

Media Contacts

Kyoko Okamoto
 NEC Electronics Corporation
 +81 44-435-1676
 press@necel.com

Investor Contacts

Nanako Hayashi
 NEC Electronics Corporation
 +81 44-435-1664
 ir@necel.com

NEC Electronics Reports Financial Results for the First Quarter Ended June 30, 2009

KAWASAKI, Japan, July 29, 2009 — NEC Electronics Corporation (TSE: 6723) today announced consolidated financial results for the three months ended June 30, 2009.

First Quarter Consolidated Financial Results	2
1. Business Results	5
2. Financial Condition	10
3. Consolidated Forecasts	12
4. Other	13
5. Consolidated Quarterly Financial Statements (Three Months)	
5.1 Consolidated Quarterly Balance Sheets	14
5.2 Consolidated Quarterly Statements of Operations	15
5.3 Consolidated Quarterly Statements of Cash Flows	16
5.4 Segment Information	17
5.5 Notes on Significant changes in NEC Electronics Corp. Shareholders' Equity	18
6. Notes on Assumption for Going Concern	18
Reference: Summary of Consolidated Financial Results	19

1.2 Consolidated financial position

	Total Assets	NEC Electronics Corp. Shareholders' Equity	NEC Electronics Corp. Shareholders' Equity Ratio	NEC Electronics Corp. Shareholders' Equity Per Share
	Million Yen	Million Yen	%	Yen
June 30, 2009	471,767	108,306	23.0	876.99
March 31, 2009	482,545	128,130	26.6	1,037.51

Note: The figures for shareholders' equity are prepared in accordance with accounting principles generally accepted in the United States.

2. Cash dividends

	Cash Dividends Per Share at the end of first quarter	Cash Dividends Per Share at the end of second quarter	Cash Dividends Per Share at the end of third quarter	Cash Dividends Per Share at the end of year	Annual Cash Dividends Per Share
	Yen	Yen	Yen	Yen	Yen
March 31, 2009	---	0.00	---	0.00	0.00
March 31, 2010	---				
March 31, 2010 (forecast)		0.00	---	0.00	0.00

Note: Change in forecasts of cash dividends since the most recently announced forecasts: None

3. Forecast of consolidated results for the year ending March 31, 2010

(% of change from the previous year)

	Net Sales		Operating Income (Loss)		Income (Loss) Before Income Taxes	
	Million Yen	%	Million Yen	%	Million Yen	%
Six months ending September 30, 2009	215,000	(35.5)	(25,000)	---	(26,500)	---
Year ending March 31, 2010	480,000	(12.2)	0	---	(7,500)	---

Note 1: Change in forecast of consolidated results since the most recently announced forecasts: None

Note 2: Net loss attributable to NEC Electronics Corp.: Six months ending Sep 30, 2009: (27,000) million yen
: Year ending Mar 31, 2010: (9,000) million yen
Net loss per share attributable to NEC Electronics Corp.: Six months ending Sep 30, 2009: (218.62) yen
: Year ending Mar 31, 2010: (72.87) yen

Note 3: Please refer to section "3. Consolidated Forecasts" on page 12 for further information.

4. Other

4.1 Changes in significant subsidiaries in the three months ended June 30, 2009

(changes in specified subsidiaries resulting in changes in scope of consolidation): None

4.2 Adoption of simplified accounting methods for quarterly reporting: None

4.3 Changes in accounting principles, procedures, and presentations, etc.

(Changes indicated to "Basis of Presenting the Consolidated Financial Statements")

1. Changes resulting from revisions in accounting principles, etc. : Yes
2. Other changes : No

Note: Please refer to section "4. Other" on page 13 for further information.

4.4 Number of shares issued and outstanding (common stock)

1. Number of shares issued and outstanding at the end of each period
As of Jun. 30, 2009: 123,500,000 As of Mar. 31, 2009: 123,500,000
2. Number of treasury stock at the end of each period
As of Jun. 30, 2009: 2,306 As of Mar. 31, 2009: 2,306
3. Average number of shares issued and outstanding in each period
As of Jun. 30, 2009: 123,497,694 As of Jun. 30, 2008: 123,497,928

Cautionary Statement

The statements with respect to the financial outlook of NEC Electronics and its consolidated subsidiaries are forward-looking statements involving risks and uncertainties. We caution you in advance that actual results may differ materially from such forward-looking statements due to changes in several important factors.

