

SHARP

FINANCIAL RELEASE

FINANCIAL RESULTS
FOR THE SIX MONTHS ENDED
SEPTEMBER 30, 2007

SHARP CORPORATION

Consolidated Financial Results for the Six Months Ended September 30, 2007

October 25, 2007

SHARP CORPORATION

Stock exchange listings: Tokyo, Osaka, Nagoya, Fukuoka, Sapporo
 Code number: 6753
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 Tel. +81 6 6621 1221
 Scheduled dividend payment date: December 3, 2007

1. Results for the Six Months Ended September 30, 2007

(Monetary amounts are rounded to the nearest million yen.)

(1) Financial Results

(The percentage figures represent the percentage of increase or decrease against the previous year.)

Millions of Yen

	Net Sales	Percent Change	Operating Income	Percent Change	Net Income	Percent Change
Six Months Ended September 30, 2007	1,640,876	+12.0%	79,057	-12.3%	43,310	-6.9%
Six Months Ended September 30, 2006	1,465,693	+9.7%	90,167	+20.1%	46,540	+27.5%
Year Ended March 31, 2007	3,127,771		186,531		101,717	

	Net Income per Share (Yen)	Fully Diluted Net Income per Share (Yen)
Six Months ended September 30, 2007	39.71	37.04
Six Months ended September 30, 2006	42.66	—
Year ended March 31, 2007	93.25	90.00

Reference: Equity in net income of non-consolidated subsidiaries and affiliates : September 30, 2007 ; 272 million yen
 September 30, 2006 ; - 69 million yen
 March 31, 2007 ; 612 million yen

(2) Financial Position

Millions of Yen

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share (Yen)
As of September 30, 2007	3,079,821	1,215,377	39.1%	1,105.41
As of September 30, 2006	2,751,067	1,142,591	41.2%	1,039.64
As of March 31, 2007	2,968,810	1,192,205	39.9%	1,084.76

Reference: Equity : September 30, 2007 ; 1,205,532 million yen
 September 30, 2006 ; 1,134,043 million yen
 March 31, 2007 ; 1,183,127 million yen

(3) Cash Flows

Millions of Yen

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents Ending Balance
Six Months Ended September 30, 2007	134,618	(177,877)	19,750	307,088
Six Months Ended September 30, 2006	120,770	(120,308)	(537)	301,334
Year Ended March 31, 2007	314,352	(328,789)	41,170	329,286

2. Dividends

	Dividend per Share (Yen)		
	Interim	Year-End	Annual
Year Ended March 31, 2007	12.00	14.00	26.00
Year Ending March 31, 2008	14.00		
Year Ending March 31, 2008 (Forecast)		14.00	28.00

3. Forecast of Financial Results for the Year Ending March 31, 2008

(The percentage figures represent the percentage of increase or decrease against the previous year.)

Millions of Yen

	Net Sales	Percent Change	Operating Income	Percent Change	Net Income	Percent Change	Net Income per Share (Yen)
Year Ending March 31, 2008	3,400,000	+8.7%	190,000	+1.9%	105,000	+3.2%	96.28

4. Other Information

(1) Changes in Consolidated Subsidiaries

(Changes in specified subsidiaries involving changes in scope of consolidation)

No change

(2) Changes in Accounting Principles, Procedures and Presentation Methods for Consolidated Financial Results

(1) Changes arising from revision of accounting standards: Yes

(2) Changes arising from other factors: No change

Note: For detailed information, please refer to "Changes in Accounting Methods."

(3) Number of Shares Outstanding (Ordinary Shares)

(1) Number of shares outstanding (including treasury stock) as of September 30, 2007 ; 1,110,699,887 shares

as of September 30, 2006 ; 1,110,699,887 shares

as of March 31, 2007 ; 1,110,699,887 shares

(2) Number of shares of treasury stock as of September 30, 2007 ; 20,124,128 shares

as of September 30, 2006 ; 19,899,890 shares

as of March 31, 2007 ; 20,021,018 shares

Note: For number of shares serving as a basis for calculating net income per share (consolidated), please refer to "Per Share Information."

Operating Results

1. Analysis of Financial Results and Financial Position

(1) Review of the Six Months Ended September 30, 2007

During the past interim period, the Japanese economy continued to recover modestly, supported by private-sector demand. Overseas, the U.S. economy showed a decelerating trend due mainly to the subprime loan issue, which led to turmoil in international financial and capital markets. As a result, coupled with soaring crude oil prices, there was a growing uncertainty in the world economy.

Under these circumstances, the Sharp Group took assertive initiatives through the introduction of one-of-a-kind products and through the development of proprietary devices which support the creation of these one-of-a-kind products. The following are examples of our efforts made during the interim period:

In the Consumer/Information Products business, we worked to further expand sales of LCD color TVs. We expanded our lineup of large-size models, utilizing our cutting-edge technologies, including Double-Speed 120-Hz Frame Rate Conversion LCD Technology. On the production front, we have completed an integrated production system extending from LCD modules to TVs, in Mexico and Poland. Other efforts included a release of unique products, such as One-Seg-compatible mobile phones and wireless PDAs equipped with our proprietary devices.

In the Electronic Components business, we strived to further expand LCD business. For large-size LCDs, in order to meet the burgeoning demand for TV panels, we installed a 3rd production line at the Kameyama No.2 plant and enhanced production capacity. For small- and medium-size LCDs, we increased sales of System LCDs for mobile equipment. For other devices, we actively promoted further technological innovation and cost reduction.

As a result, the interim period recorded domestic net sales of 784.2 billion yen, up 10.3% over the same period last year, and overseas net sales of 856.6 billion yen, up 13.5%, for a total of 1,640.8 billion yen, up 12.0%. Operating income was 79.0 billion yen, down 12.3% and net income was 43.3 billion yen, down 6.9%, both falling short of the same period last year. Profits are affected by such factors as a rise in depreciation and amortization due to the revision of the Corporate Tax Law, increased cost resulting from launch of LCD TV production bases overseas and profit decline of solar cells caused by shortages and soaring prices of raw materials.

Regarding cash flow, net cash provided by operating activities was 134.6 billion yen, while net cash used in investing activities was 177.8 billion yen. Net cash provided by financing activities was 19.7 billion yen. As a result, cash and cash equivalents at the end of the period were 307.0 billion yen, a decrease of 22.1 billion yen compared to March 31, 2007.

Operating results by product group are as follows:

Consumer/Information Products

Sales of Audio-Visual and Communication Equipment were 782.7 billion yen, up 33.2% over the same period last year. Sales of large-size LCD color TVs and mobile phones increased, contributing to the overall sales increase.

