

Part III: Supplementary Information

a. R&D Expenses

				(Billion Yen)
FY 2007 (Forecast)				FY 2006
	Previous*	Revised**	Change	(Actual)
Y	260.0	260.0	-	254.0
As % of sales	4.8%	4.8%	-	5.0%

b. Capital Expenditures, Depreciation

				(Billion Yen)
FY 2007 (Forecast)				FY 2006
	Previous**	Revised***	Change	(Actual)
Capital Expenditures:				
Technology Solutions	110.0	110.0	-	91.3
Ubiquitous Product Solutions	30.0	30.0	-	24.8
Device Solutions	125.0	125.0	-	166.2
Corporate and others	25.0	25.0	-	22.8
Total Capital Expenditures	290.0	290.0	-	305.2
Japan	225.0	225.0	-	254.6
Overseas	65.0	65.0	-	50.6
Depreciation	240.0	225.0	-15.0	202.8

c. Cash Flows

				(Billion Yen)
FY 2007 (Forecast)				FY 2006
	Previous**	Revised***	Change	(Actual)
(A) Cash flows from operating activities				
Net income	75.0	65.0	-10.0	102.4
Depreciation***	320.0	305.0	-15.0	278.7
Others	(55.0)	(30.0)	+25.0	27.5
Total cash flows from operating activities	340.0	340.0	-	408.7
(B) Cash flows from investing activities	(320.0)	(320.0)	-	(151.0)
(C) Free cash flow (A)+(B)	20.0	20.0	-	257.6
(D) Cash flows from financing activities	(50.0)	(75.0)	-25.0	(234.9)
(E) Total (C)+(D)	(30.0)	(55.0)	-25.0	22.7

d. Exchange Rates

Average Rates	FY 2007 (Forecast)	
	Previous**	Revised***
\$1=115 yen		\$1=115 yen
€1=145 yen		€1=145 yen
£ 1=220 yen		£ 1=220 yen

Notes:

* Previous forecast as of April 26, 2007

** Revised forecast as of July 26, 2007

*** Including amortization of goodwill

e. PC Shipments

FY 2007 (Forecast)			(Million units)
Previous*	Revised**	Change	FY 2006 (Actual)
9.30	9.30	-	8.45

f. Mobile Phone Shipments

FY 2007 (Forecast)			(Million Units)
Previous*	Revised**	Change	FY 2006 (Actual)
4.50	4.50	-	4.05

g. HDD Production

FY 2007 (Forecast)			(Million units)
Previous*	Revised**	Change	FY 2006 (Actual)
37.00	37.00	-	30.98

Notes:

* Previous forecast as of April 26, 2007

** Revised forecast as of July 26, 2007