October 31, 2013

FY 2013 First-Half Financial Results

April 1, 2013 - September 30, 2013

Fujitsu Limited

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Fujitsu Limited

Consolidated Financial Results for the First-Half Ended September 30, 2013

October 31, 2013

Fujitsu Limited	
Stock exchange listings:	Tokyo, Nagoya
Code number:	6702
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Scheduled filling date of statutory financial report:	November 14, 2013
Scheduled dividend payment date:	-
Supplementary material:	No
Financial results meeting:	Yes (for media and analysts)

1. Consolidated Results for the First-Half Ended September 30, 2013

(Monetary amounts are rounded to the nearest million yen)

(1) Consolidated Financial Results

(The percentage figures represent the percentage of increase or decrease against the same period of the previous year.)

Yen (Millions)

	Net Sales	Change (%)	Operating Income	Change (%)	Net Income (Loss)	Change (%)
1H FY 2013 (4/1/13-9/30/13)	2,151,601	3.9	10,821	149.6	-9,626	-
1H FY 2012 (4/1/12-9/30/12)	2,071,813	-1.0	4,336	-38.5	-14,413	-

〔Reference〕Comprehensive income : 1H FY2013 22,477 million yen [- %]
1H FY2012 -18,327 million yen [- %]

Yen

	Net Income (Loss) per Common Share	
	Basic	Diluted
1H FY 2013 (4/1/13-9/30/13)	-4.65	-
1H FY 2012 (4/1/12-9/30/12)	-6.97	-

(2) Consolidated Financial Position

Yen (Millions)

	Total Assets	Net Assets	Owners' Equity Ratio (%)
September 30, 2013	2,952,778	771,153	21.7
March 31, 2013	2,920,326	752,438	21.4

〔Reference〕Owners' Equity: September 30, 2013 641,663 million yen
March 31, 2013 624,045 million yen

2. Dividends per Share of Common Stock

	Dividends per Share (Yen)				
	1Q	2Q	3Q	Year-End	Full Year
FY 2012	-	5.00	-	0.00	5.00
FY 2013	-	0.00			
FY 2013 (Forecast)			-	-	-

Note: Revisions to forecast of dividends in this quarter: None
Year-end dividend amount for FY2013 (fiscal year ending March 31, 2014) has yet to be determined.

3. Consolidated Earnings Forecast for FY2013

(The percentage figures represent the percentage of increase or decrease against the same period of the previous year.)

Yen (Millions, except per share data)

	Net Sales	Change (%)	Operating Income (Loss)	Change (%)	Net Income (Loss)	Change (%)	Net Income (Loss) per Common Share
FY 2013	4,620,000	5.4	140,000	58.6	45,000	-	21.75

Note; Revisions to forecast of financial results in this quarter: Yes

4. Other Information

(1) Significant Changes to Subsidiaries in the Current Reporting Period
(Changes to specified subsidiaries resulting from changes in scope of consolidation): None

(2) Application of accounting procedures specific to preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies and accounting estimates, and restatements
1. Changes in accounting policies arising from revision of accounting standards: Yes
2. Changes arising from factors other than 1: None
3. Changes in accounting estimates: None
4. Restatements: None

For further details, please refer to “6. Notes to FY2013 First-Half Consolidated Financial Statements” on page 38.

(4) Number of Issued Shares (Common shares)

1. Number of issued shares at end of period	As of September 30, 2013	2,070,018,213	shares
	As of March 31, 2013	2,070,018,213	shares
2. Treasury stock held at end of period	As of September 30, 2013	789,397	shares
	As of March 31, 2013	723,691	shares
3. Average number of issued and outstanding shares during period	1H FY 2013	2,069,254,358	shares
	1H FY 2012	2,069,345,406	shares

Notes:

1. Compliance with Quarterly Review Procedures

These materials fall outside the jurisdiction of the quarterly review procedures of the Financial Instruments and Exchange Act. Therefore, at the time of disclosure, a portion of the review has not yet been completed.
Upon completion of the review, a statutory quarterly report will be submitted on November 14, 2013.

2. Precautions on Usage of Earnings Projections

These materials may contain forward-looking statements that are based on management's current information, views and assumptions and involve known and unknown risks and uncertainties that could cause actual results, performance or events to differ materially from those expressed or implied in such statements. Actual results may differ materially from those projected or implied in the forward-looking statements due to, without limitation, the following factors listed below. For information regarding the assumptions used to prepare these projections, please refer to "3. FY2013 Earnings Projections" on page 25.

- General economic and market conditions in key markets
  (Particularly in Japan, North America, Europe, and Asia, including China)
- Rapid changes in the high-technology market (particularly semiconductors, PCs, etc.)
- Fluctuations in exchange rates or interest rates
- Fluctuations in capital markets
- Intensifying price competition
- Changes in market positioning due to competition in R&D
- Changes in the environment for the procurement of parts and components
- Changes in competitive relationships relating to collaborations, alliances and technical provisions
- Risks related to public regulations, public policy and tax matters
- Risks related to product or services defects
- Potential emergence of unprofitable projects
- Risks related to R&D investments, capital expenditures, business acquisitions, business restructuring, etc.
- Risks related to natural disasters and unforeseen events
- Changes in accounting policies

Contents

Part I: Financial Results

1. Explanation of Financial Results

1-1. Overview

<Business Environment>

During the first half of fiscal 2013 (April 1, 2013 – September 30, 2013), the global economy continued to experience a moderate recovery. In Europe, signs of an economic rebound were apparent as the growth rate turned positive. In the US, ongoing quantitative easing and other factors continued to drive a turnaround in the economy, although concerns about the federal government's fiscal policy have resulted in persistent uncertainty.

In Japan, the economy is experiencing a mild recovery due to yen depreciation and a rising stock market spurred on by the government's economic policy and monetary easing put in place by the Bank of Japan. Exports also showed signs of picking up due to the improved economic environment resulting from a weaker yen.

Investments in information and communication technology (ICT) are moderately increasing on the back of what appears to be a turnaround in corporate capital expenditures.

FY2013 Second-Quarter Financial Results (Billion Yen)

	FY2012		**FY2013**			
	1Q *4/1/12-6/30/12*	**2Q** *7/1/12-9/30/12*	**1Q** *4/1/13-6/30/13*	**2Q** *7/1/13-9/30/13*	Change vs. 2Q FY 2012	Change (%)
Net Sales	957.3	1,114.4	999.2	1,152.3	37.9	< -4 > 3.4
Cost of Sales	706.7	804.8	739.6	841.8	36.9	4.6
Gross Profit	250.6	309.5	259.6	310.5	0.9	0.3
[Gross Profit Margin]	[26.2%]	[27.8%]	[26.0%]	[26.9%]	[-0.9%]	
Selling, General and Administrative Expenses	277.3	278.4	282.4	276.8	-1.6	-0.6
Operating Income (Loss)	-26.7	31.0	-22.8	33.6	2.5	8.3
[Operating Income Margin]	[-2.8%]	[2.8%]	[-2.3%]	[2.9%]	[0.1%]	
Other Income and Expenses	0.1	-4.6	4.1	-4.8	-0.1	-
Income (Loss) Before Income Taxes and Minority Interests	-26.6	26.3	-18.7	28.8	2.4	9.1
Income Taxes	-1.8	14.4	1.2	14.2	-0.1	-1.2
Minority Interests	0.7	0.8	2.0	2.1	1.3	154.1
Net Income (Loss)	-25.4	11.0	-21.9	12.3	1.2	11.5

< > Change (%) Constant Currency

FY2013 First-Half Financial Results

(Billion Yen)

	FY2012 1H 4/1/12-9/30/12	FY2013 1H 4/1/13-9/30/13	Change vs. 1H FY2012	Change (%)	Change vs. July 2013 projections
Net Sales	2,071.8	2,151.6	79.7	< -3 > 3.9	101.6
Operating Income	4.3	10.8	6.4	149.6	20.8
[Operating Income Margin]	[0.2%]	[0.5%]	[0.3%]		[1.0%]
Other Income and Expenses	-4.5	-0.7	3.8	-	-0.7
Net Income (Loss)	-14.4	-9.6	4.7	-	20.3

< > Change (%) Constant Currency

Quarterly Breakdown of Results

(Billion Yen)

		FY2012 1Q	FY2012 2Q	FY2012 3Q	FY2012 4Q	FY2013 1Q	FY2013 2Q
Total	Sales	957.3	1,114.4	1,048.2	1,261.6	999.2	1,152.3
	Operating Income	-26.7	31.0	-5.8	89.7	-22.8	33.6
	[Operating Income Margin]	[-2.8%]	[2.8%]	[-0.6%]	[7.1%]	[-2.3%]	[2.9%]

[Results by Business Segment]

		FY2012 1Q	FY2012 2Q	FY2012 3Q	FY2012 4Q	FY2013 1Q	FY2013 2Q
Technology Solutions	Sales	627.1	713.3	700.6	901.3	677.5	785.3
	Operating Income	-0.8	44.5	21.8	108.3	2.5	55.7
	[Operating Income Margin]	[-0.1%]	[6.2%]	[3.1%]	[12.0%]	[0.4%]	[7.1%]
Services	Sales	513.6	575.6	576.5	721.4	554.9	631.6
	Operating Income	3.2	30.7	20.0	70.5	5.5	36.7
	[Operating Income Margin]	[0.6%]	[5.3%]	[3.5%]	[9.8%]	[1.0%]	[5.8%]
System Platforms	Sales	113.4	137.6	124.1	179.8	122.5	153.7
	Operating Income	-4.0	13.7	1.8	37.8	-2.9	19.0
	[Operating Income Margin]	[-3.6%]	[10.0%]	[1.5%]	[21.0%]	[-2.4%]	[12.4%]
Device Solutions	Sales	130.3	138.3	129.5	142.1	145.3	159.0
	Operating Income	-3.6	-3.3	-9.3	2.1	7.6	10.4
	[Operating Income Margin]	[-2.8%]	[-2.4%]	[-7.2%]	[1.5%]	[5.3%]	[6.5%]
Ubiquitous Solutions	Sales	234.6	314.7	266.5	274.3	215.9	262.7
	Operating Income	-2.0	12.4	-2.0	1.2	-17.1	-11.6
	[Operating Income Margin]	[-0.9%]	[4.0%]	[-0.8%]	[0.5%]	[-7.9%]	[-4.4%]

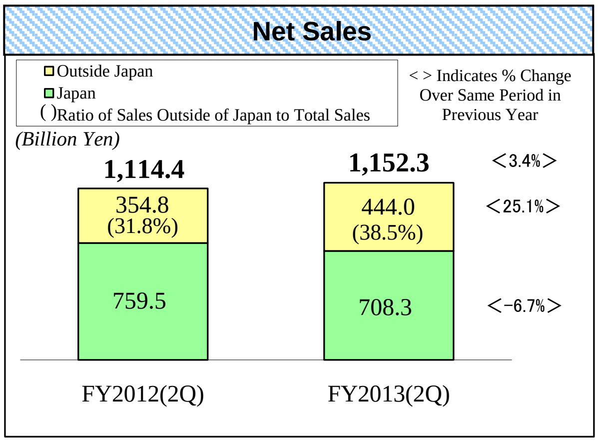
*In accordance with the amended IAS 19 *Employee Benefits* of the International Financial Reporting Standards (IFRS), which the Fujitsu Group's consolidated subsidiaries outside of Japan have adopted, the figures for fiscal 2012 have been retroactively revised. As a result, selling, general and administrative expenses have increased, and operating income has decreased, by 1.6 billion yen in the first quarter of fiscal 2012, by 1.6 billion yen in the second quarter, by 1.7 billion yen in the third quarter, and by 1.9 billion yen in the fourth quarter. In terms of the impact on segment results, all of these changes were in the Services sub-segment. Similarly, other income statement figures, including net income, have also been revised.

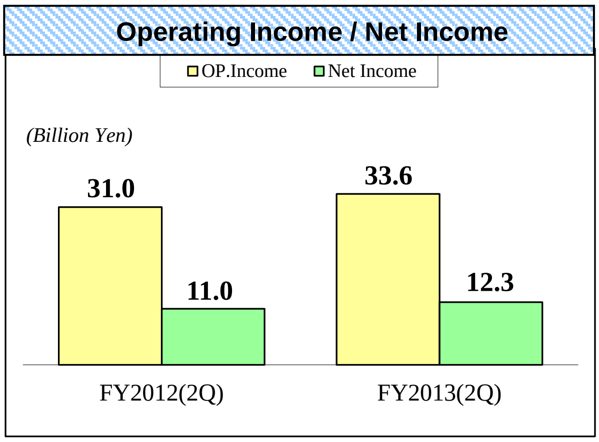
Net assets have been reduced due to the unrecognized obligation for retirement benefits of subsidiaries outside Japan as of the end of fiscal 2012, which amounted to 157.3 billion yen, being brought onto the consolidated balance sheet.

1-2. Second Quarter

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=98 yen, the approximate Tokyo foreign exchange market rate on September 30, 2013. Figures for and comparisons to prior reporting periods are provided only for reference. The impact of foreign exchange fluctuations has been calculated by using the average US dollar, euro, and British pound foreign exchange rates for the second quarter of fiscal 2012 to translate the current period's net sales outside Japan into yen.

<Profit and Loss>





Consolidated net sales for the second quarter of fiscal 2013 were 1,152.3 billion yen (US$11,758 million), an increase of 3.4% from the second quarter of fiscal 2012 as a result of foreign exchange fluctuations and other factors. Net sales in Japan fell by 6.7%. In addition to a significant decrease in sales of mobile phones, sales of network services also declined. On the other hand, sales of system integration services rose in the public, financial services and other sectors. Sales outside of Japan rose 25.1%. Excluding the impact of foreign exchange rate fluctuations, sales rose by 2%. Sales of PCs in Europe declined, as did sales of UNIX servers in the US. However, sales of optical transmission systems and car audio and navigation systems in North America increased, as did LSI devices and electronic components.

For the second quarter of fiscal 2013, the average yen exchange rates against major currencies were 99 yen for the US dollar (representing yen depreciation of 20 yen from the second quarter of fiscal 2012), 131 yen for the euro (depreciation of 33 yen), and 153 yen for the British pound (depreciation of 29 yen). The impact of foreign exchange movements was to increase net sales by approximately 80 billion yen compared to the second quarter of fiscal 2012. Sales generated outside Japan as a percentage of total sales amounted to 38.5%, an increase of 6.7 percentage points compared to the second quarter of the previous fiscal year, mainly as a result of foreign exchange rate fluctuations and falling mobile phone sales in Japan.

