

Financial Statements
Briefing Session for 2008/03 Term
(From April 1, 2007 to March 31, 2008)



May 19, 2008

- I. Overview of Consolidated Financial Statements for 2008/03 Term
- II. Forecast of Consolidated Business Results for 2009/03 Term
- III. Mid-term Business Evolution

I. Overview of Consolidated Financial Statements for 2008/03 Term

Consolidated Financial Statements for 2008/03 Term Highlights (Part1)

(¥ Million)	2008/03 Term	2007/03 Term	Year-on-year percentage change	Estimated value of business results (November 2, 2007)
Sales Amount	7,148	7,156	(0.1%)	7,980
Optical Disc Mold Group	1,569	1,914	(18.0%)	1,890
Optical Communications Group	5,579	5,241	+6.4%	6,090
Operating Profit	(426)	(74)	-	(140)
Ordinary Profit	(540)	73	-	(70)
Current Net Profit	(1,071)	208	-	(130)

Consolidated Financial Statements for 2008/03 Term Highlights (Part2)

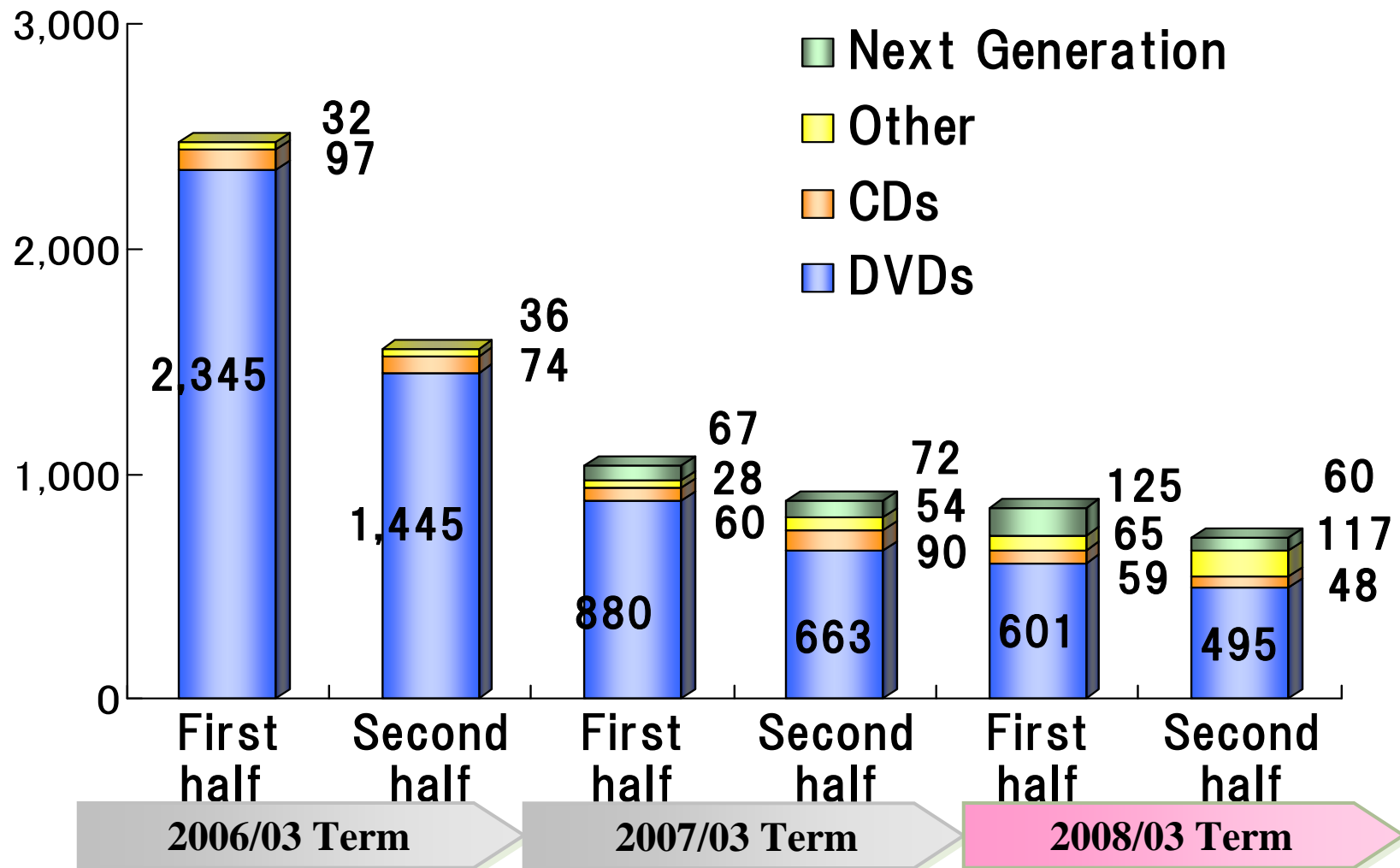
(¥ Million)	2008/03 Term	2007/03 Term	Year-on-year percentage change
Orders Received	7,421	7,288	+1.8%
Orders Backlog	860	587	+46.5%
Equipment Investment	585	896	(34.7%)
Depreciation Expenses	799	788	+1.4%
R & D Expenses	892	567	+57.2%

