Consolidated Financial Results for the Year Ended March 31, 2012

April 27, 2012

SHARP CORPORATION

Stock exchange listings:	Tokyo, Osaka, Nagoya, Sapporo, Fukuoka
Code number:	6753
URL:	http://www.sharp.co.jp/
Representative:	Toshio Adachi, Representative Director and Executive Vice President
Contact person:	Tetsuo Onishi, Executive Managing Officer Group General Manager, Corporate Accounting and Control Group Tel. +81 6 6621 1221

Scheduled date of the Ordinary General Meeting of Shareholders:	June 26, 2012
Scheduled dividend payment date:	June 27, 2012
Supplementary material:	Yes
Financial results meeting:	Yes (targeted at institutional investors and analysts)

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

1. Results for the Year Ended March 31, 2012

(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 (Loss)	Percent Change	Net Income (Loss)	Percent Change
Year Ended March 31, 2012	2,455,850	-18.7%	(37,552)	-	(376,076)	-
Year Ended March 31, 2011	3,021,973	+9.7%	78,896	+52.0%	19,401	+341.2%

[Reference] Comprehensive income: March 31, 2012 ; (384,880) million yen — %
March 31, 2011 ; 4,389 million yen -79.1%

	Net Income (Loss) per Share (Yen)	Fully Diluted Net Income per Share (Yen)	Net Income (Loss) to Equity	Operating Income (Loss) to Net Sales
Year Ended March 31, 2012	(341.78)	-	-45.5%	-1.5%
Year Ended March 31, 2011	17.63	16.47	1.9%	2.6%

[Reference] Equity in net income of non-consolidated subsidiaries and affiliates : March 31, 2012 ; 737 million yen
March 31, 2011 ; 3,285 million yen

(2) Financial Position

Millions of Yen

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share (Yen)
As of March 31, 2012	2,614,135	645,120	23.9%	568.83
As of March 31, 2011	2,885,678	1,048,645	35.6%	932.46

[Reference] Equity : March 31, 2012 ; 625,894 million yen
March 31, 2011 ; 1,026,033 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 at End of Year
Year Ended March 31, 2012	(143,302)	(159,557)	256,381	193,772
Year Ended March 31, 2011	167,443	(244,613)	(6,254)	241,110

2. Dividends

	Dividends per Share (Yen)					Total Dividend Payment (Millions of Yen)	Pay-out Ratio (Consolidated)	Dividend to Net Assets (Consolidated)
	1st Quarter	2nd Quarter	3rd Quarter	Year-End	Annual			
Year Ended March 31, 2011	-	10.00	-	7.00	17.00	18,706	96.4%	1.8%
Year Ended March 31, 2012	-	5.00	-	5.00	10.00	11,003	-	1.3%

Note: Forecast of dividends has yet to be determined.

3. Forecast of Financial Results for the Year Ending March 31, 2013

(The percentage figures represent the percentage of increase or decrease against the same period of the previous year.) Millions of Yen

	Net Sales	Percent Change	Operating Income (Loss)	Percent Change	Net Loss	Percent Change	Net Loss per Share (Yen)
Six Months Ending September 30, 2012	1,180,000	-10.2%	(45,000)	-	(70,000)	-	(63.62)
Year Ending March 31, 2013	2,700,000	+9.9%	20,000	-	(30,000)	-	(27.26)

4. Other Information

(1) Changes in significant consolidated subsidiaries (Changes in specified subsidiaries involving changes in scope of consolidation): None

(2) Changes in accounting policies and accounting estimates, and restatement

1. Changes in accounting policies arising from revision of accounting standards: None
2. Changes arising from other factors: None
3. Changes in accounting estimates: None
4. Restatement: None

(3) Number of shares outstanding (ordinary shares)

1. Number of shares outstanding (including treasury stock)	as of March 31, 2012 ;	1,110,699,887 shares
	as of March 31, 2011 ;	1,110,699,887 shares
2. Number of shares of treasury stock	as of March 31, 2012 ;	10,375,562 shares
	as of March 31, 2011 ;	10,353,023 shares
3. Average number of shares outstanding	during the year ended March 31, 2012 ;	1,100,335,416 shares
	during the year ended March 31, 2011 ;	1,100,382,083 shares

Notes:

1. This financial release is not subject to audit procedures based on the Financial Instruments and Exchange Law in Japan. At the time of disclosure, audit procedures of financial statements based on the Financial Instruments and Exchange Law have not been completed.
2. This financial release contains certain statements about the future, which are based on information available and deemed reasonable to the Sharp Group at the time of announcement and are not the commitments made by the Sharp Group. Actual operating results may differ materially from the forecast due to various factors. For the assumptions and other related matters concerning financial results forecast, please refer to "(1) Analysis of Financial Results" of "1. Financial Results" on page 3.
3. Sharp will hold a financial results meeting on April 27, 2012. Financial materials distributed at the meeting will be posted on its website immediately after the meeting.
4. The accompanying consolidated financial statements are a translation of the consolidated financial statements of the Sharp Group, 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.

1. Financial Results

(1) Analysis of financial results

i. Financial results for fiscal 2011

During the year ended March 31, 2012, the Japanese economy showed signs of a partial recovery. However, overall conditions remained extremely severe, including continuing strength in the yen, progressive deflation and energy issues, including power shortages. Overseas, the economy also remained deeply uncertain, due mainly to the European debt problem's spreading both within and beyond the region and a slowdown in the growth of China and emerging countries.

