

April 24, 2008

Consolidated Financial Results (Unaudited)
For the Year Ended March 31, 2008

Company Name : IBIDEN CO., LTD.

(URL <http://www.ibiden.com/>)

Stock Exchange Listings : Tokyo, Nagoya (First Section)

Stock Code Number : 4062

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1. Basis for preparation of year ended financial results

(1) Changes in scope of consolidation and equity method of accounting

None

(2) Changes in accounting policies from the most recent fiscal year

Starting from fiscal year under review, the method of depreciation for property, plant and equipment has been changed following an amendment to the Corporate Tax Law.

2. Consolidated Financial Results for the Year ended March 31, 2008

(From April 1, 2007 to March 31, 2008)

Amounts less than one million yen are omitted

(1) Operating Results

	Net sales		Operating income		Ordinary income		Net income	
	<i>Millions of yen</i>	%	<i>Millions of yen</i>	%	<i>Millions of yen</i>	%	<i>Millions of yen</i>	%
Year ended FY 2007	413,522	3.7	67,265	Δ2.5	67,573	Δ8.2	46,019	Δ4.7
Year ended FY 2006	398,635	25.0	68,960	58.3	73,645	73.1	48,307	77.9

	Net income Per share	Diluted net income Per share	Return on equity	Ordinary income on assets	Operating income on sales
	<i>Yen</i>	<i>Yen</i>	%	%	%
Year ended FY 2007	310.08	308.70	16.2	15.9	16.3
Year ended FY 2006	327.72	323.60	19.3	18.3	17.3

Note: Regarding net sales, operating income, ordinary income and net income, percent indication shows percentage of change from corresponding figure for the same fiscal year.

(2) Financial Position

	Total assets	Net assets	Shareholders' equity ratio	Shareholders' equity per share
	<i>Millions of yen</i>	<i>Millions of yen</i>	<i>%</i>	<i>Yen</i>
Year ended FY 2007	417,138	299,004	70.8	2,003.19
Year ended FY 2006	434,859	275,817	62.7	1,847.78

(3) Summary of Cash Flows Results

	Operating activities	Investing activities	Financing activities	Cash and Cash equivalents at end of year
	<i>Millions of yen</i>	<i>Millions of yen</i>	<i>Millions of yen</i>	<i>Millions of yen</i>
Year ended FY 2007	79,903	△56,689	△14,771	68,790
Year ended FY 2006	78,075	△70,413	△14,254	60,670

(4) Issued and outstanding capital stock

- 1.Number of shares outstanding at end of each year : FY2007—150,827,878 shares, FY2006—149,787,058 shares
- 2.Number of treasury stock outstanding at end of each year : FY2007—3,428,037 shares, FY2006—2,273,146 shares

IBIDEN CO., LTD. and Consolidated Subsidiaries
Consolidated Balance Sheets (Unaudited)

	<i>Millions of yen</i>		
	AS of March 31, 2008	As of March 31, 2007	Increase (Decrease)
Assets			
Current assets			
Cash and deposits	41,019	38,072	2,946
Notes and accounts receivable - trade	75,433	91,876	(16,442)
Short-term investments securities	28,249	23,158	5,090
Inventories	42,221	37,377	4,844
Deferred tax assets	3,315	4,106	(790)
Other - current assets	7,877	10,852	(2,974)
Less - allowance for doubtful accounts	(776)	(1,398)	621
Total current assets	197,340	204,045	(6,705)
Property, plant and equipment			
Buildings and structures	64,170	50,763	13,407
Machinery, equipment and vehicles	71,458	68,758	2,699
Land	16,384	16,256	127
Construction in progress	13,384	33,264	(19,879)
Other - property, plant and equipment	5,705	4,422	1,283
Total property, plant and equipment	171,103	173,464	(2,361)
Intangible assets			
Goodwill	1,052	1,566	(513)
Other - intangible assets	4,231	3,695	536
Total intangible assets	5,284	5,262	22
Investments and other assets			
Investment securities	36,713	44,904	(8,190)
Long-term loans receivable	2,090	4,064	(1,973)
Deferred tax assets	3,014	2,587	427
Other - investments and other assets	2,050	1,548	502
Less - allowance for doubtful accounts	(460)	(1,019)	558
Total investments and other assets	43,409	52,086	(8,676)
Total non-current assets	219,798	230,813	(11,015)
Total assets	417,138	434,859	(17,720)

