683,235	676,033	700,797	630,989	607,575	597,352	529,258	440,277	461,948	510,718	522,533
Short-term loans payable	114,735	80,124	76,359	89,632	78,111	108,180	104,342	57,202	60,751	43,156	45,484	69,163
Commercial papers	159,794	149,881	300,590	80,955	129,885	156,848	281,325	115,930	118,976	137,982	40,996	21,998
Current portion of long-term loans payable	40,793	37,101	42,699	23,907	22,287	19,394	11,020	11,968	14,755	48,553	160,377	169,507
Current portion of bonds	74,255	104,055	109,450	89,250	64,130	34,080	19,250	118,780	100,280	120,030	120,030	19,830
Accrued expenses	225,936	273,260	232,821	274,044	214,962	259,963	209,327	209,253	148,299	181,274	147,735	175,660
Advances received	-	-	-	-	-	-	-	-	58,701	74,499	67,996	71,095
Provision for product warranties	36,433	39,621	38,938	40,032	36,723	33,221	33,679	42,119	36,493	32,938	30,760	27,887
Provision for directors' bonuses	118	344	309	488	192	380	190	302	157	241	204	262
Provision for loss on construction contracts and others	-	-	-	-	-	-	-	-	14,443	13,166	15,648	14,088
Provision for loss on guarantees	-	-	-	-	-	-	-	-	-	-	-	10,985
Provision for business structure improvement	-	-	-	-	-	-	-	28,528	23,925	18,616	15,412	11,602
Provision for contingent loss	-	-	-	-	-	-	-	39,377	39,161	39,291	39,489	10,886
Other	252,530	234,235	253,023	250,201	254,668	217,578	232,002	172,150	140,631	130,186	143,988	158,196
<b>Noncurrent liabilities</b>	<b>756,850</b>	<b>778,608</b>	<b>764,995</b>	<b>791,968</b>	<b>778,337</b>	<b>829,605</b>	<b>925,174</b>	<b>906,245</b>	<b>912,456</b>	<b>866,993</b>	<b>752,309</b>	<b>727,585</b>
Bonds payable	399,271	369,216	353,784	353,784	335,269	385,219	377,704	277,504	277,489	257,689	257,674	257,674
Long-term loans payable	40,164	87,865	84,463	121,249	119,716	118,622	233,990	315,753	311,058	284,366	174,254	158,876
Deferred tax liabilities	12,807	13,919	15,463	14,031	15,193	13,766	12,785	8,712	7,171	7,038	7,149	8,913
Provision for retirement benefits	219,769	224,093	227,477	224,143	228,313	230,078	231,530	224,378	227,980	231,520	235,366	237,645
Provision for product warranties	2,163	1,793	1,298	918	1,921	2,212	1,917	1,798	1,707	1,613	1,673	1,566
Provision for loss on repurchase of computers	15,247	14,925	14,505	12,496	12,423	12,224	11,926	10,234	10,131	9,425	8,729	9,355
Provision for recycling expenses of personal computers	5,902	5,183	5,411	5,726	5,990	6,236	6,503	6,790	7,032	6,510	6,769	6,537
Provision for loss on guarantees	-	-	-	-	-	-	-	14,608	14,622	14,375	14,631	-
Provision for business structure improvement	-	-	-	-	-	-	-	-	334	413	388	1,139
Provision for contingent loss	-	-	-	-	-	-	-	12,244	13,850	15,788	11,234	11,163
Other	61,527	61,614	62,594	59,621	59,512	61,248	48,819	34,224	41,082	38,256	34,442	34,717
<b>Total liabilities</b>	<b>2,333,728</b>	<b>2,380,464</b>	<b>2,495,217</b>	<b>2,341,274</b>	<b>2,210,284</b>	<b>2,266,824</b>	<b>2,413,661</b>	<b>2,289,813</b>	<b>2,125,103</b>	<b>2,162,370</b>	<b>2,094,245</b>	<b>2,005,732</b>
<b>Shareholders' equity</b>	<b>965,451</b>	<b>959,701</b>	<b>946,327</b>	<b>978,973</b>	<b>971,297</b>	<b>971,969</b>	<b>841,228</b>	<b>673,557</b>	<b>639,698</b>	<b>629,937</b>	<b>738,839</b>	<b>803,552</b>
Capital stock	337,936	337,939	337,940	337,940	337,940	337,940	337,940	337,940	337,940	337,940	397,199	397,199
Capital surplus	464,925	464,876	464,875	464,875	464,875	464,875	464,875	464,875	464,875	464,875	192,844	192,843
Retained earnings	165,874	160,155	146,788	179,391	171,732	172,470	41,373	(126,276)	(160,120)	161,417	151,808	216,439
Treasury stock	(3,284)	(3,269)	(3,276)	(3,233)	(3,250)	(3,316)	(2,960)	(2,982)	(2,997)	(3,007)	(3,012)	(2,929)
Valuation and translation adjustments	80,283	60,759	50,963	25,248	34,445	11,755	(24,684)	(31,903)	(15,974)	(23,318)	(20,821)	(12,648)
Valuation difference on available-for-sale securities	62,325	51,029	41,848	29,898	34,758	17,586	4,457	(6,228)	7,766	6,567	5,860	10,218
Deferred gains or losses on hedges	296	(225)	679	(283)	81	26	170	(120)	(271)	(459)	(261)	61
Foreign currency translation adjustment	17,662	9,955	8,436	(4,367)	(394)	(5,857)	(29,311)	(25,555)	(23,469)	(29,426)	(26,420)	(22,927)
Subscription rights to shares	90	98	107	115	123	123	123	123	94	93	93	93
Minority interests	203,817	197,483	191,781	181,185	181,206	182,925	165,726	143,788	135,988	129,331	125,974	140,915
<b>Total net assets</b>	<b>1,249,641</b>	<b>1,218,041</b>	<b>1,189,178</b>	<b>1,185,521</b>	<b>1,187,071</b>	<b>1,166,772</b>	<b>982,393</b>	<b>785,565</b>	<b>759,835</b>	<b>736,044</b>	<b>844,085</b>	<b>931,912</b>
<b>Total liabilities and net assets</b>	<b>3,583,369</b>	<b>3,598,505</b>	<b>3,684,395</b>	<b>3,526,795</b>	<b>3,397,355</b>	<b>3,433,596</b>	<b>3,396,054</b>	<b>3,075,378</b>	<b>2,884,938</b>	<b>2,898,414</b>	<b>2,938,330</b>	<b>2,937,644</b>
<b>Interest-bearing debt</b>	<b>869,482</b>	<b>870,336</b>	<b>1,009,593</b>	<b>800,843</b>	<b>785,238</b>	<b>857,026</b>	<b>1,058,924</b>	<b>925,163</b>	<b>922,246</b>	<b>929,817</b>	<b>833,216</b>	<b>729,548</b>
Net interest-bearing debt (*1)	467,365	466,575	601,743	426,005	435,253	504,174	658,393	607,892	655,743	664,351	567,781	399,000
Owner's equity (*2)	1,045,734	1,020,460	997,290	1,004,221	1,005,742	983,724	816,544	641,654	623,724	606,619	718,018	790,904
Owner's equity ratio (%)	29.2	28.4	27.1	28.5	29.6	28.6	24.0	20.9	21.6	20.9	24.4	26.9
Debt-equity ratio (times) (*3)	0.83	0.85	1.01	0.80	0.78	0.87	1.30	1.44	1.48	1.53	1.16	0.92
Net debt-equity ratio (times) (*3)	0.45	0.46	0.60	0.42	0.43	0.51	0.81	0.95	1.05	1.10	0.79	0.50

