

NEC Electronics Corporation  
Financial Data  
(FY2010/3)

2009/10/28  
NEC Electronics Corporation  
Corporate Communications Department

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<NOTES>

1. The consolidated financial statements of NEC Electronics in the document are prepared in accordance with accounting principles generally accepted in the United States, or U.S.GAAP on a basis that reflects the historical consolidated financial statements of NEC Electronics assuming that it had existed as a stand-alone company for all periods prior to the corporate separation on November 1, 2002.
2. Operating income (loss) in the document is a measurement commonly used by many Japanese companies and is calculated as follows: net sales minus cost of sales minus R&D expenses minus selling, general and administrative expenses.
3. Capital expenditures in the document are the total cost of additions to property, plant and equipment (excluding software) on an accrual basis of accounting.

# 1. Overview

	FY 2010/3						
	Q1	Q2	1H	Q3	Q4	2H	Full Year
(In millions of yen)	2009.4-2009.6	2009.7-2009.9	2009.4-2009.9	2009.10-2009.12	2010.1-2010.3	2009.10-2010.3	2009.4-2010.3
Net sales	101,960	118,507	220,467				
Operating income (loss)	(20,935)	(15,457)	(36,392)				
Income (loss) before income taxes	(20,774)	(16,720)	(37,494)				
Net income (loss) attributable to NEC Electronics Corp.	(20,690)	(17,400)	(38,090)				
Net income (loss) attributable to NEC Electronics Corp. per share (yen)							
Basic	(167.53)	(140.89)	(308.43)				
Diluted	(167.53)	(140.89)	(308.43)				
Average number of shares during the period (shares)	123,497,694	123,497,694	123,497,694				
Number of shares issued and outstanding at end of fiscal period (shares)	123,497,694	123,497,694	123,497,694				
Capital expenditures (Property, plant and equipment excluding software)	12,622	5,165	17,787				
Depreciation and amortization	14,279	13,918	28,197				
R&D expenses	21,921	26,468	48,389				
Free cash flows	(42,054)	3,845	(38,209)				

	FY 2010/3				
	Q1	Q2		Q3	Q4
(In millions of yen)	2009.6.30	2009.9.30		2009.12.31	2010.3.31
Total assets	471,767	465,455	/		
Shareholders' equity	108,306	88,492			
Interest-bearing debt	136,025	143,704			
Shareholders' equity ratio (%)	23.0%	19.0%			
D/E ratio (Times)	1.26	1.62			

<NOTES>

\* Operating income (loss) in the document is a measurement commonly used by many Japanese companies and is calculated as follows: net sales minus cost of sales minus R&D expenses minus selling, general and administrative expenses.

\* Capital expenditures in the document are the total cost of additions to property, plant and equipment (excluding software) on an accrual basis of accounting.

\* Net income(loss) attributable to NEC Electronics Corp. is computed in the same method as for Net income(loss) for the year ended March 31, 2009.

## 2. Consolidated Statements of Operations

	FY 2010/3						
	Q1	Q2	1H	Q3	Q4	2H	Full Year
(In millions of yen)	2009.4-2009.6	2009.7-2009.9	2009.4-2009.9	2009.10-2009.12	2010.1-2010.3	2009.10-2010.3	2009.4-2010.3
Net sales	101,960	118,507	220,467				
Cost of sales	84,301	90,612	174,913				
R&D expenses	21,921	26,468	48,389				
Selling, general and administrative expenses	16,673	16,884	33,557				
Operating income (loss)	(20,935)	(15,457)	(36,392)				
Non-operating income	1,214	709	1,923				
Interest and dividend income	97	54	151				
Other	1,117	655	1,772				
Non-operating expenses	1,053	1,972	3,025				
Interest	81	172	253				
Other	972	1,800	2,772				
Income (loss) before income taxes	(20,774)	(16,720)	(37,494)				
Provision (benefit) for income taxes	388	904	1,292				
Equity in earnings (loss) of affiliated companies	72	35	107				
Consolidated net loss	(21,090)	(17,589)	(38,679)				
Less: Net income (loss) attributable to noncontrolling interests	(400)	(189)	(589)				
Net income(loss) attributable to NEC Electronics Corp.	(20,690)	(17,400)	(38,090)				

<NOTES>

\*Operating income (loss) in the document is a measurement commonly used by many Japanese companies and is calculated as follows: net sales minus cost of sales minus R&D expenses minus selling, general and administrative expenses.

\*Foreign exchange income and loss are reported based on the net amount for each period in "Non-operating income" and "Non-operating loss".

\*Net income(loss) attributable to NEC Electronics Corp. is computed in the same method as for Net income(loss) for the year ended March 31, 2009.