Under these circumstances, the Sharp Group took steps to create one-of-a-kind products and devices utilizing cutting-edge technology. At the same time, we proceeded with local production for local consumption, in which we engage in activities ranging from component procurement to manufacture and sales of products in the consumption area, in order to enhance international competitiveness. We also worked to reinforce our business foundations with all-out efforts in restructuring of our LCD and solar cell business, and company-wide cost reductions.

Consolidated financial results for the fiscal year recorded net sales of 2,455.8 billion yen, down 18.7% compared to the previous year, due mainly to a steep drop in demand in the Japanese LCD TV market, a worsening supply/demand balance for large-size LCD panels and a significant price drop for products and devices, including solar cells. Operating loss was 37.5 billion yen. We recorded a net loss of 376.0 billion yen, due mainly to the loss on suspension of large-size LCD plant operation and costs to reinforce business foundations associated with restructuring in LCD business, as well as an increase in deferred tax expenses owing to the review of deferred tax assets that reflect tax reform and business downturn.

Operating results by product group are as follows:

Consumer/Information Products

Sales of Audio-Visual and Communication Equipment were 1,060.7 billion yen, down 25.6% from the previous year. Sales of LCD TVs fell significantly below the previous year. This was due mainly to sharply decreased demand in Japan, following the end of analog TV broadcasting, and larger-than-expected price declines, which was slightly offset by healthy growth of large-size models 60 inches and larger overseas, especially in North America. Mobile phone sales also declined, due mainly to a drop in demand for conventional mobile phones in Japan and the severe competition with overseas manufacturers.

Sales of Health and Environmental Equipment were 292.2 billion yen, up 8.3%. This was due mainly to sales increases of LED lights, reflecting a rise in the awareness of energy saving, air purifiers and washing machines.

Sales of Information Equipment were 277.5 billion yen, on a par with the previous year.

As a result, sales of these three product groups comprising Consumer/Information Products were 1,630.5 billion yen, down 17.2%.

Electronic Components

Sales of LCDs were 420.2 billion yen, down 31.6% from the previous year. This was due mainly to a production adjustment at large-size LCD plants caused by a worsening supply/demand balance, which was slightly offset by strong sales of LCDs for mobile terminals.

Sales of Solar Cells were 223.8 billion yen, down 15.7%. This was due mainly to a sharp drop in demand in Europe, as well as intensified competition and ongoing price declines in Japan.

Sales of Other Electronic Devices were 181.2 billion yen, up 5.3%. This was due mainly to a sales increase of camera modules for smartphones and tablet terminals.

As a result, sales of these three product groups comprising Electronic Components were 825.2 billion yen, down 21.5%.

ii. Forecast for fiscal 2012

As for the future outlook, we expect the business environment to remain unpredictable. Although the Japanese economy is expected to recover moderately, supported by strong private consumption and a recovery in capital and housing investment, there are concerns such as higher crude oil prices and other energy issues, and the lingering risk of the European debt problem.

To respond to the severe economic and business environment, on April 1, 2012, Sharp instituted a new administration under a new president, Takashi Okuda. At the same time, we started initiatives toward the continuous creation of one-of-a-kind devices and products, and business restructuring. These include breaking down barriers between departments to facilitate more information exchanges, and integrating organizations toward swift decision-making.

In mobile LCDs, in order to cope with growing demand for LCDs for smartphones and tablet terminals, we will push ahead with conversion of production lines at the Kameyama Plant. We will start full-fledged mass production of mobile LCDs using oxide semiconductor, InGaZnO (IGZO*[1])*[2], and that feature thin profile, high definition and low power consumption, while expanding their application scope.

In steadily growing health and environmental equipment, we will work to expand business in markets where future expansion is expected. We will enhance the lineup and promote global introduction of products equipped with Plasmacluster Ion technology, while building a new factory for refrigerators and washing machines in Indonesia, as one of the measures to boost production capacity in Asia.

In information equipment, in addition to conventional MFP business, we will push ahead with new solutions business with the introduction of electronic whiteboards, multi-screen displays and other new products.

In large-size LCDs, where we are proceeding with business restructuring, Sharp has entered into an agreement with Hon Hai Group, the world's leading EMS (electronic manufacturing service) company, to establish a strategic global partnership. Based on the agreement, Sharp will issue new shares through third-party allotment to Hon Hai Group*[3], and transfer a part of shares of Sharp Display Products Corporation*[4], which operates Sharp's core, large-size LCD plant. Meanwhile, Sharp agreed on executing a basic agreement with Toppan Printing and Dai Nippon Printing, with regard to the business integration of the LCD color filter businesses operated by two companies at the Sakai Plant. Through these collaborations, we aim for stable operations and higher cost competitiveness at the Sakai Plant. We will work to enhance efficiency in production processes by integrating LCD panel and color filter businesses, while incorporating added values across the entire value chain.

With regard to the partnership with Hon Hai Group, by combining the strengths of each company in the area centering on digital products, where competition is severe, we aim to create, on a global scale, a vertical integration that enables us to compete in global markets and thus enhance our international competitiveness.

In solar cells, we will step up efforts in mega-scale solar power generation system and power generation business in Japan. Rapid market growth is expected in these areas, since a feed-in tariff system is to be upgraded in July 2012, based on the "Bill on Special Measures Concerning Procurement of Renewable Energy Sourced Electricity by Electric Utilities." Overseas, we will work to change our business and profit structure, by optimizing procurement and production at the global level and by reinforcing our efforts in the downstream area, which includes power generation business.