(Notes)

\*1 Net interest-bearing debt is interest-bearing debt less cash and cash equivalents.

\*2 Owner's equity is total net assets less stock subscription rights and minority interests.

\*3 Debt-equity ratio and net debt-equity ratio are interest-bearing debt and net interest-bearing debt divided by owner's equity, respectively.

- Some of the items are presented on a summary basis.

#### 4. Condensed Consolidated Statements of Cash Flows

(In millions of yen)

	FY2009	FY2009	FY2009	FY2009	FY2010	FY2010	FY2010	FY2010
	1Q 2008.4-6	6 months 2008.4-9	9 months 2008.4-12	Full Year 2008.4-2009.3	1Q 2009.4-6	6 months 2009.4-9	9 months 2009.4-12	Full Year 2009.4-2010.3
<b>I. Net cash provided by (used in) operating activities:</b>								
Income (loss) before income taxes and minority interests	9,011	14,875	(54,527)	(290,970)	(44,793)	(52,656)	(60,671)	55,654
Depreciation and amortization	43,352	86,585	130,052	174,311	35,050	70,481	110,474	148,008
Equity in (earnings) losses of affiliates	(1,658)	(4,042)	(702)	12,647	1,366	(1,056)	(4,673)	(7,336)
Decrease(increase) in notes and accounts receivable-trade	176,826	138,088	153,779	105,458	152,336	127,684	105,215	(25,246)
Decrease (increase) in inventories	(87,884)	(66,482)	(134,264)	70,408	(30,381)	(15,555)	(49,978)	63,132
Increase (decrease) in notes and accounts payable-trade	(72,282)	(98,452)	(102,516)	(170,129)	(89,867)	(67,176)	(19,128)	(8,582)
Income taxes paid	(23,084)	(23,767)	(34,697)	(37,206)	(15,815)	(17,447)	(27,928)	(29,331)
Others, net	(7,748)	(26,278)	(27,176)	162,840	(40,724)	(43,567)	(46,131)	(61,483)
Net cash provided by (used in) operating activities	36,533	20,527	(70,051)	27,359	(32,828)	708	7,180	134,816
<b>II. Net cash provided by (used in) investing activities:</b>								
Net proceeds from (payment of) acquisitions and sales of property, plant and equipment	(23,254)	(53,399)	(67,103)	(95,850)	(17,985)	(37,073)	(55,291)	(75,512)
Purchase of intangible assets	(10,176)	(20,723)	(30,836)	(39,376)	(6,532)	(15,426)	(23,175)	(29,592)
Net proceeds from (payment of) purchases and sales of securities	(3,904)	(5,594)	(29,597)	(38,039)	9,586	(6,997)	(8,833)	58,233
Others, net	(1,218)	(386)	(193)	98	303	4,966	5,188	5,630
Net cash provided by (used in) investing activities	(38,552)	(80,102)	(127,729)	(173,167)	(14,628)	(54,530)	(82,111)	(41,241)
Free cash flows ( + )	(2,019)	(59,575)	(197,780)	(145,808)	(47,456)	(53,822)	(74,931)	93,575
<b>III. Net cash provided by (used in) financing activities:</b>								
Net proceeds from (payment of) bonds and borrowings	(15,248)	48,598	248,840	113,777	(3,396)	4,320	(92,407)	(196,186)
Proceeds from issuance of common stock	-	-	-	-	-	-	118,519	118,519
Cash dividends paid	(7,199)	(8,047)	(8,137)	(8,167)	(8)	(33)	(37)	(63)
Others, net	(1,582)	(2,216)	(3,425)	(3,455)	(1,348)	(1,359)	(2,672)	(2,678)
Net cash provided by (used in) financing activities	(24,029)	38,335	237,278	102,155	(4,752)	2,928	23,403	(80,408)
<b>IV. Effect of exchange rate changes on cash and cash equivalents</b>	1,195	(746)	(13,805)	(13,914)	1,440	(911)	(308)	110
<b>V. Net increase (decrease) in cash and cash equivalents</b>	(24,853)	(21,986)	25,693	(57,567)	(50,768)	(51,805)	(51,836)	13,277
<b>VI. Cash and cash equivalents at beginning of period</b>	374,838	374,838	374,838	374,838	317,271	317,271	317,271	317,271
<b>VII. Cash and cash equivalents at end of period</b>	349,985	352,852	400,531	317,271	266,503	265,466	265,435	330,548

