

## Consolidated Financial Flash Report (September 30, 2009)

Date: October 30, 2009

Company Name : Murata Manufacturing Co., Ltd.  
Listing Code : 6981  
(URL <http://www.murata.com/>)  
Phone : (075) 955-6525

Stock Exchange Listings:  
Tokyo Stock Exchange  
Osaka Securities Exchange  
Stock Exchange of Singapore

### 1. Consolidated financial results for the six months ended September 30, 2009

#### (1) Operating results

	Net sales		Operating income		Income before income taxes		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended Sep. 30, 2009	255,595	(15.9)	6,100	(77.4)	7,751	(73.0)	4,743	(75.1)
Six months ended Sep. 30, 2008	303,963	( 0.3)	26,937	(54.2)	28,743	(52.7)	19,040	(49.8)

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended Sep. 30, 2009	22.10	22.10
Six months ended Sep. 30, 2008	86.77	86.77

\* Percentages in the fields of Net sales, Operating income, Income before income taxes, and Net income are the growth ratios against the same period of the previous fiscal year.

\*The Companies' "Net income" is computed in the same method as for "Net income attributable to the Company's shareholders" under Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 810, "Consolidation" (the provisions which were previously included in Statement of Financial Accounting Standards No. 160, "Noncontrolling Interests in Consolidated Financial Statements - an amendment of ARB No.51") in the United States of America.

#### (2) Financial position

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Millions of yen	Millions of yen	%	Yen
As of Sep. 30, 2009	909,979	780,853	85.8	3,638.11
As of Mar. 31, 2009	909,327	784,342	86.3	3,654.34

### 2. Dividends (Year ended March 31, 2009 and the year ending March 31, 2010)

	Cash dividends per share				
	First Quarter	Second Quarter	Third Quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
2009	-	50.00	-	50.00	100.00
2010	-	35.00	-	-	-
2010 (Projected)	-	-	-	35.00	70.00

\*No change in the projected dividends during the six months ended September 30, 2009.

### 3. Projected financial results for the year ending March 31, 2010 (Consolidated basis)

	Net sales		Operating income		Income before income taxes		Net income		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Year ending Mar. 31, 2010	510,000	(2.7)	12,500	-	18,500	-	12,000	234.4	55.91

\*No change in the projected financial results since October 28, 2009.

Percentages for the year ending March 31, 2010 are the growth ratio against the previous year.

#### 4. Other

(1) Changes in significant subsidiaries (changes in specific subsidiaries that caused change in scope of consolidation) : None

(2) Adoption of accounting method simplified and specifically applied for quarterly consolidated financial reporting

The Company adopted accounting method specifically applied for quarterly consolidated financial reporting

\*See "Business Results and Financial Position - (4) Other" for more detailed information.

(3) Changes in accounting principle, method and representation

The Company changed accounting principle, method and representation.

\*See "Business Results and Financial Position - (4) Other" for more detailed information.

(4) Number of common shares outstanding

Number of shares outstanding including treasury stock: 225,263,592 shares as of September 30, 2009 and as of March 31, 2009

Number of treasury stock: 10,632,331 shares as of September 30, 2009 and 10,630,495 shares as of March 31, 2009

Average number of shares outstanding: 214,632,162 shares for the six months ended September 30, 2009 and 219,419,538 shares for the six months ended September 30, 2008

### (Reference) Projected financial results for the year ending March 31, 2010 (Parent Co. basis)

	Net sales		Operating income		Income before income taxes and extraordinary items		Net income		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Year ending Mar. 31, 2010	440,000	0.8	3,500	-	14,000	73.8	12,500	146.6	58.24

\*No change in the projected financial results since October 28, 2009.

Percentages for the year ending March 31, 2010 are the growth ratio against the previous year.

\*Notes to the projected financial results

The above projections were prepared based on estimates using information currently available.

Actual results may differ from the projections. For assumptions and other information regarding the projections, refer to "Business Results and Financial Position".

## Business Results and Financial Position

(from April 1, 2009 through September 30, 2009)

### (1) Business Results

The final demand in the global electronic market, which had dropped severely since last autumn, began to pick up from early spring. The production of major products such as mobile phones, personal computers, and digital AV equipment continued to increase during the six-month period under review.

Under this market environment, as orders from customers have been showing an upward trend since this spring, net sales for the second quarter of this fiscal year increased 17.5%, compared with the first quarter of this fiscal year, to 138,088 million Yen. Owing to the contribution of the rise in capacity utilization and cost-cutting efforts, the Company returned to profitability, posting an operating income of 9,875 million Yen.

On the other hand, net sales for the six-month period under review decreased 15.9% year-on-year to 255,595 million Yen, due to the continuous price decline of electronic components, and the appreciation of the Yen against the U.S. dollar by 10.62 Yen. Operating income was 6,100 million Yen, down 77.4% year-on-year, income before income taxes was 7,751 million Yen, down 73.0% year-on-year, and net income was 4,743 million Yen, down 75.1% year-on-year.

#### <Sales by Product Category>

Net sales by product category for the period under review compared with the figures for the same period of 2008 are as follows:

#### 1. Components

Sales of components for the period under review declined 21.6% year-on-year to 168,689 million Yen.

##### [Capacitors]

This capacitor category includes monolithic ceramic capacitors, ceramic disc capacitors and trimmer capacitors.

In the period under review, sales of chip monolithic ceramic capacitors, the main product in this category, decreased largely. Application-specific capacitors for computers and peripheral equipment also dropped heavily.

As a result, overall net sales decreased 24.5% year-on-year to 83,094 million Yen.