	<i>Millions of yen</i>		
	AS of March 31, 2008	As of March 31, 2007	Increase (Decrease)
Liabilities and net assets			
Liabilities			
Current liabilities			
Notes and accounts payable - trade	58,138	71,473	(13,335)
Short-term loans payable	4,314	5,726	(1,411)
Current portion of bonds	10,051	—	10,051
Accounts payable - other	15,261	22,920	(7,659)
Accrued income taxes	4,297	15,613	(11,316)
Deferred tax liabilities	32	39	(6)
Reserve for bonuses	4,212	4,076	135
Reserve for directors' bonuses	313	312	0
Notes payable - facilities	2,851	5,888	(3,036)
Other - current liabilities	9,982	9,360	621
Total current liabilities	109,455	135,412	(25,957)
Non-current liabilities			
Bonds payable	—	12,178	(12,178)
Long-term loans payable	676	428	247
Deferred income taxes for land revaluation	179	179	—
Reserve for retirement benefits	1,073	1,394	(321)
Reserve for directors' retirement benefits	645	1,483	(838)
Deferred tax liabilities	4,628	7,343	(2,715)
Negative goodwill	262	361	(99)
Other - non-current liabilities	1,213	258	955
Total non-current liabilities	8,678	23,628	(14,949)
Total liabilities	118,134	159,041	(40,907)
Net assets			
Shareholders' equity			
Capital stock	64,127	63,064	1,063
Capital surplus	68,336	67,696	640
Retained earnings	172,139	133,571	38,567
Less-treasury stock, at cost	(15,361)	(9,587)	(5,774)
Total shareholders' equity	289,242	254,745	34,496
Valuation and translation adjustments			
Valuation difference on available for sale securities	6,001	13,373	(7,372)
Deferred gains or losses on hedges	—	0	(0)
Revaluation reserve for land	48	48	—
Foreign currency translation adjustments	(22)	4,404	(4,427)
Total valuation and translation adjustments	6,027	17,827	(11,799)
Subscription rights to shares	423	117	306
Minority interests	3,310	3,127	183
Total net assets	299,004	275,817	23,186
Total liabilities and net assets	417,138	434,859	(17,720)

IBIDEN CO., LTD. and Consolidated Subsidiaries
Consolidated Statements of Income (Unaudited)

	<i>Millions of yen</i>		
	Year ended March 31, 2008	Year ended March 31, 2007	Increase (Decrease)
Net sales	413,522	398,635	14,886
Cost of sales	292,978	283,389	9,588
Gross profit	120,544	115,246	5,298
Selling, general and administrative expenses	53,279	46,286	6,993
Operating income	67,265	68,960	(1,695)
Non-operating income (expenses)	308	4,685	(4,377)
Interest income	1,229	934	294
Dividends income	484	445	39
Amortization of negative goodwill	99	97	2
Rent income on facilities	23	27	(3)
Equity in earnings of an affiliate	1,140	1,327	(187)
Net Foreign exchange gain or loss	(2,627)	2,961	(5,588)
Subsidy income	500	—	500
Interest expenses	(553)	(825)	271
Loss on sales of securities	—	(20)	20
Rent expenses on facilities	(331)	(246)	(84)
Other, net	343	(15)	359
Ordinary income	67,573	73,645	(6,072)
Extraordinary income (loss)	(2,122)	(1,981)	(140)
Gain on sales of property, plant and equipment	101	154	(52)
Gain on sales of investment securities	1	97	(95)
Incentive income	705	256	449
Insurance income	—	87	(87)
Gain on change in retirement benefit plans	—	44	(44)
Reversal of allowance for doubtful accounts	265	—	265
Gain on prior period adjustments	41	1	40
Loss on disposal of property, plant and equipment	(919)	(1,089)	170
Impairment loss on property, plant and equipment	(2)	(38)	36
Loss on sales of investment securities	(0)	(45)	45
Loss on valuation of investments securities	(1,189)	(166)	(1,023)
Loss on business restructuring	(317)	—	(317)
Loss on disaster	—	(17)	17
Loss on compensation of claim	(594)	(1,071)	476
Loss on change in retirement benefit plans	(46)	—	(46)
Loss on prior period adjustments	(3)	(35)	32
Other, net	(165)	(156)	(8)
Income before income taxes and minority interests	65,451	71,664	(6,213)
Income taxes	(19,217)	(23,077)	(3,860)
Minority interests	(214)	(279)	(64)
Net income	46,019	48,307	(2,288)