Gross profit was 310.5 billion yen, an increase of 0.9 billion yen from the second quarter of fiscal 2012. Despite the adverse impact from the decline in sales of mobile phones, gross profit increased because of foreign exchange movements and a variety of measures implemented to reduce costs. The gross profit margin was 26.9%, a decline of 0.9 of a percentage point from the second quarter of the prior fiscal year.

Selling, general and administrative expenses were 276.8 billion yen, a decrease of 1.6 billion yen from the second quarter of fiscal 2012. Despite the higher expenses resulting from yen depreciation, expenses declined due to progress in implementing Group-wide measures to generate cost efficiencies.

Fujitsu recorded operating income of 33.6 billion yen (US$343 million), an increase of 2.5 billion yen from the previous fiscal year's second quarter. While there was the adverse impact stemming from lower sales of mobile phones, workforce-related measures and structural reforms in the LSI business and businesses outside Japan contributed to this result.

There was a loss of 4.8 billion yen in other income and expenses, essentially unchanged from the previous fiscal year. The company posted a loss of 3.8 billion yen in other expenses on personnel-related expenses, primarily in its businesses outside Japan, and restructuring expenses for its LSI device business. On the other hand, there were improvements in foreign currency translation adjustment and other items.

Fujitsu reported consolidated net income of 12.3 billion yen (US$126 million), an increase of 1.2 billion yen compared to the second quarter of fiscal 2012.

FY2013 Second-Quarter Consolidated Business Segment Information

<Net Sales* and Operating Income> (Billion Yen)

		2Q FY2012 (7/1/2012 ～ 9/30/2012)	2Q FY2013 (7/1/2013 ～ 9/30/2013)	Change vs. 2Q FY2012	Change(%)	Change(%) Constant Currency**
Technology Solutions	Sales	713.3	785.3	72.0	10.1	3
	Japan	478.2	499.1	20.9	4.4	4
	Outside Japan	235.1	286.2	51.1	21.8	0
	Operating Income	44.5	55.7	11.1	25.1	
	[Operating Income Margin]	[6.2%]	[7.1%]	[0.9%]		
Services	Sales	575.6	631.6	56.0	9.7	3
	Operating Income	30.7	36.7	5.9	19.2	
	[Operating Income Margin]	[5.3%]	[5.8%]	[0.5%]		
System Platforms	Sales	137.6	153.7	16.0	11.7	5
	Operating Income	13.7	19.0	5.2	38.0	
	[Operating Income Margin]	[10.0%]	[12.4%]	[2.4%]		
Ubiquitous Solutions	Sales	314.7	262.7	-52.0	-16.5	-21
	Japan	250.2	182.4	-67.7	-27.1	-27
	Outside Japan	64.5	80.3	15.7	24.4	3
	Operating Income	12.4	-11.6	-24.0	-	
	[Operating Income Margin]	[4.0%]	[-4.4%]	[-8.4%]		
Device Solutions	Sales	138.3	159.0	20.7	15.0	3
	Japan	78.1	74.1	-3.9	-5.0	-5
	Outside Japan	60.1	84.9	24.7	41.1	12
	Operating Income	-3.3	10.4	13.8	-	
	[Operating Income Margin]	[-2.4%]	[6.5%]	[8.9%]		
LSI	Operating Income	-3.5	5.0	8.6	-	
Electronic Components	Operating Income	0.1	5.3	5.1	-	
Other/Elimination and Corporate***	Sales	-51.9	-54.8	-2.8	-	-
	Operating Income	-22.5	-20.8	1.6	-	
Total	Sales	1,114.4	1,152.3	37.9	3.4	-4
	Japan	759.5	708.3	-51.2	-6.7	-7
	Outside Japan	354.8	444.0	89.1	25.1	2
	Operating Income	31.0	33.6	2.5	8.3	
	[Operating Income Margin]	[2.8%]	[2.9%]	[0.1%]		

<Net Sales* by Principal Products and Services> (Billion Yen)

	2Q FY2012 (7/1/2012 ～ 9/30/2012)	2Q FY2013 (7/1/2013 ～ 9/30/2013)	Change vs. 2Q FY2012	Change(%)	Change(%) Constant Currency**
Technology Solutions	713.3	785.3	72.0	10.1	3
Services	575.6	631.6	56.0	9.7	3
Solutions / SI	210.2	231.6	21.3	10.2	10
Infrastructure Services	365.3	400.0	34.6	9.5	-2
System Platforms	137.6	153.7	16.0	11.7	5
System Products	61.7	68.1	6.4	10.4	5
Network Products	75.9	85.5	9.6	12.7	5
Ubiquitous Solutions	314.7	262.7	-52.0	-16.5	-21
PCs / Mobile Phones	249.3	183.7	-65.6	-26.3	-30
Mobilewear	65.4	79.0	13.6	20.8	14
Device Solutions	138.3	159.0	20.7	15.0	3
LSI****	76.2	83.3	7.0	9.3	-2
Electronic Components	62.3	75.9	13.6	21.9	7

Notes:

* Net sales include intersegment sales.

** The impact of exchange rate fluctuation has been calculated by using the average U.S. dollar, euro and British pound exchange rates for the second quarter of FY2012 to translate the current period's net sales outside Japan into yen.

*** "Other/Elimination and Corporate" includes Japan's next-generation supercomputer project; facility services and the development of information services for Fujitsu Group companies; and welfare benefits for Fujitsu Group employees, as well as strategic expenses such as basic research and joint costs associated with Group management conducted by the parent company.

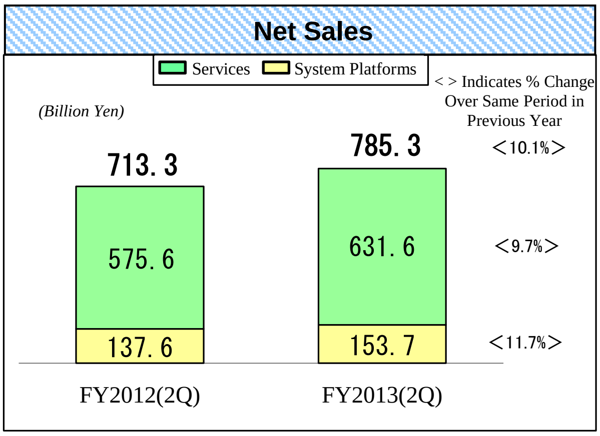
**** Sales figures for LSI include intrasegment sales to the electronic components segment.

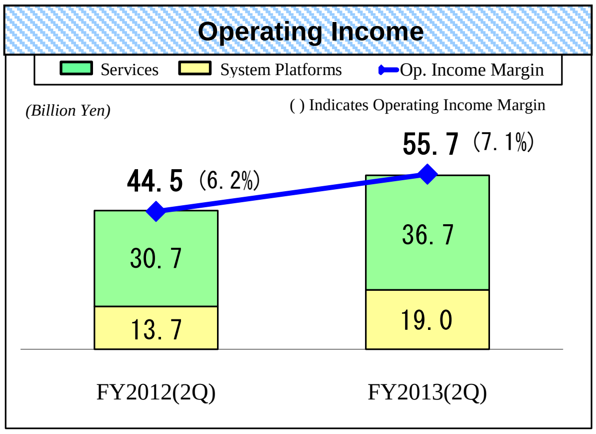
***** In accordance with the adoption of the amended IAS 19, the figures for the second quarter of fiscal 2012 have been retroactively revised. As a result, operating income for the Services sub-segment has decreased by 1.6 billion yen.

<Results by Business Segment>

Information on fiscal 2013 second-quarter consolidated net sales (including intersegment sales) and operating income broken out by business segment is presented as follows.

Technology Solutions





(Billion Yen)

	Second Quarter FY2013	Change vs. 2Q FY2012
Net Sales	785.3	10.1 %
Japan	499.1	4.4 %
Outside Japan	286.2	21.8 %
Operating Income	55.7	11.1

Consolidated net sales in the Technology Solutions segment amounted to 785.3 billion yen (US$8,013 million), an increase of 10.1% from the same period in fiscal 2012. Sales in Japan increased 4.4%. Orders continued to be strong from the first quarter, and sales exceeded projections. For systems integration services, despite the adverse impact of a shift toward spending on hardware by telecommunications carriers, sales grew on account of increased investments, primarily in the financial services and public sectors. Server-related sales increased due to the contribution of large-scale systems deals in the public sector. In network products, although demand for 3G telecommunications equipment to handle increasing volumes of communications traffic has passed its peak, overall sales increased as a result of spending by telecommunications carriers to expand LTE service area coverage. In infrastructure services, on the other hand, sales fell on the impact of a shift away from packaged products that include connection fees to stand-alone products in the ISP business, and because there was increased demand related to network services in the same period of the previous fiscal year, against the backdrop of telecommunications carriers efforts to handle with higher volumes of communications traffic. Sales outside Japan increased 21.8%. On a constant currency basis, sales were on par with the same period in fiscal 2012. Sales of new UNIX server models were weak, although optical transmission systems sales in North America increased on recovered investments by telecommunications carriers.

The segment posted operating income of 55.7 billion yen (US$568 million), up 11.1 billion yen compared to the second quarter of fiscal 2012. In Japan, operating income rose as a result of the impact of personnel measures and the impact of increased sales of systems integration services, despite a drop in sales of network services and higher upfront R&D spending in network products. Outside Japan, in addition to the impact of structural reforms and lower amortization expenses for goodwill, operating income was positively impacted by higher sales of network products.

(a) Services

(Billion Yen)

	Second Quarter FY2013	Change vs. 2Q FY2012
Net Sales	631.6	9.7 %
Japan	389.9	3.7 %
Outside Japan	241.6	21.1 %
Operating Income	36.7	5.9

Net sales in the Services sub-segment amounted to 631.6 billion yen (US$6,445 million), an increase of 9.7% from the second quarter of the previous fiscal year. Sales in Japan rose 3.7%. In systems integration services, despite the adverse impact of a shift toward spending on hardware by telecommunications carriers, sales rose due to increased spending, primarily in the financial services and public sectors. In infrastructure services, sales fell on account of the impact of a shift away from packaged products that include connection fees to stand-alone products in the ISP business. Also impacting comparisons was the increased demand related to network services in the second quarter of fiscal 2012, when telecommunications carriers made efforts to keep up with higher volumes of communications traffic. Sales outside Japan increased 21.1%. On a constant currency basis, sales were on par with the same period in fiscal 2012.

Operating income for the Services sub-segment was 36.7 billion yen (US$374 million), an increase of 5.9 billion yen compared to the second quarter of the previous fiscal year. In Japan, despite a decline in sales of network services, operating income as a whole increased on the impact of workforce-related measures and the positive effect of higher sales of system integration services. Outside Japan, the impact of structural reforms contributed to earnings and goodwill amortization expenses declined.

(b) System Platforms

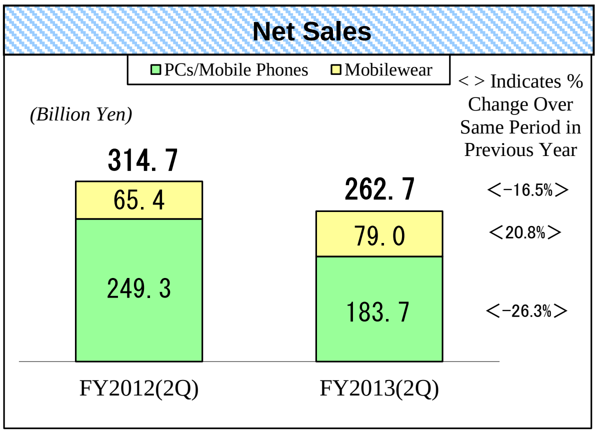
(Billion Yen)

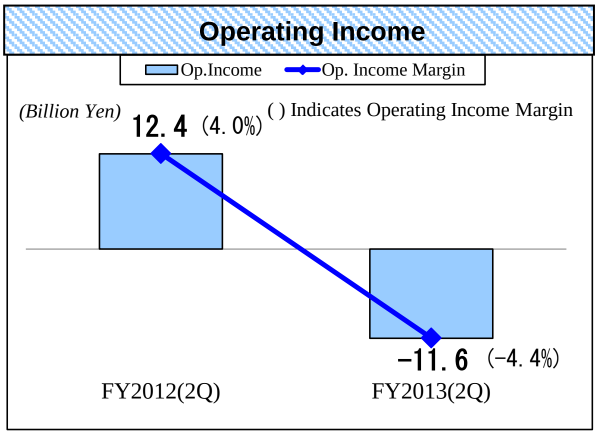
	Second Quarter FY2013	Change vs. 2Q FY2012
Net Sales	153.7	11.7 %
Japan	109.1	6.9 %
Outside Japan	44.5	25.3 %
Operating Income	19.0	5.2

Net sales in the System Platforms sub-segment were 153.7 billion yen (US$1,568 million), an increase of 11.7% from the same period of the previous fiscal year. Sales in Japan increased 6.9%. Server-related sales increased due to the contribution of large-scale systems deals in the public sector. In network products, although demand for 3G communications equipment to handle increasing volumes of communications traffic has passed its peak, overall sales increased as a result of spending by telecommunications carriers to expand LTE service area coverage. Sales outside Japan increased 25.3%. On a constant currency basis, sales were on par with the same period in fiscal 2012. Sales of new UNIX server models were weak. Optical transmission system sales in North America increased on a recovery in investments by telecommunications carriers.

Operating income for the System Platforms sub-segment was 19.0 billion yen (US$194 million), an increase of 5.2 billion yen over the same period of fiscal 2012. In Japan, operating income was positively impacted by higher sales, despite higher upfront R&D spending in network products. Outside Japan, income was positively impacted by higher sales of network products.