1. Business Results

1.1 Overview of the Three Months Ended June 30, 2009

During the three months ended June 30, 2009, the plunging global economy finally bottomed out from the recession, which started from last autumn, and showed a sign of gradual recovery. An advancement of inventory adjustments and governments' economic stimulation measures shored up recovery in production around the world. Especially in China, the government's support measure to buy home appliances triggered consumer spending and expanded domestic demand. As for Japan, the economy, mainly corporate sectors, showed a recovery trend through resurgence of exports.

Amidst this economic condition, the semiconductor market in which NEC Electronics operates is also starting to see improving demand with customers' production hike and increase in orders due to their inventory accumulation. Part of this recovery is fueled by strong demand for flat-screen TVs and compact netbooks. Although not fully recovered, automotive market is also triggering the semiconductor demand with the growing market for hybrid vehicles thanks to the governments' environmental regulations and support measures to buy eco-cars.

However, housing market in U.S., which triggered the recession, stays stagnant, and confidence of individual customers is still sluggish while unemployment rate remains high. These lingering uncertainties indicate the difficulty of sharp improvement in global economy in the near term. NEC Electronics forecasts the market condition to remain challenging and unpredictable.

1.2 Summary of Consolidated Financial Results

Three Months Ended June 30, 2009

	Three Months Ended June 30, 2008	Three Months Ended June 30, 2009		Increase (Decrease)	
	Billion Yen	Billion Yen	Million USD	Billion Yen	% Change
Net sales	166.3	102.0	1,062	(64.3)	(38.7)
Sales from semiconductors	159.2	98.0	1,021	(61.1)	(38.4)
Operating income (loss)	1.7	(20.9)	(218)	(22.6)	
Income (loss) before income taxes	0.3	(20.8)	(216)	(21.1)	
Net loss attributable to NEC Electronics Corp.	(1.3)	(20.7)	(216)	(19.4)	
	Yen	Yen			
Exchange rate (USD)	103	98			
Exchange rate (Euro)	160	130			

Note: U.S. dollar amounts are translated from yen, for convenience only, at the rate of ¥96=U.S. \$1.

Consolidated net sales for the three months ended June 30, 2009 were 102.0 billion yen, down 64.3 billion yen, or 38.7 percent year on year.

Sales of products in all areas decreased. Notably, computing and peripherals, automotive and industrial decreased by more than 40 percent year on year.

Consolidated operating loss was 20.9 billion yen, 22.6 billion yen worse year on year. Although fixed cost was reduced significantly by streamlining manufacturing-related costs, R&D cost, and personnel costs, over 20.0 billion yen of operating loss was recorded due to the decline in consolidated net sales year on year.

Consolidated loss before income taxes was 20.8 billion yen, 21.1 billion yen worse year on year. This drop was mainly due to an increase in consolidated operating loss.

Net loss attributable to NEC Electronics Corp. was 20.7 billion yen, 19.4 billion yen worse year on year.

1.3 Net Sales by Market Application

Three Months Ended June 30, 2009

	Three Months Ended June 30, 2008	Three Months Ended June 30, 2009		Increase (Decrease)	
	Billion Yen	Billion Yen	Million USD	Billion Yen	% Change
Communications	16.4	14.6	152	(1.8)	(10.9)
Computing and peripherals	30.0	13.5	140	(16.5)	(55.1)
Consumer electronics	32.1	22.8	237	(9.3)	(29.1)
Automotive and industrial	29.8	15.7	164	(14.1)	(47.3)
Multi-market ICs	21.0	13.3	139	(7.7)	(36.6)
Discrete, optical, and microwave devices	29.8	18.1	189	(11.7)	(39.2)
Semiconductor total	159.2	98.0	1,021	(61.1)	(38.4)
Other	7.1	3.9	41	(3.2)	(44.8)
Total	166.3	102.0	1,062	(64.3)	(38.7)

Communications

Products Semiconductors for broadband networking equipment including routers and mobile-phone base stations; semiconductors for mobile handsets.

Net sales 14.6 billion yen (Down 1.8 billion yen, 10.9% year on year)

Although sales of digital baseband ICs and ICs for camera-equipped mobile phones increased year on year, sales of ICs for broadband network devices and LCD driver ICs decreased year on year.