Sales of Home Appliances were 129.3 billion yen, up 8.5%. Brisk sales of refrigerators and air conditioners contributed to the growth.

Sales of Information Equipment were 218.7 billion yen, up 3.4%. Sales of copier/printers and wireless PDAs increased, resulting in overall sales growth.

Electronic Components

Sales of LSIs were 80.8 billion yen, up 11.1% over the same period last year. Sales of CCD/CMOS imagers increased, which offset the decrease in sales of flash memory.

Sales of LCDs (sales to outside customers) were 285.8 billion yen, down 11.8%. However, sales including internal sales expanded, reflecting solid sales of TV panels for internal use.

Sales of Other Electronic Components were 143.3 billion yen, down 4.5%. Sales of devices for digital equipment increased, while a sales decline of solar cells led to an overall sales decrease.

(2) Forecast for Fiscal 2007

As for the outlook for fiscal 2007, the world economy will remain unpredictable due to such factors as deceleration in the U.S. economy, international financial instability and high crude oil prices. Meanwhile, the electronics industry is expected to face fiercer competition in the growing market, including digital audio-visual equipment, meaning there is little ground for optimism.

In an effort to achieve further growth, the Sharp Group is strengthening its one-of-a-kind strategy, as we work to improve profitability and get the maximum value out of the company.

In the Consumer/Information Products business, we will work to further expand LCD color TV business globally. We will improve competitiveness of our LCD TVs by promoting low-cost operations utilizing the strengths of our vertically integrated business model and developing new technologies to enhance image quality and functionality. One-of-a-kind products in other business areas will also be upgraded. These include our Blu-ray Disc recorders and One-Seg-compatible mobile phones.

In the Electronic Components business, we will engage in enhancing our line of original devices through the following measures. To further expand our LCD business, we will take advantage of the Kameyama plant and increase sales of high-resolution LCD panels for TVs. Other measures include expanding applications for our proprietary LCDs, including the New Mobile ASV LCD. For other devices, we will also work to improve competitiveness through technological innovation and cost reduction.

Furthermore, we are planning to build a new state-of-the-art LCD panel plant and a solar cell plant for the mass production of thin-film solar cells in Sakai City, Osaka Prefecture. The new plants will start operations by March 2010, with the LCD panel plant being the first in the world to use 10th generation glass substrates.

In addition to these efforts, we will continuously promote R&D for future technologies and innovate the value chain to outpace severe global competition. Lastly, we will continue to take initiatives proactively to enhance our CSR efforts, which include contributing to environmental preservation and complying with laws and statutes in conducting business.

The following are the forecasts for fiscal 2007 (Consolidated):

Net sales	3,400.0 billion yen	+ 8.7 % over the previous fiscal year
Operating income	190.0 billion yen	+ 1.9 % over the previous fiscal year
Net income	105.0 billion yen	+ 3.2 % over the previous fiscal year

The above figures are based on an exchange rate of ¥115=US\$1.00 for the second half of fiscal 2007.

Note:

*The above estimates of operating results are based on certain assumptions that Sharp Corporation deemed reasonable at the time they were prepared, and actual operating results may differ significantly from these estimates. The factors that may influence the figures for final reported business results include, but are not limited to:

- The economic situation in which the Sharp Group operates
- Sudden, rapid fluctuations in demand for products and services, as well as intense price competition
- Changes in exchange rates (particularly between the yen and the U.S. dollar, the euro and other currencies)
- Sharp's ability to respond to rapid technological changes and changing consumer preferences with timely and cost-effective introductions of new products and services
- Regulations such as trade restrictions in other countries
- Litigation and other legal proceedings against the Sharp Group, etc.

**The accompanying consolidated financial statements are a translation of the consolidated financial statements of Sharp, which were prepared in accordance with accounting principles and practices generally accepted in Japan. In preparing the accompanying consolidated financial statements, certain reclassifications have been made in the consolidated financial statements issued domestically, in order to present them in a form which is more familiar to readers outside Japan.

2. Basic Policy on Distribution of Earnings and Dividends for Fiscal 2007

Sharp considers distributing profits to shareholders to be one of management's top priorities. While maintaining consistently stable dividend pay-outs, and while carefully considering our consolidated business performance, financial situation and future business development in a comprehensive manner, we will implement a set of measures to return profits to our shareholders, such as increasing the amount of periodic dividends. Under this policy, we have raised dividends for 7 consecutive years from fiscal 2000 through 2006 and will continue to return profit actively, targeting a consolidated pay-out ratio of 30%. For fiscal 2007, we will distribute an interim dividend of 14 yen per share, an increase of 2 yen over the previous year. Since we are planning to distribute a year-end dividend of 14 yen per share, the total annual dividend will be 28 yen per share, an increase of 2 yen over the previous year. With this dividend increase, our dividends will have been raised for 8 consecutive years from fiscal 2000 through 2007. Internal reserve funds are being provided for investment in plant and equipment in areas of future growth, for development of uniquely featured products and proprietary electronic devices. They are also being provided for overseas business expansion and environmental protection measures.

Management Policy

The information is omitted from disclosure as there have been no significant changes in Management Policy since publication of a financial release on April 25, 2007 (Consolidated financial results for the year ended March 31, 2007).

The above financial release is available at the SHARP web site:

<http://www.sharp.co.jp/>

SHARP CORPORATION
CONSOLIDATED BALANCE SHEETS

Millions of Yen

	As of March 31, 2007	As of September 30, 2007	Increase Decrease	As of September 30, 2006
ASSETS				
Current Assets:				
Cash, time deposits and short-term investments	431,816	392,393	- 39,423	388,472
Notes and accounts receivable, less-allowance for doubtful receivables	705,281	674,959	- 30,322	630,939
Inventories	435,643	485,434	+ 49,791	387,227
Other current assets	106,523	113,896	+ 7,373	103,477
Total current assets	1,679,263	1,666,682	- 12,581	1,510,115
Plant and Equipment, Less Accumulated Depreciation	1,013,527	1,134,920	+ 121,393	986,173
Investments and Other Assets	271,155	273,728	+ 2,573	254,779
Deferred Assets	4,865	4,491	- 374	-
Total assets	2,968,810	3,079,821	+ 111,011	2,751,067
LIABILITIES				
Current Liabilities:				
Short-term borrowings, including current portion of long-term debt	240,738	299,022	+ 58,284	354,175
Notes and accounts payable	874,276	905,341	+ 31,065	813,856
Other current liabilities	277,251	286,063	+ 8,812	238,804
Total current liabilities	1,392,265	1,490,426	+ 98,161	1,406,835
Long-term Liabilities	384,340	374,018	- 10,322	201,641
Total liabilities	1,776,605	1,864,444	+ 87,839	1,608,476
NET ASSETS				
Owners' Equity:				
Common stock	204,676	204,676	0	204,676
Capital surplus	262,295	262,300	+ 5	262,291
Retained earnings	745,209	771,691	+ 26,482	703,115
Less-Cost of treasury stock	(26,844)	(27,082)	- 238	(26,584)
Total owners' equity	1,185,336	1,211,585	+ 26,249	1,143,498
Valuation and Translation Adjustments:				
Net unrealized holding gains on securities	24,381	17,916	- 6,465	25,531
Deferred gains (losses) on hedges	1	(918)	- 919	(389)
Foreign currency translation adjustments	(26,591)	(23,051)	+ 3,540	(34,597)
Total valuation and translation adjustments	(2,209)	(6,053)	- 3,844	(9,455)
Minority Interests	9,078	9,845	+ 767	8,548
Total net assets	1,192,205	1,215,377	+ 23,172	1,142,591
Total liabilities and net assets	2,968,810	3,079,821	+ 111,011	2,751,067