In addition to the measures mentioned above, as a company-wide recovery plan, we will shift employees to reinforce an organizational structure in new businesses and growth fields: overseas business including emerging countries, mobile LCD, solar cell and B2B businesses. We will also work on measures to improve our financial position, by implementing a thorough reduction in total costs and reducing inventories. Through these measures, we will make utmost efforts company-wide to improve our business performance and restore trust.

*1: An oxide consisting of In (Indium), Ga (Gallium), and Zn (Zinc)

*2: Sharp developed a thin-film transistor using oxide semiconductor in collaboration with Semiconductor Energy Laboratory Co., Ltd.

*3, 4: For details of collaborations, please refer to "Additional Information" in "Notes to Consolidated Financial Statements" on page 19, 20)

The following is the forecast of financial results for the year ending March 31, 2013.

(The percentage figures represent the percentage of increase or decrease against the same period of the previous year.) Billions of Yen

	Six months ending September 31, 2012	Increase Decrease	Six months ending March 31, 2013	Increase Decrease	Year ending March 31, 2013	Increase Decrease
Net sales	1,180.0	-10.2%	1,520.0	+33.2%	2,700.0	+9.9%
Operating income	-45.0	-	65.0	-	20.0	-
Net income	-70.0	-	40.0	-	-30.0	-

The above figures are based on an exchange rate of ¥78=US$1.00 for fiscal 2012.
The forecast of an annual dividend for fiscal 2012 has not been determined yet, and we will make a decision by considering future results and the financial situation in a comprehensive manner.

Note: The above estimates of financial results are based on certain assumptions that the Sharp Group 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)
- Regulations such as trade restrictions in other countries
- The progress of collaborations and alliances with other companies
- Litigation and other legal proceedings against the Sharp Group
- Rapid technological changes in products and services, etc.

(2) Analysis of financial position

Total assets as of March 31, 2012 were 2,614.1 billion yen, down 271.5 billion yen from March 31, 2011, due mainly to a decrease in capital investment. Total liabilities were 1,969.0 billion yen, up 131.9 billion yen, due mainly to an increase in commercial papers. Total net assets were 645.1 billion yen, down 403.5 billion yen, due mainly to a decrease in retained earnings.

Regarding cash flows, net cash used in operating activities was 143.3 billion yen, while net cash used in investing activities was 159.5 billion yen. Net cash provided by financing activities was 256.3 billion yen. As a result, cash and cash equivalents at the end of the year were 193.7 billion yen, a decrease of 47.3 billion yen from March 31, 2011.

(3) Basic policy on distribution of earnings and dividends for fiscal 2011/2012

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 implement a set of measures to return profits to our shareholders. For fiscal 2011, we intend to distribute a year-end dividend of 5 yen per share, considering the basic policy mentioned above. The total annual dividend will be 10 yen per share.

The forecast of an annual dividend for fiscal 2012 has not been determined yet, and we will make decisions considering future results and financial situation in a comprehensive manner.

2. Management Policy

(1) Basic management policy

The Sharp Group's business creed is based on the principles of "Sincerity and Creativity." Our aim is to inspire all our daily work with these principles so that we can earn the appreciation of people everywhere, and make a valuable contribution to society. Our corporate philosophy expresses our desire to grow in mutual prosperity with all stakeholders in the business, including shareholders, business partners, and employees.

(2) Mid- and Long-Term Business Strategy and Issues the Company Needs to Face

In September 2012, the Sharp Group will celebrate its 100th anniversary. Several times in the past, we have been faced with immense difficulties, including the Great Kanto Earthquake, the chaos after World War II, the appreciation of the yen following the Plaza Accord, and the bursting of the bubble economy. Nevertheless, each time, we have overcome these crises by creating one-of-a-kind products never before seen in the world, and thus have developed business and contributed to society.

Currently, we are suffering from a difficult business environment: a deteriorating global competitiveness due to the yen's appreciation, severe price competition for digital products, delays in moves toward globally advancing trade liberalization, a shrinking Japanese market caused by demographic change, and energy supply issues.

Rising to the challenge, we will push ahead with initiatives toward achieving sustainable growth and reinforcing business foundations.

The first initiative is continuous creation of one-of-a-kind products. Our mass-production technology for IGZO LCDs and our Plasmacluster Ion technology are highly competitive. They are recognized as world-class, one-of-a-kind technologies, and have received high acclaim from customers. Going forward, we will reinvigorate our corporate DNA of creativity, that has flowed through Sharp since its funding, and will revitalize spiral strategy of devices and products. Through these efforts, we will nurture corporate culture that makes possible manufacturing, one after another, products never before seen in the world, while we also accelerate creation of one-of-a-kind products that will impress and amaze.

The second is restructuring of device business, including LCDs and solar cells. In LCDs, we will create an optimal production framework to facilitate shift to super-size LCDs 60 inches and larger, and realize stable operations. At the Sakai Plant, we will work to improve profitability of large-size LCD business. This is to be achieved by working across the wide range of value chain and creating, on a global scale, a vertically-integrated business model through synergy of partnership with Hon Hai Group and integration of the LCD color filter businesses. In solar cells, we will make efforts to change our business model, aiming for an early improvement of business performance. These efforts include reinforcing our work in the downstream area encompassing system design and development, support and maintenance, and power generation business, as well as stepping up our efforts in mega solar power generation systems in and outside Japan.