(In millions of yen)

	FY2006	FY2007	FY2007	FY2007	FY2007	FY2008	FY2008	FY2008	FY2008
	Full Year 2005.4-2006.3	1Q 2006.4-6	1H 2006.4-9	3Q 2006.10-12	Full Year 2006.4-2007.3	1Q 2007.4-6	1H 2007.4-9	3Q 2007.10-12	Full Year 2007.4-2008.3
<b>I. Net cash provided by (used in) operating activities:</b>									
Income before income taxes and minority interests	51,735	11,972	1,644	23,121	96,297	12,034	9,536	7,817	93,618
Depreciation and amortization	198,956	43,140	93,011	51,337	198,398	44,586	92,732	54,667	192,658
Equity in (earnings) losses of affiliates	(6,195)	(744)	(555)	3,065	4,006	2,674	8	(1,070)	(1,003)
Gain on change in interests in consolidated subsidiaries and affiliated companies	(2,909)	(3,464)	(8,630)	-	(8,630)	-	(926)	7	(333)
Decrease(increase) in notes and accounts receivable-trade	(76,683)	185,505	135,752	9,659	(31,524)	172,404	146,850	(140)	8,047
Decrease (increase) in inventories	34,878	(75,545)	(54,707)	(68,017)	(14,098)	(53,200)	(45,630)	(98,912)	20,942
Increase (decrease) in notes and accounts payable-trade	14,650	(139,641)	(66,728)	(32,617)	(24,413)	(116,309)	(103,789)	(7,888)	(82,171)
Income taxes paid	(38,042)	(14,863)	(15,783)	(8,400)	(28,107)	(18,949)	(22,325)	(10,855)	(36,328)
Others, net	49,414	(33,842)	22,075	1,854	46,389	(41,392)	(15,741)	(29,429)	(3,128)
Net cash provided by (used in) operating activities	225,804	(27,482)	106,079	(19,998)	238,318	1,848	60,715	(85,803)	192,302
<b>II. Net cash provided by (used in) investment activities:</b>									
Net proceeds from (payment of) purchase and sales of property, plant and equipment	(89,990)	(25,029)	(49,101)	(53,675)	(136,499)	(24,228)	(54,048)	(25,012)	(94,069)
Purchase of intangible assets	(47,635)	(10,626)	(18,760)	(13,292)	(36,262)	(9,869)	(18,090)	(7,253)	(36,689)
Net proceeds from (payment of) purchases and sales of securities	51,789	(6,022)	1,182	(4,766)	3,751	(598)	(11,672)	(3,020)	(14,371)
Other, net	1,149	(1,205)	1,742	3,910	(666)	8,595	9,027	(1,479)	9,369
Net cash provided by (used in) investment activities	(84,687)	(42,882)	(64,937)	(67,823)	(169,676)	(26,100)	(74,783)	(36,764)	(135,760)
Free cash flows ( + )	141,117	(70,364)	41,142	(87,821)	68,642	(24,252)	(14,068)	(122,567)	56,542
<b>III. Net cash provided by (used in) financing activities:</b>									
Net increase (decrease) in bonds and loans	(189,883)	36,983	(63,182)	77,775	(101,458)	6,451	257	136,595	(82,123)
Cash dividends paid	(11,729)	(4,946)	(5,961)	(7,652)	(14,060)	(7,307)	(8,087)	(7,848)	(16,176)
Other, net	1,413	931	13,171	(1,326)	11,779	(1,101)	(1,146)	(1,210)	(2,405)
Net cash provided by (used in) financing activities	(200,199)	32,968	(55,972)	68,797	(103,739)	(1,957)	(8,976)	127,537	(100,704)
<b>IV. Effect of exchange rate change on cash and cash equivalents</b>	9,950	466	2,252	2,811	6,096	4,957	3,436	(881)	(4,369)
<b>V. Net increase (decrease) in cash and cash equivalents</b>	(49,132)	(36,930)	(12,578)	(16,213)	(29,001)	(21,252)	(19,608)	4,089	(48,531)
<b>VI. Cash and cash equivalents at beginning of period</b>	501,502	452,370	452,370	439,792	452,370	423,369	423,369	403,761	423,369
<b>VII. Cash and cash equivalents at end of period</b>	452,370	415,440	439,792	423,579	423,369	402,117	403,761	407,850	374,838