[Reference]

	(March 31, 2007)	(September 30, 2007)	(September 30, 2006)
Capital Investment	284,190	217,925	164,875
Interest-Bearing Debt	601,467	650,566	537,475

SHARP CORPORATION
CONSOLIDATED STATEMENTS OF INCOME

Millions of Yen

	Six Months Ended September 30, 2006		Six Months Ended September 30, 2007		Increase Decrease	Year Ended March 31, 2007	
	Amount	Ratio	Amount	Ratio		Amount	Ratio
		%		%			%
Net Sales	1,465,693	100.0	1,640,876	100.0	+ 175,183	3,127,771	100.0
Cost of Sales	1,130,735	77.1	1,276,754	77.8	+ 146,019	2,414,592	77.2
Gross profit	334,958	22.9	364,122	22.2	+ 29,164	713,179	22.8
Selling, General and Administrative Expenses	244,791	16.7	285,065	17.4	+ 40,274	526,648	16.8
Operating income	90,167	6.2	79,057	4.8	- 11,110	186,531	6.0
Other Income (Expenses)							
Interest and dividend income	3,697	0.3	4,021	0.2	+ 324	6,913	0.2
Interest expense	(3,394)	0.3	(4,529)	0.3	- 1,135	(7,668)	0.2
Other, net	(15,152)	1.1	(8,721)	0.4	+ 6,431	(27,481)	0.9
	(14,849)	1.1	(9,229)	0.5	+ 5,620	(28,236)	0.9
Income before income taxes and minority interests	75,318	5.1	69,828	4.3	- 5,490	158,295	5.1
Income Taxes							
Current	24,350	1.6	16,702	1.0	- 7,648	51,264	1.6
Deferred	4,027	0.3	9,293	0.6	+ 5,266	4,607	0.2
Minority Interests in Income of Consolidated Subsidiaries	(401)	0.0	(523)	0.1	- 122	(707)	0.0
Net Income	46,540	3.2	43,310	2.6	- 3,230	101,717	3.3

[Reference]

	(Six Months Ended September 30, 2006)	(Six Months Ended September 30, 2007)	(Year Ended March 31, 2007)
Depreciation and Amortization	99,448	124,547	217,715
R&D Expenditures	94,219	99,330	189,852

SHARP CORPORATION
CONSOLIDATED STATEMENT OF CHANGES IN NET ASSET

Six Months Ended September 30, 2006

Millions of Yen

	Owners' Equity				
	Common stock	Capital surplus	Retained earnings	Less-Cost of treasury stock	Total owners' equity
Balance at March 31, 2006	204,676	262,288	668,687	(26,381)	1,109,270
Changes of items during the period					
Dividends from surplus*			(13,091)		(13,091)
Directors' bonus*			(468)		(468)
Net income			46,540		46,540
Increase resulting from increase in number of consolidated subsidiaries			1,875		1,875
Decrease resulting from increase in number of consolidated subsidiaries			(428)		(428)
Purchase of treasury stock				(212)	(212)
Disposal of treasury stock		3		9	12
Net changes of items other than owners' equity					
Total changes of items during the period	-	3	34,428	(203)	34,228
Balance at September 30, 2006	204,676	262,291	703,115	(26,584)	1,143,498

	Valuation and Translation Adjustments				Minority Interests	Total Net Assets
	Net unrealized holding gains on securities	Deferred gains (losses) on hedges	Foreign currency translation adjustments	Total valuation and translation adjustments		
Balance at March 31, 2006	27,992	-	(38,352)	(10,360)	8,734	1,107,644
Changes of items during the period						
Dividends from surplus*						(13,091)
Directors' bonus*						(468)
Net income						46,540
Increase resulting from increase in number of consolidated subsidiaries						1,875
Decrease resulting from increase in number of consolidated subsidiaries						(428)
Purchase of treasury stock						(212)
Disposal of treasury stock						12
Net changes of items other than owners' equity	(2,461)	(389)	3,755	905	(186)	719
Total changes of items during the period	(2,461)	(389)	3,755	905	(186)	34,947
Balance at September 30, 2006	25,531	(389)	(34,597)	(9,455)	8,548	1,142,591

*Note: Appropriation of retained earnings resolved at Ordinary General Meeting of Shareholders held in June, 2006.

SHARP CORPORATION
CONSOLIDATED STATEMENT OF CHANGES IN NET ASSET

Six Months Ended September 30, 2007

Millions of Yen

	Owners' Equity				
	Common stock	Capital surplus	Retained earnings	Less-Cost of treasury stock	Total owners' equity
Balance at March 31, 2007	204,676	262,295	745,209	(26,844)	1,185,336
Changes of items during the period					
Dividends from surplus			(15,270)		(15,270)
Net income			43,310		43,310
Increase resulting from increase in number of consolidated subsidiaries			192		192
Decrease resulting from increase in number of consolidated subsidiaries			(1,597)		(1,597)
Decrease resulting from increase in number of affiliates accounted for on the equity method			(29)		(29)
Decrease due to unfunded retirement benefit obligation of foreign subsidiaries			(124)		(124)
Purchase of treasury stock				(245)	(245)
Disposal of treasury stock		5		7	12
Net changes of items other than owners' equity					
Total changes of items during the period	-	5	26,482	(238)	26,249
Balance at September 30, 2007	204,676	262,300	771,691	(27,082)	1,211,585