The third is improvement of financial position. In order to enhance a financial position weakened by the downturn in business, we will take various measures such as further reductions in material costs, fixed costs, inventory and total costs, as well as efficient capital and R&D investment and well-planned treasury management.

We will make utmost efforts company-wide to implement these measures, aiming for sustainable growth with profitability.

3. Consolidated Financial Statements

(1) Consolidated Balance Sheets

Millions of Yen

	As of March 31, 2011	As of March 31, 2012
ASSETS		
Current Assets:		
Cash, time deposits, and short-term investments	247,888	195,325
Notes and accounts receivable, less allowance for doubtful receivables	574,696	435,896
Inventories	486,060	527,483
Other current assets	213,906	262,421
Total current assets	1,522,550	1,421,125
Plant and Equipment, Less Accumulated Depreciation	964,914	872,442
Investments and Other Assets	394,980	318,454
Deferred Assets	3,234	2,114
Total assets	2,885,678	2,614,135
LIABILITIES		
Current Liabilities:		
Short-term borrowings, including current portion of long-term debt	287,330	597,997
Notes and accounts payable	602,081	436,573
Other current liabilities	356,502	356,510
Total current liabilities	1,245,913	1,391,080
Long-term Liabilities	591,120	577,935
Total liabilities	1,837,033	1,969,015
NET ASSETS		
Owners' Equity:		
Common stock	204,676	204,676
Capital surplus	268,530	268,528
Retained earnings	648,935	259,937
Less cost of treasury stock	(13,863)	(13,876)
Total owners' equity	1,108,278	719,265
Accumulated Other Comprehensive Income:		
Net unrealized holding gains (losses) on securities	5,915	5,610
Deferred gains (losses) on hedges	(1,028)	(5,749)
Foreign currency translation adjustments	(85,317)	(90,305)
Pension liability adjustment of foreign subsidiaries	(1,815)	(2,927)
Total accumulated other comprehensive income	(82,245)	(93,371)
Minority Interests	22,612	19,226
Total net assets	1,048,645	645,120
Total liabilities and net assets	2,885,678	2,614,135

(2) Consolidated Statements of Income / Consolidated Statements of Comprehensive Income

- Consolidated Statements of Income

Millions of Yen

	Year Ended March 31, 2011	Year Ended March 31, 2012
Net Sales	3,021,973	2,455,850
Cost of Sales	2,452,345	2,043,842
Gross profit	569,628	412,008
Selling, General and Administrative Expenses	490,732	449,560
Operating income (loss)	78,896	(37,552)
Other Income (Expenses)		
Interest income	2,004	1,477
Rent income on noncurrent assets	12,094	8,945
Equity in earnings of affiliates	3,285	737
Gain on sales of noncurrent assets	156	2,968
Gain on abolishment of retirement benefit plan	1,631	0
Subsidy income	-	10,000
Interest expense	(7,712)	(8,254)
Interest on commercial papers	(289)	(392)
Rent expense on noncurrent assets	(9,449)	(6,930)
Loss on sales and retirement of noncurrent assets	(7,376)	(5,950)
Impairment loss	-	(6,656)
Loss on quality compensation	-	(11,500)
Loss on suspension of large-size LCD plant operation	-	(25,887)
Restructuring charges	(12,655)	(117,110)
Settlement package	-	(18,857)
Other, net	(19,705)	(23,468)
	(38,016)	(200,877)
Income (loss) before income taxes and minority interests	40,880	(238,429)
Income Taxes		
Current	26,927	19,617
Deferred	(7,244)	115,523
	19,683	135,140
Income (loss) before minority interests	21,197	(373,569)
Minority Interests in Income of Consolidated Subsidiaries	(1,796)	(2,507)
Net income (loss)	19,401	(376,076)

- Consolidated Statements of Comprehensive Income

Millions of Yen

	Year Ended March 31, 2011	Year Ended March 31, 2012
Income (Loss) Before Minority Interests	21,197	(373,569)
Other Comprehensive Income:		
Net unrealized holding gains (losses) on securities	(1,460)	(515)
Deferred gains (losses) on hedges	(1,246)	(4,725)
Foreign currency translation adjustments	(13,254)	(5,137)
Pension liability adjustment of foreign subsidiaries	(612)	(1,112)
Share of other comprehensive income of affiliates accounted for using equity method	(236)	178
Total other comprehensive income	(16,808)	(11,311)
Comprehensive Income	4,389	(384,880)
Comprehensive income attributable to:		
Owners of the parent	3,052	(387,418)
Minority interests	1,337	2,538

(3) Consolidated Statements of Changes in Net Assets

Year Ended March 31, 2011

Millions of Yen

	Owners' Equity			
	Common stock	Capital surplus	Retained earnings	Less cost of treasury stock
Balance at April 1, 2010	204,676	268,534	649,795	(13,805)
Effect of changes in accounting policies applied to foreign affiliates accounted for by equity method			(14)	
Transfer to pension liability adjustment of foreign subsidiaries from retained earnings			1,203	
Changes of items during the period				
Dividends from surplus			(22,008)	
Net income			19,401	
Change of scope of consolidation			(438)	
Change of scope of equity method			996	
Effect resulting from change of accounting period of subsidiaries				
Effect of unfunded retirement benefit obligation of foreign subsidiaries				
Purchase of treasury stock				(68)
Disposal of treasury stock		(4)		10
Net changes of items other than owners' equity				
Total changes of items during the period	-	(4)	(2,049)	(58)
Balance at March 31, 2011	204,676	268,530	648,935	(13,863)