Computing and Peripherals

Products Semiconductors for servers, workstations, personal computers, and PC peripherals.

Net sales 13.5 billion yen (Down 16.5 billion yen, 55.1% year on year)

Sales of LCD driver ICs for LCD televisions and PC monitors, and LSI chips for DVD drives decreased year on year.

Consumer Electronics

Products Semiconductors for consumer electronics and game consoles.

Net sales 22.8 billion yen (Down 9.3 billion yen, 29.1% year on year)

Sales of semiconductors for game consoles and white goods declined year on year.

Automotive and Industrial

Products Semiconductors used in automobiles and industrial systems, including factory automation equipment.

Net sales 15.7 billion yen (Down 14.1 billion yen, 47.3% year on year)

Sales of automotive microcontrollers declined year on year.

Multi-market ICs

Products General-purpose microcontrollers, gate arrays, and multi-purpose SRAM.

Net sales 13.3 billion yen (Down 7.7 billion yen, 36.6% year on year)

Sales of general-purpose microcontrollers, gate arrays, and multi-purpose SRAM all decreased year on year as a result of a decline in demand due to a slower market.

Discrete, Optical and Microwave Devices

Products Discrete devices such as diodes and transistors; optical semiconductors for optical communications equipment and DVD devices; and microwave semiconductors for mobile handsets and other applications.

Net sales 18.1 billion yen (Down 11.7 billion yen, 39.2% year on year)

Sales of discrete devices and compounds semiconductors such as optical and microwave devices decreased year on year as a result of a decline in demand due to a slower market.

Other

Products Non-semiconductor products such as color LCDs, sold on a resale basis by NEC Electronics' sales subsidiaries.

Net sales 3.9 billion yen (Down 3.2 billion yen, 44.8% year on year)

1.4 Net Sales by Region

Three Months Ended June 30, 2009

	Three Months Ended June 30, 2008	Three Months Ended June 30, 2009		Increase (Decrease)	
	Billion Yen	Billion Yen	Million USD	Billion Yen	% Change
Japan	89.1	56.5	588	(32.6)	(36.6)
United States of America	12.3	5.4	57	(6.8)	(55.6)
Europe	22.4	14.1	147	(8.3)	(37.0)
Asia	42.5	25.9	270	(16.6)	(39.1)
Total	166.3	102.0	1,062	(64.3)	(38.7)

Note: With the exception of Japan and the United States of America, regions include subsidiaries in the following locations:

Europe: Germany, Great Britain, and Ireland

Asia: China, Indonesia, Malaysia, Singapore, South Korea, and Taiwan

Japan

Net sales 56.5 billion yen (Down 32.6 billion yen, 36.6% year on year)

Sales of semiconductors for game consoles, LSI chips for DVD drives, and automotive microcontrollers decreased.

United States of America

Net sales 5.4 billion yen (Down 6.8 billion yen, 55.6% year on year)

Sales of ICs for broadband network devices and automotive microcontrollers decreased.

Europe

Net sales 14.1 billion yen (Down 8.3 billion yen, 37.0% year on year)

Sales of both semiconductors for automobiles and general-purpose microcontrollers decreased. The majority of sales in Europe for the three months ended June 30, 2008 and June 30, 2009 were from NEC Electronics' subsidiary in Germany.

Asia

Net sales 25.9 billion yen (Down 16.6 billion yen, 39.1% year on year)

Overall sales of LCD driver ICs for LCD televisions and PC monitors, as well as discrete products decreased. Sales from NEC Electronics' subsidiaries in China for the three months ended June 30, 2008 and June 30, 2009 were 22.8 billion yen and 14.6 billion yen, respectively.

2. Financial Condition

2.1 Total Assets and Shareholders' Equity

	March 31, 2009	June 30, 2009		Increase (Decrease)
	Billion Yen	Billion Yen	Million USD	Billion Yen
Total assets	482.5	471.8	4,914	(10.8)
NEC Electronics Corp. shareholders' equity	128.1	108.3	1,128	(19.8)
Equity ratio	26.6%	23.0%		(3.6)%
NEC Electronics Corp. shareholders' equity per share	1,038 yen	877 yen	9.14 USD	(161) yen
Interest-bearing debt	116.9	136.0	1,417	19.2

Total assets at June 30, 2009 totaled 471.8 billion yen, a 10.8 billion yen decrease from March 31, 2009. This was mainly due to a decrease in shareholders' equity from posting net loss attributable to NEC Electronics Corp., despite the increase in accounts receivable following an increase in net sales.