##### [Piezoelectric Components]

The piezoelectric components category includes SAW (Surface Acoustic Wave) filters, ceramic resonators, piezoelectric sensors, ceramic filters and piezoelectric buzzers.

In the period under review, sales of SAW filters for use in communication equipment increased in quantity, but decreased in terms of monetary amounts due to price decline. Although sales of piezoelectric speakers for AV equipment and piezoelectric actuators for automotive electronics increased greatly, sales of ceramic resonators, piezoelectric sensors and ceramic filters dropped largely.

As a result, overall net sales decreased 12.7% year-on-year to 39,175 million Yen.

[Other Components]

Other components include EMI suppression filters, coils, sensors, resistors, connectors and isolators.

In the period under review, in spite of the rise in quantity, sales of chip coils for use in communication equipment decreased significantly because of falling prices. Sales of EMI suppression filters, gyro sensors and isolators were also down heavily compared with the corresponding period of 2008.

As a result, overall net sales decreased 23.1% year-on-year to 46,420 million Yen.

2. Modules

Sales of modules for the period under review dropped 1.7% year-on-year to 85,975 million Yen.

[Communication Modules]

These modules include short-range wireless communication modules, multilayer ceramic devices and circuit modules.

In the period under review, sales of short-range wireless communication modules greatly exceeded the figures for the same period of the previous fiscal year. Although the sales of modules for Bluetooth<sup>®</sup> dropped, the sales of modules for wireless LAN grew largely.

Multilayer ceramic devices and circuit modules decreased in sales for mobile phones.

As a result, overall net sales posted a year-on-year increase of 15.7%, to 64,499 million Yen.

[Other Modules]

This product category includes power supplies.

In the period under review, sales of power supplies for use in AV equipment, computers and peripheral equipment dropped significantly.

As a result, overall net sales of 21,476 million Yen were recorded, a year-on-year decline of 32.3%.

Note: Bluetooth<sup>®</sup> is a registered trademark of Bluetooth SIG, Inc. of the United States.

(2) Financial position

Total assets as of September 30, 2009 increased 652 million Yen from March 31, 2009 to 909,979 million Yen. Although inventories and tangible fixed assets declined 6,387 million Yen and 22,068 million Yen respectively, liquidity in hand (cash, short-term investments, and available-for-sale securities (Governmental and Private debt securities)) increased 15,840 million Yen, and trade notes and accounts receivable grew to 28,183 million Yen.

Shareholders' equity declined 3,489 million Yen compared with the end of the previous fiscal year. As a result, the ratio of shareholders' equity to total assets dropped 0.5 percentage points from March 31, 2009 to 85.8%.

The appearance of net cash and the changes for the period under review compared with the figures for the six months ended September 30, 2008 are as follows:

[Net cash provided by operating activities]

In the period under review, funds provided by operating activities were 37,536 million Yen. Trade notes and accounts receivable increased 30,923 million Yen, while net income, the major source of cash flow, was 4,743 million Yen, depreciation and amortization was 33,538 million Yen, prepaid expenses and other decreased 13,891 million Yen, notes payable and accounts payable climbed 7,132 million Yen, and inventories decreased 5,690 million Yen. Cash inflows from operating activities increased 1,381 million Yen from the six months ended September 30, 2008.

[Net cash used in investing activities]

In the period under review, net cash used in investing activities was 22,142 million Yen. Maturities and sales of marketable securities, investments and other were 47,637 million Yen. On the other hand, capital expenditures were 10,658 million Yen, payment for purchase of marketable securities, investments and other were 65,612 million Yen. Cash outflows from investing activities increased 22,272 million Yen from the six months ended September 30, 2008.

[Net cash used in financing activities]

In the period under review, net cash used in financing activities was 11,907 million Yen. Cash outflow related to the decrease in short-term borrowings was 1,099 million Yen and dividends paid were 10,732 million Yen. Cash outflows from financing activities decreased 2,887 million Yen from the six months ended September 30, 2008.

(3) Projected results for the year ending March 31, 2010

The projected results for the year ending March 31, 2010, as announced on October 28, 2009, have not been revised.

[Consolidated Projections for the Year ending March 31, 2010]

	Projections (millions of Yen)	Growth ratio against the previous year (%)
Net sales	510,000	(2.7)
Operating income	12,500	-
Income before Income taxes	18,500	-
Net income	12,000	234.4

[Cautionary Statement on Forward-looking Statements]

This report contains forward-looking statements concerning Murata Manufacturing Co., Ltd. and its Group companies' projections, plans, policies, strategies, schedules, and decisions. These forward-looking statements are not historical facts; rather, they represent the assumptions of the Murata Group based on information currently available and certain assumptions we deem as reasonable. Actual results may differ materially from expectations due to various risks and uncertainties. Readers are therefore requested not to

rely on these forward-looking statements as the sole basis for evaluating the Group. The Company has no obligation to revise any of the forward-looking statements as a result of new information, future events or otherwise.

Risks and uncertainties that may affect actual results include, but are not limited to, the following: (1) economic conditions of the Company's business environment, and trends, supply-demand balance, and price fluctuations in the markets for electronic equipment and components; (2) price fluctuations and insufficient supply of raw materials; (3) exchange rate fluctuations; (4) the Group's ability to provide a stable supply of new products that are compatible with the rapid technical innovation of the electronic components market and to continue to design and develop products and services that satisfy customers; (5) changes in the market value of the Group's financial assets; (6) drastic legal, political, and social changes in the Group's business environment; and (7) other uncertainties and contingencies.

(4) Other

(1) Changes in significant subsidiaries

(changes in specific subsidiaries that caused change in scope of consolidation)

None

(2) Adoption of accounting method simplified and specifically applied for quarterly consolidated financial reporting

Income tax expense for the six months ended September 30, 2009 was calculated using reasonably estimated annual effective tax rate for this fiscal year including this period.