	Accumulated Other Comprehensive Income				Minority Interests	Total Net Assets
	Net unrealized holding gains (losses) on securities	Deferred gains (losses) on hedges	Foreign currency translation adjustments	Pension liability adjustment of foreign subsidiaries		
Balance at April 1, 2010	7,372	218	(72,283)	−	21,353	1,065,860
Effect of changes in accounting policies applied to foreign affiliates accounted for by equity method						(14)
Transfer to pension liability adjustment of foreign subsidiaries from retained earnings				(1,203)		0
Changes of items during the period						
Dividends from surplus						(22,008)
Net income						19,401
Change of scope of consolidation						(438)
Change of scope of equity method						996
Purchase of treasury stock						(68)
Disposal of treasury stock						6
Net changes of items other than owners' equity	(1,457)	(1,246)	(13,034)	(612)	1,259	(15,090)
Total changes of items during the period	(1,457)	(1,246)	(13,034)	(612)	1,259	(17,201)
Balance at March 31, 2011	5,915	(1,028)	(85,317)	(1,815)	22,612	1,048,645

Year Ended March 31, 2012 Millions of Yen

	Owners' Equity			
	Common stock	Capital surplus	Retained earnings	Less cost of treasury stock
Balance at April 1, 2011	204,676	268,530	648,935	(13,863)
Effect of changes in accounting policies applied to foreign affiliates accounted for by equity method			0	
Transfer to pension liability adjustment of foreign subsidiaries from retained earnings			0	
Changes of items during the period				
Dividends from surplus			(13,204)	
Net income			(376,076)	
Change of scope of consolidation			113	
Change of scope of equity method			169	
Effect resulting from change of accounting period of subsidiaries				
Effect of unfunded retirement benefit obligation of foreign subsidiaries				
Purchase of treasury stock				(18)
Disposal of treasury stock		(2)		5
Net changes of items other than owners' equity				
Total changes of items during the period	-	(2)	(388,998)	(13)
Balance at March 31, 2012	204,676	268,528	259,937	(13,876)

	Accumulated Other Comprehensive Income				Minority Interests	Total Net Assets
	Net unrealized holding gains (losses) on securities	Deferred gains (losses) on hedges	Foreign currency translation adjustments	Pension liability adjustment of foreign subsidiaries		
Balance at April 1, 2011	5,915	(1,028)	(85,317)	(1,815)	22,612	1,048,645
Effect of changes in accounting policies applied to foreign affiliates accounted for by equity method						0
Transfer to pension liability adjustment of foreign subsidiaries from retained earnings				0		0
Changes of items during the period						
Dividends from surplus						(13,204)
Net income						(376,076)
Change of scope of consolidation						113
Change of scope of equity method						169
Purchase of treasury stock						(18)
Disposal of treasury stock						3
Net changes of items other than owners' equity	(305)	(4,721)	(4,988)	(1,112)	(3,386)	(14,512)
Total changes of items during the period	(305)	(4,721)	(4,988)	(1,112)	(3,386)	(403,525)
Balance at March 31, 2012	5,610	(5,749)	(90,305)	(2,927)	19,226	645,120

(4) Consolidated Statements of Cash Flows

Millions of Yen

	Year Ended March 31, 2011	Year Ended March 31, 2012
Cash Flows from Operating Activities:		
Income (loss) before income taxes and minority interests	40,880	(238,429)
Adjustments to reconcile income (loss) before income taxes and minority interests to net cash (used in) provided by operating activities－		
Depreciation and amortization of properties and intangibles	272,081	248,425
Interest and dividend income	(3,119)	(2,730)
Interest expenses and interest on commercial papers	8,001	8,646
Foreign exchange gains	(938)	(1,268)
Loss on sales and retirement of noncurrent assets	7,376	5,950
Subsidy income	0	(10,000)
Impairment loss	0	6,656
Loss on quality compensation	0	11,500
Settlement package	0	18,857
Decrease in notes and accounts receivable-trade	26,872	16,571
Increase in inventories	(83,749)	(48,686)
Decrease (increase) in accounts receivable-other	(85,492)	128,539
Decrease in payables	(762)	(147,162)
Other, net	18,095	(85,181)
Total	199,245	(88,312)
Interest and dividends received	3,664	3,169
Interest paid	(8,148)	(8,572)
Settlement package paid	0	(18,622)
Income taxes paid	(27,318)	(30,965)
Net cash (used in) provided by operating activities	167,443	(143,302)
Cash Flows from Investing Activities:		
Purchase of time deposits	(13,200)	(603)
Proceeds from redemption of time deposits	31,641	443
Purchase of investments in subsidiaries resulting in change in scope of consolidation	(24,524)	(4,405)
Acquisitions of plant and equipment	(195,404)	(118,168)
Proceeds from sales of plant and equipment	992	2,547
Purchase of investment securities	(9,738)	(3,326)
Other, net	(34,380)	(36,045)
Net cash used in investing activities	(244,613)	(159,557)
Cash Flows from Financing Activities:		
Increase in short-term borrowings, net	7,328	305,595
Proceeds from long-term debt	85,725	13,286
Repayments of long-term debt	(78,162)	(53,462)
Dividends paid	(21,999)	(13,237)
Other, net	854	4,199
Net cash provided by (used in) financing activities	(6,254)	256,381
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(3,790)	(1,080)
Net Decrease in Cash and Cash Equivalents	(87,214)	(47,558)
Cash and Cash Equivalents at Beginning of Year	328,125	241,110
Cash and Cash Equivalents of Newly Consolidated Subsidiaries	199	220
Cash and Cash Equivalents at End of Year	241,110	193,772

(5) Going Concern Assumption

None

(6) 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

Inventories held by Sharp (“the Company”) and its domestic consolidated subsidiaries are primarily stated at moving average cost (for the book value of inventories on the balance sheets, by writing inventories down based on their decrease in profitability of assets).