	Valuation and Translation Adjustments				Minority Interests	Total Net Assets
	Net unrealized holding gains on securities	Deferred gains (losses) on hedges	Foreign currency translation adjustments	Total valuation and translation adjustments		
Balance at March 31, 2007	24,381	1	(26,591)	(2,209)	9,078	1,192,205
Changes of items during the period						
Dividends from surplus						(15,270)
Net income						43,310
Increase resulting from increase in number of consolidated subsidiaries						192
Decrease resulting from increase in number of consolidated subsidiaries						(1,597)
Decrease resulting from increase in number of affiliates accounted for on the equity method						(29)
Decrease due to unfunded retirement benefit obligation of foreign subsidiaries						(124)
Purchase of treasury stock						(245)
Disposal of treasury stock						12
Net changes of items other than owners' equity	(6,465)	(919)	3,540	(3,844)	767	(3,077)
Total changes of items during the period	(6,465)	(919)	3,540	(3,844)	767	23,172
Balance at September 30, 2007	17,916	(918)	(23,051)	(6,053)	9,845	1,215,377

SHARP CORPORATION
CONSOLIDATED STATEMENT OF CHANGES IN NET ASSET

Year Ended March 31, 2007

Millions of Yen

	Owners' Equity				
	Common stock	Capital surplus	Retained earnings	Less-Cost of treasury stock	Total owners' equity
Balance at March 31, 2006	204,676	262,288	668,687	(26,381)	1,109,270
Changes of items during the period					
Dividends from surplus*			(13,091)		(13,091)
Dividends from surplus			(13,089)		(13,089)
Directors' bonus*			(468)		(468)
Net income			101,717		101,717
Increase resulting from increase in number of consolidated subsidiaries			1,875		1,875
Decrease resulting from increase in number of consolidated subsidiaries			(428)		(428)
Decrease resulting from change in accounting standards of consolidated subsidiaries			(2,826)		(2,826)
Increase due to unfunded retirement benefit obligation of foreign subsidiaries			2,832		2,832
Purchase of treasury stock				(480)	(480)
Disposal of treasury stock		7		17	24
Net changes of items other than owners' equity					
Total changes of items during the period	-	7	76,522	(463)	76,066
Balance at March 31, 2007	204,676	262,295	745,209	(26,844)	1,185,336

	Valuation and Translation Adjustments				Minority Interests	Total Net Assets
	Net unrealized holding gains on securities	Deferred gains (losses) on hedges	Foreign currency translation adjustments	Total valuation and translation adjustments		
Balance at March 31, 2006	27,992	-	(38,352)	(10,360)	8,734	1,107,644
Changes of items during the period						
Dividends from surplus*						(13,091)
Dividends from surplus						(13,089)
Directors' bonus*						(468)
Net income						101,717
Increase resulting from increase in number of consolidated subsidiaries						1,875
Decrease resulting from increase in number of consolidated subsidiaries						(428)
Decrease resulting from change in accounting standards of consolidated subsidiaries						(2,826)
Increase due to unfunded retirement benefit obligation of foreign subsidiaries						2,832
Purchase of treasury stock						(480)
Disposal of treasury stock						24
Net changes of items other than owners' equity	(3,611)	1	11,761	8,151	344	8,495
Total changes of items during the period	(3,611)	1	11,761	8,151	344	84,561
Balance at March 31, 2007	24,381	1	(26,591)	(2,209)	9,078	1,192,205

*Note: Appropriation of retained earnings resolved at Ordinary General Meeting of Shareholders held in June, 2006.

SHARP CORPORATION
CONSOLIDATED STATEMENTS OF CASH FLOWS

Millions of Yen

	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Increase Decrease	Year Ended March 31, 2007
<u>Cash Flows from Operating Activities:</u>				
Income before income taxes and minority interests	75,318	69,828	- 5,490	158,295
Adjustments to reconcile income before income taxes and minority interests to net cash provided by operating activities –				
Depreciation and amortization of properties and intangibles	95,107	119,173	+ 24,066	208,632
Interest and dividend income	(3,697)	(4,021)	- 324	(6,913)
Interest expense	3,394	4,529	+ 1,135	7,668
Foreign exchange loss	1,313	1,610	+ 297	2,760
Loss on sales and disposal of plant and equipment	2,300	2,987	+ 687	7,356
Decrease (increase) in notes and accounts receivable	(26,103)	47,540	+ 73,643	(73,726)
Increase in inventories	(45,529)	(43,046)	+ 2,483	(86,946)
(Decrease) increase in payables	50,143	(15,900)	- 66,043	143,425
Other, net	(9,819)	(22,905)	- 13,086	7,756
Total	142,427	159,795	+ 17,368	368,307
Interest and dividends received	6,017	4,822	- 1,195	9,432
Interest paid	(3,627)	(4,652)	- 1,025	(8,182)
Income taxes paid	(24,047)	(25,347)	- 1,300	(55,205)
Net cash provided by operating activities	120,770	134,618	+ 13,848	314,352
<u>Cash Flows from Investing Activities:</u>				
Purchase of time deposits	(35,109)	(20,001)	+ 15,108	(120,063)
Proceeds from redemption of time deposits	45,070	55,066	+ 9,996	95,072
Proceeds from sales of short-term investments	3,878	4,671	+ 793	6,480
Acquisitions of plant and equipment	(114,790)	(194,399)	- 79,609	(294,548)
Proceeds from sales of plant and equipment	1,035	507	- 528	1,407
Purchase of investments in securities and investments in nonconsolidated subsidiaries and affiliates	(2,177)	(6,385)	- 4,208	(4,121)
Proceeds from sales of investments in securities and investments in nonconsolidated subsidiaries and affiliates	62	10,618	+ 10,556	1,944
Loans made	(821)	(359)	+ 462	(1,063)
Proceeds from collection of loans	533	172	- 361	683
Other, net	(17,989)	(27,767)	- 9,778	(14,580)
Net cash used in investing activities	(120,308)	(177,877)	- 57,569	(328,789)
<u>Cash Flows from Financing Activities:</u>				
Increase (decrease) in short-term borrowings, net	20,440	73,974	+ 53,534	(121,568)
Proceeds from long-term debt	8,139	26,652	+ 18,513	218,370
Repayments of long-term debt	(15,503)	(64,776)	- 49,273	(28,461)
Purchase of treasury stock	(212)	(245)	- 33	(480)
Dividends paid	(13,089)	(15,270)	- 2,181	(26,181)
Other, net	(312)	(585)	- 273	(510)
Net cash provided by (used in) financing activities	(537)	19,750	+ 20,287	41,170
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(649)	(272)	+ 377	463
Net (Decrease) Increase in Cash and Cash Equivalents	(724)	(23,781)	- 23,057	27,196
Cash and Cash equivalents at Beginning of Year	299,466	329,286	+ 29,820	299,466
Cash and Cash Equivalents of Newly Consolidated Subsidiaries	2,583	1,439	- 1,144	2,583
Cash and Cash Equivalents Increased by Merger	9	144	+ 135	41
Cash and Cash Equivalents at End of the Period	301,334	307,088	+ 5,754	329,286

Important Matters on Presenting Consolidated Financial Statements

Matters Related to Accounting Procedure Standards

1) Valuation Standards and Methods for Securities

Other Securities

- Securities with available fair market values:
Primarily, stated at fair market value based on average of market price during the last month of the fiscal year (valuation differences are disposed using the direct net asset adjustment method and the cost of securities sold is calculated using the average cost method).
- Securities with no available fair market value:
Primarily, stated at average cost.