## 5. Segment Information (1)

### Segment Information

#### (1) Sales (to Customers)

	FY2008				FY2009				FY2010				FY2011	
	1Q 2007.4-6	1H 2007.4-9	3Q 2007.10-12	Full Year 2007.4-2008.3	1Q 2008.4-6	6 months 2008.4-9	3 months ended December 31, 2008 2008.10-12	Full Year 2008.4-2009.3	1Q 2009.4-6	6 months 2009.4-9	3 months ended December 31, 2009 2009.10-12	Full Year 2009.4-2010.3	Full Year 2010.4-2011.3 (forecast)	
IT Service Business	176,076	406,705	206,543	960,467	183,647	420,862	192,158	941,812	169,717	382,506	189,865	876,470	890,000	
IT Products Business	49,340	110,461	53,229	251,928	62,562	126,335	65,093	266,529	39,091	88,551	49,729	209,217	200,000	
Network System Business	234,837	508,159	232,030	1,066,824	218,663	494,850	219,620	1,001,811	175,038	383,091	178,701	785,881	850,000	
Social Infrastructure Business	60,479	149,854	71,047	365,511	59,831	148,217	67,462	340,370	57,246	129,677	64,707	316,566	315,000	
Personal Solutions Business	223,808	442,879	220,984	930,783	235,296	454,494	204,160	848,608	194,987	362,376	176,728	737,870	830,000	
Electron Devices Business	208,894	430,695	224,821	859,987	203,696	410,373	157,502	671,646	122,166	268,559	144,676	572,774	140,000	
Others	54,367	91,840	43,561	181,653	37,547	72,669	42,345	144,827	20,220	38,933	20,951	84,370	75,000	
Consolidated total	1,007,801	2,140,593	1,052,215	4,617,153	1,001,242	2,127,800	948,340	4,215,603	778,465	1,653,693	825,359	3,583,148	3,300,000	

#### (2) Operating Income (loss)

	FY2008				FY2009				FY2010				FY2011	
	1Q 2007.4-6	1H 2007.4-9	3Q 2007.10-12	Full Year 2007.4-2008.3	1Q 2008.4-6	6 months 2008.4-9	3 months ended December 31, 2008 2008.10-12	Full Year 2008.4-2009.3	1Q 2009.4-6	6 months 2009.4-9	3 months ended December 31, 2009 2009.10-12	Full Year 2009.4-2010.3	Full Year 2010.4-2011.3 (forecast)	
IT Service Business	517	12,675	8,491	65,921	(3,099)	10,253	1,611	56,023	(73)	10,460	3,624	59,286	60,000	
(% operating income)	0.3	3.1	4.1	6.9	-	2.4	0.8	5.9	-	2.7	1.9	6.8	6.7	
IT Products Business	(3,244)	(4,184)	110	8,095	12,488	11,154	2,065	21,750	(10,995)	(12,308)	1,248	(1,124)	5,000	
(% operating income)	-	-	0.2	3.2	20.0	8.8	3.2	8.2	-	-	2.5	-	2.5	
Network System Business	14,439	24,796	7,794	68,984	488	14,665	6,667	41,952	(3,547)	8,802	(665)	27,969	40,000	
(% operating income)	6.1	4.9	3.4	6.5	0.2	3.0	3.0	4.2	-	2.3	-	3.6	4.7	
Social Infrastructure Business	1,315	(1,043)	5,743	14,448	(2,398)	339	383	8,191	(421)	2,653	(306)	22,750	15,000	
(% operating income)	2.2	-	8.1	4.0	-	0.2	0.6	2.4	-	2.0	-	7.2	4.8	
Personal Solutions Business	7,232	3,117	1,159	17,612	5,918	(1,535)	(4,824)	(13,212)	8,727	7,923	3,230	19,279	16,000	
(% operating income)	3.2	0.7	0.5	1.9	2.5	-	-	-	4.5	2.2	1.8	2.6	1.9	
Electron Devices Business	(1,510)	2,873	2,683	8,362	(1,654)	(559)	(24,650)	(87,838)	(27,616)	(42,604)	(10,174)	(56,827)	1,000	
(% operating income)	-	0.7	1.2	1.0	-	-	-	-	-	-	-	-	0.7	
Others	1,170	8,492	(34)	14,671	(36)	458	3,051	5,761	340	3,109	2,524	11,081	3,000	
(% operating income)	2.2	3.9	-	8.1	-	0.6	7.2	4.0	1.7	8.0	12.0	13.1	4.0	
Eliminations/Corporate	(8,588)	(19,290)	(9,933)	(41,328)	(7,598)	(21,383)	(9,055)	(38,828)	(6,462)	(15,738)	(7,009)	(31,509)	(40,000)	
Consolidated total	11,331	27,436	16,013	156,765	4,109	13,392	(24,752)	(6,201)	(40,047)	(37,703)	(7,528)	50,905	100,000	
(% operating income)	1.1	1.3	1.5	3.4	0.4	0.6	-	-	-	-	-	1.4	3.0	

\*Forecasts as of May 12, 2010

## 5. Segment Information (2)

### Old Segment Information

#### (1) Sales (Including intersegment sales and transfers)

(In millions of yen)