(3) Changes in accounting principle, method and representation

Effective July 1, 2009, the Companies adopted Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 105, "Generally Accepted Accounting Principles" (the provisions which were previously included in Statement of Financial Accounting Standards ("SFAS") No. 168, "The FASB Accounting Standards Codification<sup>TM</sup> and the Hierarchy of Generally Accepted Accounting Principles, a replacement of FASB Statement No. 162") in the United States of America. According to SFAS No. 168, the Companies replaced Statement of Financial Accounting Standards and others with FASB Accounting Standards Codification. Adoption of this FASB Accounting Standards Codification has no effect on the Companies' consolidated financial statements.

The Companies previously classified all available-for-sale debt securities as current assets without consideration of contractual maturities. On June 30, 2009, the Companies changed accounting method by which debt securities are classified as current or long-term investments based on their contractual maturities, unless the Companies intend to sell an investment within the next twelve months, in which case it is classified as current. The Companies believe this new method is a preferable accounting method as it better reflects when cash will be realized. In accordance with ASC 250, "Accounting Changes and Error Corrections" (the provisions which were previously included in SFAS No. 154, "Accounting Changes and Error Corrections, a replacement of APB Opinion No. 20 and FASB Statement No. 3"), this change is accounted for as a change in accounting principle. There are no effect on income and earning per share, and no cumulative effect on April 1, 2008 due to this change.

In connection with this accounting change, certain debt securities of 127,637 million Yen and 82,203 million Yen as of September 30, 2009 and March 31, 2009, respectively, were reclassified to long-term. Also, current deferred tax assets of 397 million Yen and 718 million Yen, and current deferred tax liabilities of 589 million Yen and 175 million Yen, as of September 30, 2009 and March 31, 2009, respectively, have been reclassified to long-term before offsetting deferred tax assets and liabilities.

Consolidated Balance Sheets (Unaudited)  
Murata Manufacturing Co., Ltd. and Subsidiaries

**(1) Consolidated Balance Sheets**

As of September 30, 2009 and March 31, 2009

	Millions of Yen			
	As of September 30, 2009		As of March 31, 2009	
		%		%
Assets	909,979	100.0	909,327	100.0
Current assets	423,626	46.5	440,707	48.5
Cash	53,629		46,296	
Short-term investments	85,296		93,790	
Marketable securities	54,909		83,342	
Trade notes receivable	2,603		3,494	
Trade accounts receivable	109,652		80,578	
Allowance for doubtful notes and accounts	(1,035)		(1,013)	
Inventories	87,717		94,104	
Deferred income taxes	18,777		16,363	
Prepaid expenses and other	12,078		23,753	
Property, plant and equipment	306,214	33.7	328,282	36.1
Land	43,702		43,899	
Buildings	271,288		267,737	
Machinery and equipment	573,693		567,299	
Construction in progress	12,096		20,979	
Accumulated depreciation	(594,565)		(571,632)	
Investments and other assets	180,139	19.8	140,338	15.4
Investments	137,577		90,138	
Deferred income taxes	13,996		20,496	
Long - term receivables, advances and other	28,566		29,704	
Total assets	909,979	100.0	909,327	100.0

Consolidated Balance Sheets (Unaudited)  
Murata Manufacturing Co., Ltd. and Subsidiaries

As of September 30, 2009 and March 31, 2009

	Millions of Yen			
	As of September 30, 2009		As of March 31, 2009	
		%		%
Liabilities	129,126	14.2	124,985	13.7
Current liabilities	75,081	8.3	69,455	7.6
Short-term borrowings	8,132		9,240	
Trade notes payable	898		2,472	
Trade accounts payable	26,505		17,939	
Accrued payroll and bonuses	18,550		17,417	
Income taxes payable	2,439		1,405	
Accrued expenses and other	18,557		20,982	
Long-term liabilities	54,045	5.9	55,530	6.1
Long-term debt	17		17	
Termination and retirement benefits	51,818		53,593	
Deferred income taxes	1,414		889	
Other	796		1,031	
Shareholders' equity	780,853	85.8	784,342	86.3
Common stock	69,377		69,377	
Capital surplus	102,388		102,388	
Retained earnings	686,111		692,099	
Accumulated other comprehensive loss :	(28,956)		(31,462)	
Unrealized gains on securities	2,310		344	
Pension liability adjustments	(2,614)		(4,928)	
Unrealized gains (losses) on derivative instruments	1,041		(590)	
Foreign currency translation adjustments	(29,693)		(26,288)	
Treasury stock, at cost	(48,067)		(48,060)	
Total liabilities and shareholders' equity	909,979	100.0	909,327	100.0



## (2) Consolidated Statements of Income

Six months ended September 30, 2009 and 2008

	Millions of Yen			
	Six months ended September 30, 2008		Six months ended September 30, 2009	
		%		%
Net sales	303,963	100.0	255,595	100.0
Cost of sales	207,824	68.3	188,553	73.8
Selling, general and administrative	45,575	15.0	40,244	15.7
Research and development	23,627	7.8	20,698	8.1
Operating income	26,937	8.9	6,100	2.4
Interest and dividend income	2,202	0.7	1,558	0.6
Interest expense	(299)	(0.1)	(35)	(0.0)
Foreign currency exchange gain (loss)	67	0.0	(1,920)	(0.8)
Other - net	(164)	(0.0)	2,048	0.8
Income before income taxes	28,743	9.5	7,751	3.0
Income taxes	9,703	3.2	3,008	1.1
<Current income tax>	< 8,833 >		< 2,532 >	
<Deferred income tax>	< 870 >		< 476 >	
Net income	19,040	6.3	4,743	1.9