Ubiquitous Solutions





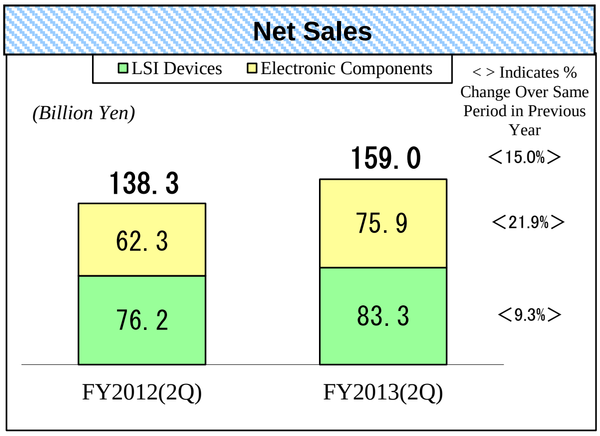
(Billion Yen)

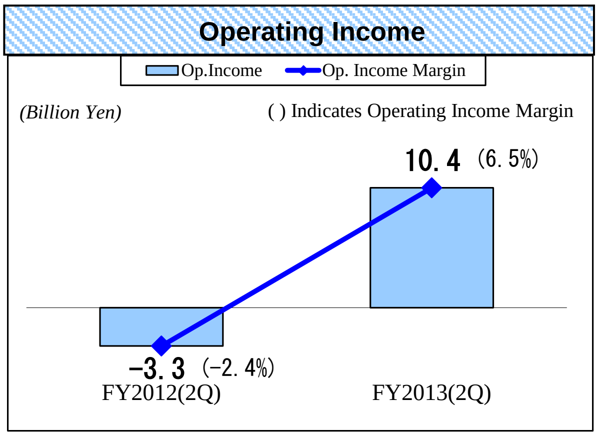
	Second Quarter FY2013	Change vs. 2Q FY2012
Net Sales	262.7	-16.5 %
Japan	182.4	-27.1 %
Outside Japan	80.3	24.4 %
Operating Income	-11.6	-24.0

Net sales in the Ubiquitous Solutions segment were 262.7 billion yen (US$2,681 million), a decline of 16.5% from the second quarter of fiscal 2012. Sales in Japan were down by 27.1%. Enterprise PC sales grew on account of large-volume orders in the financial services industry and higher demand for upgrades prior to the end of support for an operating system product. In consumer PCs, sales increased owing to higher sales prices that resulted, to some extent, from yen depreciation, even as unit sales fell due to the shrinking market. In mobile phones, sales fell on account of the shrinking market for feature phones, which has continued from the first quarter, and the impact of the revised smartphone sales strategies of telecommunications carriers. Another factor in the year-on-year decline was the record high quarterly shipment of mobile phones in the second quarter of fiscal 2012 that coincided with the release of multiple new models. Sales of the Mobilewear sub-segment's car audio and navigation systems were adversely impacted by lower sales of new vehicles due to the conclusion of the government's subsidy program for eco-friendly vehicles, but sales as a whole were roughly on par with the same period in fiscal 2012 as a result of strong sales of luxury vehicles. Sales outside Japan increased 24.4%. On a constant currency basis, sales increased 3%. Unit sales of PCs in Europe declined due to an emphasis on profitability, but Mobilewear sales rose, primarily in North America.

The Ubiquitous Solutions segment posted an operating loss of 11.6 billion yen (US$118 million), representing a deterioration of 24.0 billion yen from the second quarter of the previous fiscal year. Operating income in Japan was positively impacted by higher sales of PCs. In mobile phones, operating income was adversely impacted by the significant decline in unit sales, in addition to the impact of higher costs from yen depreciation and functionality enhancements. Operating income for Mobilewear was adversely impacted by higher development expenses. Outside Japan, operating income benefitted from an emphasis on profitability for sales of PCs. Other contributing factors included depreciation of the euro versus the dollar, ongoing from the same period of the previous fiscal year, which caused dollar-denominated parts procurement costs to rise, as well as increased sales of Mobilewear.

Device Solutions





Note: LSI devices sales include intrasegment sales to the electronic components business.

(Billion Yen)

	Second Quarter FY2013	Change vs. 2Q FY2012
Net Sales	159.0	15.0 %
Japan	74.1	-5.0 %
Outside Japan	84.9	41.1 %
Operating Income	10.4	13.8

Net sales in Device Solutions amounted to 159.0 billion yen (US$1,622 million), an increase of 15% compared to the second quarter of fiscal 2012. Sales in Japan declined 5%. Sales of LSI devices used in smartphones increased, but sales of LSI devices used in IT equipment and manufacturing equipment decreased. Sales of electronic components increased. Sales outside Japan increased 41.1%. On a constant currency basis, sales increased 12%. Sales of LSI devices for smartphones increased. Sales of electronic components, primarily to China, increased.

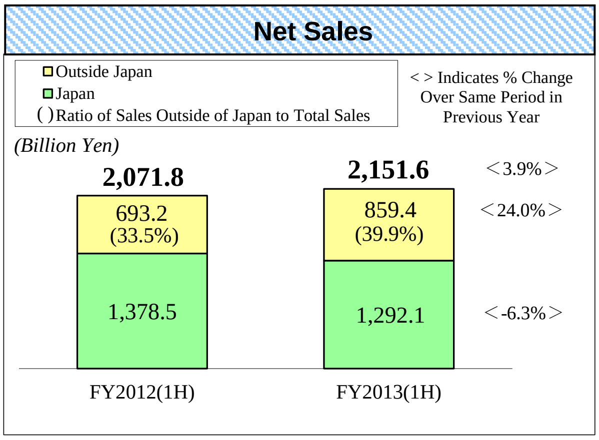
The Device Solutions segment recorded operating income of 10.4 billion yen (US$106 million), an improvement of 13.8 billion yen compared to the second quarter of fiscal 2012, and representing the third straight quarter of profitable results. In Japan, operating income for LSI devices was adversely affected by lower sales, but overhead expenses decreased because of an early retirement incentive plan and other factors. Capacity utilization rates on the production lines for 300mm wafers remained high owing to an increase in demand for use in smartphones, but capacity utilization rates on the production lines for standard logic devices remained low. Fujitsu is planning to consolidate the production lines for standard logic devices in the Aizu-Wakamatsu region so as to raise capacity utilization rates. Operating income outside of Japan improved on higher demand and the impact of higher sales resulting from the weaker yen.

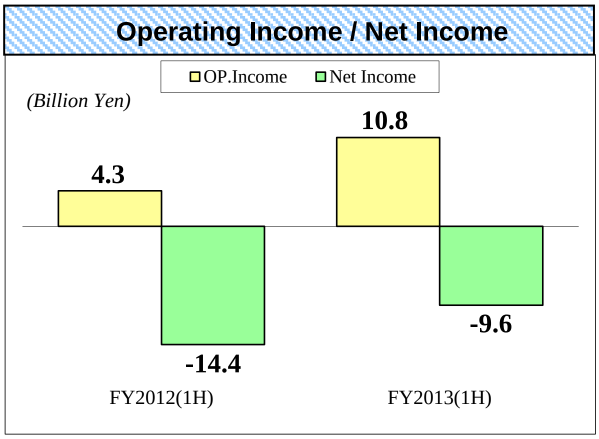
In April 2013, Fujitsu entered into a definitive agreement to sell its microcontroller and analog business to the Spansion Group. This sale was completed in August.

1-3. First-Half

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=98 yen, the approximate Tokyo foreign exchange market rate on September 30, 2013. Figures for and comparisons to prior reporting periods are provided only for reference. The impact of foreign exchange fluctuations has been calculated by using the average US dollar, euro, and British pound foreign exchange rates for the first half of fiscal 2012 to translate the current period's net sales outside Japan into yen.

<Profit and Loss>





Consolidated net sales for the first half of fiscal 2013 amounted to 2,151.6 billion yen (US$21,955 million), an increase of 3.9% from the first half of fiscal 2012 as a result of foreign exchange fluctuations and other factors. Net sales in Japan declined by 6.3%. Sales of system integration services rose in such sectors as the financial services sector and the public sector, but there was a significant decline in sales of mobile phones. Sales of network services in Japan also declined. Sales outside of Japan rose 24%. Excluding the impact of foreign exchange fluctuations, sales rose by 3%. Sales of PCs in Europe declined, as did sales of UNIX servers in the US, but sales of optical transmission systems and car audio and navigation systems in North America increased, and there were also higher sales of LSI devices and electronic components.

For the first half of fiscal 2013, the average yen exchange rates against major currencies were 99 yen for the US dollar (representing yen depreciation of 20 yen from the first half of fiscal 2012), 130 yen for the euro (depreciation of 29 yen), and 152 yen for the British pound (depreciation of 26 yen). The impact of foreign exchange movements was to increase net sales by approximately 145 billion yen compared to the first half of fiscal 2012. Sales generated outside Japan as a percentage of total sales were 39.9%, an increase of 6.4 percentage points compared to the first half of the previous fiscal year.

Gross profit was 570.1 billion yen, an increase of 9.9 billion yen from the first half of fiscal 2012. Despite the adverse impact from the decline in sales of mobile phones, gross profit increased because of foreign exchange movements and a variety of measures implemented to reduce costs. The gross profit margin was 26.5%, a decline of 0.5 of a percentage point from the first half of the previous fiscal year, primarily as a result of lower profitability in the company's mobile phone business.

Selling, general and administrative expenses were 559.3 billion yen, an increase of 3.4 billion yen from the first half of fiscal 2012. The increase was the result of the weaker yen. Fujitsu has been pursuing Group-wide measures to generate cost efficiencies, and expenses declined on a constant currency basis.

Fujitsu recorded operating income of 10.8 billion yen (US$110 million), an increase of 6.4 billion yen from the first half of the previous fiscal year. While there was the adverse impact stemming from lower sales of mobile phones, workforce-related measures contributed approximately 12 billion yen to operating income, and the impact of structural reforms in the LSI business in Japan as well as other businesses outside Japan contributed approximately 11 billion yen.

There was a loss of 0.7 billion yen in other income and expenses, an improvement of 3.8 billion yen from the first half of fiscal 2012. The company posted a loss of 3.8 billion yen in other expenses on personnel-related expenses, primarily in its businesses outside Japan, and restructuring expenses for its LSI device business. On the other hand, there were improvements in foreign currency translation adjustment, gain on sales of investments securities and other items.

Fujitsu reported a consolidated net loss of 9.6 billion yen (US$98 million), an improvement of 4.7 billion yen over the net loss posted in the first half of fiscal 2012.

Comparison to Consolidated Earnings Projections Announced in July 2013

Net sales exceeded the most recent projections announced on July 30, 2013, by 101.6 billion yen. Starting with Technology Solutions, where sales of services in and outside of Japan and sales of network products outside Japan were strong, all three major segments exceeded their sales projections. Operating income exceeded projections by 20.8 billion yen. Operating income in the Ubiquitous Solutions segment fell below projections on intensified competition in the mobile phone market, but operating income in both the Technology Solutions and Device Solutions segments exceeded projections as a result of the impact of higher sales and the weaker yen.

Net income also exceeded the most recent projections.

(Billion Yen)

	FY2012 First-Half	July 2013 Forecast	FY2013 First-Half	Change vs. July 2013 Forecast	
					Change (%)
Net Sales	2,071.8	2,050.0	2,151.6	101.6	5.0
Operating Income [Operating Income Margin]	4.3 [0.2%]	-10.0 [-0.5%]	10.8 [0.5%]	20.8 [1.0%]	-
Other Income and expenses	-4.5	-	-0.7	-0.7	-
Net Income	-14.4	-30.0	-9.6	20.3	-

*In accordance with the adoption of the amended IAS 19, the figures for the first half of fiscal 2012 have been retroactively revised. As a result, operating income has decreased by 3.3 billion yen.

FY2013 First-Half Consolidated Business Segment Information

<Net Sales* and Operating Income> (Billion Yen)

		1H FY2012 (4/1/2012 ～ 9/30/2012)	1H FY2013 (4/1/2013 ～ 9/30/2013)	Change vs. 1H FY2012	Change(%)	Change(%) Constant Currency**
Technology Solutions	Sales	1,340.4	1,462.9	122.5	9.1	2
	Japan	880.4	904.3	23.8	2.7	3
	Outside Japan	459.9	558.6	98.6	21.4	1
	Operating Income	43.7	58.3	14.5	33.3	
	[Operating Income Margin]	[3.3%]	[4.0%]	[0.7%]		
Services	Sales	1,089.2	1,186.6	97.3	8.9	2
	Operating Income	34.0	42.2	8.2	24.1	
	[Operating Income Margin]	[3.1%]	[3.6%]	[0.5%]		
System Platforms	Sales	251.1	276.3	25.1	10.0	4
	Operating Income	9.6	16.0	6.3	65.6	
	[Operating Income Margin]	[3.9%]	[5.8%]	[1.9%]		
Ubiquitous Solutions	Sales	549.3	478.6	-70.6	-12.9	-17
	Japan	426.0	328.6	-97.4	-22.9	-23
	Outside Japan	123.3	150.0	26.7	21.7	3
	Operating Income	10.4	-28.7	-39.1	-	
	[Operating Income Margin]	[1.9%]	[-6.0%]	[-7.9%]		
Device Solutions	Sales	268.6	304.4	35.7	13.3	2
	Japan	150.1	141.6	-8.5	-5.7	-6
	Outside Japan	118.5	162.8	44.3	37.4	11
	Operating Income	-7.0	18.0	25.0	-	
	[Operating Income Margin]	[-2.6%]	[5.9%]	[8.5%]		
LSI	Operating Income	-9.3	8.3	17.6	-	
Electronic Components	Operating Income	2.2	9.7	7.4	327.4	
Other/Elimination and Corporate***	Sales	-86.7	-94.5	-7.8	-	-
	Operating Income	-42.7	-36.7	6.0	-	
Total	Sales	2,071.8	2,151.6	79.7	3.9	-3
	Japan	1,378.5	1,292.1	-86.4	-6.3	-6
	Outside Japan	693.2	859.4	166.2	24.0	3
	Operating Income	4.3	10.8	6.4	149.6	
	[Operating Income Margin]	[0.2%]	[0.5%]	[0.3%]		

<Net Sales* by Principal Products and Services> (Billion Yen)

	1H FY2012 (4/1/2012 ～ 9/30/2012)	1H FY2013 (4/1/2013 ～ 9/30/2013)	Change vs. 1H FY2012		
				Change(%)	Change(%) Constant Currency**
Technology Solutions	1,340.4	1,462.9	122.5	9.1	2
Services	1,089.2	1,186.6	97.3	8.9	2
Solutions / SI	380.7	414.3	33.5	8.8	8
Infrastructure Services	708.5	772.2	63.7	9.0	-2
System Platforms	251.1	276.3	25.1	10.0	4
System Products	110.8	115.7	4.8	4.4	-0
Network Products	140.2	160.5	20.2	14.5	7
Ubiquitous Solutions	549.3	478.6	-70.6	-12.9	-17
PCs / Mobile Phones	420.0	326.3	-93.7	-22.3	-26
Mobilewear	129.3	152.3	23.0	17.8	11
Device Solutions	268.6	304.4	35.7	13.3	2
LSI****	144.1	161.0	16.9	11.7	1
Electronic Components	125.0	144.4	19.3	15.5	2

Notes:

* Net sales include intersegment sales.