For overseas consolidated subsidiaries, inventories are stated at the lower of moving average cost or market.

3) Method of Depreciation for Property, Plant and Equipment (Except for Lease Assets)

For the Company and its domestic consolidated subsidiaries, depreciation is based on the declining-balance method, except for machinery and equipment at LCD plants in Mie, Kameyama and Sakai, and buildings (excluding attached structure) acquired on and after April 1, 1998, which are depreciated on the straight-line method.

Overseas consolidated subsidiaries use the straight-line method.

4) Method of Amortization for Intangible Assets (Except for Lease Assets)

Amortization is based on the straight-line method.

Software used by the Company is amortized by the straight-line method over an estimated useful life of principally five years, however, software embedded in products is amortized over the forecasted sales quantity.

5) Method of Depreciation for Lease Assets

Finance leases that do not transfer ownership

Depreciation is based on the straight-line method that takes the lease period as the depreciable life and the residual value as zero.

Regarding finance leases of the Company and its domestic consolidated subsidiaries that do not transfer ownership, for which the starting date for the lease transaction is prior to March 31, 2008, lease payments are recognized as expenses.

6) Method of Amortization for Deferred Assets

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

7) Method of Appropriation for Allowance for Doubtful Receivables

The estimated amounts of allowance for general receivables are primarily determined based on the past loss experience. For particular receivables, including those from debtors at risk of bankruptcy, the allowance is provided for individually estimated unrecoverable amounts.

8) Method of Appropriation for Accrued Bonuses

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

9) Method of Appropriation for Warranty Reserve

Estimated amounts of warranty are accrued based on the past experience.

10) Method of 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.

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 consolidated fiscal year.

11) Method and Period of Amortization for Goodwill

Goodwill for which the effective term is possible to be estimated is amortized evenly over the estimated terms, while the other is amortized evenly over five years. However, if the amount is minor, the entire amount is amortized during the period of occurrence.

12) Scope of Cash and Cash Equivalents in Consolidated Statements of Cash Flows

Cash and cash equivalents in Consolidated Statements of Cash Flows include cash on hand, deposits on demand placed with banks and highly liquid investments with insignificant risk of changes in value which have maturities of three months or less when purchased.

13) Accounting for Consumption Taxes, etc.

The tax exclusion method is applied.

14) Adoption of Consolidated Tax Return System

The consolidated tax return system is adopted.

(7) Changes in Accounting Policies

None

(8) Additional Information

The Company applied the "Accounting Standard for Accounting Changes and Error Corrections" (ASBJ Statement No.24, issued by the ASBJ on December 4, 2009) and "Guidance on Accounting Standard for Accounting Changes and Error Corrections" (ASBJ Guidance No.24, issued by the ASBJ on December 4, 2009) to accounting changes and corrections of prior period errors made after the beginning of the year ended March 31, 2012.

(9) Notes to Consolidated Financial Statements

(Segment Information)

[Segment information]

1. Outline of reportable segments

The Sharp Group’s reportable segments are components of the Group whose operating results are regularly reviewed by the Board of Directors to make decisions about resources to be allocated to the segments and assess their performance, for which discrete financial information is available.

The Group’s reportable segments consist of Consumer/Information Products and Electronic Components, based on a classification by commonality in manufacturing and marketing method of products.

Consumer/Information Products business involves production and sales of electric communication equipment, electric equipment and electronic application equipment, while Electronic Components business involves production and sales/supply of electronic components for other companies or Consumer/Information Products business divisions within the Group.

Main products in each business are as follows.

Business classification	Main products
Consumer/Information Products	LCD color televisions, color televisions, projectors, Blu-ray Disc recorders, mobile phones, mobile communications handsets, facsimiles, refrigerators, microwave ovens, air conditioners, washing machines, vacuum cleaners, air purifiers, Plasmacluster Ion generators, LED lights, information displays, digital MFPs (multi-function printers)
Electronic Components	TFT LCD modules, System LCD modules, crystalline solar cells, thin-film solar cells, CCD/CMOS imagers, LSIs for LCDs, microprocessors, components for satellite broadcasting, terrestrial digital tuners, RF modules, LEDs, optical pickups, components for optical communications

2. Measurement of sales and income (loss) by reportable segment

The accounting policies for the reportable segments are basically the same as those described in Important Matters on Presenting Consolidated Financial Statements. Intersegment sales and income (loss) are recognized based on the current market price.

3. Information regarding sales and income (loss) by reportable segment

Millions of Yen

	Year Ended March 31, 2011
Net Sales	
Consumer/Information Products	
Customers	1,969,988
Intersegment	582
Total	1,970,570
Electronic Components	
Customers	1,051,985
Intersegment	502,032
Total	1,554,017
Adjustments	(502,614)
The amount presented in Consolidated Statements of Income	3,021,973
Segment Income	
Consumer/Information Products	79,257
Electronic Components	30,728
Adjustments*1	(31,089)
The amount presented in Consolidated Statements of Income*2	78,896

Notes 1. Adjustments of segment income of (31,089) million yen include elimination of intersegment transactions of 3,083 million yen and corporate expenses not allocated to each reportable segment of (35,880) million yen. Corporate expenses are mainly attributable to basic R&D expenses and expenses related to parent company's functional groups.
2. Adjustments were made to reconcile segment income to operating income presented in Consolidated Statements of Income.