Business Results by Segment/ Optical Disc Mold Group

(¥ Million)	2008/03 Term	2007/03 Term	Year-on-year percentage change
Sales Amount	1,569	1,914	(18.0%)
Operating Expenses	1,851	1,903	(2.7%)
Operating Profit	(282)	10	-
Operating Profit Ratio	(18.0%)	0.5%	(18.5%)

Sales Amounts by Product / Optical Disc Mold Group

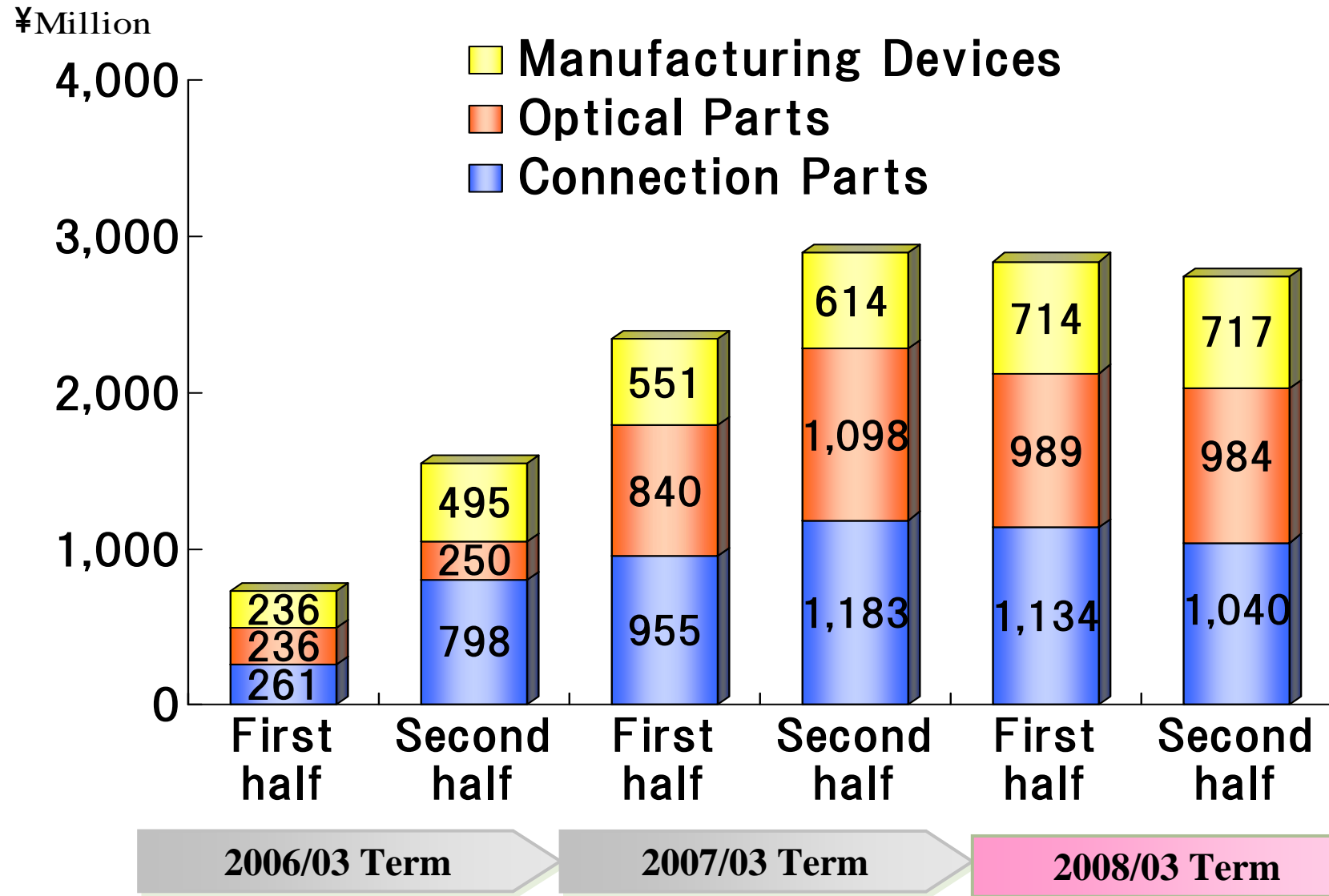
¥Million



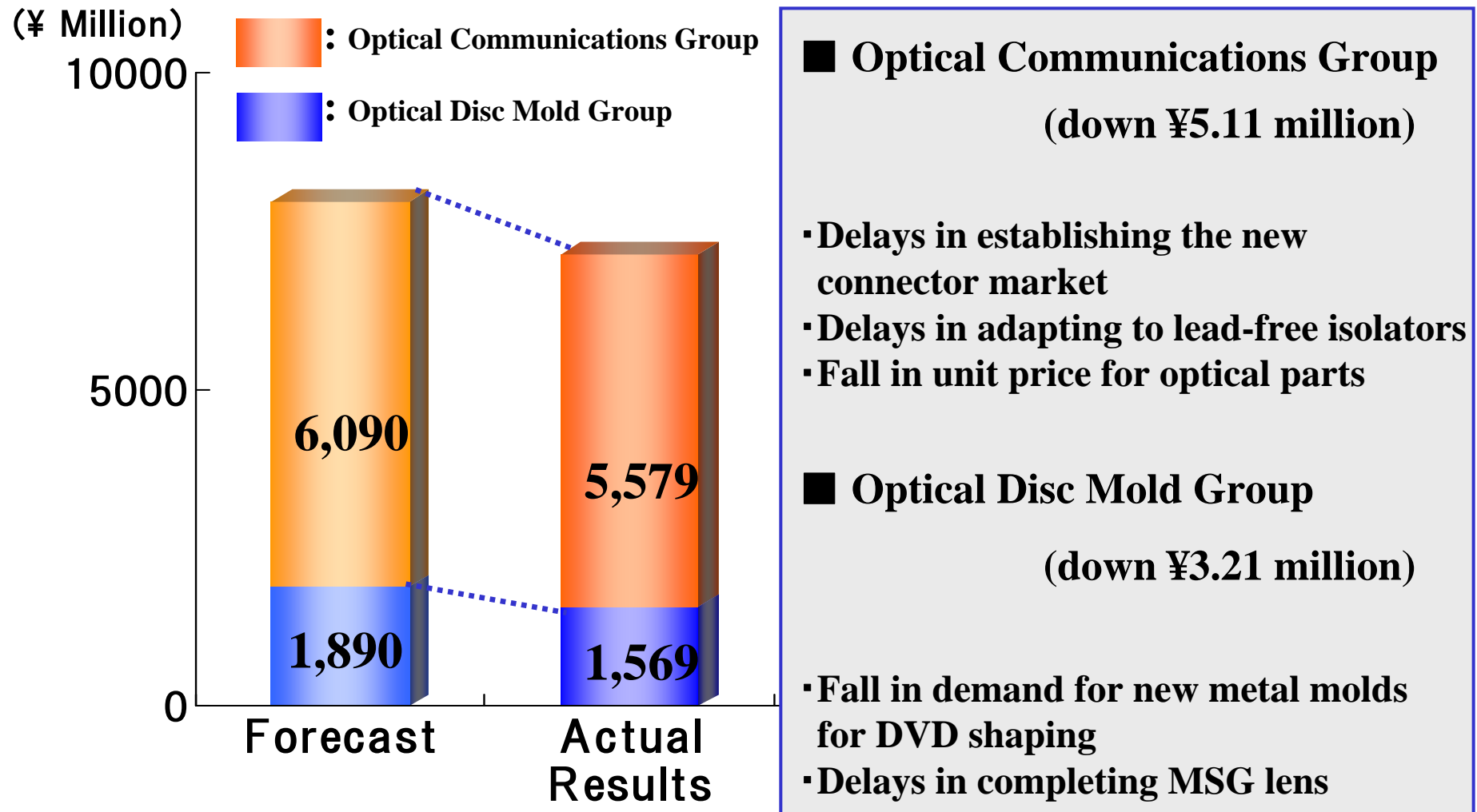
Business Results by Segment/ Optical Communications Group