## (3) Consolidated Statements of Comprehensive Income

Six months ended September 30, 2009 and 2008

	Millions of Yen	
	Six months ended September 30, 2008	Six months ended September 30, 2009
Net income	19,040	4,743
Other comprehensive income (loss), net of tax :		
Unrealized gains (losses) on securities	(1,033)	1,966
Pension liability adjustments	(2,207)	2,314
Unrealized gains on derivative instruments	171	1,631
Foreign currency translation adjustments	(1,824)	(3,405)
Other comprehensive income (loss)	(4,893)	2,506
Comprehensive income	14,147	7,249

### Consolidated Statements of Income

Three months ended September 30, 2009 and 2008

	Millions of Yen			
	Three months ended September 30, 2008		Three months ended September 30, 2009	
		%		%
Net sales	156,361	100.0	138,088	100.0
Cost of sales	109,839	70.3	97,239	70.4
Selling, general and administrative	22,259	14.2	20,537	14.9
Research and development	11,889	7.6	10,437	7.5
Operating income	12,374	7.9	9,875	7.2
Interest and dividend income	1,065	0.7	737	0.5
Interest expense	(131)	(0.1)	(16)	(0.0)
Foreign currency exchange gain	1,484	0.9	494	0.4
Other - net	(1,139)	(0.7)	1,725	1.2
Income before income taxes	13,653	8.7	12,815	9.3
Income taxes	4,211	2.7	4,405	3.2
<Current income tax>	< 1,603 >		< 1,436 >	
<Deferred income tax>	< 2,608 >		< 2,969 >	
Net income	9,442	6.0	8,410	6.1

### Consolidated Statements of Comprehensive Income

Three months ended September 30, 2009 and 2008

	Millions of Yen	
	Three months ended September 30, 2008	Three months ended September 30, 2009
Net income	9,442	8,410
Other comprehensive income (loss), net of tax :		
Unrealized losses on securities	(1,067)	(51)
Pension liability adjustments	(2,715)	288
Unrealized gains on derivative instruments	232	571
Foreign currency translation adjustments	(4,155)	(6,525)
Other comprehensive loss	(7,705)	(5,717)
Comprehensive income	1,737	2,693

#### (4) Consolidated Statements of Cash Flows

Six months ended September 30, 2009 and 2008

	Millions of Yen			
	Six months ended September 30, 2008		Six months ended September 30, 2009	
Operating activities:				
Net income		19,040		4,743
Adjustments to reconcile net income to net cash provided by operating activities:				
Depreciation and amortization	38,547		33,538	
Losses (gains) on sales and disposals of property, plant and equipment	193		(280)	
Provision for termination and retirement benefits, less payments	384		2,086	
Deferred income taxes	870		476	
Changes in assets and liabilities:				
Decrease (increase) in trade notes and accounts receivable	2,534		(30,923)	
Decrease (increase) in inventories	(11,780)		5,690	
Decrease in prepaid expenses and other	437		13,891	
Increase (decrease) in trade notes and accounts payable	(5,269)		7,132	
Increase (decrease) in accrued payroll and bonuses	(1,380)		1,177	
Increase (decrease) in income taxes payable	(5,441)		1,027	
Decrease in accrued expenses and other	(2,667)		(736)	
Other-net	687	17,115	(285)	32,793
Net cash provided by operating activities		36,155		37,536
Investing activities:				
Capital expenditures		(43,008)		(10,658)
Payment for purchases of marketable securities, investments and other		(7,205)		(65,612)
Maturities and sales of marketable securities, investments and other		51,068		47,637
Other		(725)		6,491
Net cash provided by (used in) investing activities		130		(22,142)
Financing activities:				
Net decrease in short-term borrowings		(3,779)		(1,099)
Dividends paid		(10,971)		(10,732)
Other		(44)		(76)
Net cash used in financing activities		(14,794)		(11,907)
Effect of exchange rate changes on cash and cash equivalents		(1,329)		234
Net increase in cash and cash equivalents		20,162		3,721
Cash and cash equivalents at beginning of period		110,136		117,502
Cash and cash equivalents at end of period		130,298		121,223
Additional cash and cash equivalents information:				
Cash		39,038		53,629
Short-term investments		95,385		85,296
Short-term investments with the original maturities over three months		(4,125)		(17,702)
Cash and cash equivalents at end of period		130,298		121,223

	Millions of Yen	
	As of September 30, 2008	As of September 30, 2009
Cash and cash equivalents at end of period	130,298	121,223
Short-term investments with the original maturities over three months	4,125	17,702
Available-for-sale securities (Governmental and Private debt securities)	189,150	182,546
Liquidity in hand	323,573	321,471

## (5) Assumptions for Going Concern

None

## (6) Segment Information

### 1) Industry Segment Information

The Companies mainly develop, manufacture and sell electronic components. Sales and Operating income (loss) for this segment represent almost 100% of the corresponding amounts in the Consolidated Financial Statements and, therefore, "Industry Segment Information" is not disclosed.