Millions of Yen

	Year Ended March 31, 2012
Net Sales	
Consumer/Information Products	
Customers	1,630,555
Intersegment	444
Total	1,630,999
Electronic Components	
Customers	825,295
Intersegment	357,713
Total	1,183,008
Adjustments	(358,157)
The amount presented in Consolidated Statements of Income	2,455,850
Segment Income (Loss)	
Consumer/Information Products	51,008
Electronic Components	(54,699)
Adjustments*1	(33,861)
The amount presented in Consolidated Statements of Income*2	(37,552)

Notes: 1. Adjustments of segment income (loss) of (33,861) million yen include elimination of intersegment transactions of 1,061 million yen and corporate expenses not allocated to each reportable segment of (35,704) million yen. Corporate expenses are mainly attributable to basic R&D expenses and expenses related to parent company's functional groups.
2. Adjustments were made to reconcile segment income (loss) to operating loss presented in Consolidated Statements of Income.

[Related information]

Year ended March 31, 2011

1. Information by product/service

Millions of Yen

	LCD Color TVs	LCDs	Mobile Phones	Others	Total
Sales to Outside Customers	803,592	614,373	413,277	1,190,731	3,021,973

2. Information by region/country

1) Sales

Millions of Yen

Japan	China	Others	Total
1,592,909	516,977	912,087	3,021,973

Note: Sales are classified according to regions or countries where customers are located.

2) Plant and equipment, less accumulated depreciation Millions of Yen

Japan	Overseas	Total
870,320	94,594	964,914

Year ended March 31, 2012

1. Information by product/service

Millions of Yen

	LCD Color TVs	LCDs	Mobile Phones	Others	Total
Sales to Outside Customers	581,357	420,226	305,876	1,148,391	2,455,850

2. Information by region/country

1) Sales

Millions of Yen

Japan	China	Others	Total
1,181,168	483,298	791,384	2,455,850

Note: Sales are classified according to regions or countries where customers are located.

2) Plant and equipment, less accumulated depreciation Millions of Yen

Japan	Overseas	Total
780,396	92,046	872,442

[Information regarding impairment loss on noncurrent assets by reportable segment]

Year ended March 31, 2011

None

Year ended March 31, 2012

Millions of Yen

	Consumer/Information Products	Electronic Components	Elimination	Total
Impairment Loss	542	6,114	-	6,656

(Per Share Information)

Yen

	Year Ended March 31, 2011	Year Ended March 31, 2012
Net assets per share	932.46	568.83
Net income (loss) per share	17.63	(341.78)
Fully diluted net income (loss) per share	16.47	-
		Fully diluted net income per share is not presented, because although residual securities exist, the Sharp Group posted net loss.

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

	Year Ended March 31, 2011	Year Ended March 31, 2012
Net income (loss) per share		
Net income (loss) (millions of yen)	19,401	(376,076)
Amounts not allocated to ordinary shares (millions of yen)	-	-
Net income (loss) allocated to ordinary shares (millions of yen)	19,401	(376,076)
Average number of ordinary shares outstanding during each year (thousands of shares)	1,100,382	1,100,335
Fully diluted net income (loss) per share		
Adjustment to net income (loss) (millions of yen)	20	-
Amortization of bond issue cost, etc. (after deduction of tax credit, millions of yen)	20	-
Increase in number of ordinary shares (thousands of shares)	79,018	-
Bonds with subscription rights to shares (thousands of shares)	79,018	-
Residual securities which do not dilute net income per share	-	-

(Significant Subsequent Events)

None

(Additional Information)

1. Issuance of New Shares Through Third-party Allotment Associated with Business Alliance

Sharp ("the Company") resolved the issuance of new shares through a third-party allotment (collectively the "Capital Increase Through Third-party Allotment") to four companies of Hon Hai Group at its board of directors meeting held on March 27, 2012. The outline of the Capital Increase Through Third-party Allotment is as follows.

ｉ. Outline of Offering

(1) Terms of Payment	May 31, 2012 through March 26, 2013
(2) Number of New Shares to be Issued	121,649,000 ordinary shares
(3) Issue Price	550 yen per share
(4) Total Amount of Issue Price	66,906,950,000 yen
(5) Amount of Capital to be Increased	33,453,475,000 yen
(6) Amount of Capital Reserve to be Increased	33,453,475,000 yen
(7) Method of Subscription or Allotment (Expected Allottee)	Third-party allotment Hon Hai Precision Industry Co., Ltd. 50,000,000 shares FOXCONN TECHNOLOGY Co., Ltd 8,029,000 shares FOXCONN (FAR EAST) Limited 31,143,000 shares Q-Run Holdings Limited 32,477,000 shares
(8) Others	Payment is to be made promptly after permits and approvals from the relevant authorities of countries necessary to implement the Capital Increase Through Third-Party Allotment (notification to and permission from the competition authorities of relevant countries with respect to business combination) are obtained.

Notes: 1. The Company will not grant to the above new shares any voting rights to exercise at its ordinary general shareholders meeting scheduled in June, 2012.