(¥ Million)	2008/03 Term	2007/03 Term	Year-on-year percentage change
Sales Amount	5,579	5,241	+6.4%
Operating Expenses	5,723	5,326	+7.5%
Operating Profit	(144)	(84)	-
Operating Profit Ratio	(2.6%)	(1.6%)	(1.0%)

Sales Amounts by Product / Optical Communications Group

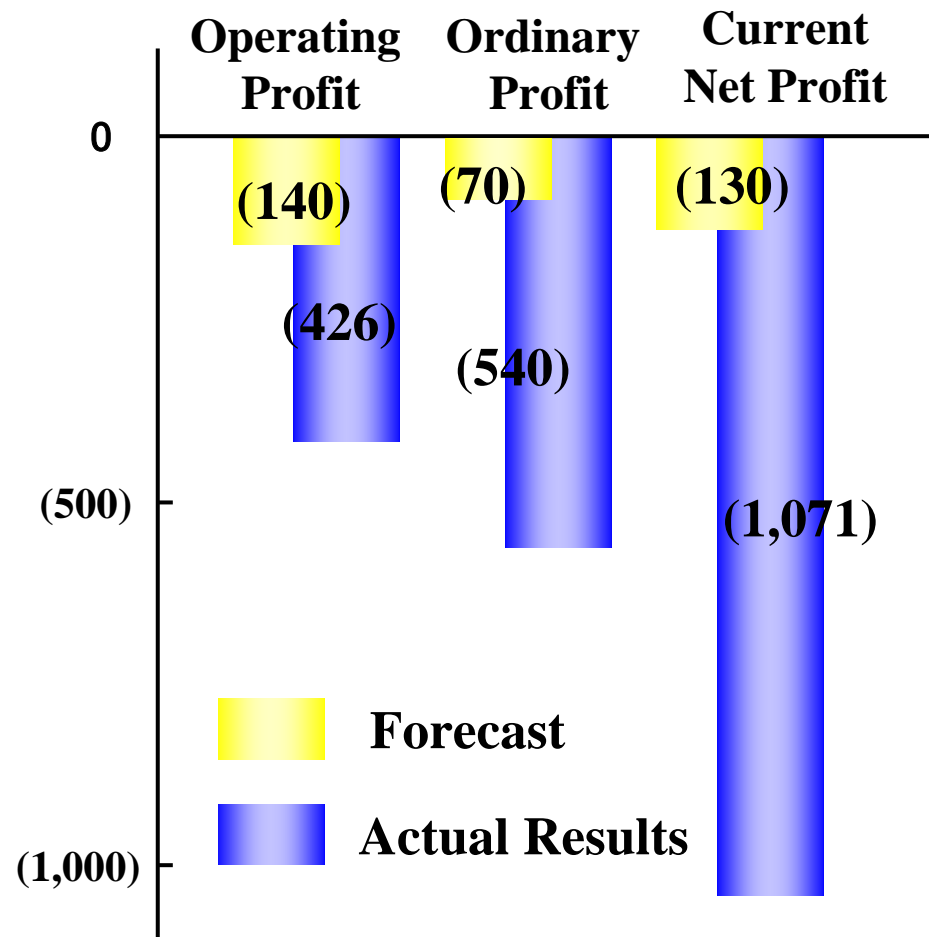


Divergence from the Forecast (Announced Nov. 2, 2007) / Sales Amount



Divergence from the Forecast (Announced Nov. 2, 2007) / Profit and Loss

(¥ Million)