** The impact of exchange rate fluctuation has been calculated by using the average U.S. dollar, euro and British pound exchange rates for the first half of FY2012 to translate the current period's net sales outside Japan into yen.

*** "Other/Elimination and Corporate" includes Japan's next-generation supercomputer project; facility services and the development of information services for Fujitsu Group companies; and welfare benefits for Fujitsu Group employees, as well as strategic expenses such as basic research and joint costs associated with Group management conducted by the parent company.

**** Sales figures for LSI include intrasegment sales to the electronic components segment.

***** In accordance with the adoption of the amended IAS 19, the figures for the first half of fiscal 2012 have been retroactively revised. As a result, operating income for the Services sub-segment has decreased by 3.3 billion yen.

<Results by Business Segment>

Information on fiscal 2013 first-half consolidated net sales (including intersegment sales) and operating income broken out by business segment is presented as follows.

Technology Solutions

(Billion Yen)

	First-Half FY2013	Change vs. 1H FY2012
Net Sales	1,462.9	9.1 %
Japan	904.3	2.7 %
Outside Japan	558.6	21.4 %
Operating Income	58.3	14.5

Consolidated net sales in the Technology Solutions segment amounted to 1,462.9 billion yen (US$14,928 million), up 9.1% from the first half of fiscal 2012. Sales in Japan increased 2.7%. For systems integration services, despite the adverse impact of a shift toward spending on hardware by telecommunications carriers, sales grew on account of increased spending, primarily in the financial services and public sectors. Server-related sales increased due to the contribution of a large-scale systems deal in the public sector, although the initial launch period for new UNIX server products was slower than expected. In network products, although demand for 3G communications equipment to handle increasing volumes of communications traffic has passed its peak, overall sales increased as a result of spending by telecommunications carriers to expand LTE coverage. In infrastructure services, on the other hand, sales fell on the impact of a shift away from packaged products that include connection fees to stand-alone products in the ISP business, and because there was increased demand related to network services in the same period of the previous fiscal year, against the backdrop of telecommunications carriers efforts to handle with higher volumes of communications traffic. Sales outside Japan increased 21.4%, and on a constant currency basis, increased 1%. Sales of new UNIX server models were weak but sales of optical transmission systems in North America increased on a recovery in spending by telecommunications carriers.

The segment posted operating income of 58.3 billion yen (US$595 million), up 14.5 billion yen compared to the first half of fiscal 2012. In Japan, operating income rose as a result of the impact of workforce-related measures and the impact of increased sales of systems integration services, despite a drop in sales of network services and higher upfront R&D spending in network products. Outside Japan, in addition to the impact of structural reforms and reduction in amortization expenses for goodwill, operating income was positively impacted by higher sales of network products.

(a) Services

(Billion Yen)

	First-Half FY2013	Change vs. 1H FY2012
Net Sales	1,186.6	8.9 %
Japan	711.1	2.8 %
Outside Japan	475.4	19.6 %
Operating Income	42.2	8.2

Net sales in the Services sub-segment amounted to 1,186.6 billion yen (US$12,108 million), an increase of 8.9% from the first half of fiscal 2012. Sales in Japan rose 2.8%. In systems integration services, despite the adverse impact of a shift toward spending on hardware by telecommunications carriers, sales rose due to increased spending, primarily in the financial services and public sectors. In infrastructure services, sales fell on account of the impact of a shift away from packaged products that include connection fees to stand-alone products in the ISP business. Also impacting comparisons was the increased demand related to network services in the first half of fiscal 2012, when telecommunications carriers made efforts to keep up with higher volumes of communications traffic. Sales outside Japan increased 19.6%. On a constant currency basis, sales were on par with the same period in fiscal 2012.

Operating income for the Services sub-segment was 42.2 billion yen (US$431 million), an increase of 8.2 billion yen compared to the first half of fiscal 2012. In Japan, despite a decline in sales of network services, operating income as a whole increased on the impact of workforce-related measures and the positive impact of higher sales of system integration services. Outside Japan, the impact of structural reforms contributed to earnings and amortization expenses for goodwill declined.

(b) System Platforms

(Billion Yen)

	First-Half FY2013	Change vs. 1H FY2012
Net Sales	276.3	10.0 %
Japan	193.1	2.4 %
Outside Japan	83.1	32.9 %
Operating Income	16.0	6.3

Net sales in the System Platforms sub-segment were 276.3 billion yen (US$2,819 million), an increase of 10% compared to the first half of fiscal 2012. Sales in Japan increased 2.4%. Server-related sales increased due to the contribution of a large-scale systems deal in the public sector, although the initial launch period for new UNIX server products was slower than expected. In network products, although demand for 3G communications equipment to handle increasing volumes of communications traffic has passed its peak, overall sales increased as a result of spending by telecommunications carriers to expand LTE service area coverage. Sales outside Japan increased 32.9%. On a constant currency basis, sales increased 7%. Sales of new UNIX server models were weak but optical transmission system sales in North America increased on a recovery in spending by telecommunications carriers.

The Systems Platform sub-segment posted operating income of 16.0 billion yen (US$163 million), up 6.3 billion yen compared to the first half of fiscal 2012. In Japan, operating income was positively impacted by higher sales, despite higher upfront R&D spending in network products. Outside Japan, income was positively impacted by higher sales of network products and an emphasis on profitability for sales of PC servers.

Ubiquitous Solutions

(Billion Yen)

	First-Half FY2013	Change vs. 1H FY2012
Net Sales	478.6	-12.9 %
Japan	328.6	-22.9 %
Outside Japan	150.0	21.7 %
Operating Income	-28.7	-39.1

Net sales in the Ubiquitous Solutions segment were 478.6 billion yen (US$4,884 million), a decline of 12.9% from the first half of fiscal 2012. Sales in Japan were down by 22.9%. Enterprise PC sales grew due to high demand in line with the conclusion of support for an OS product. In consumer PCs, sales increased owing to higher sales prices that resulted, to some extent, from yen depreciation, even as unit sales fell due to the shrinking market. Still, PC sales overall increased. In mobile phones, sales fell on account of the shrinking market for feature phones and the impact of revisions in the smartphone sales strategies of telecommunications carriers. Also impacting comparisons were the record high shipments of mobile phones coinciding with the release of multiple new models in the second quarter of fiscal 2012. Sales of the Mobilewear sub-segment's car audio and navigation systems were adversely impacted by lower sales of new vehicles due to the conclusion of the government's subsidy program for eco-friendly vehicles, but sales as a whole increased because of strong sales of luxury vehicles. Sales outside Japan increased 21.7%. On a constant currency basis, sales increased 3%. Unit sales of PCs in Europe declined due to an emphasis on profitability, but Mobilewear sales rose, primarily in North America.

The Ubiquitous Solutions segment posted an operating loss of 28.7 billion yen (US$293 million), deteriorating by 39.1 billion yen from the first half of the previous fiscal year. Operating income in Japan was positively impacted by higher sales of PCs. In mobile phones, operating income was adversely impacted by the significant decline in unit sales, in addition to the impact of higher costs from yen depreciation and the cost of functionality enhancements. Operating income for Mobilewear was adversely impacted by higher development expenses. Outside Japan, operating income benefitted from an emphasis on profitability for sales of PCs. In addition, in the same period of the previous fiscal year, the depreciation of the euro versus the dollar caused dollar-denominated parts procurement costs to rise, negatively impacting operating income. Operating income in Mobilewear was positively impacted by higher sales.

Device Solutions

(Billion Yen)

	First-Half FY2013	Change vs. 1H FY2012
Net Sales	304.4	13.3 %
Japan	141.6	-5.7 %
Outside Japan	162.8	37.4 %
Operating Income	18.0	25.0

Net sales in Device Solutions amounted to 304.4 billion yen (US$3,106 million), an increase of 13.3% compared to the first half of fiscal 2012. Sales in Japan declined 5.7%. Sales of LSI devices used in smartphones increased, but sales of LSI devices used in audio-visual equipment and manufacturing equipment decreased. Sales of electronic components, including semiconductor packages and batteries, decreased. Sales outside Japan increased by 37.4%. On a constant currency basis, sales increased 11%. Sales of LSI devices for smartphones increased. Sales of electronic components, primarily to the Americas and China, increased.

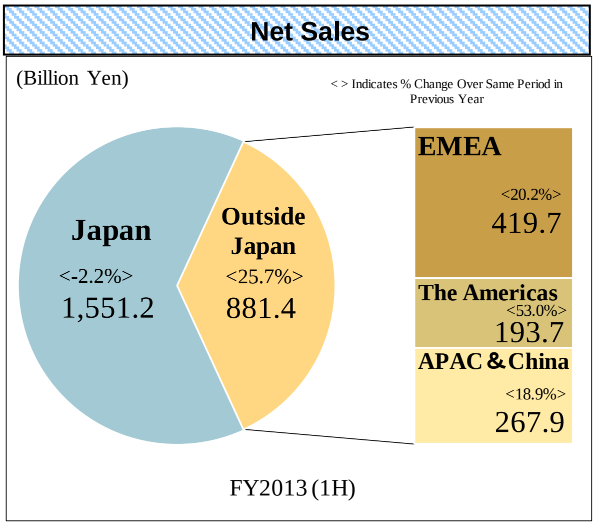
The Device Solutions segment recorded operating income of 18.0 billion yen (US$184 million), an improvement of 25.0 billion yen compared to the first half of fiscal 2012. In Japan, operating income for LSI devices was adversely affected by lower sales, but overhead expenses decreased because of an early retirement incentive plan and other factors. Capacity utilization rates on the production lines for 300mm wafers remained high because of an increase in demand for use in smartphones, but capacity utilization rates on the production lines for standard logic devices continued to be low. Fujitsu is planning to consolidate the production lines for standard logic devices in the Aizu-Wakamatsu region and thereby raise capacity utilization rates. Operating income outside of Japan improved on higher demand and the impact of higher sales resulting from the weaker yen.

Other/Elimination and Corporate

This segment recorded an operating loss of 36.7 billion yen (US$374 million), representing an improvement of 6.0 billion yen from the first half of fiscal 2012 as a result of Group-wide progress in generating cost efficiencies.

<Geographic Information>

Sales and operating income for Fujitsu and its consolidated subsidiaries according to country and region are as follows.



Operating Income (Billion Yen)

	Second Quarter FY2013	Change vs. 2Q FY2012	First Half FY2013	Change vs. 1H FY2012
Japan	45.6 [5.4%]	-10.7 [-1.1%]	47.9 [3.1%]	-14.4 [-0.8%]
Outside Japan	6.0 [1.3%]	10.6 [2.6%]	0.2 [0.0%]	19.0 [2.7%]
EMEA	-0.0 [-0.0%]	6.7 [3.8%]	-8.7 [-2.1%]	10.5 [3.4%]
The Americas	2.7 [2.7%]	3.0 [3.2%]	4.3 [2.2%]	6.9 [4.3%]
APAC & China	3.2 [2.4%]	0.7 [0.3%]	4.7 [1.8%]	1.4 [0.4%]

Note: Numbers inside brackets indicate operating income margin.

In accordance with the adoption of the amended IAS 19, the figures for the second quarter and first half of fiscal 2012 have been retroactively revised. Accordingly, operating income outside Japan, primarily for the EMEA region, has decreased by 1.6 billion yen and 3.3 billion yen, respectively.

2. Explanation of Financial Condition

[Assets, Liabilities and Net Assets] (Billion Yen)

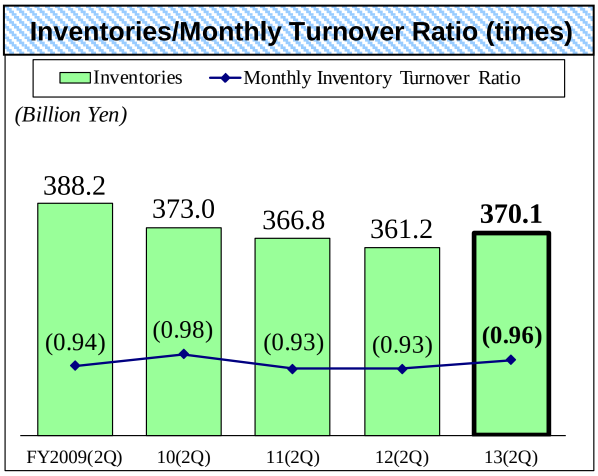
	Year-end FY2012 (at March 31, 2013)	Second Quarter FY2013 (at Sept. 30, 2013)	Change	Second Quarter FY2012 (at Sept. 30, 2012)
Assets				
Current assets	1,722.2	1,727.1	4.8	1,562.7
(Cash and time deposits and Marketable securities)	304.9	341.4	36.5	281.2
(Notes and accounts receivable, trade)	895.9	797.7	-98.2	736.7
(Inventories)	323.0	370.1	47.1	361.2
Non-current assets	1,198.0	1,225.6	27.6	1,200.2
(Property, plant and equipment)	618.4	618.5	0.1	631.8
(Intangible assets)	187.3	186.8	-0.4	218.5
(Investment and other non-current assets)	392.2	420.2	27.9	349.8
Total Assets	2,920.3	2,952.7	32.4	2,763.0
Liabilities				
Current liabilities	1,568.5	1,483.8	-84.6	1,337.3
(Notes and accounts payables, trade)	566.7	541.7	-25.0	528.4
(Short-term borrowings and Current portion of bonds payable)	289.7	309.2	19.5	210.4
(Provision for restructuring charges)	64.0	31.0	-32.9	5.9
Long-term liabilities	599.3	697.7	98.4	599.9
(Long-term debt)	245.2	332.6	87.3	217.8
Total Liabilities	2,167.8	2,181.6	13.7	1,937.3
Net Assets				
Shareholders' equity	825.5	815.9	-9.6	901.4
Accumulated other comprehensive income	-201.5	-174.2	27.2	-199.2
Minority interests in consolidated subsidiaries	128.3	129.4	1.0	123.4
Total Net Assets	752.4	771.1	18.7	825.7
Total Liabilities and Net Assets	2,920.3	2,952.7	32.4	2,763.0

