

February 3, 2009

**Consolidated Financial Results**  
For the Third Quarter Ended December 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. Consolidated Financial Results for the Third quarter ended December 31, 2008**

**(From April 1, 2008 to December 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>	%
<b>Third quarter FY 2008</b>	<b>249,303</b>	—	<b>19,309</b>	—	<b>15,589</b>	—	<b>4,588</b>	—
<b>Third quarter FY 2007</b>	<b>316,431</b>	<b>11.3</b>	<b>57,268</b>	<b>13.4</b>	<b>60,182</b>	<b>10.2</b>	<b>41,119</b>	<b>19.7</b>

	Net income Per share	Diluted net income Per share
	<i>Yen</i>	<i>Yen</i>
<b>Third quarter FY 2008</b>	<b>31.45</b>	<b>31.23</b>
<b>Third quarter FY 2007</b>	<b>276.74</b>	<b>275.32</b>

Note: Regarding net sales, operating income, ordinary income and net income, percent indication shows percentage of change from corresponding figure for the same quarter of the period 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>Yen</i>
<b>Third quarter FY 2008</b>	<b>393,551</b>	<b>272,604</b>	<b>68.2</b>	<b>1,846.59</b>
<b>Year ended FY 2007</b>	<b>417,138</b>	<b>299,004</b>	<b>70.8</b>	<b>2,003.19</b>

(3) Issued and outstanding capital stock

1. Number of shares outstanding at the end of each year: Third quarter FY2008—150,852,061 shares, March FY2007—150,827,878 shares.
2. Number of treasury stock outstanding at the end of each year: Third quarter FY2008—5,418,187 shares, March FY2007—3,428,037 shares.
3. Average number of stock outstanding during the period: Third quarter FY2008—145,873,509 shares, Third quarter FY2007—148,584,124 shares.

## 2. Basis for preparation of quarterly financial results

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

None

### (2) Adoption of the simplified accounting procedures and application of particular accounting procedure for preparing quarterly financial results.

#### ①Simplified accounting procedure:

Allowance for doubtful accounts: Allowance for doubtful accounts is calculated by the ratio based on the historical experience of bad debts at the end of last fiscal year.

#### ②Particular accounting procedure for preparing quarterly consolidated financial statement

Calculation of tax expense: Tax expense is calculated by using effective tax rate on quotation.

### (3) Changes of principal, procedures, indication methods, related to preparation of quarterly consolidated financial report.

- Changes related to accounting policies:

#### ①Effective from the fiscal year ending March 2009, the “Accounting Standard for Quarterly Financial Reporting”

(ASBJ Statement No.12) and its Implementation Guidance, “Guidance on Accounting Standard for Quarterly Financial Reporting” (ASBJ Guidance No.14) have been applied.

Quarterly consolidated financial statements have been prepared in accordance with “Regulation for Quarterly Consolidated Financial Reporting”.

#### ②Regarding finance leases other than ownership transfer, accounting procedure had been proceeded by following the methods of leases transaction. Although, we implemented precociously “Accounting Standard for Lease Transactions”

(Statement No.13) and “Guidance on Accounting Standard for Lease Transactions” (Guidance No.16) since this first quarter consolidated accounting period, followed by ordinary trade transaction related accounting procedure. In addition, there’s no effect to profit and loss by these changes.

#### ③Changes in measurement of inventories.

Inventories held for sale in the ordinary course of business were started principally at cost determined primarily by the moving average method. However, effective from the first quarter ended June 30, 2008, the “Accounting Standard for Measurement of Inventories” (ASBJ Statement No.9, issued on July 2006) has been applied, and now these inventories are measured by means of the cost method mainly based on the moving average method, which evaluates the amount of the inventories shown on the balance sheet by written them down based on their decrease in profitability. As a result, the effect of this change was to decrease operating income, ordinary income and income before taxes and minority interests by 440 million yen each.

#### ④Adoption of tentatively permitted treatment on accounting policies of overseas subsidiaries when consolidated financial statement are prepared.

Effective from the first quarter ended June 30, 2008, the “Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statement” (ASBJ practical solution report No.18, issued on May 17, 2006) has been applied, and accordingly some revisions are made to the consolidated accounts as necessary. In addition, effect to profit and loss by this change is minor.