[Key Causes of Divergence]

■ Operating Profit

- Fall in profit accompanying failure to meet sales goals
- Delays in completing MSG lens

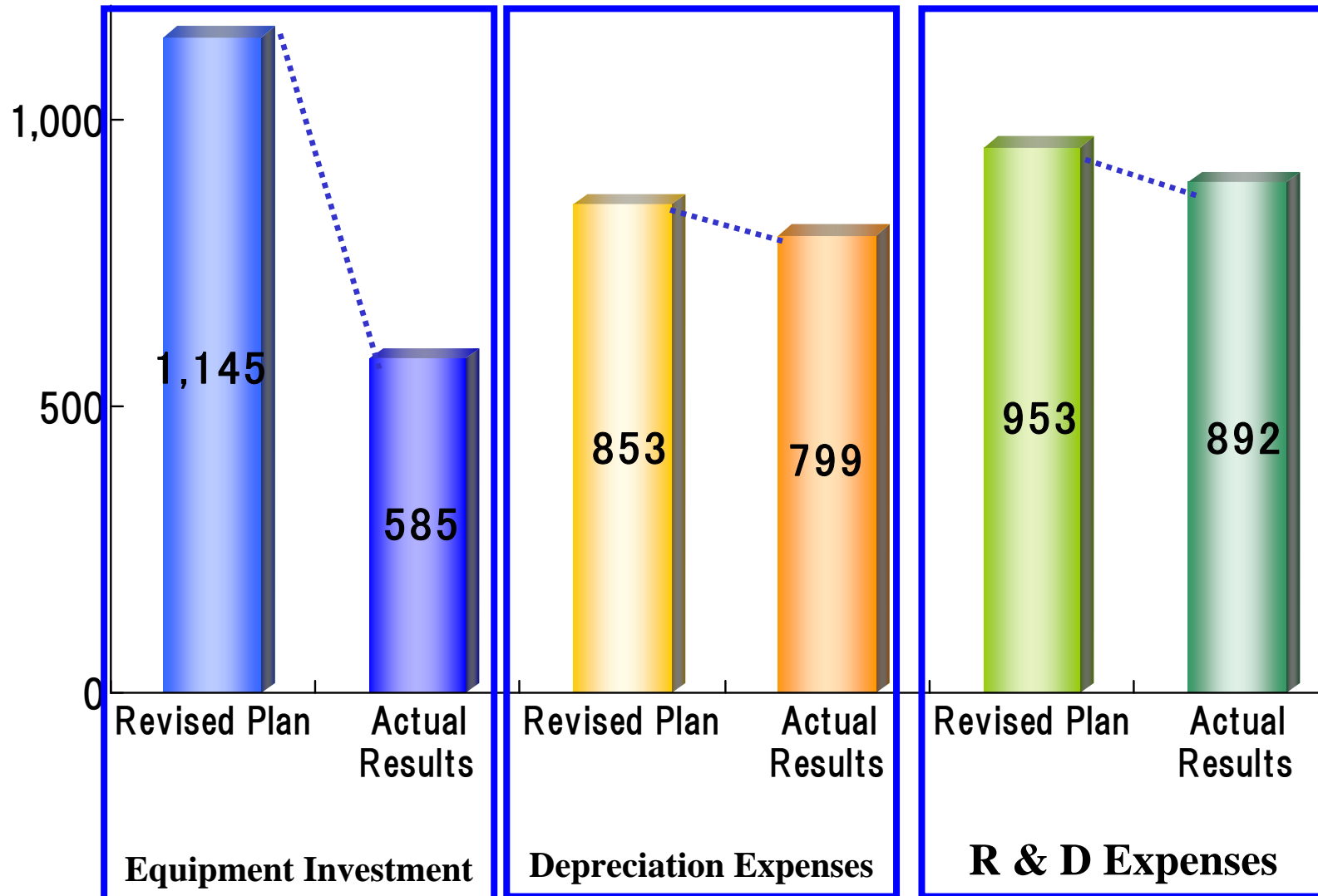
■ Ordinary Profit

- Unexpected loss on inventory
- Foreign exchange transaction loss

■ Current Net Profit

- Depreciation of fixed assets
- Enterprise tax adjustment

(¥ Million) **Divergence from the Plans** (Announced Nov. 2, 2007)



