

Tokyo Electron Device Limited
Consolidated Statement of Income
Years ended March 31, 2007 and 2006

	Millions of Yen		Thousands of
			U.S.dollars
	2007	2006	2007
Net Sales	¥ 99,743	¥ 88,290	\$ 844,922
Cost of sales	<u>85,637</u>	76,774	<u>725,430</u>
Gross profit	14,106	11,516	119,492
Selling, general and administrative expenses	<u>10,575</u>	8,416	<u>89,581</u>
Operating income	3,531	3,100	29,911
Other income(expenses)			
Interest and dividend income	8	6	68
Interest expenses	(95)	(101)	(805)
Asset finance costs	(169)	(117)	(1,432)
Foreign currency gain or loss	(51)	(292)	(432)
Prior-period adjustment of allowance for doubtful accounts	2	4	17
Other, net	<u>15</u>	33	<u>127</u>
Income before income taxes	3,241	2,633	27,454
Provision for income taxes			
Current	1,540	1,132	13,045
Deferred	(176)	(36)	(1,491)
Net income	<u><u>1,877</u></u>	<u>1,537</u>	<u><u>15,900</u></u>
Per share of common stock:			
	Yen	Yen	U.S.dollars
Net income - actual	¥ 18,957	¥ 16,526	\$ 161
Cash dividends paid - actual	<u>¥ 6,000</u>	<u>¥ 6,000</u>	<u>\$ 23</u>

Notes: U.S.dollar amounts are translated from yen, for convenience only, at the rate of ¥118.05 to U.S.\$1.00.

Tokyo Electron Device Limited
Consolidated Balance Sheet
 March 31, 2007 and 2006

Assets	Millions of Yen		Thousands of
	2007	2006	U.S. dollars
	2007	2006	2007
Current assets:			
Cash and time deposits	¥ 1,143	¥ 799	\$ 9,682
Accounts receivable - Trade	23,362	17,018	197,899
Accounts receivable - Other	145	71	1,228
Inventories	16,889	15,817	143,066
Advance to supplier	715	-	6,057
Consumption Tax Receivable	530	685	4,490
Deferred tax assets	482	283	4,083
Prepaid expenses and other current assets	122	77	1,034
Total current assets	43,388	34,750	367,539
Intangible and other assets:			
Software	221	164	1,872
Long-term deposit	333	203	2,821
Investment securities	59	-	500
Intangible and other assets	212	94	1,797
Deferred tax assets	1,497	1,155	12,681
Total investments and other assets	2,322	1,616	19,671
Property, plant and equipment:			
Buildings	824	732	6,980
Machinery and equipment	1,046	664	8,861
Total property, plant and equipment	1,870	1,396	15,841
Less: accumulated depreciation	850	673	7,201
Net property, plant and equipment	1,020	723	8,640
Total assets	46,730	37,089	395,850

Notes: U.S.dollar amounts are translated from yen, for convenience only, at the rate of
 ¥118.05 to U.S.\$1.00.

Tokyo Electron Device Limited
Consolidated Balance Sheet
 March 31, 2007 and 2006

Liabilities and net assets	Millions of Yen		Thousands of U.S. dollars	
	2007	2006	2007	
Current liabilities:				
Short-term bank loans	¥ 1,351	¥ 1,698	\$ 11,444	
Current portion of long term-loan	3,000	-	25,413	
Accounts payable - Trade	12,888	12,254	109,174	
Accounts payable - Others	1,785	862	15,121	
Accrued income taxes	1,000	551	8,471	
Customer Advance	1,621	30	13,731	
Allowance for bonuses	850	477	7,200	
Other current liabilities	223	101	1,890	
Total current liabilities	<u>22,718</u>	15,973	<u>192,444</u>	
Long-term liabilities				
Long-term debt, less current portion	-	3,000	-	
Allowance for retirement and severance benefits	3,727	2,755	31,571	
Other non-current liabilities	228	201	1,932	
Total long-term liabilities	<u>3,955</u>	5,956	<u>33,503</u>	
Owner's equity				
Common stock, no par value				
Authorized : 256,000 shares at March 31, 2007 & 2006				
Issued : 106,000 shares at March 31, 2007				
: 92,000 shares at March 31, 2006	2,496	2,496	21,144	
Capital surplus	5,645	2,055	47,819	
Retained earnings	11,914	10,605	100,923	
Total owner's equity	<u>20,055</u>	15,156	<u>169,886</u>	
Valuation and translation adjustments	2	4	17	
Total net assets	<u>20,057</u>	15,160	<u>169,903</u>	
Total liabilities and net assets	<u><u>46,730</u></u>	<u>37,089</u>	<u><u>395,850</u></u>	

Notes: U.S.dollar amounts are translated from yen, for convenience only, at the rate of ¥118.05 to U.S.\$1.00.

Tokyo Electron Device Limited
Consolidated Statement of Cash Flows
Years ended March 31, 2007 and 2006

	Millions of Yen		Thousands of U.S.dollars
	2007	2006	2007
Cash flow from operating activities:			
Income before income taxes	¥ 3,241	¥ 2,633	\$ 27,454
Depreciation and amortization	288	258	2,440
Increase(decrease) in allowance for bonuses	373	46	3,160
Increase in allowance for retirement and severance benefits	86	(4)	729
Interest expenses	95	101	805
Increase(decrease) in trade notes and accounts receivable	(1,507)	4,215	(12,766)
Increase(decrease) in inventories	730	(5,152)	6,184
Increase(decrease) in accounts payable	(650)	3,645	(5,506)
Others	229	(695)	1,940
Subtotal	2,885	5,047	24,440
Receipts from interest and dividends	8	6	68
Interest paid	(95)	(101)	(806)
Income taxes paid	(1,143)	(1,021)	(9,683)
Net cash provided by(used by)operating activities	1,655	3,931	14,019
Cash flow from investing activities:			
Payment for purchase of property,plant and equipment	(150)	(178)	(1,271)
Payment for acquisition of intangible assets	(64)	(37)	(542)
Payment for acquisition of investment securities	(59)	-	(500)
Others	(128)	15	(1,084)
Net cash used in investing activities	(401)	(200)	(3,397)
Cash flow from financing activities:			
Increase(decrease) in short-term borrowings	(350)	1,684	(2,965)
Repayment of long-term debt	-	(5,000)	-
Dividends paid	(552)	(552)	(4,676)
Net cash provided by financing activities	(902)	(3,868)	(7,641)
Effect of exchange rate changes on cash and cash equivalents	(8)	9	(68)
Net increase(decrease)in cash and cash equivalents	344	(128)	2,913
Cash and cash equivalents at beginning of year	799	927	6,768
Cash and cash equivalents at end of year	1,143	799	9,681

Notes: U.S.dollar amounts are translated from yen, for convenience only, at the rate of ¥118.05 to U.S.\$1.00.