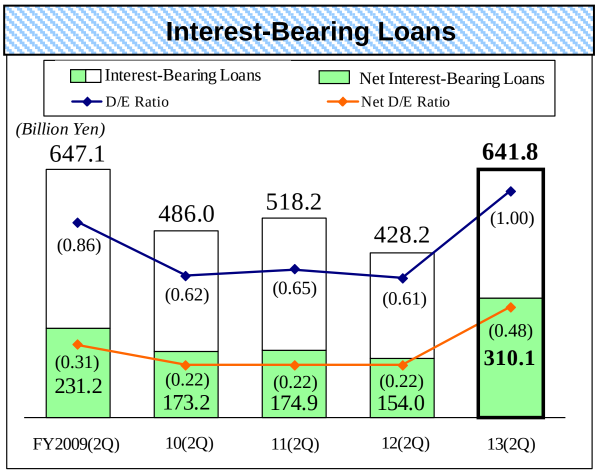
[Cash Flows] (Billion Yen)

	First-Half FY2012 (4/1/12～9/30/12)	First-Half FY2013 (4/1/13～9/30/13)	Change
I. Net cash provided by operating activities	60.2	4.1	-56.1
[Income (loss) before income taxes and minority interests]	[-0.2]	[10.0]	[10.3]
[Depreciation and amortization, including goodwill amortization]	[95.4]	[90.7]	[-4.7]
[Increase (decrease) in provisions]	[-15.8]	[-34.3]	[-18.4]
[(Increase) decrease in receivables, trade]	[148.9]	[115.0]	[-33.9]
[(Increase) decrease in inventories]	[-32.1]	[-49.8]	[-17.7]
[Increase (decrease) in payables, trade]	[-79.1]	[-38.3]	[40.7]
[Income taxes paid]	[-8.2]	[-24.8]	[-16.5]
II. Net cash used in investing activities	-77.7	-59.2	18.5
[Purchases of property, plant and equipment]	[-53.1]	[-55.8]	[-2.6]
[Purchases of intangible assets]	[-28.0]	[-31.0]	[-3.0]
[Proceeds from sales of investment securities]	[0.2]	[10.6]	[10.3]
[Proceeds from transfer of business]	[-]	[10.8]	[10.8]
I+II. Free Cash Flow	-17.5	-55.1	-37.5
III. Net cash provided by financing activities	28.4	91.7	63.2
[Net increase in borrowings (decrease)]	[106.1]	[101.1]	[-5.0]
[Bond issue and redemption]	[-56.9]	[-]	[56.9]
[Dividends paid]	[-11.5]	[-1.5]	[10.0]
Cash and cash equivalents at end of period	274.1	331.7	57.5

Notes; Figures for the year-end FY2012, the first-half of FY2012, and the second quarter of FY2012 have been retroactively revised as a result of the adoption of the amended IAS 19.

(1) Assets, Liabilities and Net Assets





Note: The monthly turnover ratio is calculated by taking first-half sales, dividing by the average balance of inventories in the first-half, and then dividing by 6. The average balance of inventories in the first-half is calculated using the average of the balances at the end of first quarter and second quarter.

Consolidated total assets at the end of the second quarter were 2,952.7 billion yen (US$30,130 million), an increase of 32.4 billion yen from the end of fiscal 2012. The impact of the weaker yen caused the yen value of non-yen assets to increase by approximately 60 billion yen. Current assets increased by 4.8 billion yen compared with the end of fiscal 2012, to 1,727.1 billion yen. Notes and accounts receivable, trade decreased by 98.2 billion yen compared to the end of the prior fiscal year, reflecting the collection associated with the large concentration of sales at the end of the previous fiscal year. In preparation for future expected sales, particularly in the services business, inventories at the end of the quarter increased to 370.1 billion yen, an increase of 47.1 billion yen from the ending balance of fiscal 2012. The monthly inventory turnover ratio, which is an indication of asset utilization efficiency, was 0.96 times, an improvement 0.03 times compared to the end of the second quarter of fiscal 2012. Non-current assets increased by 27.6 billion yen from the end of fiscal 2012, to 1,225.6 billion yen. Investments and other non-current assets increased by 27.9 billion yen because the rise in stock prices increased the value of investment securities.

Consolidated total liabilities amounted to 2,181.6 billion yen (US$22,261 million), an increase of 13.7 billion yen compared to the end of fiscal 2012. Trade notes and accounts payable decreased due to the payment reflecting sales that were concentrated at the end of the previous fiscal year. The payment of expenses associated with the restructuring of the LSI device business and businesses outside Japan caused the provision for business structure improvement to decline. The balance of interest-bearing loans was 641.8 billion yen, an increase of 106.9 billion yen from the end of fiscal 2012. Borrowings increased to finance a portion of working capital. As a result, the D/E ratio was 1.00 times, a deterioration of 0.14 of a percentage point compared to the end of fiscal 2012, and the net D/E ratio was 0.48 times, a deterioration of 0.08 of a percentage point compared to the end of fiscal 2012. Both ratios have deteriorated compared to the end of the second quarter of the previous fiscal year because of the deterioration in owners' equity resulting from the losses recorded in the second half of fiscal 2012 and the first half of fiscal 2013.

Net assets were 771.1 billion yen (US$7,868 million), an increase of 18.7 billion yen from the end of fiscal 2012. Shareholders' equity decreased by 9.6 billion yen as a result of the net loss recorded in the second quarter, but accumulated other comprehensive income increased by 27.2 billion yen as a result of yen depreciation and the rise in stock prices. The owners' equity ratio was 21.7%, essentially unchanged from end of fiscal 2012.

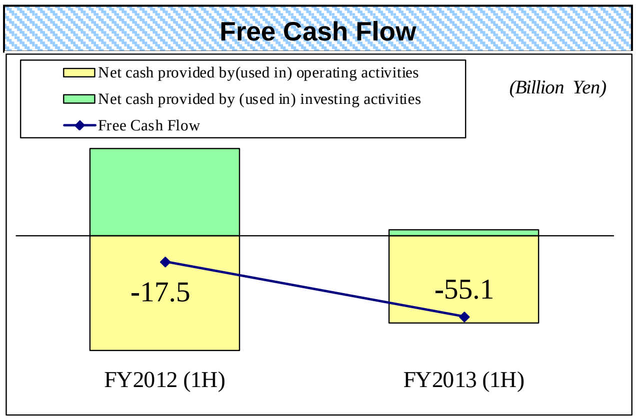
(Billion Yen)

	FY2012 (March 31, 2013)	2Q FY2013 (Sept. 30, 2013)	Change	2Q FY2012 (Sept. 30, 2012)
Cash and Cash Equivalents at End of Period	286.6	331.7	45.1	274.1
Interest-bearing Loans	534.9	641.8	106.9	428.2
Net Interest-bearing Loans	248.3	310.1	61.7	154.0
Owners' Equity	624.0	641.6	17.6	702.2
D/E Ratio (Times)	0.86	1.00	0.14	0.61
Net D/E Ratio (Times)	0.40	0.48	0.08	0.22
Shareholders' Equity Ratio	28.3 %	27.6 %	-0.7 %	32.6 %
Owners' Equity Ratio	21.4 %	21.7 %	0.3 %	25.4 %

1. D/E ratio: Interest-bearing loans/Owners' equity
2. Net D/E ratio: (Interest-bearing loans – Cash and cash equivalents at end of period)/Owner's equity
3. The figures for the second quarter of fiscal 2012 and full-year fiscal 2012 have been retroactively revised in accordance with the adoption of the amended IAS 19 *Employee Benefits*. Owners' equity for the second quarter of fiscal 2012 has been reduced by 103.0 billion yen, and it has been reduced by 157.3 billion yen for full-year fiscal 2012. D/E ratio and others are also revised.

(2) Cash Flows

Net cash flows from operating activities in the first half amounted to 4.1 billion yen (US$42 million). This represents a decrease in cash inflows of 56.1 billion yen compared to the first half of fiscal 2012. The decrease is attributable to the payment of expenses associated with the restructuring of the LSI device business and businesses outside Japan. In addition, in comparison with the first half of fiscal 2012, in which tax payments declined because of the liquidation of a subsidiary in Europe, payment of corporate income taxes and other taxes increased in the current period.



Net cash used in investing activities was 59.2 billion yen (US$604 million). Outflows mainly consisted of the acquisition of property, plant and equipment amounting to 55.8 billion yen, mainly related to datacenters, and the acquisition of intangible assets, primarily software, amounting to 31.0 billion yen. Compared to the same period in fiscal 2012, net outflows decreased by 18.5 billion yen. The sale of investment securities and the sale of a business in conjunction with the restructuring of LSI device business resulted in an inflow of cash.

Free cash flow, the sum of cash flows from operating and investing activities, was negative 55.1 billion yen (US$562 million), representing a decrease in net cash inflows of 37.5 billion yen compared with the same period in the previous fiscal year, mainly due to the payment of business restructuring expenses.

Net cash provided by financing activities was 91.7 billion yen (US$936 million). A portion of working capital was financed through short-term borrowings. In addition, short-term borrowings in the previous fiscal year that were used to finance a special contribution to the pension fund of a UK subsidiary were repaid and replaced by long-term borrowings. Compared to the first half of fiscal 2012, when cash on hand was used to redeem 60.0 billion yen in straight corporate bonds at maturity, cash inflows increased by 63.2 billion yen.

As a result of the above factors, cash and cash equivalents at the end of the second quarter of fiscal 2013 were 331.7 billion yen (US$3,385 million), an increase of 47.1 billion yen compared to the end of fiscal 2012.

(3) Status of Retirement Benefit Plans

Of Fujitsu's unrecognized obligation for retirement benefits, 157.3 billion yen, representing the portion from the pension plans of subsidiaries outside Japan, was reflected on the consolidated balance sheets through other comprehensive income at the beginning of fiscal 2013. The portion from the pension plans of Fujitsu and its subsidiaries in Japan will be reflected on the consolidated balance sheets at the end of fiscal 2013.

The amortization expenses stemming from the actuarial losses in the pension plans of subsidiaries outside Japan are transferred from other comprehensive income.

(Billion Yen)

	Unrecognized Obligation for Retirement Benefits (Off Balance Sheet)		**Amortization Expenses**	
	FY2012 (As of March 31, 2013)		**First-Half FY2013** *(4/1/13-9/30/13)*	
	(Before Revisions)	(After Revisions)		Amounts Transferred From Other Comprehensive Income
Total	466.1	308.7	21.7	8.5
In Japan	308.7	308.7	13.2	-
Outside Japan	157.3	-	8.5	8.5

Note: Amortization expenses exclude one-time amortization expenses of 4.5 billion yen stemming from a partial buyout in the retirement benefit plans at a European subsidiary.

3. FY2013 Earnings Projections

Net sales exceeded projections announced on July 30, 2013 for the first half, by approximately 100 billion yen, and operating income exceeded projections by approximately 20 billion yen. Although results for mobile phones fell short of projections as unit sales declined and costs increased due to yen depreciation, the weaker yen also boosted results for the Services sub-segment outside of Japan and the Device Solutions segment. In addition, for the Services sub-segment in Japan, there was a solid recovery in ICT spending, particularly in the financial and public sectors, and results for network products were positively impacted by an increase in investments by telecommunications carriers. These factors caused sales and operating income to exceed projections. The higher operating income also caused quarterly net income to exceed projections.

As a result, the full-year earnings projections announced on July 30 have been revised. Assumptions regarding the foreign exchange rate for the second half of the fiscal year have not been changed.

Projected net sales for the full fiscal year have been revised upward by 70 billion yen, to 4,620 billion yen. The Technology Solutions segment accounts for 50 billion yen of the increase. Although projected sales for System Products have been revised downward, the upward revision to sales in the Services segment reflects the positive impact of the weaker yen on Services outside Japan and the impact of a recovery in ICT spending on Services in Japan. Sales of Ubiquitous Solutions have been revised upward by 40 billion yen. Although sales of mobile phones are projected to be lower because of lower unit sales, overall sales in the segment are projected to be higher on higher demand for replacement PCs, primarily among enterprise customers, and the positive impact of higher vehicle production on sales in the Mobilewear business. Sales of Device Solutions have been revised downward by 30 billion yen, comprised of 10 billion yen for LSI devices and 20 billion yen for electronic components, despite the positive impact of foreign exchange rates. The lower sales projection for LSI devices reflects a decrease in projected demand in the second half for use in smartphones, and the lower sales projection for electronic components reflects waning demand for use in PCs.

There has been no change to the consolidated operating income projection of 140 billion yen, although the composition has changed. Operating income for Ubiquitous Solutions has been revised down by 22 billion yen because of lower unit sales and higher costs in the mobile phone business, while operating income in the Technology Solutions segment has been revised upward by 17 billion yen owing to the solid performance of network products and the services businesses in and outside of Japan. In addition, the operating loss in the Other/Elimination and Corporate segment is projected to improve by 5 billion yen due to progress in streamlining group-wide expenses.

There has been no change to the full-year net income projection of 45 billion yen.

FY2013 Full-Year Consolidated Forecast (Billion Yen)

	FY2012 (Actual)	Previous Forecast*	FY2013 (Forecast)	Change vs. Previous Forecast*	Change vs. FY2012	Change (%)
Net Sales	4,381.7	4,550.0	4,620.0	70.0	238.2	5.4
Operating Income	88.2	140.0	140.0	-	51.7	58.6
[Operating Income Margin]	[2.0%]	[3.1%]	[3.0%]	[-0.1%]	[1.0%]	
Other Income and Expenses	-140.3	-35.0	-35.0	-	105.3	-
Net Income	-79.9	45.0	45.0	-	124.9	-

[Operating Income by Business Segment]

	FY2012 (Actual)	Previous Forecast*	FY2013 (Forecast)	Change vs. Previous Forecast*	Change vs. FY2012	Change (%)
Technology Solutions	173.9	190.0	207.0	17.0	33.0	19.0
Services	124.6	138.0	150.0	12.0	25.3	20.3
System Platforms	49.3	52.0	57.0	5.0	7.6	15.6
Ubiquitous Solutions	9.6	7.0	-15.0	-22.0	-24.6	-
Device Solutions	-14.2	25.0	25.0	-	39.2	-
Other/Elimination and Corporate	-81.0	-82.0	-77.0	5.0	4.0	-

* Previous Forecast as of July 30, 2013.

** In accordance with the adoption of the amended IAS 19, the figures for fiscal 2012 have been retroactively revised. As a result, operating income for Services has been reduced by 7.0 billion yen.