Consolidated Balance Sheet

(¥ Million)

Items	2008/03 Term	2007/03 Term	Amount (Increase/Decrease)
[Assets]			
Current Assets	17,517	17,442	+74
Fixed Assets	7,598	8,771	(1,173)
Total Assets	25,115	26,214	(1,098)
[Liabilities and Net Assets]			
Current Liabilities	1,371	1,117	+254
Fixed Liabilities	606	585	+21
Net Assets	23,136	24,510	(1,374)
Total Liabilities /Net Assets	25,115	26,214	(1,098)

Consolidated Cash Flow Statement

(¥ Million)

Items	2008/03 Term	2007/03 Term
CF - Operating	984	695
CF - Investing	347	(1,335)
CF- Financing	(335)	(360)
Increase in Cash	970	(975)
Balance at the beginning of term	1,887	2,863
Balance at the end of term	2,857	1,887

II. Forecast of Consolidated Business Results for 2009/03 Term

Prior Conditions for Business Plans for 2009/03 Term

Optical Disc Mold Group

- ◆ Not expecting a sudden increase in demand for Blu-ray disc molds
- ◆ Market introduction of MSG lens

Optical Communications Group

- ◆ Market introduction of new connectors and other new products
- ◆ Solid market growth

Forecast of Consolidated Business Results for 2009/03 Term

(¥ Million)	First half	Second half	Forecast of the 2009/03 Term	Results for the 2008/03 Term
Sales Amount	3,600	4,900	8,500	7,148
Operating Profit	(160)	420	260	(426)
Ordinary Profit	(130)	450	320	(540)
Current Net Profit	(140)	410	270	(1,071)
Equipment Investment			868	585
Depreciation Expenses			848	799
R & D Expenses			600	892

Forecast of Consolidated Business Results (by Segment) for 2009/03 Term

(¥ Million / %)