	FY2008				FY2009			
	1Q 2007.4-6	1H 2007.4-9	3Q 2007.10-12	Full Year 2007.4-2008.3	1Q 2008.4-6	6 months 2008.4-9	3 months ended December 31,2008 2008.10-12	Full Year 2008.4-2009.3
IT/NW Solutions Business	572,465	1,274,131	613,237	2,866,170	565,065	1,276,304	591,383	2,723,949
Mobile/Personal Solutions Business	211,272	411,728	205,420	872,861	226,277	430,884	199,392	810,338
Electron Devices Business	205,915	420,615	212,036	830,850	197,381	396,809	155,888	652,759
Others	117,030	250,591	123,737	487,927	103,583	219,148	89,834	396,442
Eliminations/Corporate	(98,881)	(216,472)	(102,215)	(440,655)	(91,064)	(195,345)	(88,157)	(367,885)
Consolidated total	1,007,801	2,140,593	1,052,215	4,617,153	1,001,242	2,127,800	948,340	4,215,603

#### (2) Operating Income (loss)

(In millions of yen)

	FY2008				FY2009			
	1Q 2007.4-6	1H 2007.4-9	3Q 2007.10-12	Full Year 2007.4-2008.3	1Q 2008.4-6	6 months 2008.4-9	3 months ended December 31,2008 2008.10-12	Full Year 2008.4-2009.3
IT/NW Solutions Business	15,584	35,155	15,985	160,624	7,743	33,373	11,612	124,863
(% operating income)	2.7	2.8	2.6	5.6	1.4	2.6	2.0	4.6
Mobile/Personal Solutions Business	9,615	8,085	2,361	23,177	5,824	(1,149)	(2,440)	(7,922)
(% operating income)	4.6	2.0	1.1	2.7	2.6	-	-	-
Electron Devices Business	(4,373)	1,388	3,272	7,354	(204)	353	(20,159)	(79,317)
(% operating income)	-	0.3	1.5	0.9	-	0.1	-	-
Others	1,158	5,613	5,116	11,756	(1,063)	3,379	(4,781)	(3,468)
(% operating income)	1.0	2.2	4.1	2.4	-	1.5	-	-
Eliminations/Corporate	(10,653)	(22,805)	(10,721)	(46,146)	(8,191)	(22,564)	(8,984)	(40,357)
Consolidated total	11,331	27,436	16,013	156,765	4,109	13,392	(24,752)	(6,201)
(% operating income)	1.1	1.3	1.5	3.4	0.4	0.6	-	-

#### (1) Sales (Including intersegment sales and transfers)

(In millions of yen)

	FY2006			FY2007			
	1H 2005.4-9	3Q 2005.10-12	Full Year 2005.4-2006.3	1Q 2006.4-6	1H 2006.4-9	3Q 2006.10-12	Full Year 2006.4-2007.3
IT/NW Solutions Business	1,241,082	591,833	2,762,415	549,545	1,264,473	621,090	2,758,806
Mobile/Personal Solutions Business	580,034	340,620	1,250,257	253,967	499,014	226,561	965,003
Electron Devices Business	398,428	208,034	815,938	205,428	427,045	222,231	861,001
Others	301,682	144,176	598,869	128,199	273,901	132,649	548,666
Eliminations/Corporate	(237,447)	(104,822)	(497,509)	(105,671)	(242,829)	(106,393)	(480,827)
Consolidated total	2,283,779	1,179,841	4,929,970	1,031,468	2,221,604	1,096,138	4,652,649

#### (2) Operating Income (loss)

(In millions of yen)

	FY2006			FY2007			
	1H 2005.4-9	3Q 2005.10-12	Full Year 2005.4-2006.3	1Q 2006.4-6	1H 2006.4-9	3Q 2006.10-12	Full Year 2006.4-2007.3
IT/NW Solutions Business	51,891	49,972	180,832	29,659	55,560	49,624	154,064
(% operating income)	4.2	8.4	6.5	5.4	4.4	8.0	5.6
Mobile/Personal Solutions Business	(15,710)	(14,824)	(55,316)	(16,174)	(37,342)	2,357	(33,490)
(% operating income)	-	-	-	-	-	1.1	-
Electron Devices Business	(10,336)	(4,506)	(30,794)	(4,063)	(4,246)	(1,919)	(23,035)
(% operating income)	-	-	-	-	-	-	-
Others	5,410	3,425	17,622	7,179	15,311	(79)	17,738
(% operating income)	1.8	2.4	2.9	5.6	5.6	-	3.2
Eliminations/Corporate	(26,253)	10,167	8,576	(217)	1,076	(3,205)	1,835
Consolidated total	5,002	23,900	72,526	7,949	7,504	35,035	69,976
(% operating income)	0.2	2.0	1.5	0.8	0.3	3.2	1.5

#### (3) Old Segment information : Sales by Products and Services (Including intersegment transfers)

(In billions of yen)

	FY2008				FY2009			
	1Q 2007.4-6	1H 2007.4-9	9 months 2007.4-12	Full Year 2007.4-2008.3	1Q 2008.4-6	6 months 2008.4-9	3 months ended December 31,2008 2008.10-12	Full Year 2008.4-2009.3
IT/NW Solutions Business	572.5	1,274.1	1,887.4	2,866.2	565.1	1,276.3	591.4	2,723.9
·IT Services/SI	159.9	364.8	542.4	832.5	164.3	375.4	175.3	824.5
·IT Product	111.4	257.4	384.4	606.8	125.0	271.5	122.9	574.0
·Network systems	247.4	514.3	759.3	1,086.0	221.0	492.2	228.9	1,004.6
·Social Infrastructure	53.8	137.6	201.3	340.9	54.8	137.2	64.3	320.8
Mobile/Personal Solutions Business	211.3	411.7	617.1	872.9	226.3	430.9	199.4	810.3
·Mobile Terminals	84.0	150.4	238.4	340.3	105.8	181.2	91.8	348.1
·Personal Solutions	127.3	261.3	378.7	532.6	120.5	249.7	107.6	462.2
Electron Devices Business	205.9	420.6	632.7	830.9	197.4	396.8	155.9	652.8
·Semiconductors	173.6	351.0	521.8	687.7	166.3	333.6	127.3	546.5
·Electronic Components and Others	32.3	69.6	110.9	143.2	31.1	63.2	28.6	106.3