Forecast for FY2013 Full-Year Consolidated Business Segment Information

<Net Sales* and Operating Income> (Billion Yen)

		FY2012 (Actual)	FY2013 (Forecast)		Change vs. FY2012		
			Current Forecast**	Change vs. Previous Forecast***		Change(%)	Change(%) Constant Currency****
Technology Solutions	Sales	2,942.3	3,150.0	50.0	207.6	7.1	3
	Japan	1,936.4	2,010.0	20.0	73.5	3.8	4
	Outside Japan	1,005.9	1,140.0	30.0	134.0	13.3	2
	Operating Income	173.9	207.0	17.0	33.0	19.0	
	[Operating Income Margin]	[5.9%]	[6.6%]	[0.5%]	[0.7%]		
Services	Sales	2,387.2	2,550.0	70.0	162.7	6.8	3
	Operating Income	124.6	150.0	12.0	25.3	20.3	
	[Operating Income Margin]	[5.2%]	[5.9%]	[0.3%]	[0.7%]		
System Platforms	Sales	555.1	600.0	-20.0	44.8	8.1	4
	Operating Income	49.3	57.0	5.0	7.6	15.6	
	[Operating Income Margin]	[8.9%]	[9.5%]	[1.1%]	[0.6%]		
Ubiquitous Solutions	Sales	1,090.2	1,060.0	40.0	-30.2	-2.8	-6
	Japan	823.0	755.0	35.0	-68.0	-8.3	-8
	Outside Japan	267.1	305.0	5.0	37.8	14.2	3
	Operating Income	9.6	-15.0	-22.0	-24.6	-	
	[Operating Income Margin]	[0.9%]	[-1.4%]	[-2.1%]	[-2.3%]		
Device Solutions	Sales	540.3	590.0	-30.0	49.6	9.2	2
	Japan	295.9	300.0	-40.0	4.0	1.4	1
	Outside Japan	244.4	290.0	10.0	45.5	18.6	2
	Operating Income	-14.2	25.0	-	39.2	-	
	[Operating Income Margin]	[-2.6%]	[4.2%]	[0.2%]	[6.8%]		
LSI	Operating Income	-13.8	13.0	5.0	26.8	-	
Electronic Components	Operating Income	-0.3	12.0	-5.0	12.3	-	
Other/Elimination and Corporate*****	Sales	-191.2	-180.0	10.0	11.2	-	-
	Operating Income	-81.0	-77.0	5.0	4.0	-	
Total	Sales	4,381.7	4,620.0	70.0	238.2	5.4	1
	Japan	2,883.5	2,900.0	-	16.4	0.6	1
	Outside Japan	1,498.2	1,720.0	70.0	221.7	14.8	3
	Operating Income	88.2	140.0	-	51.7	58.6	
	[Operating Income Margin]	[2.0%]	[3.0%]	[-0.1%]	[1.0%]		
<Ratio of Sales outside Japan>		34.2%	37.2%	0.9%	3.0%		

<Net Sales* by Principal Products and Services> (Billion Yen)

	FY2012 (Actual)	FY2013 (Forecast) Current Forecast**	FY2013 (Forecast) Change vs. Previous Forecast***	Change vs. FY2012	Change(%)	Change(%) Constant Currency****
Technology Solutions	2,942.3	3,150.0	50.0	207.6	7.1	3
Services	2,387.2	2,550.0	70.0	162.7	6.8	3
Solutions / SI	837.1	900.0	30.0	62.8	7.5	7
Infrastructure Services	1,550.0	1,650.0	40.0	99.9	6.4	1
System Platforms	555.1	600.0	-20.0	44.8	8.1	4
System Products	262.9	265.0	-30.0	2.0	0.8	-2
Network Products	292.2	335.0	10.0	42.7	14.6	10
Ubiquitous Solutions	1,090.2	1,060.0	40.0	-30.2	-2.8	-6
PCs / Mobile Phones	822.8	755.0	25.0	-67.8	-8.2	-11
Mobilewear	267.4	305.0	15.0	37.5	14.0	10
Device Solutions	540.3	590.0	-30.0	49.6	9.2	2
LSI******	289.6	310.0	-10.0	20.3	7.0	0
Electronic Components	252.5	280.0	-20.0	27.4	10.9	3

Notes:

* Net sales include intersegment sales.

** Current forecast as of October 31, 2013.

*** Previous forecast as of July 30, 2013.

**** The impact of exchange rate fluctuation has been calculated by using the average U.S. dollar, euro and British pound exchange rates for FY2012 to translate the current period’s net sales outside Japan into yen.

***** "Other/Elimination and Corporate" includes Japan's next-generation supercomputer project; facility services and the development of information services for Fujitsu Group companies; and welfare benefits for Fujitsu Group employees, as well as strategic expenses such as basic research and joint costs associated with Group management conducted by the parent company.

****** Sales figures for LSI include intrasegment sales to the electronic components segment.

******* In accordance with the adoption of the amended IAS 19, the figures for FY2012 have been retroactively revised. As a result, operating income for the Services sub-segment has decreased by 7.0 billion yen.

[Miscellaneous Forecasts for FY2013]

a.Exchange rate (Average)

(Yen)

	FY2012		FY2013		Change vs. previous forecast**
	1Q, 2Q Actual	3Q,4Q Actual	1Q,2Q Actual	3Q,4Q Current Forecast*	
U.S. Dollar	79	87	99	93	-
euro	101	114	130	120	-
British pound	126	137	152	140	-

Reference information:

A 1 yen fluctuation (depreciation/appreciation) had the following effect on operating income in the first-half of FY2013.

U.S. dollar : Increase/decrease by approximately 0.2 billion yen.
euro: Increase/decrease by approximately 0 billion yen.
British pound: Increase/decrease by approximately 0 billion yen.

A 1 yen fluctuation (depreciation/appreciation) is expected to have the following effect on operating income in the full-year of FY2013.

U.S. dollar : Increase/decrease by approximately 0 billion yen.
euro: Increase/decrease by approximately 0.2 billion yen.
British pound: Increase/decrease by approximately 0 billion yen.

b.R&D Expenses

(Billion Yen)

	First-Half		Full-Year		Change vs. previous forecast**
	FY2012 Actual	FY2013 Actual	FY2012 Actual	FY2013 Current Forecast*	
R&D Expenses	114.6	112.0	231.0	220.0	-
As % of Sales	5.5%	5.2%	5.3%	4.8%	-

c.Capital Expenditures and Depreciation

(Billion Yen)

	First-Half		Full-Year		Change vs. previous forecast**
	FY2012 Actual	FY2013 Actual	FY2012 Actual	FY2013 Current Forecast*	
Technology Solutions	29.1	30.5	59.5	80.0	-
Ubiquitous Solutions	7.0	7.5	14.6	15.0	-
Device Solutions	19.6	17.4	40.4	35.0	-
Other/Corporate	3.6	1.7	7.0	5.0	-
Total	59.5	57.2	121.7	135.0	-
Depreciation	57.8	55.2	116.5	110.0	-

d.Cash Flows

(Billion Yen)

	First-Half		Full-Year		Change vs. previous forecast**
	FY2012 Actual	FY2013 Actual	FY2012 Actual	FY2013 Current Forecast*	
Net income	-14.4	-9.6	-79.9	45.0	-
Depreciation & goodwill amortization***	95.4	90.7	192.6	180.0	-
Others*****	-20.8	-76.9	-41.6	5.0	-
(A)Cash flows from operating activities	60.2	4.1	71.0	230.0	-
(B)Cash flows from investing activities	-77.7	-59.2	-161.4	-170.0	-
(C)Free cash flow (A)+(B)	-17.5	-55.1	-90.4	60.0	-
FCF excluding one-time items****	-17.8	-76.5	8.4	40.0	-10.0
(D)Cash flows from financing activities	28.4	91.7	100.3	-60.0	-
(E)Total (C)+(D)	10.8	36.6	9.9	0	-

Notes:

* Current forecast as of October 31, 2013.

** Previous forecast as of July 30, 2013.

*** Depreciation & goodwill amortization include amortization of intangible assets.

**** FCF excluding one-time items is free cash flow minus proceeds from the sale of investment securities, proceeds from the transfer of business and a special contribution during fiscal 2012 into the pension scheme of a UK subsidiary (114.3 billion yen).

***** Others in cash flows from operating activities for forecast of fiscal 2013 include expenditures regarding structural reforms in the LSI device business, and business outside of Japan (approximately 40 billion yen).

e.PC Shipments

(Million Units)

	First-Half		Full-Year		Change vs. previous forecast**
	FY2012 Actual	FY2013 Actual	FY2012 Actual	FY2013 Current Forecast*	
PC Shipments	2.87	2.46	5.83	5.50	0.15

f.Mobile Phone Shipments

(Million Units)

	First-Half		Full-Year		Change vs. previous forecast**
	FY2012 Actual	FY2013 Actual	FY2012 Actual	FY2013 Current Forecast*	
Mobile Phone Shipments	3.80	1.30	6.50	4.20	-1.00

g.Employees

(Thousands)

	2Q FY2012 At Sept. 30, 2012 Actual	FY2012 At March 31, 2013 Actual	2Q FY2013 At Sept. 30, 2013 Actual
Japan	108	104	102
Outside Japan	65	65	61
Total	173	169	163

Note Through the implementation of an early retirement incentive plan in the LSI device business in Japan, 1.6 thousand employees had retired by the end of June 2013.
In addition, the sale of the microcontroller and analog device business reduced headcount in and outside of Japan by approximately one thousand of employees.
The reduction in the number of employees outside of Japan since the end of the previous fiscal year is primarily attributable to structural reforms and the sale of a subsidiary in the EMEA region.

Notes:
* Current forecast as of October 31, 2013.
** Previous forecast as of July 30, 2013.

Part II: Financial Tables

1. FY2013 First-Half Consolidated Balance Sheets

		Yen (Millions)	
		March 31 2013	**September 30 2013**
Assets			
Current assets:			
Cash and time deposits	**Y**	202,502	**284,456**
Notes and accounts receivable, trade		895,984	**797,705**
Marketable securities		102,463	**57,030**
Finished goods		122,258	**133,321**
Work in process		113,362	**139,958**
Raw materials		87,472	**96,913**
Deferred tax assets		81,988	**83,306**
Others		128,341	**146,967**
Allowance for doubtful accounts		(12,079)	**(12,533)**
Total current assets		1,722,291	**1,727,123**
Non-current assets:			
Property, plant and equipment, net of accumulated depreciation:			
Buildings		274,932	**273,883**
Machinery		80,525	**80,628**
Equipment		126,069	**125,828**
Land		108,947	**108,629**
Construction in progress		27,987	**29,612**
Total property, plant and equipment		618,460	**618,580**
Intangible assets:			
Software		133,818	**135,491**
Goodwill		29,574	**28,464**
Others		23,931	**22,897**
Total intangible assets		187,323	**186,852**
Investments and other non-current assets:			
Investment securities		171,792	**183,600**
Deferred tax assets		67,018	**68,721**
Net defined benefit asset		51,393	**58,671**
Others		104,160	**111,247**
Allowance for doubtful accounts		(2,111)	**(2,016)**
Total investments and other non-current assets		392,252	**420,223**
Total non-current assets		1,198,035	**1,225,655**
Total assets	**Y**	2,920,326	**2,952,778**

		Yen (Millions)	
		March 31 2013	**September 30 2013**
Liabilities and net assets			
Liabilities			
Current liabilities:			
Notes and accounts payables, trade	**Y**	566,757	**541,753**
Short-term borrowings		269,522	**229,067**
Current portion of bonds payable		20,200	**80,200**
Lease obligations		14,385	**13,293**
Accrued expenses		322,765	**305,573**
Accrued income taxes		23,316	**18,405**
Provision for product warranties		26,847	**20,699**
Provision for construction contract losses		8,974	**10,990**
Provision for restructuring charges		64,012	**31,025**
Others		251,731	**232,839**
Total current liabilities		1,568,509	**1,483,844**
Long-term liabilities:			
Bonds payable		210,100	**150,100**
Long-term borrowings		35,145	**182,500**
Lease obligations		26,764	**26,108**
Deferred tax liabilities		33,278	**41,055**
Revaluation of deferred tax liabilities		503	**503**
Provision for loss on repurchase of computers		12,427	**12,041**
Provision for product warranties		2,195	**2,173**
Provision for recycling expenses		1,870	**1,861**
Provision for restructuring charges		13,822	**14,998**
Net defined benefit liability		207,125	**204,456**
Others		56,150	**61,986**
Total long-term liabilities		599,379	**697,781**
Total liabilities		2,167,888	**2,181,625**
Net assets			
Shareholders' equity:			
Common stock		324,625	**324,625**
Capital surplus		236,429	**236,429**
Retained earnings		264,849	**255,224**
Treasury stock, at cost		(340)	**(367)**
Total shareholders' equity		825,563	**815,911**
Accumulated other comprehensive income:			
Unrealized gain and loss on securities, net of taxes		25,070	**34,685**
Deferred gains or losses on hedges		(38)	**96**
Revaluation surplus on land		2,583	**2,582**
Foreign currency translation adjustments		(79,409)	**(59,555)**
Remeasurements of defined benefit plans, net of taxes		(149,724)	**(152,056)**
Total accumulated other comprehensive income		(201,518)	**(174,248)**
Subscription rights to shares		80	**82**
Minority interests in consolidated subsidiaries		128,313	**129,408**
Total net assets		752,438	**771,153**
Total liabilities and net assets	**Y**	2,920,326	**2,952,778**

2. FY2013 First-Half Consolidated Income Statements and Consolidated Statements of Comprehensive Income

[First-Half Consolidated Income Statements]

		Yen (Millions)	
		1H FY2012 (4/1/12~9/30/12)	**1H FY2013 (4/1/13~9/30/13)**
Net sales	Y	2,071,813	**2,151,601**
Cost of sales		1,511,645	**1,581,472**
Gross profit		560,168	**570,129**
Selling, general and administrative expenses		555,832	**559,308**
Operating income		4,336	**10,821**
Other income:			
Interest income		930	**981**
Dividend income		1,480	**2,106**
Equity in earnings of affiliates, net		1,263	**1,807**
Gain on foreign exchange, net		-	**915**
Gain on sales of investment securities		241	**1,829**
Gain on negative goodwill		199	**-**
Others		2,892	**3,479**
Total other income		7,005	**11,117**
Other expenses:			
Interest charges		3,731	**3,191**
Loss on foreign exchange, net		2,008	**-**
Loss on disposal of property, plant and equipment and intangible assets		1,013	**975**
Restructuring charges		-	* **3,768**
Impairment loss		-	**85**
Others		4,822	**3,842**
Total other expenses		11,574	**11,861**
Income (loss) before income taxes and minority interests		(233)	**10,077**
Income taxes:			
Current		9,301	**13,208**
Deferred		3,268	**2,304**
Total income taxes		12,569	**15,512**
Income (loss) before minority interests		(12,802)	**(5,435)**
Minority interests in income of consolidated subsidiaries		1,611	**4,191**
Net income (loss)	Y	(14,413)	**(9,626)**