Compared to March 31, 2009, NEC Electronics Corp. shareholders' equity was 19.8 billion yen lower at 108.3 billion yen. This was due to posting net loss attributable to NEC Electronics Corp. of 20.7 billion yen for the period from April to June 2009.

The NEC Electronics Corp. shareholders' equity ratio decreased by 3.6 points from March 31, 2009 as a result of a decrease in NEC Electronics Corp. shareholders' equity.

Interest-bearing debt totaled 136.0 billion yen, increasing 19.2 billion yen from March 31, 2009 mainly due to increased borrowing.

2.2 Cash Flows

Three Months Ended June 30, 2009

	Three Months Ended June 30, 2008	Three Months Ended June 30, 2009		Increase (Decrease)
	Billion Yen	Billion Yen	Million USD	Billion Yen
Net cash provided by (used in) operating activities	4.2	(24.7)	(257)	(28.9)
Net cash used in investing activities	(10.9)	(17.4)	(181)	(6.5)
Free cash flows	(6.7)	(42.1)	(438)	(35.4)
Net cash provided by (used in) financing activities	(1.5)	19.4	203	21.0
Effect of exchange rate changes on cash and cash equivalents	1.7	0.8	8	(1.0)
Net decrease in cash and cash equivalents	(6.5)	(21.8)	(227)	(15.4)
Cash and cash equivalents at beginning of period	165.5	101.3	1,055	(64.2)
Cash and cash equivalents at end of period	159.0	79.5	828	(79.5)

Despite a decrease in inventories, net cash used in operating activities for the three month ended June 30, 2009 was 24.7 billion yen, due to posting net loss and increase in accounts receivable.

Payments for property, plant, and equipment in the amount of 16.7 billion yen brought the total net cash used in investing activities to 17.4 billion yen.

The foregoing resulted in negative free cash flows of 42.1 billion yen.

Financing activities provided net cash in the amount of 19.4 billion yen due to proceeds from sale lease back from property, plant, and equipment and the borrowings.

As a result of the above, combined with the positive impact of currency exchange fluctuations in the amount of 0.8 billion yen, the net decrease in cash and cash equivalents was 21.8 billion yen, resulting in cash and cash equivalents at June 30, 2009 totaling 79.5 billion yen.

3. Consolidated Forecasts

Forecasts for the fiscal year ending March 31, 2010 remain unchanged from those announced previously on May 11, 2009.

	Net Sales	Sales from semiconductor s	Operating Income (Loss)	Income (Loss) Before Income Taxes	Net Income (Loss) Attributable to NEC Electronics Corp.
	Million Yen	Million Yen	Million Yen	Million Yen	Million Yen
Six months ending September 30, 2009	215,000	205,000	(25,000)	(26,500)	(27,000)
Year ending March 31, 2010	480,000	460,000	0	(7,500)	(9,000)

The consolidated financial forecasts for the full year ending March 31, 2010 are calculated at the rate of 95 yen per USD and 125 yen per Euro.

The statements with respect to the financial outlook of NEC Electronics and its consolidated subsidiaries are forward-looking statements involving risks and uncertainties. We caution you in advance that actual results may differ materially from such forward-looking statements due to changes in several important factors.

4. Other

- 4.1 Changes in significant subsidiaries in the three months ended June 30, 2009
(Changes in specified subsidiaries resulting in changes in scope of consolidation)
: None
- 4.2 Adoption of simplified accounting methods for quarterly reporting
: None
- 4.3 Changes in accounting principles, procedures, and presentations, etc.

