

Flash Report (Year ended March 31, 2007)

Selected Financial Data

Years ended March 31, 2007 and 2006 / as of March 31, 2007 and 2006

		Consolidated Basis			Parent Co. Basis		
		2007	2006	Growth ratio	2007	2006	Growth ratio
Net sales	Millions of yen	566,805	490,784	15.5	490,642	422,578	16.1
				%			%
Operating income	<%>*3 Millions of yen	<20.0> 113,365	<18.3> 89,839	26.2	<7.7> 37,966	<7.1> 30,019	26.5
Income before income taxes (and extraordinary item) *2	<%>*3 Millions of yen	<20.8> 118,003	<18.7> 91,680	28.7	<12.3> 60,388	<11.4> 48,328	25.0
Net income	<%>*3 Millions of yen	<12.6> 71,309	<11.9> 58,448	22.0	<9.1> 44,836	<8.7> 36,817	21.8
Total assets	Millions of yen	1,014,965	909,641	11.6	535,647	498,573	7.4
Shareholders' equity	Millions of yen	822,893	755,394	8.9	428,931	402,086	6.7
Shareholders' equity ratio	%	81.1	83.0	-	80.1	80.6	-
Basic earnings per share	Yen	321.29	262.49	22.4	202.01	164.80	22.6
Diluted earnings per share	Yen	321.22	262.47	22.4	201.96	164.79	22.6
Return on equity (ROE)	%	9.0	8.0	-	10.8	9.3	-
Shareholders' equity per share	Yen	3,707.02	3,404.09	-	1,932.27	1,811.41	-
Capital investment	Millions of yen	99,651	51,040	95.2	18,630	14,649	27.2
Depreciation and amortization	<%> Millions of yen	<8.8>*3 49,817	<9.2>*3 45,139	10.4	<2.4>*4 11,639	<2.6>*4 10,618	9.6
R & D expenses	<%> Millions of yen	<6.8>*3 38,670	<7.1>*3 34,696	11.5	<6.6>*4 31,406	<7.4>*4 30,412	3.3
Number of employees	*5	<10,103> 29,392	<8,992> 26,956	9.0	5,832	5,415	7.7
Average exchange rates							
Yen/US\$	Yen	117.03	113.32	-			
Yen/EURO	Yen	150.09	137.86	-			

*1 The consolidated financial statements are prepared in conformity with accounting principles generally accepted in the United States of America.

*2 Consolidated Basis : Income before income taxes, Parent Co. Basis : Income before income taxes and extraordinary item

*3 Ratio to net sales

*4 Ratio to net sales excluding revenue from services

*5 Figures in parentheses show the number of employees in overseas countries.

Projected Financial Data

Six months ending September 30, 2007 and six months ended September 30, 2006

		Consolidated Basis			Parent Co. Basis		
		2007 (Projection)	2006 (Actual)	Growth ratio	2007 (Projection)	2006 (Actual)	Growth ratio
Net sales	Millions of yen	300,000	277,155	8.2	255,000	241,436	5.6
Operating income	Millions of yen	58,000	54,118	7.2	19,000	18,555	2.4
Income before income taxes (and extraordinary item) *1	Millions of yen	60,000	56,884	5.5	30,000	29,487	1.7
Net income	Millions of yen	37,000	33,843	9.3	23,000	21,459	7.2
Basic earnings per share	Yen	166.68	152.50	9.3	103.61	96.70	7.1
Capital investment	Millions of yen	63,000	41,910	50.3	13,000	10,044	29.4
Depreciation and amortization	Millions of yen	30,000	21,871	37.2	7,000	5,143	36.1
R & D expenses	Millions of yen	20,000	20,309	(1.5)	17,000	15,663	8.5

Year ending March 31, 2008 and year ended March 31, 2007

		Consolidated Basis			Parent Co. Basis		
		2008 (Projection)	2007 (Actual)	Growth ratio	2008 (Projection)	2007 (Actual)	Growth ratio
Net sales	Millions of yen	615,000	566,805	8.5	525,000	490,642	7.0
Operating income	Millions of yen	122,000	113,365	7.6	41,000	37,966	8.0
Income before income taxes (and extraordinary item) *1	Millions of yen	127,000	118,003	7.6	62,500	60,388	3.5
Net income	Millions of yen	78,000	71,309	9.4	47,000	44,836	4.8
Basic earnings per share	Yen	351.38	321.29	9.4	211.73	202.01	4.8
Capital investment	Millions of yen	100,000	99,651	0.4	24,000	18,630	28.8
Depreciation and amortization	Millions of yen	64,500	49,817	29.5	15,500	11,639	33.2
R & D expenses	Millions of yen	41,000	38,670	6.0	35,000	31,406	11.4

*1 Consolidated Basis : Income before income taxes, Parent Co. Basis : Income before income taxes and extraordinary item

*2 Ratio to net sales

*3 Ratio to net sales excluding revenue from services

*4 The projections above are based on the assumed average exchange rates of Yen 115 per US\$ and Yen 155 per Euro for the year ending March 31, 2008.

*5 The above projections were prepared based on estimates using information currently available. Actual results may differ from the projections. For assumptions and other information regarding the projections, refer to "Business Results and Financial Position".

Consolidated Financial Flash Report (March 31, 2007)

Date: April 27, 2007

Company Name : Murata Manufacturing Co., Ltd.