IBIDEN CO., LTD. and Consolidated Subsidiaries
Consolidated Statements of Changes in Net Assets (Unaudited)

Millions of yen

	Capital stock	Capital surplus	Retained earnings	Treasury stock, at cost	Valuation difference on available for sales securities	Deferred gain or losses on hedges	Revaluatio n reserve for land	Translatio n adjustmen ts	Subscripti on right to shares	Minority interests	Total net assets
Balance at March 31, 2006	¥62,779	¥63,904	¥89,231	¥(3,358)	¥13,621	¥ –	¥48	¥2,155	¥ –	¥8,064	¥236,445
Issuance of new shares due to conversion of convertible bonds	284	284	–	–	–	–	–	–	–	–	569
Dividends from surplus	–	–	(3,679)	–	–	–	–	–	–	–	(3,679)
Director's bonuses	–	–	(243)	–	–	–	–	–	–	–	(243)
Net income	–	–	48,307	–	–	–	–	–	–	–	48,307
Purchase of treasury stock	–	–	–	(9,038)	–	–	–	–	–	–	(9,038)
Disposal of treasury stock	–	3,507	–	2,810	–	–	–	–	–	–	6,318
Decrease in retained earnings due to exchange of shares	–	–	(43)	–	–	–	–	–	–	–	(43)
Other changes	–	–	–	–	(247)	0	–	2,248	117	(4,937)	(2,818)
Balance at March 31, 2007	63,064	67,696	133,571	(9,587)	13,373	0	48	4,404	117	3,127	275,817
Issuance of new shares due to conversion of convertible bonds	1,063	1,063	–	–	–	–	–	–	–	–	2,126
Dividends from surplus	–	–	(7,408)	–	–	–	–	–	–	–	(7,408)
Net income	–	–	46,019	–	–	–	–	–	–	–	46,019
Purchase of treasury stock	–	–	–	(7,275)	–	–	–	–	–	–	(7,275)
Disposal of treasury stock	–	(423)	–	1,501	–	–	–	–	–	–	1,077
Decrease of retained earnings from merging of a non-consolidated subsidiary	–	–	(43)	–	–	–	–	–	–	–	(43)
Other changes	–	–	–	–	(7,372)	(0)	–	(4,427)	306	183	(11,309)
Balance at March 31, 2008	¥64,127	¥68,336	¥172,139	¥(15,361)	¥6,001	–	¥48	¥(22)	¥ 423	¥3,310	¥299,004

IBIDEN CO., LTD. and Consolidated Subsidiaries
Consolidated Statements of Cash Flows (Unaudited)