### 2) Geographic Segment Information

Three months ended September 30, 2008

	Millions of yen						
	Japan	The Americas	Europe	Asia	Total	Corporate and eliminations	Consolidated
Sales to :							
Unaffiliated customers	51,387	13,746	14,762	76,466	156,361	-	156,361
Intersegment	74,073	432	205	5,491	80,201	(80,201)	-
Total revenue	125,460	14,178	14,967	81,957	236,562	(80,201)	156,361
Operating costs and expenses	116,698	14,451	13,958	79,081	224,188	(80,201)	143,987
<%> *1	<7.0%>	<(1.9%)>	<6.7%>	<3.5%>	<5.2%>		<7.9%>
Operating income (loss)	8,762	(273)	1,009	2,876	12,374	-	12,374

\*1 Ratio to total revenue

Three months ended September 30, 2009

	Millions of yen						
	Japan	The Americas	Europe	Asia	Total	Corporate and eliminations	Consolidated
Sales to :							
Unaffiliated customers	44,770	9,921	11,959	71,438	138,088	-	138,088
Intersegment	71,352	146	126	3,460	75,084	(75,084)	-
Total revenue	116,122	10,067	12,085	74,898	213,172	(75,084)	138,088
Operating costs and expenses	107,790	11,181	11,534	72,792	203,297	(75,084)	128,213
<%> *1	<7.2%>	<(11.1%)>	<4.6%>	<2.8%>	<4.6%>		<7.2%>
Operating income (loss)	8,332	(1,114)	551	2,106	9,875	-	9,875

\*1 Ratio to total revenue

Six months ended September 30, 2008

	Millions of yen						
	Japan	The Americas	Europe	Asia	Total	Corporate and eliminations	Consolidated
Sales to :							
Unaffiliated customers	107,254	27,670	30,326	138,713	303,963	-	303,963
Intersegment	138,558	647	383	11,411	150,999	(150,999)	-
Total revenue	245,812	28,317	30,709	150,124	454,962	(150,999)	303,963
Operating costs and expenses	224,694	28,852	28,696	145,783	428,025	(150,999)	277,026
<%> *1	<8.6%>	<(1.9%)>	<6.6%>	<2.9%>	<5.9%>		<8.9%>
Operating income (loss)	21,118	(535)	2,013	4,341	26,937	-	26,937

\*1 Ratio to total revenue

Six months ended September 30, 2009

	Millions of yen						
	Japan	The Americas	Europe	Asia	Total	Corporate and eliminations	Consolidated
Sales to :							
Unaffiliated customers	85,275	18,374	22,872	129,074	255,595	-	255,595
Intersegment	129,116	359	258	6,227	135,960	(135,960)	-
Total revenue	214,391	18,733	23,130	135,301	391,555	(135,960)	255,595
Operating costs and expenses	211,188	20,539	22,293	131,435	385,455	(135,960)	249,495
<%> *1	<1.5%>	<(9.6%)>	<3.6%>	<2.9%>	<1.6%>		<2.4%>
Operating income (loss)	3,203	(1,806)	837	3,866	6,100	-	6,100

\*1 Ratio to total revenue

Notes : 1. Segments are based on geographic proximity.

2. Major countries and areas included in the segments other than Japan :

(1) The Americas : USA

(2) Europe : Germany, United Kingdom, France, Italy, the Netherlands

(3) Asia : China, Singapore, Thailand

### 3) Overseas sales

Three months ended September 30, 2008

	Millions of yen			
	The Americas	Europe	Asia and Others	Total
1. Overseas sales	12,496	16,790	95,966	125,252
2. Consolidated sales				156,361
3. Ratio of overseas sales to consolidated sales	8.0%	10.7%	61.4%	80.1%

Three months ended September 30, 2009

	Millions of yen			
	The Americas	Europe	Asia and Others	Total
1. Overseas sales	9,171	13,502	89,893	112,566
2. Consolidated sales				138,088
3. Ratio of overseas sales to consolidated sales	6.6%	9.8%	65.1%	81.5%

Six months ended September 30, 2008

	Millions of yen			
	The Americas	Europe	Asia and Others	Total
1. Overseas sales	26,134	34,129	175,803	236,066
2. Consolidated sales				303,963
3. Ratio of overseas sales to consolidated sales	8.6%	11.2%	57.9%	77.7%

Six months ended September 30, 2009

	Millions of yen			
	The Americas	Europe	Asia and Others	Total
1. Overseas sales	16,953	25,438	163,421	205,812
2. Consolidated sales				255,595
3. Ratio of overseas sales to consolidated sales	6.6%	10.0%	63.9%	80.5%

Notes : 1. Segments are based on geographic proximity.

2. Major countries and areas included in the segments other than Japan :

(1) The Americas : USA, Mexico

(2) Europe : Germany, Hungary, France, United Kingdom, Sweden

(3) Asia : China, South Korea, Malaysia

### (7) Significant changes in shareholders' equity

None

(8) Other

**Flash Report (Six months ended September 30, 2009)**

**Selected Financial Data**

Six months ended September 30, 2009 and 2008 / As of September 30, 2009 and 2008

		Consolidated Basis			Parent Co. Basis		
		2008	2009	Growth ratio	2008	2009	Growth ratio
Net sales	Millions of yen	303,963	255,595	(15.9)	262,214	219,714	(16.2)
	<%>*3	<8.9>	<2.4>		<2.6>	<0.8>	
Operating income	Millions of yen	26,937	6,100	(77.4)	6,766	1,745	(74.2)
	<%>*3	<9.5>	<3.0>		<6.1>	<2.9>	
Income before income taxes ( and extraordinary items ) *2	Millions of yen	28,743	7,751	(73.0)	15,946	6,300	(60.5)
	<%>*3	<6.3>	<1.9>		<5.1>	<2.8>	
Net income	Millions of yen	19,040	4,743	(75.1)	13,479	6,155	(54.3)
Total assets	Millions of yen	1,016,086	909,979	(10.4)	526,923	542,750	3.0
Shareholders' equity	Millions of yen	847,393	780,853	(7.9)	434,763	396,164	(8.9)
Shareholders' equity ratio	%	83.4	85.8	-	82.5	73.0	-
Basic earnings per share	Yen	86.77	22.10	(74.5)	61.43	28.68	(53.3)
Diluted earnings per share	Yen	86.77	22.10	(74.5)	-	-	-
Shareholders' equity per share	Yen	3,862.01	3,638.11	-	1,981.44	1,845.79	-
Capital expenditures	Millions of yen	43,008	10,658	(75.2)	11,495	4,211	(63.4)
	<%>	<12.7>*3	<13.1>*3		<3.6>*5	<4.3>*5	
Depreciation and amortization	Millions of yen	38,547	33,538	(13.0)	9,133	9,114	(0.2)
	<%>	<7.8>*3	<8.1>*3		<7.4>*5	<7.7>*5	
R & D expenses	Millions of yen	23,627	20,698	(12.4)	18,862	16,561	(12.2)
	*6	<12,745>	<11,140>				
Number of employees		34,935	33,574	(3.9)	6,719	6,916	2.9
Average exchange rates							
Yen/US\$	Yen	106.11	95.49	-			
Yen/EURO	Yen	162.68	133.16	-			