2) Valuation Standards and Methods for Inventories

- Finished products:
For Sharp Corporation and domestic consolidated subsidiaries, primarily, stated at the lower of moving average cost or market.
For overseas consolidated subsidiaries, primarily, stated at the lower of first-in, first-out cost or market.
- Work in process and raw materials:
Primarily, stated at the current production and purchase costs.

3) Depreciation Methods Used for Tangible Fixed Assets

For Sharp Corporation and domestic consolidated subsidiaries, depreciation is based primarily on the declining-balance method (Except for machinery and equipment in the Mie and Kameyama Plants, which are depreciated on the straight line method).

Note that overseas consolidated subsidiaries primarily use the straight line method.

4) Method for Amortization for Deferred Assets

Bond issue cost is amortized under the straight line method over the redemption period.

5) Method for Appropriation for Accrued Bonuses

The reserve for payment of employee bonuses is set aside based on estimated amounts to be paid in the subsequent period.

6) Method for Appropriation for Severance and Pension Benefits

To provide for employees' severance and pension benefits, reserves are set aside based on the estimated amounts of projected benefit obligation and the fair value of plan assets at the end of the current consolidated fiscal year.

Further, net transition obligation is being amortized in equal amounts over 7 years.

Prior service costs are amortized over the average of the estimated remaining service lives (16 years).

Actuarial losses are recognized primarily in expenses over the average of estimated remaining services lives (16 years) commencing with the following period.

7) Accounting for Consumption Taxes, etc.

The tax exclusion method is applied.

8) Adoption of Consolidated Tax Return System

The consolidated tax return system is adopted.

Changes in Accounting Methods

Accounting Method for Reserve for Director and Corporate Auditor Retirement Benefits

Previously, director and corporate auditor retirement benefits had been expensed at the time of payment. Starting from this period, however, the amended “Auditing Treatment relating to Reserve defined under the Special Tax Measurement Law, Reserve defined under the Special Law and Reserve for Director and Corporate Auditor Retirement Benefits” (The Japanese Institute of Certified Public Accountants (“JICPA”) Auditing and Assurance Practice Committee Report No.42, April 13, 2007) has been applied. As a result, for the six months ended September 30, 2007, operating income and income before income taxes and minority interests were down 66 million yen and 829 million yen, respectively, compared to the previous method.

Depreciation Methods Used for Amortization for Tangible Fixed Assets

Starting from this period, pursuant to an amendment to the Corporate Tax Law, Sharp Corporation and its domestic consolidated subsidiaries have depreciated tangible fixed assets acquired on and after April 1, 2007 in accordance with the method stipulated in the amended Corporation Tax Law. As a result, for the six months ended September 30, 2007, operating income and income before income taxes and minority interests were down 1,933 million yen each, compared to the previous method. For the impact that these changes had on segment information, please refer to “Segment Information.”

Additional Information

Pursuant to an amendment to the Corporate Tax Law, after having fully depreciated tangible fixed assets acquired on and before March 31, 2007 up to 5% of the acquisition cost, based on the prior Corporate Tax Law, Sharp Corporation and its domestic subsidiaries have depreciated the difference between 5% of the acquisition cost and the memorandum price, using a straight line method over 5 years and expensed as “Depreciation and amortization.” The straight line depreciation starts from the next year, when the book value of tangible assets acquired on and before March 31, 2007 reaches 5% of the acquisition cost. As a result, for the six months ended September 30, 2007, operating income and income before income taxes and minority interests were down 3,995 million yen each, compared to the previous method.

(Omission of disclosure)

Notes regarding lease transactions, securities and derivative transactions are omitted, as there is no significant necessity of disclosure in the interim financial release.

SHARP CORPORATION

SEGMENT INFORMATION

Information by business segment*

Millions of Yen

	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
Net Sales			
Consumer/Information Products			
Customers	918,636	1,130,829	2,058,109
Intersegment	5,438	3,849	9,431
Total	924,074	1,134,678	2,067,540
Electronic Components			
Customers	547,057	510,047	1,069,662
Intersegment	217,290	300,775	492,024
Total	764,347	810,822	1,561,686
Elimination	(222,728)	(304,624)	(501,455)
Consolidated	1,465,693	1,640,876	3,127,771
Operating Income			
Consumer/Information Products	37,165	33,144	81,705
Electronic Components	55,896	43,137	105,519
Elimination	(2,894)	2,776	(693)
Consolidated	90,167	79,057	186,531

* As noted in "Changes in Accounting Methods," starting from this period, tangible fixed assets acquired on and after April 1, 2007 have been depreciated in accordance with the method stipulated in the amended Corporation Tax Law. With this change, for the six months ended September 30, 2007, operating income of "Consumer/Information Products" and "Electronic Components" was down 879 million yen and 1,054 million yen, respectively.

SHARP CORPORATION
SEGMENT INFORMATION

Information by geographic segment*

Millions of Yen

	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
Net Sales			
Japan			
Customers	889,558	943,940	1,860,199
Intersegment	419,170	480,904	909,956
Total	1,308,728	1,424,844	2,770,155
The Americas			
Customers	234,575	278,755	526,325
Intersegment	3,178	3,545	7,076
Total	237,753	282,300	533,401
Europe			
Customers	230,588	260,534	490,338
Intersegment	1,619	1,903	3,445
Total	232,207	262,437	493,783
China			
Customers	52,929	84,255	129,449
Intersegment	185,390	215,058	394,878
Total	238,319	299,313	524,327
Other			
Customers	58,043	73,392	121,460
Intersegment	101,672	132,812	218,244
Total	159,715	206,204	339,704
Elimination	(711,029)	(834,222)	(1,533,599)
Consolidated	1,465,693	1,640,876	3,127,771
Operating Income			
Japan	83,426	66,177	163,216
The Americas	4,126	1,779	9,533
Europe	3,094	2,384	8,129
China	2,423	3,048	8,842
Other	442	1,475	2,116
Elimination	(3,344)	4,194	(5,305)
Consolidated	90,167	79,057	186,531

*1. Major countries or regions in each geographic segment are as follows.