**IBIDEN CO., LTD. and Consolidated Subsidiaries**  
**Third quarter Consolidated Balance Sheets**

	<i>Millions of yen</i>		
	As of December 31, 2008	As of March 31, 2008	Increase (Decrease)
<b>Assets</b>			
<b>Current assets</b>			
Cash and deposits	56,505	41,019	15,486
Notes and accounts receivable - trade	51,339	75,433	(24,093)
Short-term investments securities	12,261	28,249	(15,988)
Merchandise and finished goods	22,096	23,152	(1,056)
Work-in-process	10,835	9,087	1,748
Raw material and supplies	8,860	9,981	(1,121)
Deferred tax assets	3,268	3,315	(46)
Other - current assets	11,275	7,877	3,397
Less - allowance for doubtful accounts	(427)	(776)	349
<b>Total current assets</b>	<b>176,015</b>	<b>197,340</b>	<b>(21,325)</b>
<b>Property, plant and equipment</b>			
Buildings and structures	61,272	64,170	(2,898)
Machinery, equipment and vehicles	67,850	71,458	(3,607)
Lease assets	3,818	—	3818
Land	17,344	16,384	960
Construction in progress	23,082	13,384	9,697
Other - property, plant and equipment	5,662	5,705	(43)
<b>Total property, plant and equipment</b>	<b>179,029</b>	<b>171,103</b>	<b>7,926</b>
<b>Intangible assets</b>			
Goodwill	667	1,052	(385)
Other - intangible assets	3,974	4,231	(256)
<b>Total intangible assets</b>	<b>4,642</b>	<b>5,284</b>	<b>(642)</b>
<b>Investments and other assets</b>			
Investment securities	24,612	36,713	(12,101)
Long-term loans receivable	1,059	2,090	(1,031)
Deferred tax assets	5,828	3,014	2813
Other - investments and other assets	2,983	2,050	932
Less - allowance for doubtful accounts	(621)	(460)	(160)
<b>Total investments and other assets</b>	<b>33,862</b>	<b>43,409</b>	<b>(9,546)</b>
<b>Total non-current assets</b>	<b>217,535</b>	<b>219,798</b>	<b>(2,262)</b>
<b>Total assets</b>	<b>393,551</b>	<b>417,138</b>	<b>(23,587)</b>

	<i>Millions of yen</i>		
	As of December 31, 2008	As of March 31, 2008	Increase (Decrease)
<b>Liabilities and net assets</b>			
<b>Liabilities</b>			
Current liabilities			
Notes and accounts payable - trade	49,144	58,138	(8,993)
Short-term loans payable	28,602	4,314	24,287
Current portion of bonds	14	10,051	(10,037)
Accounts payable - other	14,798	15,261	(462)
Accrued income taxes	467	4,297	(3,829)
Deferred tax liabilities	25	32	(6)
Reserve for bonuses	1,824	4,212	(2,387)
Reserve for director's bonuses	—	313	(313)
Notes payable - facilities	5,242	2,851	2,390
Other - current liabilities	8,763	9,982	(1,218)
<b>Total current liabilities</b>	<b>108,883</b>	<b>109,455</b>	<b>(571)</b>
Non-current liabilities			
Long-term loans payable	288	676	(387)
Deferred tax liabilities for land revaluation	179	179	—
Reserve for retirement benefits	901	1,073	(172)
Reserve for directors' retirement benefits	613	645	(32)
Deferred tax liabilities	5,215	4,628	586
Negative goodwill	191	262	(70)
Lease obligations	3,616	—	3,616
Other - non-current liabilities	1,057	1,213	(156)
<b>Total non-current liabilities</b>	<b>12,063</b>	<b>8,678</b>	<b>3,384</b>
<b>Total liabilities</b>	<b>120,946</b>	<b>118,134</b>	<b>2,812</b>
<b>Net assets</b>			
Shareholders' equity			
Capital stock	64,146	64,127	18
Capital surplus	68,326	68,336	(10)
Retained earnings	169,536	172,139	(2,602)
Less-treasury stock, at cost	(24,428)	(15,361)	(9,066)
<b>Total shareholders' equity</b>	<b>277,580</b>	<b>289,242</b>	<b>(11,661)</b>
Valuation and translation adjustments			
Valuation difference on available for sale securities	2,302	6,001	(3,699)
Deferred gains or losses on hedges	0	—	0
Revaluation reserve for land	48	48	—
Foreign currency translation adjustments	(11,374)	(22)	(11,352)
<b>Total valuation and translation adjustments</b>	<b>(9,023)</b>	<b>6,027</b>	<b>(15,051)</b>
Subscription rights to shares	714	423	290
Minority interests	3,332	3,310	22
<b>Total net assets</b>	<b>272,604</b>	<b>299,004</b>	<b>(26,400)</b>
<b>Total liabilities and net assets</b>	<b>393,551</b>	<b>417,138</b>	<b>(23,587)</b>