Three months ended September 30, 2009 and 2008

		Consolidated Basis			Parent Co. Basis		
		2008	2009	Growth ratio	2008	2009	Growth ratio
Net sales	Millions of yen	156,361	138,088	(11.7)	133,483	119,636	(10.4)
	<%>*3	<7.9>	<7.2>		<2.0>	<2.8>	
Operating income	Millions of yen	12,374	9,875	(20.2)	2,712	3,294	21.5
	<%>*3	<8.7>	<9.3>		<2.0>	<2.8>	
Income before income taxes ( and extraordinary items ) *2	Millions of yen	13,653	12,815	(6.1)	2,722	3,300	21.2
	<%>*3	<6.0>	<6.1>		<2.4>	<1.1>	
Net income	Millions of yen	9,442	8,410	(10.9)	3,256	1,310	(59.8)
Basic earnings per share	Yen	43.03	39.18	(8.9)	14.84	6.10	(58.9)
Diluted earnings per share	Yen	43.03	39.18	(8.9)	-	-	-
Capital expenditures	Millions of yen	23,885	5,245	(78.0)	6,089	2,343	(61.5)
	<%>	<12.7>*3	<12.4>*3		<3.7>*5	<4.1>*5	
Depreciation and amortization	Millions of yen	19,930	17,178	(13.8)	4,789	4,756	(0.7)
	<%>	<7.6>*3	<7.5>*3		<7.2>*5	<7.1>*5	
R & D expenses	Millions of yen	11,889	10,437	(12.2)	9,380	8,297	(11.5)

\*1 The consolidated financial statements are prepared in conformity with accounting principles generally accepted in the United States of America.

\*2 Consolidated Basis : Income before income taxes, Parent Co. Basis : Income before income taxes and extraordinary items

\*3 Ratio to net sales

\*4 The diluted earnings per share on Parent Co. Basis is not stated, since there were no potentially dilutive securities.

\*5 Ratio to net sales excluding revenue from services

\*6 Figures in parentheses show the number of employees in overseas countries.

## Projected Financial Data

Year ending March 31, 2010 and year ended March 31, 2009

		Consolidated Basis		Parent Co. Basis	
		2009 (Actual)	2010 (Projection)	2009 (Actual)	2010 (Projection)
Net sales	Millions of yen	523,946	510,000	436,625	440,000
Operating income (loss)	< % > <sup>*2</sup> Millions of yen	<(3.1)> (16,287)	< 2.5 > 12,500	<(1.8)> (8,045)	< 0.8 > 3,500
Income (loss) before income taxes (and extraordinary items) *1	< % > <sup>*2</sup> Millions of yen	<(2.0)> (10,319)	< 3.6 > 18,500	< 1.8 > 8,056	<3.2> 14,000
Net income	< % > <sup>*2</sup> Millions of yen	< 0.7 > 3,588	< 2.4 > 12,000	< 1.2 > 5,068	<2.8> 12,500
Basic earnings per share	Yen	16.48	55.91	23.27	58.24
Capital expenditures	Millions of yen	65,427	27,000	19,452	8,500
Depreciation and amortization	< % > Millions of yen	<15.5> <sup>*2</sup> 80,978	<13.7> <sup>*2</sup> 70,000	<4.7> <sup>*3</sup> 20,165	<4.4> <sup>*3</sup> 19,000
R & D expenses	< % > Millions of yen	<8.9> <sup>*2</sup> 46,832	<8.2> <sup>*2</sup> 42,000	<8.8> <sup>*3</sup> 37,597	<7.8> <sup>*3</sup> 33,500

\*1 Consolidated Basis : Income (loss) before income taxes, Parent Co. Basis : Income before income taxes and extraordinary items

\*2 Ratio to net sales

\*3 Ratio to net sales excluding revenue from services

\*4 The projections are based on the assumed average exchange rates of Yen 90 per US\$ and Yen 130 per Euro for the six months ending March 31, 2010.

\*5 The above projections were prepared based on estimates using information currently available. Actual results may differ from the projections. For assumptions and other information regarding the projections, refer to "Business Results and Financial Position".