- (1) The Americas: U.S.A., Canada
- (2) Europe: Germany, U.K., Italy, France, Spain
- (3) Other: Asia, Oceania, Middle East

2. As noted in "Changes in Accounting Methods," starting from this period, tangible fixed assets acquired on and after April 1, 2007 have been depreciated in accordance with the method stipulated in the amended Corporation Tax Law. With this change, for the six months ended September 30, 2007, operating income of "Japan" was down 1,933 million yen.

SHARP CORPORATION
SEGMENT INFORMATION

Overseas sales*

Millions of Yen

	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
The Americas	262,462	311,651	582,588
Europe	249,299	274,744	523,301
China	147,116	171,130	305,895
Other	96,131	99,122	189,049
Total	755,008	856,647	1,600,833

* Major countries or regions in each geographic segment are as follows.

- (1) The Americas: U.S.A., Canada, Central and South America
- (2) Europe: Germany, U.K., Spain, France, Italy
- (3) Other: Asia, Middle East, Oceania, Africa

SHARP CORPORATION
PER SHARE INFORMATION

Yen

	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
Net assets per share	1,039.64	1,105.41	1,084.76
Net income per share	42.66	39.71	93.25
Fully diluted net income per share	-	37.04	90.00
	As no residual securities exist, fully diluted net income per share is not presented.		

Note: Net income per share and fully diluted net income per share were calculated on the following basis.

	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
Net income per share			
Net income (millions of yen)	46,540	43,310	101,717
Amounts not allocated to ordinary shares (millions of yen)	-	-	-
Net income allocated to ordinary shares (millions of yen)	46,540	43,310	101,717
Average number of shares outstanding during each period (thousands of shares)	1,090,849	1,090,614	1,090,790
Fully diluted net income per share			
Adjustment to net income (millions of yen)	-	10	10
Increase in number of ordinary shares (thousands of shares)	-	79,019	39,510
(Bonds with subscription rights to shares (thousands of shares))	-	(79,019)	(39,510)
Residual securities which do not dilute net income per share	-	-	-

SHARP CORPORATION
CONSOLIDATED SALES BY PRODUCT GROUP

Millions of Yen

	Six Months Ended September 30, 2006		Six Months Ended September 30, 2007		Increase Decrease	Percent Change	Year Ended March 31, 2007	
	Amount	Ratio	Amount	Ratio			Amount	Ratio
Audio - Visual and Communication Equipment	587,805	40.1	782,746	47.7	+ 194,941	+ 33.2	1,381,105	44.2
Home Appliances	119,211	8.1	129,356	7.9	+ 10,145	+ 8.5	239,081	7.6
Information Equipment	211,620	14.5	218,727	13.3	+ 7,107	+ 3.4	437,923	14.0
Consumer/Information Products	918,636	62.7	1,130,829	68.9	+ 212,193	+ 23.1	2,058,109	65.8
LSIs	72,721	5.0	80,802	4.9	+ 8,081	+ 11.1	141,000	4.5
LCDs	324,218	22.1	285,858	17.4	- 38,360	- 11.8	628,821	20.1
Other Electronic Components	150,118	10.2	143,387	8.8	- 6,731	- 4.5	299,841	9.6
Electronic Components	547,057	37.3	510,047	31.1	- 37,010	- 6.8	1,069,662	34.2
Total	1,465,693	100.0	1,640,876	100.0	+ 175,183	+ 12.0	3,127,771	100.0
Domestic	710,685	48.5	784,229	47.8	+ 73,544	+ 10.3	1,526,938	48.8
Overseas	755,008	51.5	856,647	52.2	+ 101,639	+ 13.5	1,600,833	51.2

SHARP

SUPPLEMENTARY DATA

FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2007

【CONSOLIDATED】

SHARP CORPORATION

SUPPLEMENTARY DATA
FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2007
【CONSOLIDATED】

1. Financial Highlights

(Millions of Yen)

	1st Half FY2006			FY2006			1st Half FY2007			Forecast for FY2007		
	Amount	Ratio	Change	Amount	Ratio	Change	Amount	Ratio	Change	Amount	Ratio	Change
		%	%		%	%		%	%		%	%
Net Sales	1,465,693	100.0	+9.7	3,127,771	100.0	+11.8	1,640,876	100.0	+12.0	3,400,000	100.0	+8.7
(Domestic)	710,685	48.5	+3.7	1,526,938	48.8	+9.3	784,229	47.8	+10.3	1,650,000	48.5	+8.1
(Overseas)	755,008	51.5	+16.1	1,600,833	51.2	+14.3	856,647	52.2	+13.5	1,750,000	51.5	+9.3
Operating Income	90,167	6.2	+20.1	186,531	6.0	+13.9	79,057	4.8	-12.3	190,000	5.6	+1.9
Net Income	46,540	3.2	+27.5	101,717	3.3	+14.7	43,310	2.6	-6.9	105,000	3.1	+3.2
Net Income per Share (Yen)	42.66			93.25			39.71			96.28		

2. Sales by Product Group

(Millions of Yen)