(In billions of yen)

	FY2006			FY2007			
	1H 2005.4-9	3Q 2005.10-12	Full Year 2005.4-2006.3	1Q 2006.4-6	1H 2006.4-9	3Q 2006.10-12	Full Year 2006.4-2007.3
IT/NW Solutions Business	1,241.1	591.8	2,762.4	549.5	1,264.5	621.1	2,758.8
·IT Services/SI	346.8	162.3	771.2	146.2	343.9	173.3	775.6
·IT Product	311.1	150.4	683.6	122.3	312.5	131.3	651.4
·Network systems	467.4	218.1	992.9	226.7	485.2	257.2	1,026.3
·Social Infrastructure	115.8	61.0	314.7	54.3	122.9	59.3	305.5
Mobile/Personal Solutions Business	580.0	340.6	1,250.3	254.0	499.0	226.6	965.0
·Mobile Terminals	219.0	131.2	480.9	93.3	163.1	96.6	349.9
·Personal Solutions	361.0	209.4	769.4	160.7	335.9	130.0	615.1
Electron Devices Business	398.4	208.0	815.9	205.4	427.0	222.2	861.0
·Semiconductors	312.9	162.7	646.0	165.2	343.0	177.9	692.3
·Electronic Components and Others	85.5	45.3	169.9	40.2	84.0	44.3	168.7

## 5. Segment Information (3-1)

### Geographic Segment Information

#### (1) Sales (Including intersegment sales and transfers)

(In millions of yen)

	FY2006			FY2007			
	1H 2005.4-9	3Q 2005.10-12	Full Year 2005.4-2006.3	1Q 2006.4-6	1H 2006.4-9	3Q 2006.10-12	Full Year 2006.4-2007.3
Japan	1,993,239	975,106	4,266,310	894,783	1,928,711	967,563	4,101,845
(% of total)	87%	83%	87%	87%	87%	88%	88%
Europe	225,699	163,293	514,337	102,175	225,069	90,220	405,217
(% of total)	10%	14%	10%	10%	10%	8%	9%
Others	398,956	229,141	866,795	189,226	391,111	201,118	786,470
(% of total)	17%	19%	18%	18%	18%	18%	17%
Eliminations	(334,115)	(187,699)	(717,472)	(154,716)	(323,287)	(162,763)	(640,883)
Consolidated	2,283,779	1,179,841	4,929,970	1,031,468	2,221,604	1,096,138	4,652,649

\* Geographical distances are considered in classification of country or region.  
 \* Europe U.K., France, the Netherlands, Germany, Italy, and Spain.  
 \* Others U.S.A. China

#### (2) Operating Income (loss)

(In millions of yen)

	FY2006			FY2007			
	1H 2005.4-9	3Q 2005.10-12	Full Year 2005.4-2006.3	1Q 2006.4-6	1H 2006.4-9	3Q 2006.10-12	Full Year 2006.4-2007.3
Japan	1,768	22,206	62,356	6,037	9,468	38,655	77,086
(% operating income)	0.1	2.3	1.5	0.7	0.5	4.0	1.9
Europe	(513)	3,194	2,178	(1,500)	(565)	(694)	(3,922)
(% operating income)	-	2.0	0.4	-	-	-	-
Others	4,015	729	4,358	(439)	357	(1,253)	1,194
(% operating income)	1.0	0.3	0.5	-	0.1	-	0.2
Eliminations	(268)	(2,229)	3,634	3,851	(1,756)	(1,673)	(4,382)
Consolidated	5,002	23,900	72,526	7,949	7,504	35,035	69,976
(% operating income)	0.2	2.0	1.5	0.8	0.3	3.2	1.5

\* Geographical distances are considered in classification of country or region.  
 \* Europe U.K., France, the Netherlands, Germany, Italy, and Spain.  
 \* Others U.S.A. China

#### (3) Overseas sales

(In millions of yen)

	FY2006			FY2007			
	1H 2005.4-9	3Q 2005.10-12	Full Year 2005.4-2006.3	1Q 2006.4-6	1H 2006.4-9	3Q 2006.10-12	Full Year 2006.4-2007.3
Europe	252,050	176,324	555,107	110,838	233,790	112,137	448,487
Others	363,260	210,546	789,575	185,356	389,405	186,890	765,198
Total	615,310	386,870	1,344,682	296,194	623,195	299,027	1,213,685
Consolidated	2,283,779	1,179,841	4,929,970	1,031,468	2,221,604	1,096,138	4,652,649
Percentage of overseas sales to consolidated sales (%)	26.9	32.8	27.3	28.7	28.1	27.3	26.1

\* Geographical distances are considered in classification of country or region.  
 \* Europe U.K., France, the Netherlands, Germany, Italy, and Spain.  
 \* Others U.S.A. China  
 \* Overseas sales represent sales of the Company and its consolidated subsidiaries to countries and regions outside of Japan