Accounting Change

Effective April 1, 2009, the Company adopted SFAS No. 160, *Noncontrolling Interests in Consolidated Financial Statements—an amendment of Accounting Research Bulletin ("ARB") No. 51* ("SFAS No. 160"). SFAS No. 160 establishes accounting and reporting standards for the ownership interests in subsidiaries held by parties other than the parent, the amount of consolidated net income attributable to the parent and to the noncontrolling interests, changes in parent's ownership interest, and the valuation of retained noncontrolling equity investments when a subsidiary is deconsolidated. Upon the adoption of SFAS No. 160, which were previously referred to as minority interests and classified between total liabilities and stockholders' equity on the consolidated balance sheets, are now included as a separate component of total equity. In addition, consolidated net income on the consolidated statements of income now includes the net income (loss) attributable to noncontrolling interests. These financial statement presentation requirements have been adopted retrospectively and prior year amounts in the consolidated financial statements including the consolidated statements of cash flows have been reclassified or adjusted to conform to SFAS No. 160. The adoption of SFAS No. 160 did not have a significant effect on financial position or results of operations.

5. Consolidated Quarterly Financial Statements (Three Months)

5.1 Consolidated Quarterly Balance Sheets

As of June 30, 2009

	March 31, 2009	June 30, 2009		Increase (Decrease)	June 30, 2008
	Million Yen	Million Yen	Million USD	Million Yen	Million Yen
Current assets	222,177	211,750	2,206	(10,427)	346,339
Cash and cash equivalents	101,279	79,451	828	(21,828)	158,998
Notes and accounts receivable, trade	52,488	66,033	688	13,545	99,548
Inventories	63,220	58,405	608	(4,815)	79,518
Other current assets	5,190	7,861	82	2,671	8,275
Long-term assets	260,368	260,017	2,708	(351)	274,836
Investments	3,474	3,992	42	518	5,047
Property, plant and equipment	242,079	241,693	2,518	(386)	253,851
Other assets	14,815	14,332	148	(483)	15,938
Total assets	482,545	471,767	4,914	(10,778)	621,175
Current liabilities	141,907	141,895	1,478	(12)	173,301
Short-term borrowings	1,905	11,192	117	9,287	1,899
Notes and accounts payable, trade	78,763	71,959	749	(6,804)	106,048
Other current liabilities	61,239	58,744	612	(2,495)	65,354
Long-term liabilities	208,387	217,523	2,266	9,136	212,955
Long-term debt	114,966	124,833	1,300	9,867	115,415
Accrued pension and severance costs	81,167	81,156	846	(11)	74,541
Other	12,254	11,534	120	(720)	22,999
NEC Electronics Corp. shareholders' equity	128,130	108,306	1,128	(19,824)	230,137
Common stock	85,955	85,955	895	---	85,955
Additional paid-in capital	281,081	281,081	2,928	---	281,081
Accumulated deficit	(197,521)	(218,211)	(2,273)	(20,690)	(116,213)
Accumulated other comprehensive income (loss)	(41,374)	(40,508)	(422)	866	(20,676)
Treasury stock, at cost	(11)	(11)	(0)	---	(10)
Noncontrolling interests	4,121	4,043	42	(78)	4,782
Total liabilities and shareholders' equity	482,545	471,767	4,914	(10,778)	621,175
Interest-bearing debt	116,871	136,025	1,417	19,154	117,314
Equity ratio	26.6%	23.0%		(3.6)%	37.0%
Debt / equity ratio	0.91 times	1.26 times		0.35 times	0.51 times
Accumulated other comprehensive income (loss):					
Foreign currency translation adjustments	(6,563)	(6,303)	(66)	260	5,672
Pension liability adjustment	(34,948)	(34,606)	(360)	342	(27,445)
Unrealized gains (losses) on marketable securities	137	401	4	264	1,097

Note: Upon the adoption of SFAS 160, certain amounts in the consolidated balance sheet as of June 30, 2008 and March 31, 2009 have been reclassified to conform to the presentation in the consolidated balance sheet as of June 30, 2009.