		1st Half FY2006			FY2006			1st Half FY2007			Forecast for FY2007		
		Amount	Ratio	Change	Amount	Ratio	Change	Amount	Ratio	Change	Amount	Ratio	Change
			%	%		%	%		%	%		%	%
Audio-Visual and Communication Equipment	Domestic	384,900	26.3	+16.0	913,715	29.2	+28.8	508,672	31.0	+32.2	1,080,000	31.7	+18.2
	Overseas	202,905	13.8	+11.3	467,390	15.0	+22.6	274,074	16.7	+35.1	550,000	16.2	+17.7
	Total	587,805	40.1	+14.4	1,381,105	44.2	+26.6	782,746	47.7	+33.2	1,630,000	47.9	+18.0
Home Appliances	Domestic	66,527	4.5	+4.5	130,160	4.2	+3.6	67,024	4.1	+0.7	130,000	3.9	-0.1
	Overseas	52,684	3.6	+9.1	108,921	3.4	+10.0	62,332	3.8	+18.3	110,000	3.2	+1.0
	Total	119,211	8.1	+6.5	239,081	7.6	+6.4	129,356	7.9	+8.5	240,000	7.1	+0.4
Information Equipment	Domestic	94,866	6.5	-3.5	191,162	6.1	-4.8	91,915	5.6	-3.1	200,000	5.9	+4.6
	Overseas	116,754	8.0	+7.1	246,761	7.9	+12.0	126,812	7.7	+8.6	245,000	7.2	-0.7
	Total	211,620	14.5	+2.1	437,923	14.0	+4.0	218,727	13.3	+3.4	445,000	13.1	+1.6
Consumer/Information Products	Domestic	546,293	37.3	+10.7	1,235,037	39.5	+19.2	667,611	40.7	+22.2	1,410,000	41.5	+14.2
	Overseas	372,343	25.4	+9.7	823,072	26.3	+17.5	463,218	28.2	+24.4	905,000	26.6	+10.0
	Total	918,636	62.7	+10.2	2,058,109	65.8	+18.5	1,130,829	68.9	+23.1	2,315,000	68.1	+12.5
LSIs	Domestic	25,831	1.8	+25.9	48,762	1.6	+23.6	24,075	1.4	-6.8	45,500	1.3	-6.7
	Overseas	46,890	3.2	+2.4	92,238	2.9	-4.2	56,727	3.5	+21.0	104,500	3.1	+13.3
	Total	72,721	5.0	+9.7	141,000	4.5	+3.9	80,802	4.9	+11.1	150,000	4.4	+6.4
LCDs	Domestic	85,282	5.8	-25.4	138,791	4.4	-33.3	45,148	2.8	-47.1	100,000	2.9	-27.9
	Overseas	238,936	16.3	+31.7	490,030	15.7	+15.2	240,710	14.6	+0.7	535,000	15.8	+9.2
	Total	324,218	22.1	+9.7	628,821	20.1	-0.7	285,858	17.4	-11.8	635,000	18.7	+1.0
Other Electronic Components	Domestic	53,279	3.6	-6.5	104,348	3.3	-8.0	47,395	2.9	-11.0	94,500	2.8	-9.4
	Overseas	96,839	6.6	+16.1	195,493	6.3	+10.0	95,992	5.9	-0.9	205,500	6.0	+5.1
	Total	150,118	10.2	+7.0	299,841	9.6	+3.0	143,387	8.8	-4.5	300,000	8.8	+0.1
Electronic Components	Domestic	164,392	11.2	-14.3	291,901	9.3	-19.1	116,618	7.1	-29.1	240,000	7.0	-17.8
	Overseas	382,665	26.1	+23.2	777,761	24.9	+11.2	393,429	24.0	+2.8	845,000	24.9	+8.6
	Total	547,057	37.3	+8.9	1,069,662	34.2	+0.9	510,047	31.1	-6.8	1,085,000	31.9	+1.4
Total	Domestic	710,685	48.5	+3.7	1,526,938	48.8	+9.3	784,229	47.8	+10.3	1,650,000	48.5	+8.1
	Overseas	755,008	51.5	+16.1	1,600,833	51.2	+14.3	856,647	52.2	+13.5	1,750,000	51.5	+9.3
	Total	1,465,693	100.0	+9.7	3,127,771	100.0	+11.8	1,640,876	100.0	+12.0	3,400,000	100.0	+8.7

3. Overseas Sales by Region

(Millions of Yen)

	1st Half FY2006			FY2006			1st Half FY2007			Forecast for FY2007		
	Amount	Ratio	Change	Amount	Ratio	Change	Amount	Ratio	Change	Amount	Ratio	Change
		%	%		%	%		%	%		%	%
The Americas	262,462	34.8	+30.7	582,588	36.4	+29.4	311,651	36.4	+18.7	670,000	38.3	+15.0
Europe	249,299	33.0	+7.4	523,301	32.7	+7.0	274,744	32.1	+10.2	550,000	31.4	+5.1
China	147,116	19.5	+19.2	305,895	19.1	+14.9	171,130	20.0	+16.3	340,000	19.4	+11.1
Other	96,131	12.7	+2.4	189,049	11.8	-2.8	99,122	11.5	+3.1	190,000	10.9	+0.5
Total	755,008	100.0	+16.1	1,600,833	100.0	+14.3	856,647	100.0	+13.5	1,750,000	100.0	+9.3

4. Information by Product Group

[Sales by Product Group include internal sales between segments (Consumer/Information Products and Electronic Components).]

(Net Sales)

(Millions of Yen)

	1st Half FY2006			FY2006			1st Half FY2007			Forecast for FY2007		
	Amount	Ratio	Change	Amount	Ratio	Change	Amount	Ratio	Change	Amount	Ratio	Change
		%	%		%	%		%	%		%	%
Audio-Visual and Communication Equipment	587,972	40.1	+14.3	1,381,506	44.2	+26.6	783,175	47.7	+33.2	1,631,000	48.0	+18.1
Home Appliances	119,234	8.1	+6.5	239,113	7.6	+6.4	129,370	7.9	+8.5	240,000	7.1	+0.4
Information Equipment	216,868	14.8	+2.7	446,921	14.3	+4.7	222,133	13.6	+2.4	454,000	13.3	+1.6
Consumer/Information Products	924,074	63.0	+10.4	2,067,540	66.1	+18.6	1,134,678	69.2	+22.8	2,325,000	68.4	+12.5
LSIs*	96,350	6.6	+0.8	190,721	6.1	+0.2	98,933	6.0	+2.7	184,000	5.4	-3.5
LCDs	506,222	34.5	+25.5	1,042,324	33.3	+21.6	549,844	33.5	+8.6	1,200,000	35.3	+15.1
Other Electronic Components	161,775	11.0	+8.5	328,641	10.5	+6.0	162,045	9.9	+0.2	335,000	9.9	+1.9
Electronic Components	764,347	52.1	+18.0	1,561,686	49.9	+15.0	810,822	49.4	+6.1	1,719,000	50.6	+10.1
Sub Total	1,688,421	115.1	+13.7	3,629,226	116.0	+17.0	1,945,500	118.6	+15.2	4,044,000	119.0	+11.4
Elimination	-222,728	-15.1	—	-501,455	-16.0	—	-304,624	-18.6	—	-644,000	-19.0	—
Total	1,465,693	100.0	+9.7	3,127,771	100.0	+11.8	1,640,876	100.0	+12.0	3,400,000	100.0	+8.7

* The LSI group's sales do not include internal sales to the LCD / Other Electronic Component group (LSIs for LCDs, etc : 14,442 million yen for 1st Half FY2006 / 30,781 million yen for FY2006, 19,911 million yen for 1st Half FY2007 / 40,500 million yen for forecast for FY2007).