## Order, Backlog and Sales

### (1) Order and Backlog by Product

<Order>

Six months ended September 30, 2009 and 2008

	Millions of Yen					
	Six months ended September 30, 2008		Six months ended September 30, 2009		Growth	
		%*1		%*1		%
Capacitors	106,357	35.6	94,934	34.1	(11,423)	(10.7)
Piezoelectric Components	44,919	15.0	42,693	15.3	(2,226)	(5.0)
Other Components	59,733	20.0	49,981	18.0	(9,752)	(16.3)
Components Total	211,009	70.6	187,608	67.4	(23,401)	(11.1)
Communication Modules	57,440	19.2	67,797	24.4	10,357	18.0
Other Modules	30,585	10.2	22,947	8.2	(7,638)	(25.0)
Modules Total	88,025	29.4	90,744	32.6	2,719	3.1
Total	299,034	100.0	278,352	100.0	(20,682)	(6.9)

Three months ended September 30, 2009 and 2008

	Millions of Yen					
	Three months ended September 30, 2008		Three months ended September 30, 2009		Growth	
		%*1		%*1		%
Capacitors	54,363	35.7	49,319	34.0	(5,044)	(9.3)
Piezoelectric Components	22,179	14.6	22,224	15.3	45	0.2
Other Components	31,112	20.3	26,620	18.4	(4,492)	(14.4)
Components Total	107,654	70.6	98,163	67.7	(9,491)	(8.8)
Communication Modules	30,573	20.1	34,802	24.0	4,229	13.8
Other Modules	14,196	9.3	11,926	8.3	(2,270)	(16.0)
Modules Total	44,769	29.4	46,728	32.3	1,959	4.4
Total	152,423	100.0	144,891	100.0	(7,532)	(4.9)

\*1 Component ratio

\*2 Figures are based on sales prices to customers.

\*3 Exclusive of consumption taxes

\*4 The tables by product indicate order, backlog, and sales of electronic components and related products.

\*5 The classification of products has been changed from the three months ended June 30, 2009. Short-range wireless communication modules and multilayer ceramic devices, previously included in "Microwave Devices", and circuit modules, previously included in "Module products", have been separated from these classifications and are indicated as "Communication Modules".

Connectors and isolators, previously included in "Microwave Devices" are indicated as "Other Components", together with EMI suppression filters, coils, sensors, and resistors, previously classified as "Other Products".

Along with the reclassification and change of product classification, we have newly made "Components" category and "Modules" category.

"Components" include "Capacitors", "Piezoelectric Components" and "Other Components", and "Modules" consist of "Communication Modules" and "Other Modules".

The figures for the six months ended September 30, 2008, three months ended September 30, 2008, and as of March 31, 2009 have been reclassified for comparison.

<Backlog>

	Millions of Yen					
	As of March 31, 2009		As of September 30, 2009		Growth	
		%*1		%*1		%
Capacitors	9,035	25.8	20,875	35.6	11,840	131.0
Piezoelectric Components	4,683	13.4	8,201	14.0	3,518	75.1
Other Components	6,277	17.9	9,838	16.7	3,561	56.7
Components Total	19,995	57.1	38,914	66.3	18,919	94.6
Communication Modules	12,749	36.4	16,047	27.3	3,298	25.9
Other Modules	2,257	6.5	3,728	6.4	1,471	65.2
Modules Total	15,006	42.9	19,775	33.7	4,769	31.8
Total	35,001	100.0	58,689	100.0	23,688	67.7

\*1 Component ratio

\*2 Figures are based on sales prices to customers.

\*3 Exclusive of consumption taxes



(2) Sales by Product, Application and Area

1. Sales by Product

Six months ended September 30, 2009 and 2008

	Millions of Yen					
	Six months ended September 30, 2008		Six months ended September 30, 2009		Growth	
		% <sup>*1</sup>		% <sup>*1</sup>		%
Capacitors	110,022	36.3	83,094	32.6	(26,928)	(24.5)
Piezoelectric Components	44,871	14.8	39,175	15.4	(5,696)	(12.7)
Other Components	60,397	20.0	46,420	18.2	(13,977)	(23.1)
Components Total	215,290	71.1	168,689	66.2	(46,601)	(21.6)
Communication Modules	55,761	18.4	64,499	25.3	8,738	15.7
Other Modules	31,740	10.5	21,476	8.5	(10,264)	(32.3)
Modules Total	87,501	28.9	85,975	33.8	(1,526)	(1.7)
Net sales	302,791	100.0	254,664	100.0	(48,127)	(15.9)

Three months ended September 30, 2009 and 2008

	Millions of Yen					
	Three months ended September 30, 2008		Three months ended September 30, 2009		Growth	
		% <sup>*1</sup>		% <sup>*1</sup>		%
Capacitors	56,165	36.1	44,893	32.6	(11,272)	(20.1)
Piezoelectric Components	22,209	14.2	21,633	15.7	(576)	(2.6)
Other Components	31,186	20.1	24,716	18.0	(6,470)	(20.7)
Components Total	109,560	70.4	91,242	66.3	(18,318)	(16.7)
Communication Modules	30,430	19.5	34,735	25.2	4,305	14.1
Other Modules	15,743	10.1	11,619	8.5	(4,124)	(26.2)
Modules Total	46,173	29.6	46,354	33.7	181	0.4
Net sales	155,733	100.0	137,596	100.0	(18,137)	(11.6)

\*1 Component ratio

\*2 Exclusive of consumption taxes

2. Sales by Application (based on the Company's estimate)

Six months ended September 30, 2009 and 2008

	Millions of Yen					
	Six months ended September 30, 2008		Six months ended September 30, 2009		Growth	
		% <sup>*1</sup>		% <sup>*1</sup>		%
AV	39,846	13.2	40,665	16.0	819	2.1
Communications	129,424	42.8	115,195	45.2	(14,229)	(11.0)
Computers and Peripherals	61,274	20.2	43,780	17.2	(17,494)	(28.6)
Automotive Electronics	32,480	10.7	29,277	11.5	(3,203)	(9.9)
Home and Others	39,767	13.1	25,747	10.1	(14,020)	(35.3)
Net sales	302,791	100.0	254,664	100.0	(48,127)	(15.9)