5.2 Consolidated Quarterly Statements of Operations

Three Months Ended June 30, 2009

	Three Months Ended June 30, 2008		Three Months Ended June 30, 2009			Increase (Decrease)	Year Ended March 31, 2009	
	Million Yen	% of Net Sales	Million Yen	Million USD	% of Net Sales		Million Yen	% of Net Sales
Net sales	166,282	100.0	101,960	1,062	100.0	(64,322)	546,470	100.0
Cost of sales	117,986	71.0	84,301	878	82.7	(33,685)	425,918	77.9
Research and development	26,445	15.9	21,921	228	21.5	(4,524)	110,380	20.2
Selling, general, and administrative expenses	20,150	12.1	16,673	174	16.3	(3,477)	78,527	14.4
Operating income (loss)	1,701	1.0	(20,935)	(218)	(20.5)	(22,636)	(68,355)	(12.5)
Non-operating income	1,075	0.7	1,214	13	1.2	139	3,761	0.7
Interest and dividends income	513		97	1		(416)	1,570	
Other	562		1,117	12		555	2,191	
Non-operating expense	2,497	1.5	1,053	11	1.1	(1,444)	24,741	4.5
Interest expense	116		81	1		(35)	319	
Other	2,381		972	10		(1,409)	24,422	
Income (loss) before income taxes	279	0.2	(20,774)	(216)	(20.4)	(21,053)	(89,335)	(16.3)
Provision (benefit) for income taxes	1,563	1.0	388	4	0.4	(1,175)	(6,115)	(1.0)
Equity in earning of affiliated companies	26	0.0	72	0	0.1	46	307	0.1
Consolidated net Loss	(1,258)	(0.8)	(21,090)	(220)	(20.7)	(19,832)	(82,913)	(15.2)
Less: Net income (loss) attributable to noncontrolling interests	59	0.0	(400)	(4)	(0.4)	(459)	(288)	(0.1)
Net loss attributable to NEC Electronics Corp.	(1,317)	(0.8)	(20,690)	(216)	(20.3)	(19,373)	(82,625)	(15.1)

Notes

1. The consolidated financial statements of NEC Electronics are prepared in accordance with accounting principles generally accepted in the United States. The figures for operating income (loss) shown above represent net sales minus cost of sales, research and development expenses, and selling, general and administrative expenses.
2. Upon the adoption of SFAS 160, certain amounts in the consolidated (quarterly) statement of operations for the three months ended June 30, 2008 and year ended March 31, 2009 have been reclassified to conform to the presentation in the consolidated quarterly statement of operations for the three months ended June 30, 2009.

5.3 Consolidated Quarterly Statements of Cash Flows

Three Months Ended June 30, 2009

	Three Months Ended June 30, 2008	Three Months Ended June 30, 2009		Increase (Decrease)	Year Ended March 31, 2009
	Million Yen	Million Yen	Million USD	Million Yen	Million Yen
I. Cash flows from operating activities					
Consolidated net loss	(1,258)	(21,090)	(220)	(19,832)	(82,913)
Adjustments to reconcile net loss to net cash provided by operating activities					
Depreciation and amortization	15,947	14,279	149	(1,668)	67,346
(Increase) decrease in notes and accounts receivable	589	(13,397)	(140)	(13,986)	39,117
(Increase) decrease in inventories	(2,529)	4,810	50	7,339	10,911
Decrease in notes and accounts payable	(2,665)	(3,211)	(33)	(546)	(31,166)
Other, net	(5,893)	(6,088)	(63)	(195)	(10,228)
Net cash provided by (used in) operating activities	4,191	(24,697)	(257)	(28,888)	(6,933)
II. Cash flows from investing activities					
Proceeds from sales of property, plant and equipment	189	191	2	2	6,271
Additions to property, plant and equipment	(10,497)	(16,743)	(174)	(6,246)	(53,035)
Other, net	(560)	(805)	(9)	(245)	(2,492)
Net cash used in investing activities	(10,868)	(17,357)	(181)	(6,489)	(49,256)
Free cash flows (I + II)	(6,677)	(42,054)	(438)	(35,377)	(56,189)
III. Cash flows from financing activities					
Increase (decrease) in borrowings, net	(894)	6,404	67	7,298	(1,587)
Proceeds from sale leaseback transactions	---	13,976	146	13,976	---
Other, net	(648)	(938)	(10)	(290)	(2,708)
Net cash provided by (used in) financing activities	(1,542)	19,442	203	20,984	(4,295)
Effect of exchange rate changes on cash and cash equivalents	1,745	784	8	(961)	(3,709)
Net decrease in cash and cash equivalents	(6,474)	(21,828)	(227)	(15,354)	(64,193)
Cash and cash equivalents at beginning of period	165,472	101,279	1,055	(64,193)	165,472
Cash and cash equivalents at end of period	158,998	79,451	828	(79,547)	101,279

Note: Upon the adoption of SFAS 160, certain amounts in the consolidated (quarterly) statement of cash flows for the three months ended June 30, 2008 and year ended March 31, 2009 have been reclassified to conform to the presentation in the consolidated quarterly statements of cash flows for the three months ended June 30, 2009.