### 3. Consolidated Balance Sheets

(In millions of yen)	FY 2010/3			
	Q1 2009.6.30	Q2 2009.9.30	Q3 2009.12.31	Q4 2010.3.31
<b>ASSETS</b>				
Current assets	211,750	218,089		
Cash and cash equivalents	79,451	89,470		
Notes and accounts receivable, trade	66,033	67,057		
Inventories	58,405	54,463		
Other current assets	7,861	7,099		
Long-term assets	260,017	247,366		
Investments	3,992	3,908		
Property, plant and equipment	241,693	230,393		
Other assets	14,332	13,065		
Total assets	471,767	465,455		
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>				
Current liabilities	141,895	145,326		
Short-term borrowings and current portion of long term debt	11,192	7,937		
Notes and accounts payable, trade	71,959	78,605		
Other current liabilities	58,744	58,784		
Long-term liabilities	217,523	227,838		
Long-term debt	124,833	135,767		
Accrued pension and severance costs	81,156	80,761		
Other	11,534	11,310		
NEC Electronics Corp. shareholders' equity	108,306	88,492		
Common stock	85,955	85,955		
Additional paid-in capital	281,081	281,081		
Accumulated deficit	(218,211)	(235,611)		
Accumulated other comprehensive income (loss)	(40,508)	(42,922)		
Treasury stock, at cost	(11)	(11)		
Noncontrolling interests	4,043	3,799		
Total liabilities and shareholders' equity	471,767	465,455		

Interest-bearing debt (In millions of yen)	136,025	143,704		
Shareholders' equity ratio (%)	23.0%	19.0%		
D/E ratio (Times)	1.26	1.62		

#### Breakdown of accumulated other comprehensive income (loss)

Foreign currency translation adjustments	(6,303)	(9,004)		
Pension liability adjustment	(34,606)	(34,261)		
Unrealized gains (losses) on marketable securities	401	343		

#### 4. Consolidated Statements of Cash Flows

(In millions of yen)	FY 2010/3						
	Q1 2009.4-2009.6	Q2 2009.7-2009.9	1H 2009.4-2009.9	Q3 2009.10-2009.12	Q4 2010.1-2010.3	2H 2009.10-2010.3	Full Year 2009.4-2010.3
I. Cash flows from operating activities:							
Consolidated net loss	(21,090)	(17,589)	(38,679)				
Adjustments to reconcile net income (loss) to net cash provided by operating activities:							
Depreciation and amortization	14,279	13,918	28,197				
(Increase) decrease in notes and accounts receivable	(13,397)	(3,533)	(16,930)				
(Increase) decrease in inventories	4,810	3,076	7,886				
Increase (decrease) in notes and accounts payable	(3,211)	12,272	9,061				
Other, net	(6,088)	2,578	(3,510)				
Net cash provided by (used in) operating activities	(24,697)	10,722	(13,975)				
II. Cash flows from investing activities:							
Proceeds from sales of property, plant and equipment	191	2,414	2,605				
Additions to property, plant and equipment	(16,743)	(9,268)	(26,011)				
Other, net	(805)	(23)	(828)				
Net cash used in investing activities	(17,357)	(6,877)	(24,234)				
Free cash flows ( I + II )	(42,054)	3,845	(38,209)				
III. Cash flows from financing activities:							
Increase (decrease) in borrowings, net	6,404	5,743	12,147				
Proceeds from sale leaseback transactions	13,976	2,016	15,992				
Other, net	(938)	(560)	(1,498)				
Net cash provided by (used in) financing activities	19,442	7,199	26,641				
Effect of exchange rate changes on cash and cash equivalents	784	(1,025)	(241)				
Net increase (decrease) in cash and cash equivalents	(21,828)	10,019	(11,809)				
Cash and cash equivalents at beginning of period	101,279	79,451	101,279				
Cash and cash equivalents at end of period	79,451	89,470	89,470				

## 5. Segment Information

### (1) Sales by market application

(In millions of yen)		FY 2010/3						
		Q1 2009.4-2009.6	Q2 2009.7-2009.9	1H 2009.4-2009.9	Q3 2009.10-2009.12	Q4 2010.1-2010.3	2H 2009.10-2010.3	Full Year 2009.4-2010.3
	Communications	14,591	13,438	28,029				
	Computing and Peripherals	13,461	16,774	30,235				
	Consumer Electronics	22,799	22,601	45,400				
	Automotive and Industrial	15,711	22,989	38,700				
	Multi-market ICs	13,328	15,415	28,743				
	Discrete, Optical and Microwave Devices	18,147	22,568	40,715				
	Semiconductors	98,037	113,785	211,822				
	Other	3,923	4,722	8,645				
	Total	101,960	118,507	220,467				

## Appendix

### Sales by platform

(In millions of yen)		FY 2010/3						
		Q1 2009.4-2009.6	Q2 2009.7-2009.9	1H 2009.4-2009.9	Q3 2009.10-2009.12	Q4 2010.1-2010.3	2H 2009.10-2010.3	Full Year 2009.4-2010.3
	SoC Platform	40,841	41,821	82,662				
	MCU Platform	28,001	35,929	63,930				
	Discrete and IC	29,195	36,035	65,230				
	Semiconductors	98,037	113,785	211,822				
	Other	3,923	4,722	8,645				
	Total	101,960	118,507	220,467				

