

Part III: Supplementary Information

1. Consolidated Business Segment Information

(1) Net Sales* and Operating Income

		Yen (billions)		Change (Billion Yen)	Yen (billions)		Change (%) FY05 to Revised FY06
		FY 2006 (Forecast)			FY 2005		
		Previous**	Revised		(Actual)		
Technology Solutions							
Japan	Y	2,150.0	2,150.0	-	2,092.2	+2.8	
Overseas		1,030.0	1,030.0	-	891.6	+15.5	
Total		3,180.0	3,180.0	-	2,983.9	+6.6	
Operating Income		175.0	175.0	-	153.0	+14.4	
[Operating Income Margin]		[5.5%]	[5.5%]		[5.1%]		
<i>System Platforms</i>							
Operating Income		20.0	20.0	-	24.5	-18.6	
[Operating Income Margin]		[2.7%]	[2.7%]		[3.4%]		
<i>Services</i>							
Operating Income		155.0	155.0	-	128.4	+20.7	
[Operating Income Margin]		[6.4%]	[6.4%]		[5.7%]		
Ubiquitous Product Solutions							
Japan		730.0	700.0	-30.0	700.8	-0.1	
Overseas		430.0	410.0	-20.0	359.0	+14.2	
Total		1,160.0	1,110.0	-50.0	1,059.9	+4.7	
Operating Income		30.0	30.0	-	34.8	-13.8	
[Operating Income Margin]		[2.6%]	[2.7%]		[3.3%]		
Device Solutions							
Japan		460.0	440.0	-20.0	399.0	+10.3	
Overseas		350.0	320.0	-30.0	308.4	+3.7	
Total		810.0	760.0	-50.0	707.5	+7.4	
Operating Income		30.0	20.0	-10.0	29.5	-32.2	
[Operating Income Margin]		[3.7%]	[2.6%]		[4.2%]		
Other Operations							
Japan		350.0	350.0	-	336.5	+4.0	
Overseas		120.0	120.0	-	110.8	+8.3	
Total		470.0	470.0	-	447.3	+5.1	
Operating Income		10.0	10.0	-	7.6	+30.2	
[Operating Income Margin]		[2.1%]	[2.1%]		[1.7%]		
Elimination							
Sales		(420.0)	(420.0)	-	(407.3)	-	
Operating Income		(55.0)	(45.0)	+10.0	(43.5)	-	
Total							
Japan		3,360.0	3,310.0	-50.0	3,199.8	+3.4	
Overseas		1,840.0	1,790.0	-50.0	1,591.5	+12.5	
Total		5,200.0	5,100.0	-100.0	4,791.4	+6.4	
Operating Income	Y	190.0	190.0	-	181.4	+4.7	
[Operating Income Margin]		[3.7%]	[3.7%]		[3.8%]		

Notes:

* Includes intersegment sales.

** Previous forecast as of October 26, 2006.

*** Operating income figures for FY 2005 have been restated for comparison purposes with new method of allocating operating expenses, which has been introduced this fiscal year.

(2) Net Sales* by Principal Products and Services

	Yen (billions)			Yen (billions)	
	FY 2006 (Forecast)		Change (Billion Yen)	FY 2005	Change (%)
	Previous**	Revised		(Actual)	
Technology Solutions					
System Products	Y 380.0	380.0	-	354.2	+7.3
Network Products	370.0	370.0	-	363.4	+1.8
<i>System Platforms</i>	750.0	750.0	-	717.6	+4.5
Solutions / SI	1,090.0	1,090.0	-	1,020.4	+6.8
Infrastructure Services	1,120.0	1,120.0	-	1,037.2	+8.0
Others	220.0	220.0	-	208.5	+5.5
<i>Services</i>	2,430.0	2,430.0	-	2,266.2	+7.2
Total	3,180.0	3,180.0	-	2,983.9	+6.6
Ubiquitous Product Solutions					
PCs / Mobile Phones	800.0	760.0	-40.0	756.6	+0.4
Hard Disk Drives	340.0	330.0	-10.0	285.4	+15.6
Others	20.0	20.0	-	17.8	+11.8
Total	1,160.0	1,110.0	-50.0	1,059.9	+4.7
Device Solutions					
LSI Devices	510.0	460.0	-50.0	460.1	-0.0
Electronic Components, Others	300.0	300.0	-	247.4	+21.2
Total	Y 810.0	760.0	-50.0	707.5	+7.4

Notes:

* Includes intersegment sales.

** Previous forecast as of October 26, 2006.

2. R&D Expenses

	Yen (billions)			Change (Billion Yen)	Yen (billions)
	FY 2006 (Forecast)				FY 2005
	Previous*	Revised			(Actual)
Y	255.0	255.0	-	241.5	
As % of sales	4.9%	5.0%	+0.1%	5.0%	

3. Capital Expenditures, Depreciation

	Yen (billions)			Change (Billion Yen)	Yen (billions)
	FY 2006 (Forecast)				FY 2005
	Previous*	Revised			(Actual)
Capital Expenditures					
Technology Solutions	Y	120.0	120.0	-	93.1
Ubiquitous Product Solutions		30.0	30.0	-	19.4
Device Solutions		180.0	180.0	-	115.5
Corporate and others		20.0	20.0	-	21.8
Total		350.0	350.0	-	249.9
Japan		290.0	290.0	-	190.6
Overseas		60.0	60.0	-	59.3
Depreciation	Y	220.0	220.0	-	169.8

4. Cash Flows

	Yen (billions)			Change (Billion Yen)	Yen (billions)
	FY 2006 (Forecast)				FY 2005
	Previous*	Revised			(Actual)
(A) Cash flows from operating activities	Y	530.0	530.0	-	405.5
[Net income]		[80.0]	[80.0]	-	[68.5]
[Depreciation **]		[300.0]	[300.0]	-	[242.3]
[Others]		[150.0]	[150.0]	-	[94.6]
(B) Cash flows from investing activities		(360.0)	(360.0)	-	(234.6)
(C) Free cash flow (A)+(B)		170.0	170.0	-	170.8
(D) Cash flows from financing activities		(170.0)	(170.0)	-	(207.8)
(E) Total (C)+(D)	Y	0.0	0.0	-	(36.9)

5. Exchange Rates

Forecast Average Rates for

4th Quarter of FY 2006			Change
Previous*	Revised		
\$1=115 yen	\$1=115 yen		-
€1=135yen	€1=145yen		+10 yen
£1=200yen	£1=220yen		+20 yen

6. PC Shipments

FY 2006 (Forecast)			Change	(Million Units)
Previous*	Revised			FY 2005
9.00	8.80		-0.20	8.25

7. Mobile Phone Shipments

FY 2006 (Forecast)			Change	(Million Units)
Previous*	Revised			FY 2005
3.50	3.90		+0.40	3.62

8. HDD Production

FY 2006 (Forecast)			Change	(Million Units)
Previous*	Revised			FY 2005
33.00	31.00		-2.00	25.21

Notes:

* Previous forecast as of October 26, 2006.

** Including amortization of goodwill.