Three months ended September 30, 2009 and 2008

	Millions of Yen					
	Three months ended September 30, 2008		Three months ended September 30, 2009		Growth	
		% <sup>*1</sup>		% <sup>*1</sup>		%
AV	21,032	13.5	24,696	18.0	3,664	17.4
Communications	67,929	43.6	60,112	43.7	(7,817)	(11.5)
Computers and Peripherals	31,272	20.1	23,538	17.1	(7,734)	(24.7)
Automotive Electronics	15,671	10.1	16,664	12.1	993	6.3
Home and Others	19,829	12.7	12,586	9.1	(7,243)	(36.5)
Net sales	155,733	100.0	137,596	100.0	(18,137)	(11.6)

\*1 Component ratio

\*2 Exclusive of consumption taxes

### 3. Sales by Area

Six months ended September 30, 2009 and 2008

	Millions of Yen					
	Six months ended September 30, 2008		Six months ended September 30, 2009		Growth	
		%*1		%*1		%
The Americas	26,134	8.6	16,953	6.6	(9,181)	(35.1)
Europe	34,129	11.3	25,438	10.0	(8,691)	(25.5)
Asia and Others	175,803	58.1	163,421	64.2	(12,382)	(7.0)
Overseas total	236,066	78.0	205,812	80.8	(30,254)	(12.8)
Japan	66,725	22.0	48,852	19.2	(17,873)	(26.8)
Net sales	302,791	100.0	254,664	100.0	(48,127)	(15.9)

Three months ended September 30, 2009 and 2008

	Millions of Yen					
	Three months ended September 30, 2008		Three months ended September 30, 2009		Growth	
		%*1		%*1		%
The Americas	12,496	8.0	9,171	6.7	(3,325)	(26.6)
Europe	16,790	10.8	13,502	9.8	(3,288)	(19.6)
Asia and Others	95,966	61.6	89,893	65.3	(6,073)	(6.3)
Overseas total	125,252	80.4	112,566	81.8	(12,686)	(10.1)
Japan	30,481	19.6	25,030	18.2	(5,451)	(17.9)
Net sales	155,733	100.0	137,596	100.0	(18,137)	(11.6)

\*1 Component ratio

\*2 Exclusive of consumption taxes

## Quarterly Consolidated Performance

### (1) Consolidated Financial Results

	Millions of yen							
	Three months ended June 30, 2008		Three months ended September 30, 2008		Three months ended December 31, 2008		Three months ended March 31, 2009	
		% *1		% *1		% *1		% *1
Net sales	147,602	100.0	156,361	100.0	126,849	100.0	93,134	100.0
Operating income (loss)	14,563	9.9	12,374	7.9	(3,061)	(2.4)	(40,163)	(43.1)
Income (loss) before income taxes	15,090	10.2	13,653	8.7	2,788	2.2	(41,850)	(44.9)
Net income (loss)	9,598	6.5	9,442	6.0	(1,312)	(1.0)	(14,140)	(15.2)

	Millions of yen			
	Three months ended June 30, 2009		Three months ended September 30, 2009	
		% *1		% *1
Net sales	117,507	100.0	138,088	100.0
Operating income (loss)	(3,775)	(3.2)	9,875	7.2
Income (loss) before income taxes	(5,064)	(4.3)	12,815	9.3
Net income (loss)	(3,667)	(3.1)	8,410	6.1

\*1 Ratio to net sales

### (2) Sales by Product

	Millions of yen							
	Three months ended June 30, 2008		Three months ended September 30, 2008		Three months ended December 31, 2008		Three months ended March 31, 2009	
		% *1		% *1		% *1		% *1
Capacitors	53,857	36.6	56,165	36.1	42,077	33.3	28,489	30.7
Piezoelectric Components	22,662	15.4	22,209	14.2	18,017	14.3	13,406	14.5
Other Components	29,211	19.9	31,186	20.1	25,120	19.9	17,802	19.2
Components Total	105,730	71.9	109,560	70.4	85,214	67.5	59,697	64.4
Communication Modules	25,331	17.2	30,430	19.5	26,924	21.3	23,949	25.8
Other Modules	15,997	10.9	15,743	10.1	14,119	11.2	9,078	9.8
Modules Total	41,328	28.1	46,173	29.6	41,043	32.5	33,027	35.6
Net sales	147,058	100.0	155,733	100.0	126,257	100.0	92,724	100.0

	Millions of yen			
	Three months ended June 30, 2009		Three months ended September 30, 2009	
		% *1		% *1
Capacitors	38,201	32.6	44,893	32.6
Piezoelectric Components	17,542	15.0	21,633	15.7
Other Components	21,704	18.6	24,716	18.0
Components Total	77,447	66.2	91,242	66.3
Communication Modules	29,764	25.4	34,735	25.2
Other Modules	9,857	8.4	11,619	8.5
Modules Total	39,621	33.8	46,354	33.7
Net sales	117,068	100.0	137,596	100.0

\*1 Component ratio

\*2 Exclusive of consumption taxes.

\*3 The classification of products has been changed from the three months ended June 30, 2009. Short-range wireless communication modules and multilayer ceramic devices, previously included in "Microwave Devices", and circuit modules, previously included in "Module products", have been separated from these classifications and are indicated as "Communication Modules".

Connectors and isolators, previously included in "Microwave Devices" are indicated as "Other Components", together with EMI suppression filters, coils, sensors, and resistors, previously classified as "Other Products".

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"Components" include "Capacitors", "Piezoelectric Components" and "Other Components", and "Modules" consist of "Communication Modules" and "Other Modules".

The figures for the year ended March 31, 2009 have been reclassified for comparison.