5.4 Segment Information

Three Months Ended June 30, 2009

5.4.1 Breakdown of Net Sales by Market Application

	Three Months Ended June 30, 2008		Three Months Ended June 30, 2009			Increase (Decrease)		Year Ended March 31, 2009	
	Million Yen	% of Total	Million Yen	Million USD	% of Total	Million Yen	% Change	Million Yen	% of Total
Communications	16,379	9.9	14,591	152	14.3	(1,788)	(10.9)	60,199	11.0
Computing and peripherals	29,986	18.0	13,461	140	13.2	(16,525)	(55.1)	87,237	16.0
Consumer electronics	32,135	19.3	22,799	237	22.4	(9,336)	(29.1)	119,330	21.8
Automotive and industrial	29,804	17.9	15,711	164	15.4	(14,093)	(47.3)	91,492	16.8
Multi-market ICs	21,037	12.7	13,328	139	13.1	(7,709)	(36.6)	70,478	12.9
Discrete, optical, and microwave devices	29,831	17.9	18,147	189	17.8	(11,684)	(39.2)	92,999	17.0
Semiconductor total	159,172	95.7	98,037	1,021	96.2	(61,135)	(38.4)	521,735	95.5
Other	7,110	4.3	3,923	41	3.8	(3,187)	(44.8)	24,735	4.5
Total	166,282	100.0	101,960	1,062	100.0	(64,322)	(38.7)	546,470	100.0

Reference: Breakdown of Net Sales by Platform

In addition to reporting sales by market application, NEC Electronics also reports sales by platform.

	Three Months Ended June 30, 2008		Three Months Ended June 30, 2009			Increase (Decrease)		Year Ended March 31, 2009	
	Million Yen	% of Total	Million Yen	Million USD	% of Total	Million Yen	% Change	Million Yen	% of Total
SoC platform	63,278	38.1	40,841	425	40.1	(22,437)	(35.5)	222,536	40.7
MCU platform	44,611	26.8	28,001	292	27.5	(16,610)	(37.2)	141,837	26.0
Discrete and IC	51,283	30.8	29,195	304	28.6	(22,088)	(43.1)	157,362	28.8
Semiconductor total	159,172	95.7	98,037	1,021	96.2	(61,135)	(38.4)	521,735	95.5
Other	7,110	4.3	3,923	41	3.8	(3,187)	(44.8)	24,735	4.5
Total	166,282	100.0	101,960	1,062	100.0	(64,322)	(38.7)	546,470	100.0

Note: System-on-Chip (SoC) Platform: application specific integrated circuits (ASIC), application specific standard products (ASSP), memory

Microcomputer (MCU) Platform: microcontrollers, car audio controllers

Discrete and IC: display drivers, analog ICs, discrete, optical and microwave devices

5.4.2 Breakdown of Net Sales by Region

	Three Months Ended June 30, 2008		Three Months Ended June 30, 2009			Increase (Decrease)	Year Ended March 31, 2009	
	Million Yen	% of Total	Million Yen	Million USD	% of Total	% Change	Million Yen	% of Total
Japan	89,085	53.5	56,486	588	55.4	(36.6)	301,617	55.2
United States of America	12,259	7.4	5,448	57	5.4	(55.6)	38,638	7.1
Europe	22,395	13.5	14,098	147	13.8	(37.0)	74,468	13.6
Asia	42,543	25.6	25,928	270	25.4	(39.1)	131,747	24.1
Total	166,282	100.0	101,960	1,062	100.0	(38.7)	546,470	100.0

5.4.3 Profit / Loss by Region

	Three Months Ended June 30, 2008		Three Months Ended June 30, 2009			Increase (Decrease)	Year Ended March 31, 2009	
	Million Yen	% of Total	Million Yen	Million USD	% of Total	Million Yen	Million Yen	% of Total
Japan	(1,395)	---	(18,653)	(195)	---	(17,258)	(66,287)	---
United States of America	(5)	---	(1,914)	(20)	---	(1,909)	(5,326)	---
Europe	333	---	(142)	(1)	---	(475)	(238)	---
Asia	2,768	---	(226)	(2)	---	(2,994)	3,496	---
Total	1,701	---	(20,935)	(218)	---	(22,636)	(68,355)	---

5.5 Notes on Significant Changes in NEC Electronics Corp. Shareholders' Equity

None

6. Notes on Assumption for Going Concern

None.