## 5. Segment Information (3-2)

### Geographic Segment Information

#### (1) Sales (Including intersegment sales and transfers)

	FY2008				FY2009				FY2010			
	1Q 2007-4-6	1H 2007-4-9	3Q 2007-10-12	Full Year 2007-4-2008.3	1Q 2008-4-6	6 months 2008-4-9	3 months ended December 31, 2008 2008-10-12	Full Year 2008-4-2009.3	1Q 2009-4-2009.6	6 months 2009-4-2009.9	3 months ended December 31, 2009 2009-10-12	Full Year 2009-4-2010.3
Japan	899,089	1,918,575	938,842	4,167,099	903,055	1,924,838	865,207	3,843,726	717,710	1,521,785	752,149	3,300,423
(% of total)	89%	90%	90%	90%	90%	91%	91%	91%	92%	91%	92%	92%
Asia	105,952	228,122	111,925	449,096	99,616	220,655	83,636	369,919	65,215	152,043	84,637	326,985
(% of total)	11%	11%	11%	10%	10%	10%	9%	9%	8%	9%	10%	9%
Europe	66,833	146,725	79,890	304,815	67,995	145,259	49,470	238,041	37,223	77,061	41,376	160,036
(% of total)	7%	7%	8%	7%	7%	7%	5%	6%	5%	5%	5%	4%
Others	83,840	176,847	86,035	343,855	73,836	149,060	64,636	268,253	46,661	102,091	54,017	217,110
(% of total)	8%	8%	8%	7%	7%	7%	7%	6%	6%	6%	7%	6%
Eliminations	(147,913)	(329,676)	(164,477)	(647,712)	(142,860)	(312,012)	(114,609)	(504,336)	(88,344)	(199,287)	(106,822)	(421,406)
Consolidated	1,007,801	2,140,593	1,052,215	4,617,153	1,001,242	2,127,800	948,340	4,215,603	778,465	1,653,693	825,359	3,583,148

\* Geographical distances are considered in classification of country or region.

\* Asia China, Chinese Taipei, India, Singapore, and Indonesia

\* Europe U.K., France, the Netherlands, Germany, Italy, and Spain

\* Others U.S.A.

#### (2) Operating Income (loss)

	FY2008				FY2009				FY2010			
	1Q 2007-4-6	1H 2007-4-9	3Q 2007-10-12	Full Year 2007-4-2008.3	1Q 2008-4-6	6 months 2008-4-9	3 months ended December 31, 2008 2008-10-12	Full Year 2008-4-2009.3	1Q 2009-4-2009.6	6 months 2009-4-2009.9	3 months ended December 31, 2009 2009-10-12	Full Year 2009-4-2010.3
Japan	8,628	49,968	27,993	192,929	12,420	34,482	(13,835)	44,576	(24,369)	(16,602)	(4,809)	77,202
(% operating income)	1.0	2.6	3.0	4.6	0.6	1.8	-	1.2	-	-	-	2.3
Asia	2,335	6,709	3,847	14,434	2,875	7,691	747	7,111	(503)	3,468	4,749	11,198
(% of total)	2.2	2.9	3.4	3.2	1.3	3.5	0.9	1.9	-	2.3	5.6	3.4
Europe	651	370	(965)	408	(2,012)	(1,496)	(651)	(5,796)	(626)	(870)	519	20
(% operating income)	1.0	0.3	-	0.1	-	-	-	-	-	-	1.3	0.0
Others	(4,673)	(5,201)	(2,656)	(3,690)	(2,715)	(4,415)	(4,349)	(18,158)	(4,753)	(4,809)	(109)	(3,258)
(% operating income)	-	-	-	-	-	-	-	-	-	-	-	-
Eliminations	4,390	(24,410)	(12,206)	(47,316)	(6,459)	(22,870)	(6,664)	(33,934)	(9,796)	(18,890)	(7,878)	(34,257)
Consolidated	11,331	27,436	16,013	156,765	4,109	13,392	(24,752)	(6,201)	(40,047)	(37,703)	(7,528)	50,905
(% operating income)	1.1	1.3	1.5	3.4	0.2	0.6	-	-	-	-	-	1.4

\* Geographical distances are considered in classification of country or region.

\* Asia China, Chinese Taipei, India, Singapore, and Indonesia

\* Europe U.K., France, the Netherlands, Germany, Italy, and Spain

\* Others U.S.A.

#### (3) Overseas sales

	FY2008				FY2009				FY2010			
	1Q 2007-4-6	1H 2007-4-9	3Q 2007-10-12	Full Year 2007-4-2008.3	1Q 2008-4-6	6 months 2008-4-9	3 months ended December 31, 2008 2008-10-12	Full Year 2008-4-2009.3	1Q 2009-4-2009.6	6 months 2009-4-2009.9	3 months ended December 31, 2009 2009-10-12	Full Year 2009-4-2010.3
Asia	115,313	244,304	107,469	458,719	95,843	213,659	88,586	374,288	70,906	157,501	79,985	321,790
Europe	72,008	157,521	92,548	325,582	68,413	153,930	59,322	260,155	40,984	81,670	41,341	164,672
Others	89,683	186,079	93,165	371,448	85,048	167,000	73,985	300,026	52,049	111,701	53,854	228,424
Total	277,004	587,904	293,182	1,155,749	249,304	534,589	222,893	934,469	163,939	350,872	175,180	712,886
Consolidated	1,007,801	2,140,593	1,052,215	4,617,153	1,001,242	2,127,800	948,340	4,215,603	778,465	1,653,693	825,359	3,583,148
Percentage of overseas sales to consolidated sales (%)	27.5	27.5	27.9	25.0	24.9	25.1	23.5	22.2	21.1	21.2	21.2	19.9

\* Geographical distances are considered in classification of country or region.