	<i>Millions of yen</i>		
	Year ended March 31, 2008	Year ended March 31, 2007	Increase (Decrease)
Net cash provided by operating activities			
Income before income taxes and minority interests	¥ 65,451	¥ 71,664	¥ (6,213)
Depreciation and amortization	39,182	31,471	7,710
Impairment loss	2	38	(36)
Amortization of goodwill	413	416	(2)
Decrease in reserve for retirement benefit	(340)	(252)	(87)
Increase in reserve for bonuses	155	548	(392)
Increase in reserve for directors' bonuses	0	312	(312)
Increase (decrease) in allowance for doubtful accounts	(1,176)	1,009	(2,185)
Interest and dividend income	(1,714)	(1,379)	(334)
Interest expenses	553	825	(271)
Equity in earnings of an affiliate	(1,140)	(1,327)	187
Gain on sales of property, plant and equipment	(101)	(154)	52
Loss on retirement of property, plant and equipment and other assets	1,143	1,115	28
Gain on sales of investment securities	(1)	(51)	50
Loss on devaluation of securities	1,200	166	1,034
Increase (decrease) in notes and accounts receivable - trade	14,658	(14,102)	28,760
Increase in inventories	(5,414)	(5,087)	(326)
Increase (decrease) in notes and accounts payable - trade	(12,442)	13,550	(25,993)
Increase in accrued expenses	92	349	(257)
Other, net	6,242	(1,716)	7,958
Subtotal	106,766	97,396	9,370
Interest and dividends received	1,731	736	994
Interest paid	(553)	(825)	271
Income taxes paid	(28,040)	(19,231)	(8,808)
Net cash provided by operating activities	79,903	78,075	1,827
Investing activities			
Purchases of property, plant and equipment	(52,420)	(66,093)	13,673
Proceeds from sales of property, plant and equipment	468	645	(176)
Purchases of intangible assets	(1,488)	(2,203)	714
Purchases of investment securities	(4,956)	(4,493)	(462)
Proceeds from sales of investment securities	448	3,932	(3,484)
Purchases of investments in subsidiaries	—	(173)	173
Increase (decrease) in short-term loan receivable, net	(2)	22	(24)
Payment of long-term loans receivable	—	(2,235)	2,235
Collection of long-term loans receivable	1,981	255	1,726
Other	(721)	(67)	(653)
Net cash used in investing activities	(56,689)	(70,413)	13,723

	<i>Millions of yen</i>		
	Year ended March 31, 2008	Year ended March 31, 2007	Increase (Decrease)
Financing activities			
Decrease in short-term borrowings, net	¥ (1,548)	¥ (1,399)	¥ (149)
Proceeds from long-term loans payable	850	157	692
Repayment or redemption of long-term loans payable	(448)	(2,767)	2,319
Purchases of treasury stock	(7,275)	(9,038)	1,763
Proceeds from sales of treasury stock	1,077	2,322	(1,245)
Cash dividends paid	(7,408)	(3,679)	(3,729)
Cash dividends paid to minority shareholders	(18)	(50)	31
Other	—	200	(200)
Net cash used in provided by financing activities	(14,771)	(14,254)	(517)
Effect of exchange rate changes on cash and cash equivalents	(332)	1,404	(1,737)
Net (decrease) increase in cash and cash equivalents	8,109	(5,187)	13,296
Cash and cash equivalents at beginning of year	60,670	65,858	(5,187)
Increase in cash and cash equivalents from merging of a non-consolidated subsidiary	10	—	10
Cash and cash equivalents at end of year	¥ 68,790	¥ 60,670	¥ 8,119

IBIDEN CO., LTD. and Consolidated Subsidiaries

Segment Information

(1) Business segments

IBIDEN CO., LTD.'s and its consolidated subsidiaries' primary business activities include (1) electronics, (2) ceramics, (3) housing materials, (4) construction, and (5) other. A summary of net sales, operating expenses, and operating income by business segment for the years ended March 31, 2008 and 2007 is as follows:

<i>Millions of yen</i>								
For the year ended March 31, 2008								
	Electronics	Ceramics	Housing materials	Construction	Other	Total	Eliminations or corporate assets	Consolidated
Sales to third parties	¥ 204,504	¥ 115,461	¥ 54,074	¥ 14,361	¥ 25,120	¥ 413,522	¥ –	¥ 413,522
Inter-segment sales and transfers	38	51	28	12,895	8,979	21,994	(21,994)	–
Net sales	204,542	115,512	54,103	27,257	34,100	435,517	(21,994)	413,522
Operating expenses	179,391	79,664	50,722	26,010	32,551	368,340	(22,082)	346,257
Operating income	¥ 25,151	¥ 35,848	¥ 3,380	¥ 1,247	¥ 1,549	¥ 67,176	¥ 88	¥ 67,265
Total assets	¥ 130,546	¥ 96,874	¥ 23,225	¥ 14,653	¥ 31,223	¥ 296,525	¥ 120,613	¥ 417,138
Depreciation	23,357	13,233	208	283	901	37,985	1,064	39,049
Impairment loss on fixed assets	–	–	–	–	–	–	2	2
Capital expenditures	28,733	7,557	332	392	1,377	38,394	5,473	43,867
<i>Millions of yen</i>								
For the year ended March 31, 2007								
	Electronics	Ceramics	Housing materials	Construction	Other	Total	Eliminations or corporate assets	Consolidated
Sales to third parties	¥ 205,029	¥ 96,232	¥ 57,332	¥ 14,296	¥ 25,745	¥ 398,635	¥ –	¥ 398,635
Inter-segment sales and transfers	27	61	37	15,269	6,553	21,948	(21,948)	–
Net sales	205,056	96,294	57,369	29,565	32,298	420,584	(21,948)	398,635
Operating expenses	166,496	71,404	54,219	28,161	30,959	351,240	(21,565)	329,675
Operating income	¥ 38,560	¥ 24,889	¥ 3,150	¥ 1,404	¥ 1,339	¥ 69,344	¥ (383)	¥ 68,960
Total assets	¥ 126,764	¥ 103,289	¥ 22,938	¥ 19,831	¥ 28,286	¥ 301,110	¥ 133,748	¥ 434,859
Depreciation	16,868	12,583	224	228	762	30,667	685	31,353
Impairment loss on fixed assets	–	–	38	–	–	38	–	38
Capital expenditures	31,682	19,852	365	403	1,253	53,557	18,976	72,533

(2) Geographical segments

Geographical segment information of IBIDEN CO., LTD and its consolidated subsidiaries for the years ended March 31, 2008 and 2007 is summarized as follows:

<i>Millions of yen</i>							
For the year ended March 31, 2008							
	Japan	Asia	North America	Europe	Total	Eliminations or corporate assets	Consolidated
Sales to third parties	¥ 285,429	¥ 21,805	¥ 30,506	¥ 75,780	¥ 413,522	¥ –	¥ 413,522
Inter-area sales and transfers	67,622	30,919	896	861	100,299	(100,299)	–
Net sales	353,052	52,724	31,402	76,642	513,822	(100,299)	413,522
Operating expenses	313,982	41,532	31,012	60,930	447,458	(101,200)	346,257
Operating income	¥ 39,070	¥ 11,192	¥ 389	¥ 15,712	¥ 66,364	¥ 900	¥ 67,265
Total assets	¥ 193,963	¥ 56,033	¥ 9,313	¥ 76,991	¥ 336,302	¥ 80,836	¥ 417,138
<i>Millions of yen</i>							
For the year ended March 31, 2007							
	Japan	Asia	North America	Europe	Total	Eliminations or corporate assets	Consolidated
Sales to third parties	¥ 270,451	¥ 23,252	¥ 38,602	¥ 66,328	¥ 398,635	¥ –	¥ 398,635
Inter-area sales and transfers	71,005	30,850	1,213	407	103,477	(103,477)	–
Net sales	341,457	54,103	39,816	66,736	502,113	(103,477)	398,635
Operating expenses	297,037	44,763	38,901	53,674	434,377	(104,702)	329,675
Operating income	¥ 44,419	¥ 9,339	¥ 914	¥ 13,061	¥ 67,735	¥ 1,225	¥ 68,960
Total assets	¥ 196,144	¥ 56,509	¥ 12,624	¥ 84,109	¥ 349,387	¥ 85,471	¥ 434,859

(c) **Overseas sales**

Overseas sales, which include export sales of the Company and its domestic consolidated subsidiaries and sales (other than exports to Japan) of the overseas consolidated subsidiaries, for the years ended March 31, 2008 and 2007 are summarized as follows:

Millions of yen

For the year ended March 31, 2008					
	Asia	North America	Europe	Other overseas countries	Total
Overseas sales	¥124,971	¥44,394	¥92,551	¥19,606	¥281,523
Consolidated net sales					¥413,522
Overseas sales as a percentage of consolidated net sales	30.2%	10.7%	22.4%	4.8%	68.1%

Millions of yen

For the year ended March 31, 2007					
	Asia	North America	Europe	Other overseas countries	Total
Overseas sales	¥113,962	¥52,961	¥78,213	¥19,818	¥264,956
Consolidated net sales					¥398,635
Overseas sales as a percentage of consolidated net sales	28.6%	13.3%	19.6%	5.0%	66.5%