

Fujitsu Microelectronics to Reorganize Manufacturing Facilities

- LSI wafer processing plants to be consolidated -

Tokyo, January 30, 2009 - Fujitsu Microelectronics Limited, since its establishment as a wholly owned subsidiary of Fujitsu Limited in March 2008, has been implementing a medium-term business plan that includes raising production efficiency and optimizing costs in its LSI manufacturing divisions. However, with the rapid worsening of economic conditions worldwide, orders have decreased significantly since October 2008. The company has therefore deemed it necessary to reorganize and consolidate its LSI wafer manufacturing facilities.

Urgent reforms will be implemented to reorganize Fujitsu Microelectronics's LSI wafer processing facilities at the Iwate Plant and Aizu-Wakamatsu Plant, as well as at Fujitsu Semiconductor Technology, Inc. in Japan. At the same time, reforms to optimize the efficiency of the administrative divisions of the Fujitsu Microelectronics Group will be implemented. These reforms are due to be completed by March 2010.

The reorganization of the LSI wafer processing facilities is expected to optimize manufacturing capacity and enable the company to achieve a sufficient level of profitability.

Approximately 2,000 employees affected by the reorganization will be reassigned within the Fujitsu Group.

In the fourth quarter of fiscal 2008 (January-March 2009), the company expects to recognize a loss of approximately 10 billion yen related to facilities and equipment.

Details of the Reforms

1. Reorganization of LSI Wafer Processing Facilities

For the 6-inch wafer processing facilities, three manufacturing lines will be consolidated into one line. For the 8-inch wafer processing facilities, four manufacturing lines will be consolidated into three lines.

Plant		Present Wafer Processing Line	Reorganization Details	Planned Wafer Processing Line
Name	Location			
Iwate Plant	Kanegasaki, Isawa, Iwate, Japan	6-inch	Consolidated into Aizu 6-inch No.1	-
		8-inch	Maintained	8-inch
Aizu-Wakamatsu Plant	Aizu-Wakamatsu, Fukushima, Japan	6-inch No.1	Maintained	6-inch
		6-inch No.2	Consolidated into Aizu 6-inch No.1	-
		8-inch	Consolidated into FSET 8-inch	-
Fujitsu Semiconductor Technology, Inc.		8-inch	Maintained	8-inch
Mie Plant	Kuwana, Mie, Japan	8-inch	Maintained	8-inch
		12-inch No.1	Maintained	12-inch No.1
		12-inch No.2	Maintained	12-inch No.2

Press Contacts

Fujitsu Semiconductor Limited

Inquiries : <https://www-s.fujitsu.com/jp/group/fsl/en/release/inquiry.html>

2. Improving Efficiency in Administrative Divisions

Administrative divisions will be restructured to optimize efficiency throughout the Fujitsu Microelectronics Group.

Overview: Fujitsu Microelectronics Limited and its LSI Wafer Processing Plants

Fujitsu Microelectronics Limited

1. Headquarters: Shinjuku-ku, Tokyo, Japan
2. President: Haruki Okada
3. Operations: Design, development, manufacturing and sales of LSIs
4. Number of Employees: approx. 6,700

Iwate Plant

1. Location: Kanegasaki, Isawa, Iwate, Japan
2. Operations: Manufacturing (wafer processing) of standard logic LSIs
3. Number of Employees: approx. 1,700

Aizu-Wakamatsu Plant

1. Location: Aizu-Wakamatsu, Fukushima, Japan
2. Operations: Manufacturing (wafer processing) of standard logic LSIs and analog LSIs
3. Number of Employees: approx. 1,500

Mie Plant

1. Location: Kuwana, Mie, Japan
2. Operations: Manufacturing (wafer processing) of advanced logic LSIs and standard logic LSIs
3. Number of Employees: approx. 1,700

Fujitsu Semiconductor Technology, Inc. (FSET)

1. Location: Aizu-Wakamatsu, Fukushima, Japan
2. Operations: Manufacturing (wafer processing) of standard logic LSIs and Flash memory
3. Number of Employees: approx. 550

Note: Number of employees as of January 2009.

Press Contact:

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Inquiries

<https://www-s.fujitsu.com/global/news/contacts/inquiries/index.html>

About Fujitsu Microelectronics (FML)

Fujitsu Microelectronics Limited designs and manufactures semiconductors, providing highly reliable, optimal solutions and support to meet the varying needs of its customers. Products and services include ASICs/COT, ASSPs, power management ICs, and flash microcontrollers, with wide-ranging expertise focusing on imaging, wireless, automotive and security applications.

Fujitsu Microelectronics also drives power efficiency and environmental initiatives. Headquartered in Tokyo, Fujitsu Microelectronics Limited was established as a subsidiary of Fujitsu Limited on March 21, 2008. Through its global sales and development network, with sites in Japan and throughout Asia, Europe, and the Americas, Fujitsu Microelectronics offers semiconductor solutions to the global marketplace. For more information: <http://jp.fujitsu.com/group/fml/en/>

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