(Operating Income)

(Millions of Yen)

	1st Half FY2006			FY2006			1st Half FY2007			Forecast for FY2007		
	Amount	Ratio	Change	Amount	Ratio	Change	Amount	Ratio	Change	Amount	Ratio	Change
		%	%		%	%		%	%		%	%
Audio-Visual and Communication Equipment	20,152	22.3	+24.1	44,411	23.8	+24.1	16,328	20.7	-19.0	45,000	23.7	+1.3
Home Appliances	1,147	1.3	-8.5	1,892	1.0	-12.2	668	0.8	-41.8	1,000	0.5	-47.1
Information Equipment	15,866	17.6	+30.8	35,402	19.0	+45.3	16,148	20.4	+1.8	40,000	21.1	+13.0
Consumer/Information Products	37,165	41.2	+25.4	81,705	43.8	+31.1	33,144	41.9	-10.8	86,000	45.3	+5.3
LSIs	3,395	3.8	-20.3	6,441	3.5	-18.3	1,391	1.8	-59.0	3,000	1.6	-53.4
LCDs	36,989	41.0	+19.1	78,127	41.9	+14.6	37,196	47.0	+0.6	82,500	43.4	+5.6
Other Electronic Components	15,512	17.2	+36.6	20,951	11.2	-19.0	4,550	5.8	-70.7	18,200	9.6	-13.1
Electronic Components	55,896	62.0	+19.8	105,519	56.6	+3.5	43,137	54.6	-22.8	103,700	54.6	-1.7
Sub Total	93,061	103.2	+22.0	187,224	100.4	+14.0	76,281	96.5	-18.0	189,700	99.9	+1.3
Elimination	-2,894	-3.2	—	-693	-0.4	—	2,776	3.5	—	300	0.1	—
Total	90,167	100.0	+20.1	186,531	100.0	+13.9	79,057	100.0	-12.3	190,000	100.0	+1.9

5. Overseas Production

(Millions of Yen)

	1st Half FY2006			FY2006			1st Half FY2007			Forecast for FY2007		
	Amount	Ratio to Net Sales	Change	Amount	Ratio to Net Sales	Change	Amount	Ratio to Net Sales	Change	Amount	Ratio to Net Sales	Change
		%	%		%	%		%	%		%	%
Overseas Production	755,952	51.6	+32.7	1,620,385	51.8	+29.0	861,675	52.5	+14.0	1,768,000	52.0	+9.1

6.Capital Investment

(Millions of Yen)

	1st Half FY2006		FY2006		1st Half FY2007		Forecast for FY2007	
	Amount	Change	Amount	Change	Amount	Change	Amount	Change
		%		%		%		%
Capital Investment*	164,875	+46.1	284,190	+29.8	217,925	+32.2	310,000	+9.1
* For LCDs (Nonconsolidated)	133,637	+69.9	204,502	+38.1	170,807	+27.8	220,000	+7.6

7.Depreciation and Amortization

(Millions of Yen)

	1st Half FY2006			FY2006			1st Half FY2007			Forecast for FY2007		
	Amount	Ratio to Net Sales	Change	Amount	Ratio to Net Sales	Change	Amount	Ratio to Net Sales	Change	Amount	Ratio to Net Sales	Change
		%	%		%	%		%	%		%	%
Depreciation and Amortization*	99,448	6.8	+9.0	217,715	7.0	+12.7	124,547	7.6	+25.2	290,000	8.5	+33.2

* Depreciation and amortization for FY2007 includes increase resulting from tax reform in Japan (5,929 million yen for 1st Half FY2007 / 20,000 million yen for forecast for FY2007).

8.R&D Expenditures

(Millions of Yen)

	1st Half FY2006			FY2006			1st Half FY2007			Forecast for FY2007		
	Amount	Ratio to Net Sales	Change	Amount	Ratio to Net Sales	Change	Amount	Ratio to Net Sales	Change	Amount	Ratio to Net Sales	Change
		%	%		%	%		%	%		%	%
R&D Expenditures	94,219	6.4	+1.8	189,852	6.1	+2.5	99,330	6.1	+5.4	203,000	6.0	+6.9

9.Number of Employees

	As of Sept. 30, 2006	As of March 31, 2007	As of Sept. 30, 2007
Number of Employees*	48,106	48,927	51,290
(Domestic)	30,143	29,798	30,377
(Overseas)	17,963	19,129	20,913

* Sharp Corporation and Consolidated Subsidiaries

10.Exchange Rate

(Yen)

	1st Half FY2006	FY2006	1st Half FY2007	Forecast for FY2007
	US\$	114.38	116.03	118.33
EURO	144.47	148.59	160.80	155.00

11.Sales of Main Products

(Billions of Yen)

	1st Half FY2006		FY2006		1st Half FY2007		Forecast for FY2007	
	Amount	Change	Amount	Change	Amount	Change	Amount	Change
		%		%		%		%
LCD Color TV (Over 10 inches)	246.8	+33.6	613.5	+49.4	383.1	+55.2	850.0	+38.5
Projectors	11.9	+8.1	25.5	-0.9	9.6	-19.5	17.0	-33.4
Color TV	29.9	-10.3	54.3	-16.3	18.7	-37.5	35.0	-35.6
DVD players / Recorders	18.9	-1.2	45.0	+8.2	23.1	+22.0	60.0	+33.1
Mobile Phones / Wireless PDA	263.8	+13.6	607.3	+29.2	336.5	+27.6	650.0	+7.0
Facsimiles	15.6	-7.5	34.5	-3.1	12.9	-17.3	34.0	-1.7
Refrigerators	29.7	+13.5	57.6	+17.2	35.6	+19.9	62.0	+7.5
Air Conditioners	28.6	-5.4	48.8	+1.7	36.6	+27.6	58.0	+18.7
Microwave Ovens	27.1	+9.3	60.0	+5.8	22.7	-16.0	50.0	-16.7
Personal Computers	10.5	-42.1	20.2	-40.8	6.4	-39.1	17.0	-15.9
Copiers / Printers	64.1	+3.2	137.4	+8.4	67.1	+4.7	140.0	+1.9

12.Sales of Main Electronic Components

(Billions of Yen)

	1st Half FY2006		FY2006		1st Half FY2007		Forecast for FY2007	
	Amount	Change	Amount	Change	Amount	Change	Amount	Change
		%		%		%		%
LCDs	506.2	+25.5	1,042.3	+21.6	549.8	+8.6	1,200.0	+15.1
Flash Memory	25.8	-6.7	47.2	-15.4	12.5	-51.5	26.0	-45.0
CCD/CMOS Imagers	46.9	+22.7	97.6	+17.7	62.9	+34.0	110.0	+12.6
Solar Cells	80.8	+8.8	151.4	-4.2	68.2	-15.5	150.0	-0.9