

## 2. Miscellaneous Forecasts for FY 2008

### a. R&D Expenses

	Yen (Billions)			Yen (Billions)
	FY 2008 (Forecast)			FY 2007
	Previous*	Current**	Change	(Actual)
	270.0	<b>270.0</b>	-	258.7
As % of sales	5.0%	<b>5.0%</b>	-	4.9%

### b. Capital Expenditures, Depreciation

		Yen (Billions)			Yen (Billions)
		FY 2008 (Forecast)			FY 2007
		Previous*	Current**	Change	(Actual)
<b>Capital Expenditures</b>					
Technology Solutions	Y	100.0	<b>100.0</b>	-	81.6
Ubiquitous Product Solutions		30.0	<b>30.0</b>	-	27.6
Device Solutions		75.0	<b>75.0</b>	-	117.3
Corporate and others		35.0	<b>35.0</b>	-	22.5
Total		240.0	<b>240.0</b>	-	249.0
Japan		180.0	<b>180.0</b>	-	189.6
Overseas		60.0	<b>60.0</b>	-	59.4
<b>Depreciation</b>	Y	225.0	<b>225.0</b>	-	200.5

### c. Cash Flows

		Yen (Billions)			Yen (Billions)
		FY 2008 (Forecast)			FY 2007
		Previous*	Current**	Change	(Actual)
(A) Cash flows from operating activities	Y	430.0	<b>430.0</b>	-	322.0
[Net income]		[100.0]	<b>[100.0]</b>	-	[48.1]
[Depreciation & amortization]		[300.0]	<b>[300.0]</b>	-	[279.2]
[Others]		[30.0]	<b>[30.0]</b>	-	[(5.3)]
(B) Cash flows from investing activities		(280.0)	<b>(280.0)</b>	-	(283.9)
(C) Free cash flow (A)+(B)		150.0	<b>150.0</b>	-	38.1
(D) Cash flows from financing activities		(50.0)	<b>(50.0)</b>	-	62.3
(E) Total (C)+(D)	Y	100.0	<b>100.0</b>	-	100.4

Note:

\* Previous forecast as of May 12, 2008.

\*\* Current forecast as of July 31, 2008.

#### d. Exchange Rates

	FY 2008 (Forecast)		Change	FY 2007
	Previous*	Current**		(Actual)
Average rates for	\$1= 100yen	<b>\$1= 100 yen</b>	-	\$1= 114yen
	€1=155yen	<b>€1=155 yen</b>	-	€1=162yen
	£1=200yen	<b>£1=200 yen</b>	-	£1=229yen

#### e. PC Shipments\*\*\*

<u>(Million Units)</u>			<u>(Million Units)</u>
FY 2008 (Forecast)			FY 2007
Previous*	Current**	Change	(Actual)
9.30	9.30	-	8.81

#### f. Mobile Phone Shipments

<u>(Million Units)</u>			<u>(Million Units)</u>
FY 2008 (Forecast)			FY 2007
Previous*	Current**	Change	(Actual)
5.60	5.60	-	5.90

#### g. HDD Production

(Million Units)			(Million Units)
FY 2008 (Forecast)			FY 2007
Previous*	Current**	Change	(Actual)
47.00	<b>47.00</b>	-	37.07

Note:

\* Previous forecast as of May 12, 2008.

\*\* Current forecast as of July 31, 2008.

\*\*\* Includes shipments of Fujitsu Siemens Computers (Holding) B.V., an equity-method affiliate.