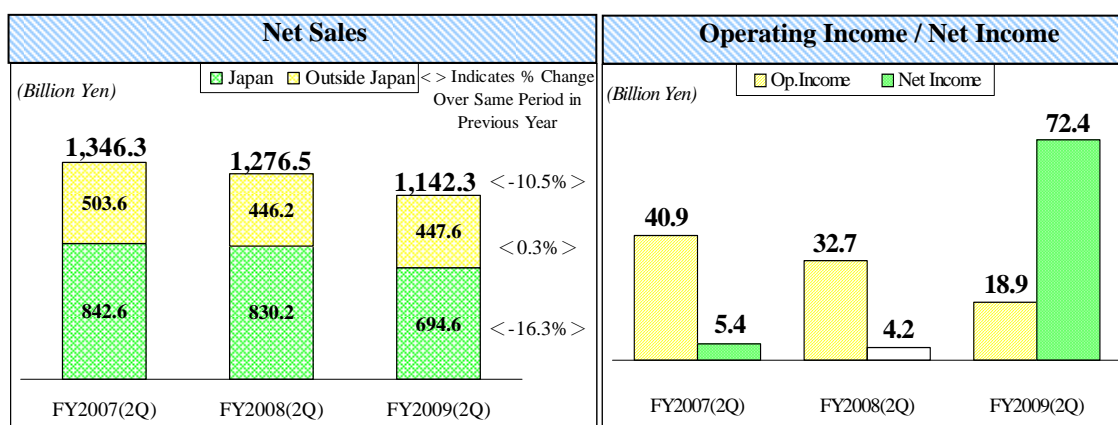


2. Profit and Loss

Note: In these explanatory materials, the yen figures for net sales, operating income, and other figures are converted into US\$ amounts, for reference purposes, at a rate of \$1=90 yen, the approximate Tokyo foreign exchange market rate on September 30, 2009. Figures for and comparisons to prior reporting periods are provided only for reference. “Adjusted change” excludes the impact of business restructuring and currency exchange fluctuation. Regarding the impact of business restructuring, Fujitsu Technology Solutions (Holding) B.V. and FDK Corporation were converted into consolidated subsidiaries. The impact of the currency fluctuation was eliminated by using the US dollar, euro, British pound, Australian dollar and Korean won foreign exchange rates for the second quarter of fiscal 2008 to translate the net sales in foreign currencies into yen. The adjusted change for operating income excludes the impact of business restructuring and currency exchange fluctuation.



Consolidated net sales for the second quarter of fiscal 2009 were 1,142.3 billion yen (US\$12,692 million), a decrease of 10.5% compared to the second quarter of fiscal 2008. Sales declined by 15% on an adjusted basis when excluding the impact of converting Fujitsu Technology Solutions (Holding) B.V. and FDK Corporation, both of which until this fiscal year had been equity-method affiliates, into consolidated subsidiaries, as well as the impact of yen appreciation.

Sales in Japan decreased by 16.3%. Sales of system integration services decreased, despite higher sales to public-sector customers, as a result of restrained corporate spending in the financial services, manufacturing and distribution sectors. Although demand for logic LSI devices and electronic components continues to recover, sales of these products were significantly lower compared with the previous year's second quarter, and sales of PCs and server-related products also declined.

Sales outside of Japan were essentially unchanged from the previous year's second quarter. On an adjusted basis, sales decreased by 11%. The decrease was mainly attributable to lower sales of hard disk drives (HDDs), LSI devices, electronic components, and PCs. In addition, the IT services business was impacted by the economic recession, particularly in the US and Europe.

The company posted operating income of 18.9 billion yen (US\$210 million), a deterioration of 13.8 billion yen compared to the second quarter of fiscal 2008. The deterioration in profitability was relatively minor if the impact of special factors is excluded, such as the increase in amortization of goodwill and other assets of approximately 2 billion yen resulting from the conversion of Fujitsu Technology Solutions into a consolidated subsidiary, the impact of yen appreciation of approximately 4 billion yen, and approximately 5 billion yen in higher amortization costs for unrecognized retirement benefit obligations as a result of a

deterioration in pension assets in the previous fiscal year. Lower costs for parts used in mobile phones and PCs as well as lower depreciation expenses and more efficient R&D operations in the logic LSI device business helped improve profitability, but these factors were outweighed by lower sales, particularly of PCs and IT services to private-sector customers in Europe as a result of economic recession.