Reference: Summary of Consolidated Financial Results

Three months ended June 30, 2009

	Three Months Ended June 30, 2008		Three Months Ended June 30, 2009			Increase (Decrease)	
	Billion Yen	% of Net Sales	Billion Yen	Million USD	% of Net Sales	Billion Yen	% Change
Net sales	166.3	100.0	102.0	1,062	100.0	(64.3)	(38.7)
Sales from semiconductors	159.2		98.0	1,021		(61.1)	(38.4)
Operating income (loss)	1.7	1.0	(20.9)	(218)	(20.5)	(22.6)	---
Income (loss) before income taxes	0.3	0.2	(20.8)	(216)	(20.4)	(21.1)	---
Net loss attributable to NEC Electronics Corp.	(1.3)	(0.8)	(20.7)	(216)	(20.3)	(19.4)	---
Net loss per share attributable to NEC Electronics Corp.	Yen		Yen	USD		Yen	% Change
Basic	(10.66)		(167.53)	(1.75)		(156.87)	---
Diluted	(10.66)		(167.53)	(1.75)		(156.87)	---

	Billion Yen	Billion Yen	Million USD	Billion Yen	% Change
Capital expenditures	9.3	12.6	131	3.4	36.2
Depreciation and amortization	15.9	14.3	149	(1.7)	(10.5)
R&D expenses	26.4	21.9	228	(4.5)	(17.1)
Exchange rate (USD)	Yen 103	Yen 98			
Exchange rate (Euro)	160	130			

	March 31, 2009	June 30, 2009		Increase (Decrease)		June 30, 2008
	Billion Yen	Billion Yen	Million USD	Billion Yen	% Change	Billion Yen
Total assets	482.5	471.8	4,914	(10.8)	(2.2)	621.2
NEC Electronics Corp. shareholders' equity	128.1	108.3	1,128	(19.8)	(15.5)	230.1
Number of employees	Persons 22,476	Persons 22,438		Persons (38)	% Change (0.2)	Persons 23,353

Notes

- All figures are rounded to the nearest 100 million yen.
- The consolidated financial statements of NEC Electronics are prepared in accordance with accounting principles generally accepted in the United States.
- The figures for operating income (loss) shown above represent net sales minus cost of sales, research and development expenses, and selling, general and administrative expenses.
- Net loss per share attributable to NEC Electronics Corp. is calculated in accordance with SFAS No.128, "Earnings per share".
- The figures for NEC Electronics Corp. shareholders' equity are prepared in accordance with accounting principles generally accepted in the United States.
- The quarterly review by the external auditor for financial information in this fiscal result is not completed. After release of the financial result, subsequent event or quarterly review by the external auditor could change financial information. In such a case, corrected information will be promptly press released.
- Capital expenditures refer to the cost of additions to property, plant and equipment (excluding software).

Forward-Looking Statements

The statements in this press release with respect to the plans, strategies and financial outlook of NEC Electronics and its consolidated subsidiaries (collectively "NEC Electronics") are forward-looking statements involving risks and uncertainties. We caution you in advance that actual results may differ materially from such forward-looking statements due to several important factors including, but not limited to, general economic conditions in our markets, which are primarily Japan, North America, Asia, and Europe; demand for, and competitive pricing pressure on, products and services in the marketplace; ability to continue to win acceptance of products and services in these highly competitive markets; and fluctuations in currency exchange rates, particularly between the yen and the U.S. dollar. Among other factors, downturn of the world economy; deteriorating financial conditions in world markets, or deterioration in domestic and overseas stock markets, may cause actual results to differ from the projected results forecast.

About NEC Electronics

NEC Electronics Corporation (TSE: 6723) specializes in semiconductor products encompassing advanced technology solutions for the high-end computing and broadband networking markets, system solutions for the mobile handsets, PC peripherals, automotive and digital consumer markets, and multi-market solutions for a wide range of customer applications. NEC Electronics Corporation has subsidiaries worldwide including NEC Electronics America, Inc. (www.am.necel.com) and NEC Electronics (Europe) GmbH (www.eu.necel.com). For additional information about NEC Electronics worldwide, visit www.necel.com.

###