\* Asia China, Chinese Taipei, India, Singapore, and Indonesia

\* Europe U.K., France, the Netherlands, Germany, Italy, and Spain

\* Others U.S.A.

\* Overseas sales represent sales of the Company and its consolidated subsidiaries to countries and regions outside of Japan.

## 6. Major Products and Services Information

### Domestic PC Sales

(K units)	Fiscal 2004 ended March 31, 2004						
	Q1 2003.4-6	Q2 2003.7-9	1H 2003.4-9	Q3 2003.10-12	Q4 2004.1-3	2H 2003.10-2004.3	Full Year 2003.4-2004.3
Sales	650	660	1,310	620	770	1,390	2,700

	Fiscal 2005 ended March 31, 2005						
	Q1 2004.4-6	Q2 2004.7-9	1H 2004.4-9	Q3 2004.10-12	Q4 2005.1-3	2H 2004.10-2005.3	Full Year 2004.4-2005.3
Sales	630	680	1,310	560	860	1,420	2,730

	Fiscal 2006 ended March 31, 2006						
	Q1 2005.4-6	Q2 2005.7-9	1H 2005.4-9	Q3 2005.10-12	Q4 2006.1-3	2H 2005.10-2006.3	Full Year 2005.4-2006.3
Sales	660	750	1,410	680	810	1,490	2,900

	Fiscal 2007 ended March 31, 2007						
	Q1 2006.4-6	Q2 2006.7-9	1H 2006.4-9	Q3 2006.10-12	Q4 2007.1-3	2H 2006.10-2007.3	Full Year 2006.4-2007.3
Sales	640	690	1,330	580	810	1,390	2,720

	Fiscal 2008 ending March 31, 2008						
	Q1 2007.4-6	Q2 2007.7-9	1H 2007.4-9	Q3 2007.10-12	Q4 2008.1-3	2H 2007.10-2008.3	Full Year 2007.4-2008.3
Sales	550	720	1,270	590	810	1,400	2,670

	Fiscal 2009 ending March 31, 2009						
	Q1 2008.4-6	Q2 2008.7-9	6 months 2008.4-9	Q3 2008.10-12	Q4 2009.1-3	2H 2008.10-2009.3	Full Year 2008.4-2009.3
Sales	620	645	1,265	620	615	1,235	2,500

	Fiscal 2010 ending March 31, 2010						
	Q1 2009.4-6	Q2 2009.7-9	6 months 2009.4-9	Q3 2009.10-12	Q4 2010.1-3	2H 2009.10-2010.3	Full Year 2009.4-2010.3
Sales	500	580	1,080	690	960	1,650	2,730

### Mobile Terminal Sales

(K units)	Fiscal 2004 ended March 31, 2004						
	Q1 2003.4-6	Q2 2003.7-9	1H 2003.4-9	Q3 2003.10-12	Q4 2004.1-3	2H 2003.10-2004.3	Full Year 2003.4-2004.3
Sales	4,100	3,600	7,700	3,400	4,400	7,800	15,500

	Fiscal 2005 ended March 31, 2005						
	Q1 2004.4-6	Q2 2004.7-9	1H 2004.4-9	Q3 2004.10-12	Q4 2005.1-3	2H 2004.10-2005.3	Full Year 2004.4-2005.3
Sales	3,300	2,700	6,000	3,200	3,900	7,100	13,100

	Fiscal 2006 ended March 31, 2006						
	Q1 2005.4-6	Q2 2005.7-9	1H 2005.4-9	Q3 2005.10-12	Q4 2006.1-3	2H 2005.10-2006.3	Full Year 2005.4-2006.3
Sales	2,400	2,300	4,700	3,100	3,100	6,200	10,900

	Fiscal 2007 ended March 31, 2007						
	Q1 2006.4-6	Q2 2006.7-9	1H 2006.4-9	Q3 2006.10-12	Q4 2007.1-3	2H 2006.10-2007.3	Full Year 2006.4-2007.3
Sales	1,700	1,200	2,900	1,400	1,300	2,700	5,600

	Fiscal 2008 ending March 31, 2008						
	Q1 2007.4-6	Q2 2007.7-9	1H 2007.4-9	Q3 2007.10-12	Q4 2008.1-3	2H 2007.10-2008.3	Full Year 2007.4-2008.3
Sales	1,200	900	2,100	1,100	1,600	2,700	4,800

	Fiscal 2009 ending March 31, 2009						
	Q1 2008.4-6	Q2 2008.7-9	6 months 2008.4-9	Q3 2008.10-12	Q4 2009.1-3	2H 2008.10-2009.3	Full Year 2008.4-2009.3
Sales	1,600	1,200	2,800	1,300	1,000	2,300	5,100

	Fiscal 2010 ending March 31, 2010						
	Q1 2009.4-6	Q2 2009.7-9	6 months 2009.4-9	Q3 2009.10-12	Q4 2010.1-3	2H 2009.10-2010.3	Full Year 2009.4-2010.3
Sales	1,300	900	2,200	700	700	1,400	3,600