2. Issue Price means the amount paid pursuant to the Company Act.

ⅱ. Purpose of Offering

The Company resolved the capital and business alliance with Hon Hai Group to realize vertical integration on global level and to reinforce global competitiveness, through a synergy effect between the parties mainly in fiercery-competitive digital products.

ⅲ. Intended Use of Proceeds

The proceeds are intended for enhancement and rationalization of manufacturing facilities of LCD related to mobile devices as well as introduction of new technology of LCD, and others.

2. Transfer of Shares in a Subsidiary

The Company resolved a partial transfer of shares of its consolidated subsidiary, Sharp Display Products Corporation, to Mr. Terry Tai-Ming Gou, the representative of Hon Hai Precision, at its board of directors meeting held on March 27, 2012 and made a share transfer agreement on the same day, aiming at realizing a strategic global partnership with Hon Hai Group. The outline of the share transfer is as follows.

ⅰ. Number and Amount of Shares to be Assigned, and Status of Shares Held before and after Assignment

(1)	Number of Shares Held Before Change	2,640,000 shares （Number of voting rights： 2,640,000 units） （Holding rate： 92.96%）
(2)	Number of Shares Assigned	1,320,000 shares （Number of voting rights： 1,320,000 units） （Ratio to total number of issued shares： 46.48%） （Transfer price： 66,000 million yen）
(3)	Number of Shares Held After Change	1,320,000 shares （Number of voting rights： 1,320,000 units） （Holding rate： 46.48%）

ⅱ. Schedule

(1)	Board resolution	March 27, 2012
(2)	Terms of Assignment	May 31, 2012 through March 26, 2013
(3)	Others	Assignment is to be made promptly after permits and approvals from the relevant authorities of countries (notification to and permission from the competition authorities of relevant countries with business combination) are obtained.

ⅲ. Outline of Subsidiary

(1)	Name	Sharp Display Products Corporation
(2)	Principal Business	Development, production and sales of LCD panels
(3)	Transaction Relationship Between the Company and the Subsidiary	The company purchases LCD panels from the subsidiary

5. Supplementary Data

(1) Consolidated Sales by Product Group

Millions of Yen

		Year Ended March 31, 2011		Year Ended March 31, 2012		Increase Decrease	Percent Change
		Amount	Ratio	Amount	Ratio		
			%		%		%
	Audio - Visual and Communication Equipment	1,426,243	47.2	1,060,770	43.2	- 365,473	-25.6
	Health and Environmental Equipment	269,845	8.9	292,224	11.9	+ 22,379	+8.3
	Information Equipment	273,900	9.1	277,561	11.3	+ 3,661	+1.3
Consumer/Information Products		1,969,988	65.2	1,630,555	66.4	- 339,433	-17.2
	LCDs	614,373	20.3	420,226	17.1	- 194,147	-31.6
	Solar Cells	265,492	8.8	223,869	9.1	- 41,623	-15.7
	Other Electronic Devices	172,120	5.7	181,200	7.4	+ 9,080	+5.3
Electronic Components		1,051,985	34.8	825,295	33.6	- 226,690	-21.5
Total		3,021,973	100.0	2,455,850	100.0	- 566,123	-18.7
Domestic		1,592,909	52.7	1,181,168	48.1	- 411,741	-25.8
Overseas		1,429,064	47.3	1,274,682	51.9	- 154,382	-10.8

Note: The above figures indicate sales to outside customers.

(2) Information by Product Group

The breakdown of the reportable segments, which consist of Consumer/Information Products and Electronic Components, is presented for reference. Sales of each product group include internal sales between segments (Consumer/Information Products and Electronic Components).

〈Net Sales〉

Millions of Yen

	Year ended March 31, 2011		Year ended March 31, 2012		Percent Change
	Amount	Ratio	Amount	Ratio	
		%		%	%
Audio - Visual and Communication Equipment	1,426,734	47.2	1,061,092	43.2	-25.6
Health and Environmental Equipment	269,883	8.9	292,303	11.9	+8.3
Information Equipment	273,953	9.1	277,604	11.3	+1.3
Consumer/Information Products	1,970,570	65.2	1,630,999	66.4	-17.2
LCDs	1,026,959	34.0	720,978	29.4	-29.8
Solar Cells	265,538	8.8	223,916	9.1	-15.7
Other Electronic Devices	261,520	8.6	238,114	9.7	-8.9
Electronic Components	1,554,017	51.4	1,183,008	48.2	-23.9
Sub Total	3,524,587	116.6	2,814,007	114.6	-20.2
Adjustments	(502,614)	-16.6	(358,157)	-14.6	-
Total	3,021,973	100.0	2,455,850	100.0	-18.7

〈Operating Income〉

Millions of Yen

	Year ended March 31, 2011		Year ended March 31, 2012		Percent Change
	Amount	Ratio	Amount	Ratio	
		%		%	%
Audio - Visual and Communication Equipment	40,745	51.7	(6,194)	-	-
Health and Environmental Equipment	19,957	25.3	29,460	-	+47.6
Information Equipment	18,555	23.5	27,742	-	+49.5
Consumer/Information Products	79,257	100.5	51,008	-	-35.6
LCDs	17,085	21.6	(42,236)	-	-
Solar Cells	2,105	2.7	(21,982)	-	-
Other Electronic Devices	11,538	14.6	9,519	-	-17.5
Electronic Components	30,728	38.9	(54,699)	-	-
Sub Total	109,985	139.4	(3,691)	-	-
Adjustments	(31,089)	-39.4	(33,861)	-	-
Total	78,896	100.0	(37,552)	-	-