**IBIDEN CO., LTD. and Consolidated Subsidiaries**  
**Third quarter Consolidated Statements of Income**

	<i>Millions of yen</i>		
	Nine months ended December 31, 2008	Nine months ended December 31, 2007	Increase (Decrease)
Net sales	249,303	316,431	(67,128)
Cost of sales	192,387	219,791	(27,403)
Gross profit	56,915	96,639	(39,724)
Selling, general and administrative expenses	37,606	39,370	(1,764)
Operating income	19,309	57,268	(37,959)
Non-operating income (expenses)	(3,719)	2,913	(6,633)
Interest income	640	944	(303)
Dividends income	554	467	87
Amortization of negative goodwill	70	74	(4)
Equity in earnings (losses) of an affiliate	(149)	755	(905)
Foreign exchange gain (losses), net	(3,808)	760	(4,568)
Subsidy income	—	500	(500)
Interest expenses	(221)	(484)	263
Rent expenses on facilities	(336)	(232)	(103)
Depreciation of inactive non-current assets	(671)	—	(671)
Other, net	202	130	72
Ordinary income	15,589	60,182	(44,592)
Extraordinary income (loss)	(7,098)	(705)	(6,393)
Gain on sales of property, plant and equipment	18	39	(21)
Incentive income	164	546	(382)
Reversal of allowance for doubtful accounts	221	—	221
Gain on prior period adjustments	51	23	28
Loss on disposal of property, plant and equipment	(327)	(499)	172
Impairment loss on property, plant and equipment	—	(2)	2
Loss on valuation of investments securities	(6,708)	(276)	(6,432)
Loss on prior period adjustments	(99)	(1)	(98)
Other, net	(419)	(534)	115
Income before income taxes and minority interests	8,491	59,477	(50,985)
Income taxes	(3,839)	(18,193)	14,354
Minority interests	(63)	(164)	100
Net income	4,588	41,119	(36,530)

**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 nine months period ended December 31, 2008 and 2007 is as follows:

<i>Millions of yen</i>								
<b>For nine months period ended December 31, 2008</b>								
	<b>Electronics</b>	<b>Ceramics</b>	<b>Housing materials</b>	<b>Construction</b>	<b>Other</b>	<b>Total</b>	<b>Eliminations or corporate assets</b>	<b>Consolidated</b>
Sales to third parties	137,437	54,461	33,375	6,589	17,438	249,303	—	249,303
Inter-segment sales and transfers	26	45	35	7,766	5,179	13,053	(13,053)	—
Net sales	137,464	54,507	33,411	14,355	22,617	262,356	(13,053)	249,303
Operating expenses	130,784	43,848	32,792	14,163	21,688	243,277	(13,283)	229,993
Operating income	6,679	10,659	618	191	929	19,078	230	19,309
<i>Millions of yen</i>								
<b>For nine months period ended December 31, 2007</b>								
	<b>Electronics</b>	<b>Ceramics</b>	<b>Housing materials</b>	<b>Construction</b>	<b>Other</b>	<b>Total</b>	<b>Eliminations or corporate assets</b>	<b>Consolidated</b>
Sales to third parties	160,617	90,812	37,925	9,094	17,981	316,431	—	316,431
Inter-segment sales and transfers	26	36	7	9,795	6,987	16,853	(16,853)	—
Net sales	160,644	90,848	37,932	18,889	24,968	333,284	(16,853)	316,431
Operating expenses	136,572	61,574	35,454	18,064	24,006	275,671	(16,509)	259,162
Operating income	24,072	29,274	2,478	825	962	57,612	(343)	57,268

## (2) Geographical segments

Geographical segment information of IBIDEN CO., LTD and its consolidated subsidiaries for nine months period ended December 31, 2008 and 2007 is summarized as follows:

<i>Millions of yen</i>							
<b>For nine months period ended December 31, 2008</b>							
	<b>Japan</b>	<b>Asia</b>	<b>North America</b>	<b>Europe</b>	<b>Total</b>	<b>Eliminations or corporate assets</b>	<b>Consolidated</b>
Sales to third parties	184,297	10,322	19,897	34,785	249,303	—	249,303
Inter-area sales and transfers	43,174	20,976	531	435	65,118	(65,118)	—
Net sales	227,471	31,298	20,429	35,221	314,421	(65,118)	249,303
Operating expenses	214,680	29,564	20,204	31,206	295,656	(65,662)	229,993
Operating income	12,790	1,733	225	4,014	18,765	544	19,309

  

<i>Millions of yen</i>							
<b>For nine months period ended December 31, 2007</b>							
	<b>Japan</b>	<b>Asia</b>	<b>North America</b>	<b>Europe</b>	<b>Total</b>	<b>Eliminations or corporate assets</b>	<b>Consolidated</b>
Sales to third parties	211,340	18,706	26,024	60,358	316,431	—	316,431
Inter-area sales and transfers	50,904	26,168	754	568	78,396	(78,396)	—
Net sales	262,245	44,875	26,779	60,927	394,827	(78,396)	316,431
Operating expenses	229,288	34,617	26,574	47,694	338,174	(79,012)	259,162
Operating income	32,957	10,257	205	13,232	56,652	616	57,268