* Please refer to page 40 "Presentation of Consolidated Income Statements"

[First-Half Consolidated Statements of Comprehensive Income]

		Yen (Millions)	
		1H FY2012 (4/1/12~9/30/12)	**1H FY2013 (4/1/13~9/30/13)**
Income (loss) before minority interests	**Y**	(12,802)	**(5,435)**
Other comprehensive income:			
Unrealized gain and loss on securities, net of taxes		(4,640)	**9,767**
Deferred gains or losses on hedges, net of taxes		(26)	**82**
Foreign currency translation adjustments		(9,618)	**18,663**
Remeasurements of defined benefit plans, net of taxes		10,035	**(2,429)**
Share of other comprehensive income of affiliates accounted for using the equity method		(1,276)	**1,829**
Total other comprehensive income		(5,525)	**27,912**
Comprehensive income:	**Y**	(18,327)	**22,477**
Attributable to:			
Owners of the parent		(18,891)	**17,543**
Minority interests	**Y**	564	**4,934**

[Second Quarter Consolidated Income Statements]

		Yen (Millions)	
		2Q FY2012 (7/1/12~9/30/12)	**2Q FY2013** **(7/1/13~9/30/13)**
Net sales	**Y**	1,114,443	**1,152,368**
Cost of sales		804,892	**841,852**
Gross profit		309,551	**310,516**
Selling, general and administrative expenses		278,476	**276,859**
Operating income		31,075	**33,657**
Other income:			
Interest income		446	**490**
Dividend income		261	**124**
Equity in earnings of affiliates, net		-	**841**
Gain on sales of investment securities		226	**78**
Others		1,319	**1,786**
Total other income		2,252	**3,319**
Other expenses:			
Interest charges		1,877	**1,592**
Equity in losses of affiliates, net		570	**-**
Loss on foreign exchange, net		551	**5**
Loss on disposal of property, plant and equipment and intangible assets		615	**555**
Restructuring charges		-	**3,768**
Impairment loss		-	**85**
Others		3,316	**2,159**
Total other expenses		6,929	**8,164**
Income before income taxes and minority interests		26,398	**28,812**
Income taxes:			
Current		6,947	**10,279**
Deferred		7,518	**4,006**
Total income taxes		14,465	**14,285**
Income before minority interests		11,933	**14,527**
Minority interests in income of consolidated subsidiaries		854	**2,170**
Net income	**Y**	11,079	**12,357**

[Second Quarter Consolidated Statements of Comprehensive Income]

		Yen (Millions)	
		2Q FY2012 (7/1/12~9/30/12)	**2Q FY2013 (7/1/13~9/30/13)**
Income before minority interests	**Y**	11,933	**14,527**
Other comprehensive income:			
Unrealized gain and loss on securities, net of taxes		(1,330)	**3,822**
Deferred gains or losses on hedges, net of taxes		3	**80**
Foreign currency translation adjustments		712	**8,189**
Remeasurements of defined benefit plans, net of taxes		385	**(2,880)**
Share of other comprehensive income of affiliates accounted for using the equity method		(463)	**640**
Total other comprehensive income		(693)	**9,851**
Comprehensive income:	**Y**	11,240	**24,378**
Attributable to:			
Owners of the parent		10,482	**22,298**
Minority interests	**Y**	758	**2,080**

3. FY2013 First-Half Consolidated Statements of Cash Flows

		Yen (Millions)	
		1H FY2012 (4/1/12~9/30/12)	**1H FY2013 (4/1/13~9/30/13)**
1. Cash flows from operating activities:			
Income (loss) before income taxes and minority interests	**Y**	(233)	**10,077**
Depreciation and amortization		88,032	**85,804**
Impairment loss		-	**85**
Amortization of goodwill		7,406	**4,913**
Increase (decrease) in provisions		(15,865)	**(34,353)**
Retirement benefit expenses, net of contribution		52	**(1,375)**
Interest and dividend income		(2,410)	**(3,087)**
Interest charges		3,731	**3,191**
Equity in earnings of affiliates, net		(1,263)	**(1,807)**
Loss on disposal of non-current assets		1,816	**1,250**
(Increase) decrease in receivables, trade		148,953	**115,027**
(Increase) decrease in inventories		(32,139)	**(49,896)**
Increase (decrease) in payables, trade		(79,155)	**(38,397)**
Other, net		(49,617)	**(63,094)**
Cash generated from operations		69,308	**28,338**
Interest and dividends received		2,945	**3,971**
Interest paid		(3,764)	**(3,338)**
Income taxes paid		(8,271)	**(24,868)**
Net cash provided by operating activities		60,218	**4,103**
2. Cash flows from investing activities:			
Purchases of property, plant and equipment		(53,149)	**(55,802)**
Proceeds from sales of property, plant and equipment		3,650	**3,312**
Purchases of intangible assets		(28,002)	**(31,023)**
Purchases of investment securities		(2,272)	**(4,922)**
Proceeds from sales of investment securities		248	**10,631**
Proceeds from transfer of business		-	* **10,807**
Other, net		1,745	**7,778**
Net cash used in investing activities		(77,780)	**(59,219)**
1+2 [Free Cash Flow]		(17,562)	**(55,116)**
3. Cash flows from financing activities:			
Increase (decrease) in short-term borrowings		110,869	**(4,227)**
Proceeds from long-term debt		11,500	**151,477**
Repayment of long-term debt		(16,217)	**(46,107)**
Proceeds from issuance of bonds		5,767	**-**
Repayment of bonds		(62,678)	**-**
Proceeds from sales of treasury stock		5	**-**
Purchase of treasury stock		(14)	**(27)**
Dividends paid		(11,583)	**(1,550)**
Other, net		(9,207)	**(7,842)**
Net cash provided by financing activities		28,442	**91,724**
4. Effect of exchange rate changes on cash and cash equivalents		(3,928)	**11,103**
5. Net increase (decrease) in cash and cash equivalents		6,952	**47,711**
6. Cash and cash equivalents at beginning of period		266,698	**284,548**
7. Cash and cash equivalents of newly consolidated subsidiaries		528	**-**
8. Cash and cash equivalents resulting from exclusion of subsidiaries		-	**(532)**
9. Cash and cash equivalents at end of period	**Y**	274,178	**331,727**

* Please refer to page 40 "Presentation of Consolidated Statements of Cash Flows"

4. Cautionary Note Regarding Assumptions of a Going Concern

There are none.

5. Significant Changes in Shareholder's Equity

There are none.

6. Notes to FY2013 First-Half Consolidated Financial Statements

Changes in Accounting Policies

From the first quarter of this fiscal year, the Fujitsu Group's consolidated subsidiaries outside Japan have adopted IAS 19 *Employee Benefits* (issued on June 16, 2011). The main changes resulting from the adoption of these accounting standards are as follows. 1) Regarding remeasurements of the net defined benefit liability (asset), including actuarial gains and losses, the option to defer partial recognition is eliminated, and immediate recognition through net assets, net of tax effects as remeasurements of defined benefit plans, net of taxes in accumulated other comprehensive income, is required. The funded status is recognized as a liability or asset. 2) Previously consolidated subsidiaries outside Japan applied the corridor approach for recognizing a portion of actuarial gains and losses as an expense. Under the corridor approach, when the net cumulative unrecognized actuarial gains and losses at the end of the previous fiscal year exceed the greater of 10% of the present value of the defined benefit obligation or 10% of the fair value of plan assets, the excess amount is recognized as an expense over the expected average remaining service lives of employees. From the first quarter of this fiscal year, consolidated subsidiaries outside Japan recognize actuarial gains and losses in accumulated other comprehensive income and do not recycle to the income statement in accordance with the adoption of IAS19. However, in the process of the Group's consolidation, actuarial gains and losses are recycled to the income statement in line with the "Accounting Standards Board of Japan, Practical Issues Task Force, No.18 (issued on February 19, 2010). Actuarial gains and losses are periodically recognized as an expense over the expected average remaining service lives of employees. 3) The net interest on the net defined benefit liability (asset) replaces the recognition of the interest cost and the expected return on plan assets previously required.

These changes to accounting policies are applied retroactively, and the quarterly and annual consolidated financial statements of the previous fiscal year now reflect this retroactive application.

As a result, compared to the amounts prior to the retroactive application, the amounts in the first half of fiscal 2012 for operating income, income before income taxes and minority interests, and net income have all been reduced by 3,354 million yen. Other comprehensive income and comprehensive income have increased by 10,031 million yen and 6,677 million yen, respectively. The amounts in the second quarter of fiscal 2012 for operating income, income before income taxes and minority interests, and net income have all been reduced by 1,658 million yen. Other comprehensive income has increased by 328 million yen and comprehensive income has decreased by 1,330 million yen. The balance as of the end of the previous fiscal year for investments and other non-current assets decreased by 128,728 million yen, long-term liabilities increased by 28,643 million yen, net assets decreased by 157,371 million yen (of which retained earnings decreased by 7,006 million yen and accumulated other comprehensive income decreased by 150,365 million yen). In addition, as a result of reflecting the amount cumulative effects, the balance of net assets at the beginning of the previous fiscal year decreased by 109,714 million yen (of which accumulated other comprehensive income decreased by 109,714 million yen). The impact on per-share amounts is reported elsewhere in these statements.

Changes in the Presentation of Consolidated Financial Statements

(Quarterly Consolidated Balance Sheets)

As a result of the adoption, starting from this first quarter consolidated accounting period, of IAS 19 *Employee Benefits*, (issued June 16, 2011), the method of presentation has changed. In addition, with the adoption of IAS 19 by the Fujitsu Group's consolidated subsidiaries outside Japan, the method of presenting prepaid pension costs and accrued retirement benefits for Fujitsu Limited and its subsidiaries in Japan has been changed. To reflect these changes in the method of presentation, Fujitsu has reclassified the consolidated financial statements for fiscal 2012.

As a result, in the consolidated balance sheets for fiscal 2012, the 180,121 million yen in prepaid pension costs in investments and other non-current assets and the 178,482 million yen in accrued retirement benefits in long-term liabilities have been reclassified as 51,393 million yen in net defined benefit asset in investments and other non-current assets and 207,125 million yen in net defined benefit liability in long-term liabilities, -7,006 million yen in retained earnings in share holders' equity, -641 million yen in foreign currency translation adjustments and -149,724 million yen in remeasurements of defined benefit plans, net of taxes in accumulated other comprehensive income.

(Quarterly Consolidated Statements of Cash Flows)

In line with the adoption of IAS 19 *Employee Benefits* from this first quarter consolidated accounting period, the method of presentation has changed. In addition, for the first half of fiscal 2012, accrued retirement benefits included in "Increase (decrease) in provisions" and increases and decreases of prepaid pension costs included in the "Other, net" are now presented with increases and decreases in net defined benefit liability (asset) as "Retirement benefit expenses, net of contribution." To reflect these changes in the method of presentation, we have reclassified the consolidated financial statements for the first half of fiscal 2012.

As a result, in the statement of cash flows for the first half of fiscal 2012, the 3,121 million yen in "Income (loss) before income taxes and minority interests, the -18,934 million yen in "Increase (decrease) in provisions," and the -49,850 million yen in "Other, net" have been reclassified as -233 million yen in "Income (loss) before income taxes and minority interests," -15,865 million yen in "Increase (decrease) in provisions," 52 million yen in "Retirement benefit expenses, net of contribution," and -49,617 million yen in "Other, net" in cash flows from operating activities.

Quarterly Balance Sheet Statement

1H FY2013 (September 30, 2013)
(Additional Information) Changes in the balances of the components of “Remeasurements of defined benefit plans, net of taxes” in “Accumulated other comprehensive income” in the first half of fiscal 2013 are as follows. The unrecognized actuarial gain or loss recorded in remeasurements of defined benefit plans, net of taxes increased by 13,096 million yen (including a one-time write-off of 4,550 million yen stemming mainly from a partial buyout in the retirement benefit plan of a European subsidiary) as a result of the recycling to the income statement. On the other hand, it decreased by 15,428 million yen due to the impact of exchange rates to remeasurements of net defined benefit plans, net of taxes denominated in foreign currency in consolidated subsidiaries outside Japan upon conversion into yen.

Presentation of Consolidated Income Statements

	1H FY2012 (4/1/2012 – 9/30/2012)	**1H FY2013** (4/1/2013 – 9/30/2013)
Restructuring charges	________________	Personnel-related expenses, primarily in its businesses outside Japan, and restructuring expenses for its LSI device business.

Presentation of Consolidated Statements of Cash Flows

	1H FY2012 (4/1/2012 – 9/30/2012)	**1H FY2013** (4/1/2013 – 9/30/2013)
Cash flows from investing activities: Proceeds from transfer of business	________________	(Additional Information) Primarily the proceeds from the sale of the microcontroller and analog device.

7. Segment Information

I. Segment Overview

Fujitsu’s reportable business segments consist of components of the Fujitsu Group for which discrete financial information is available and whose operating results are regularly reviewed by the Group’s executive decision-making body to make decisions about resource allocation to the segments and assess their performance.

In the field of information and communication technology (ICT), while delivering wide varieties of services, the Group offers comprehensive solutions, from the development, manufacturing, and sales, to the maintenance and operations of cutting-edge, high-performance and high-quality products, and electronic devices that support services. The Group's business is organized into three reportable segments—Technology Solutions, Ubiquitous Solutions, and Device Solutions—based on the Group's managerial structure, characteristics of the products and services, and the similarities of the sales market within each operating segment. Managerial structure and product and service classification in each reportable segment are as follows.

(1) Technology Solutions
To optimally deliver to customers services that integrate products, software, and services, the segment is organized in a matrix management structure comprised of business departments that are organized by product and service type, in order to manage costs and devise global business strategies, and sales departments that are organized along industry and geographic lines.
This reportable segment consists of Solutions/Systems Integration, which are services for the construction of information and communication systems, Infrastructure Services, which are primarily outsourcing and maintenance services, System Products, which covers mainly the servers and storage systems that comprise ICT platforms, and Network Products, which are used to build communications infrastructure, such as mobile phone base stations and optical transmission systems.