There was a significant improvement in performance in the second quarter compared to the first quarter of this fiscal year, in which the company posted an operating loss of 37.1 billion yen, representing a deterioration of 42.9 billion yen from the first quarter of the prior year. The improvement compared to the first quarter stemmed from higher quarter-on-quarter sales of logic LSI devices and other products, in addition to the impact in the first quarter of a one-time charge of approximately 5 billion yen for expensing the fair market value of in-process R&D, resulting from the conversion of Fujitsu Technology Solutions into a consolidated subsidiary.

In other income and expenses, as sales of PCs and servers in Europe had been sluggish in the second quarter of fiscal 2008, the conversion of Fujitsu Technology Solutions to a consolidated subsidiary in the first quarter of this fiscal year resulted in an improvement in equity in earnings of affiliates, and there was also a reduction in losses on the disposal of fixed assets. The company recorded a gain of 89.5 billion yen on sales of shares in FANUC Ltd. and other investment securities. In addition, the company recorded a charge of 21.1 billion yen stemming from the restructuring of its logic LSI device business, including the expenses associated with reorganizing manufacturing operations and reassigning administrative and other employees. There was also a charge of 3.0 billion yen stemming from the restructuring of business operations outside of Japan.

The company reported consolidated net income of 72.4 billion yen (US\$804 million). As a result of gains posted on the sale of investment securities, the amount of recoverable deferred tax assets increased, and a reversal of the valuation reserve resulted in a lower tax burden in the quarter.

Quarterly Breakdown in Operating Income

(Billion Yen)

	FY 2009				FY 2008			
	1Q	2Q	Change	Adjusted change basis	1Q	2Q	3Q	4Q
Consolidated	-37.1	18.9	-13.8	-9.0	5.8	32.7	-25.1	55.4

Operating Income by Business Segment

Technology Solutions	-15.3	37.6	-11.4	-11.0	8.2	49.1	20.2	111.1
Ubiquitous Product Solutions	6.5	-3.5	-2.4	-3.5	9.9	-1.0	-11.5	3.1
Device Solutions	-15.5	-1.6	0.9	5.5	-4.7	-2.5	-21.1	-43.4

Notes:

1. Adjusted change excludes the impact of business restructuring and currency exchange fluctuation. Regarding the impact of business restructuring, Fujitsu Technology Solutions (Holding) B.V. (previously Fujitsu Siemens Computers (Holding) B.V.) and FDK Corporation were converted into consolidated subsidiaries. The impact of the currency fluctuation was eliminated by using the US dollar, euro, British pound, Australian dollar and Korean won foreign exchange rates for the second quarter of fiscal 2008 to translate the net sales in foreign currencies into yen.

2. The main products and services of each segment are listed below.

(1)Technology Solutions: Primarily system integration services (system construction), consulting, front-end technology (ATMs, POS systems, etc.), outsourcing services (datacenters, IT operation management, software-as-a-service (SaaS), application operation and management, business process outsourcing, etc.), network services (business networks, Internet and mobile content distribution), system support services (security and monitoring services for information systems and networks), security solutions (installation of information systems and networks), servers (mainframes, UNIX servers, mission-critical IA64 servers, and x86 servers), storage systems, software (OS and middleware), network control systems, optical transmission systems, and mobile phone base stations.

(2)Ubiquitous Product Solutions: Personal computers, mobile phones, hard disk drives, and optical modules.

(3) Device Solutions: LSI devices, electronic components (semiconductor packages, SAW devices, etc.), and mechanical parts (relays, connectors, etc).

3. The financial information from Fujitsu Technology Solutions (Holding) B.V. and FDK Corporation has been incorporated into the business segments of the consolidated financial statements as follows:

Business Areas		Consolidated Segments	
		Sub-Segments	
Fujitsu Technology Solutions	Infrastructure Business	Technology Solutions	Services (Infrastructure Services)
	Server Business		System Platforms (System Products)
	PC Business	Ubiquitous Product Solutions	PC/Mobile Phones
FDK	Electronic Parts Business	Device Solutions	Electronic Components, Others

FY2009 Second-Quarter Non-operating Gains and Losses

(Billion Yen)

Item		Amount	
Gains	Sales of Investment Securities	89.5	Gain on sales of shares mainly in FANUC Ltd.
Losses	Business Restructuring Expenses	24.1	
	Logic LSI Business	21.1	Expense of reassigning employees of the Aizu-Wakamatsu Plant and Iwate Plant.
	Business Outside Japan (Europe)	3.0	Expenses for streamlining workforces in Germany, Spain and other countries in Europe in accordance with early implementation of restructuring of Fujitsu Technology Solutions and Fujitsu Services.