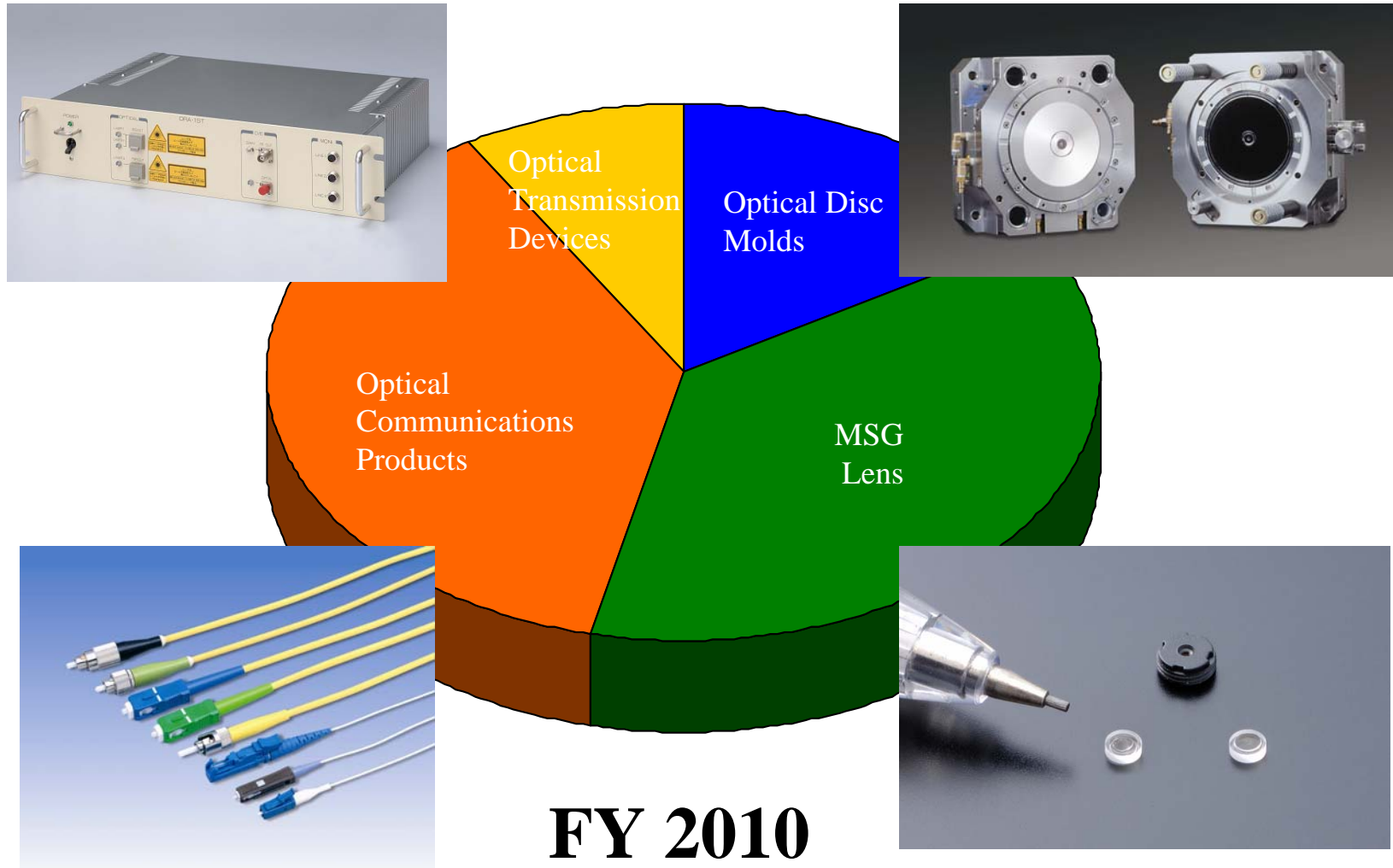
	Forecast of the First half	Forecast of the Second half	Forecast of the full year	Results for the previous term	Year-on-year percentage change
Optical Disc Mold Group					
Sales Amount	900	1,700	2,600	1,569	+65.7
Operating Expenses	1,070	1,510	2,580	1,851	+39.4
Operating Profit	(170)	190	20	(282)	-
Optical Communications Group					
Sales Amount	2,700	3,200	5,900	5,579	+5.8
Operating Expenses	2,690	2,970	5,660	5,723	+0.6
Operating Profit	10	230	240	(144)	-

III. Mid-term Business Evolution

Corporate Vision

**Create new value with precision
processing and optical technology**

Mid-term Business Evolution



Mid-term Business Evolution

~Optical Disc Mold Group~

Business Vision

Expand business fields through precision molding and precision processing technology

Business Strategy

- ◆ **Maintain status as top international brand in optical disc business**
- ◆ **Develop new precision molding and precision processing businesses**
- ◆ **Further improvement of precision processing technology and technology succession**

Mid-term Business Evolution

~Optical Communications Group~

Business Vision

Utilize optical conservation technology to develop new businesses
Increase the added value of existing products

Business strategy

- ◆ **Increase added value through compounding of optical connection parts**
- ◆ **Reestablish isolator business in optical parts**
- ◆ **Maintain status as top international brand for optical manufacturing equipment**

Mid-term Business Evolution

~Optical Transmission Products~

Business Vision

**Become No. 1 in the world
in Optical Remote Antenna**

Business Strategy

- ◆ **Strengthen core technologies and improve productivity**
- ◆ **Provide differentiated products for the broadcast transmission and measurement device markets**
- ◆ **Win status as global de facto standard**

Mid-term Business Evolution

~MSG Lenses~

Business Vision

Become No. 1 in the world in high heat-resistant hybrid lenses

Business Strategy

- ◆ **By the end of fiscal 2008, establish production system for 4 million per month**
- ◆ **Establish status in mobile phone lens market**
- ◆ **Expand into new markets such as automotive, security, and medical fields**