(2) Ubiquitous Solutions
The segment is organized into independent business management units along product lines and includes the sales departments.
This reportable segment contains ubiquitous terminals—including personal computers and mobile phones, as well as car audio and navigation systems, mobile communication equipment, and automotive electronic equipment—that collect various information and knowledge generated from the behavioral patterns of people and organizations needed to achieve the Group’s vision of a “Human Centric Intelligent Society” (a society that enjoys the benefits of the value generated by ICT without requiring anyone to be conscious of the technological complexities involved).

(3) Device Solutions
The segment is organized by product in independent business management units which include the respective sales departments and contains cutting-edge technologies, including LSI devices used in digital home appliances, automobiles, mobile phones and servers, as well as electronic components, such as semiconductor packages and batteries.

II. First Half of Fiscal 2012 (April 1, 2012 to September 30, 2012)

1.Amounts of Net Sales, Profit or Loss by Reportable Segments

(Million Yen)

	Reportable Segments				Other (*)	Total
	Technology Solutions	Ubiquitous Solutions	Device Solutions	Sub-Total		
Net Sales						
External customers	1,314,193	494,988	241,987	2,051,168	12,741	2,063,909
Inter-segment	26,249	54,400	26,704	107,353	22,966	130,319
Total net sales	1,340,442	549,388	268,691	2,158,521	35,707	2,194,228
Operating Income (Loss)	43,740	10,428	-7,039	47,129	-3,152	43,977

* The “Other” segment consists of operations not included in reportable segments, such as Japan’s Next-Generation Supercomputer project, facility services and development of information systems for group companies, and welfare benefits for group employees.

2.Reconciliation of Net Sales and Operating Income or Loss of Reportable Segments with those of the Consolidated Income Statements

(Million Yen)

Reconciliation of Net Sales	Amount
Total of Reportable Segments	2,158,521
Net Sales of "Other" Category	35,707
Elimination of Intersegment Transactions	-122,415
Net Sales in Consolidated Income Statements	2,071,813

(Million Yen)

Reconciliation of Operating Income (Loss)	Amount
Total of Reportable Segments	47,129
Operating Income (Loss) of "Other" Category	-3,152
Corporate Expenses *	-37,085
Elimination of Intersegment Transactions	-2,556
Operating Income in Consolidated Income Statements	4,336

* Corporate Expenses mainly consist of strategic expenses such as basic research and development expenses which are not attributable to the reportable segments and group management shared expenses incurred by Fujitsu.

III. First Half of Fiscal 2013 (April 1, 2013 to September 30, 2013)

1.Amounts of Net Sales, Profit or Loss by Reportable Segments

(Million Yen)

	Reportable Segments				Other (*)	Total
	Technology Solutions	Ubiquitous Solutions	Device Solutions	Sub-Total		
Net Sales						
External customers	1,438,503	419,017	279,514	2,137,034	5,653	2,142,687
Inter-segment	24,464	59,678	24,963	109,105	21,580	130,685
Total net sales	1,462,967	478,695	304,477	2,246,139	27,233	2,273,372
Operating Income (Loss)	58,308	-28,752	18,056	47,612	-3,902	43,710

* The “Other” segment consists of operations not included in reportable segments, such as Japan’s Next-Generation Supercomputer project, facility services and development of information systems for group companies, and welfare benefits for group employees.

2.Reconciliation of Net Sales and Operating Income or Loss of Reportable Segments with those of the Consolidated Income Statements

(Million Yen)

Reconciliation of Net Sales	Amount
Total of Reportable Segments	2,246,139
Net Sales of "Other" Category	27,233
Elimination of Intersegment Transactions	-121,771
Net Sales in Consolidated Income Statements	2,151,601

(Million Yen)

Reconciliation of Operating Income (Loss)	Amount
Total of Reportable Segments	47,612
Operating Income (Loss) of "Other" Category	-3,902
Corporate Expenses *	-33,002
Elimination of Intersegment Transactions	113
Operating Income in Consolidated Income Statements	10,821

* Corporate Expenses mainly consist of strategic expenses such as basic research and development expenses which are not attributable to the reportable segments and group management shared expenses incurred by Fujitsu.

3.Issues relating to changes in reporting segments.

As stated in “Change in Accounting Policies,” accounting policies changes of the first quarter of this fiscal year are applied retroactively, and this retroactive application is reflected on the segment information for the first-half of fiscal 2012.

As a result, compared to the figure prior to the retroactive application, the segment operating income for the Technology Solutions segment for the first-half of fiscal 2012 has been reduced by 3,354 million yen.

IV. Second Quarter of Fiscal 2012 (July 1, 2012 to September 30, 2012)

1.Amounts of Net Sales, Profit or Loss by Reportable Segments

(Million Yen)

	Reportable Segments				Other (*)	Total
	Technology Solutions	Ubiquitous Solutions	Device Solutions	Sub-Total		
Net Sales						
External customers	699,821	283,187	123,955	1,106,963	3,434	1,110,397
Inter-segment	13,501	31,587	14,361	59,449	12,582	72,031
Total net sales	713,322	314,774	138,316	1,166,412	16,016	1,182,428
Operating Income (Loss)	44,561	12,463	-3,383	53,641	-1,675	51,966

* The “Other” segment consists of operations not included in reportable segments, such as Japan’s Next-Generation Supercomputer project, facility services and development of information systems for group companies, and welfare benefits for group employees.

2.Reconciliation of Net Sales and Operating Income or Loss of Reportable Segments with those of the Consolidated Income Statements

(Million Yen)

Reconciliation of Net Sales	Amount
Total of Reportable Segments	1,166,412
Net Sales of "Other" Category	16,016
Elimination of Intersegment Transactions	-67,985
Net Sales in Consolidated Income Statements	1,114,443

(Million Yen)

Reconciliation of Operating Income (Loss)	Amount
Total of Reportable Segments	53,641
Operating Income (Loss) of "Other" Category	-1,675
Corporate Expenses *	-19,465
Elimination of Intersegment Transactions	-1,426
Operating Income in Consolidated Income Statements	31,075

* Corporate Expenses mainly consist of strategic expenses such as basic research and development expenses which are not attributable to the reportable segments and group management shared expenses incurred by Fujitsu.

V. Second Quarter of Fiscal 2013 (July 1, 2013 to September 30, 2013)

1.Amounts of Net Sales, Profit or Loss by Reportable Segments

(Million Yen)

	Reportable Segments				Other (*)	Total
	Technology Solutions	Ubiquitous Solutions	Device Solutions	Sub-Total		
Net Sales						
External customers	772,149	227,638	144,967	1,144,754	3,023	1,147,777
Inter-segment	13,230	35,109	14,126	62,465	11,028	73,493
Total net sales	785,379	262,747	159,093	1,207,219	14,051	1,221,270
Operating Income (Loss)	55,726	-11,607	10,419	54,538	-2,355	52,183

* The “Other” segment consists of operations not included in reportable segments, such as Japan’s Next-Generation Supercomputer project, facility services and development of information systems for group companies, and welfare benefits for group employees.

2.Reconciliation of Net Sales and Operating Income or Loss of Reportable Segments with those of the Consolidated Income Statements

(Million Yen)

Reconciliation of Net Sales	Amount
Total of Reportable Segments	1,207,219
Net Sales of "Other" Category	14,051
Elimination of Intersegment Transactions	-68,902
Net Sales in Consolidated Income Statements	1,152,368

(Million Yen)

Reconciliation of Operating Income (Loss)	Amount
Total of Reportable Segments	54,538
Operating Income (Loss) of "Other" Category	-2,355
Corporate Expenses *	-16,380
Elimination of Intersegment Transactions	-2,146
Operating Income in Consolidated Income Statements	33,657

* Corporate Expenses mainly consist of strategic expenses such as basic research and development expenses which are not attributable to the reportable segments and group management shared expenses incurred by Fujitsu.

3.Issues relating to changes in reporting segments.

As stated in “Change in Accounting Policies,” accounting policies changes of the first quarter of this fiscal year are applied retroactively, and this retroactive application is reflected on the segment information for the second quarter of fiscal 2012.

As a result, compared to the figure prior to the retroactive application, the segment operating income for the Technology Solutions segment for the second quarter of fiscal 2012 has been reduced by 1,658 million yen.

[Related Information]

Geographical Information

Net Sales

First Half of Fiscal 2012 (April 1, 2012 to September 30, 2012) (Million Yen)

Japan	Outside Japan				Total
	EMEA	The Americas	APAC/China	Sub-total	
1,378,540	339,559	135,587	218,127	693,273	2,071,813
[66.5 %]	[16.4 %]	[6.6 %]	[10.5 %]	[33.5 %]	[100.0 %]

First Half of Fiscal 2013 (April 1, 2013 to September 30, 2013) (Million Yen)

Japan	Outside Japan				Total
	EMEA	The Americas	APAC/China	Sub-total	
1,292,123	414,237	198,619	246,622	859,478	2,151,601
[60.1 %]	[19.2 %]	[9.2 %]	[11.5 %]	[39.9 %]	[100.0 %]

Second Quarter of Fiscal 2012 (July 1, 2012 to September 30, 2012) (Million Yen)

Japan	Outside Japan				Total
	EMEA	The Americas	APAC/China	Sub-total	
759,560	170,964	70,659	113,260	354,883	1,114,443
[68.2 %]	[15.3 %]	[6.3 %]	[10.2 %]	[31.8 %]	[100.0 %]

Second Quarter of Fiscal 2013 (July 1, 2013 to September 30, 2013) (Million Yen)

Japan	Outside Japan				Total
	EMEA	The Americas	APAC/China	Sub-total	
708,351	213,677	101,222	129,118	444,017	1,152,368
[61.5 %]	[18.5 %]	[8.8 %]	[11.2 %]	[38.5 %]	[100.0 %]

Notes

1.Geographical segments are defined based on customer location.

2.Principal countries and regions comprising the segments other than Japan:

(1) EMEA (Europe, Middle East, Africa): UK, Germany, Spain, Finland, Sweden

(2) The Americas: US, Canada

(3) APAC (Asia-Pacific) & China: Australia, Singapore, Korea, Taiwan, China

3.Figures in parentheses represent percentage of segment sales to consolidated net sales.

8. Consolidated Per Share Data

The calculations basis for earnings and net loss per share in the first-half and second quarter, as well as diluted earnings per share is as follows:

	Unit	1H FY2012 4/1/12-9/30/12	1H FY2013 4/1/13-9/30/13
Earnings (net loss) per share	yen	-6.97	-4.65
{Calculation basis}			
Net income (net loss)	million yen	-14,413	-9,626
Deduction from net income	million yen	-	-
Net income for common share (net loss)	million yen	-14,413	-9,626
Average number of common shares outstanding	thousand shares	2,069,345	2,069,254

Notes (1) Diluted earnings per share is not presented due to a net loss per share, though dilutive shares exist.

(2) As stated in "Changes in Accounting Policies," the accounting policies changes adopted from the first quarter of this fiscal year have been applied retroactively, and this retroactive application is reflected on the consolidated financial statements for the first-half of the previous fiscal year. As a result, compared to the figure prior to the retroactive application, the net loss per share for the first-half of FY2012 has increased by 1.63 yen.

	Unit	2Q FY2012 7/1/12-9/30/12	2Q FY2013 7/1/13-9/30/13
Earnings per share	yen	5.35	5.97
{Calculation basis}			
Net income	million yen	11,079	12,357
Deduction from net income	million yen	-	-
Net income for common share	million yen	11,079	12,357
Average number of common shares outstanding	thousand shares	2,069,342	2,069,236
Diluted earnings per share	yen	5.35	5.97
{Calculation basis}			
Adjustment for net income	million yen	-3	-2
[Adjustment related to dilutive securities issued by subsidiaries and affiliates]	million yen	[-3]	[-2]
[Bonds payable and other costs]	million yen	[-]	[-]
Increase in number of common shares	thousand shares	-	-

Notes (1) As stated in "Changes in Accounting Policies," the accounting policies changes adopted from the first quarter of this fiscal year have been applied retroactively, and this retroactive application is reflected on the consolidated financial statements for the second quarter of the previous fiscal year. As a result, compared to the figure prior to the retroactive application, the net earnings per share and the diluted earnings per share for the second quarter of FY2012 have decreased by 0.81 yen and 0.80 yen respectively.

9. Major Subsequent Events

After the completion of the first half of FY2013, Fujitsu issued the following straight bonds.

1) 32nd Series Unsecured Straight Bonds

Total amount of issue:	30 billion yen
Interest rate:	0.267% per annum
Issue price:	100% of the denomination of each bond
Term and redemption method:	October 14, 2016 (3 years), bullet repayment
Issue date:	October 16, 2013
Collateral:	The bonds are not secured by any pledge, mortgage or other charge on any assets or revenues of the Company or of others, nor are they guaranteed. There are no assets reserved as security for the bonds.
Application of funds:	The funds are scheduled to be allocated as a portion of the funds for the repayment of borrowings and the redemption of bonds that reached maturity by the end of October 2013.

2) 33rd Series Unsecured Straight Bonds

Total amount of issue:	35 billion yen
Interest rate:	0.41% per annum
Issue price:	100% of the denomination of each bond
Term and redemption method:	October 14, 2018 (5 years), bullet repayment
Issue date:	October 16, 2013
Collateral:	The bonds are not secured by any pledge, mortgage or other charge on any assets or revenues of the Company or of others, nor are they guaranteed. There are no assets reserved as security for the bonds.
Application of funds:	The funds are scheduled to be allocated as a portion of the funds for the repayment of borrowings and the redemption of bonds that reached maturity by the end of October 2013.

3) 34th Series Unsecured Straight Bonds

Total amount of issue:	15 billion yen
Interest rate:	0.644% per annum
Issue price:	100% of the denomination of each bond
Term and redemption method:	October 14, 2020 (7 years), bullet repayment
Issue date:	October 16, 2013
Collateral:	The bonds are not secured by any pledge, mortgage or other charge on any assets or revenues of the Company or of others, nor are they guaranteed. There are no assets reserved as security for the bonds.
Application of funds:	The funds are scheduled to be allocated as a portion of the funds for the repayment of borrowings and the redemption of bonds that reached maturity by the end of October 2013.