Listing Code : 6981

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

Phone : (075) 955-6511

Stock Exchange Listings:

Tokyo Stock Exchange

Osaka Securities Exchange

Stock Exchange of Singapore

1. Financial results for the year ended March 31, 2007

(1) Operating results (Years ended March 31, 2007 and 2006)

	Net sales		Operating income		Income before income taxes		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
2007	566,805	15.5	113,365	26.2	118,003	28.7	71,309	22.0
2006	490,784	15.6	89,839	29.2	91,680	25.8	58,448	25.5

	Basic earnings per share	Diluted earnings per share	Return on equity (ROE)	Income before income taxes / total assets	Operating income / net sales
	Yen	Yen	%	%	%
2007	321.29	321.22	9.0	12.3	20.0
2006	262.49	262.47	8.0	10.4	18.3

*1 Equity in net income of affiliated companies: Yen (1) million for the year ended March 31, 2007 and Yen 0 million for the year ended March 31, 2006

*2 Percentages in the fields of Net sales, Operating income, Income before income taxes, and Net income are the growth ratios against the previous term.

(2) Financial position (As of March 31, 2007 and 2006)

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Millions of yen	Millions of yen	%	Yen
2007	1,014,965	822,893	81.1	3,707.02
2006	909,641	755,394	83.0	3,404.09

(3) Cash flows (Years ended March 31, 2007 and 2006)

	Net cash from operating activities	Net cash from investing activities	Net cash from financing activities	Cash and cash equivalents at end of year
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
2007	116,111	(124,842)	(13,777)	106,155
2006	92,004	(37,469)	(25,873)	126,383

2. Dividends (Years ended March 31, 2007 and 2006, and the year ending March 31, 2008)

	Cash dividends per share			Cash dividends (Annual)	Payout ratio	Shareholders' equity / cash dividends
	Interim	Year-end	Annual			
	Yen	Yen	Yen	Millions of yen	%	%
2007	40.0	50.0	90.0	19,977	28.0	2.5
2006	30.0	40.0	70.0	15,533	26.7	2.1
2008 (Projected)	50.0	50.0	100.0		28.5	

3. Projected financial results for the six months ending September 30, 2007 and the year ending March 31, 2008 (Consolidated basis)

	Net sales		Operating income		Income before income taxes		Net income		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending Sep. 30, 2007	300,000	8.2	58,000	7.2	60,000	5.5	37,000	9.3	166.68
Year ending March 31, 2008	615,000	8.5	122,000	7.6	127,000	7.6	78,000	9.4	351.38

*Percentages in the fields of Net sales, Operating income, Income before income taxes and Net income for the six months ending September 30, 2007 are the growth ratio against the six months ending September 30, 2006.

Percentage for the year ending March 31, 2008 are the growth ratio against the previous year.

4. Other

(1) Changes in scope of consolidation : None

(2) Changes in accounting

The company changed accounting principle, method and representation due to adoption of new accounting standard.

Changes due to reasons other than above: None

*See "Change of accounting principles" for more detailed information.

(3) Number of common shares outstanding

Number of shares outstanding including treasury stock: 225,263,592 shares as of March 31, 2007 and 225,263,592 shares as of March 31, 2006

Number of treasury stock: 3,281,042 shares as of March 31, 2007 and 3,356,091 shares as of March 31, 2006

*See "Amounts per Share" for the average common shares outstanding, which is the basis of computation of earnings per share.

[Reference] Financial Results on Parent Company Basis

1. Financial results for the year ended March 31, 2007

(1) Operating results (Years ended March 31, 2007 and 2006)

	Net sales		Operating income		Income before income taxes and extraordinary item		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
2007	490,642	16.1	37,966	26.5	60,388	25.0	44,836	21.8
2006	422,578	17.7	30,019	37.8	48,328	16.0	36,817	21.3

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
2007	202.01	201.96
2006	164.80	164.79

*1 Percentages in the fields of Net sales, Operating income, Income before income taxes, and Net income are the growth ratios against the previous term.

(2) Financial position (As of March 31, 2007 and 2006)

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Millions of yen	Millions of yen	%	Yen
2007	535,647	428,931	80.1	1,932.27
2006	498,573	402,086	80.6	1,811.41

*1 Shareholders' equity : Yen 428,931million for the year ended March 31, 2007 and Yen 402,086 million for the year ended March 31, 2006

2. Projected financial results for the six months ending September 30, 2007 and the year ending March 31, 2008 (Parent Co. basis)

	Net sales		Operating income		Income before income taxes and extraordinary item		Net income		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending Sep. 30, 2007	255,000	5.6	19,000	2.4	30,000	1.7	23,000	7.2	103.61
Year ending March 31, 2008	525,000	7.0	41,000	8.0	62,500	3.5	47,000	4.8	211.73

*Notes to the projected financial results

The above projections were prepared based on estimates using information currently available.

Actual results may differ from the projections. For assumptions and other information regarding the projections, refer to "Business Results and Financial Position"

Business Results and Financial Position

(from April 1, 2006 through March 31, 2007)

(1) Business Results

1. Overall market situation

During the period under review, the global electronic market enjoyed a significant growth in demand for electronic components, due to vibrant developments in the production of major products such as mobile phones, personal computers, and digital AV equipment. The functional sophistication of electronic equipment also contributed to the upward trend.

Looking at the market environment segmented by application, the key mobile phone segment within the communication equipment market marked an increase in demand in advanced countries for sophisticated terminals such as third-generation phones and Bluetooth[®]-equipped models. Demand for mobile phones continued to run strong in China, India, and other emerging economies. In the market for computers and peripheral equipment, demand for notebook computers continued to ride high, while dual-core MPUs found an increasing use. In the AV equipment market, sales of flat-panel TVs using LCDs or plasma display panels (PDPs) were brisk, and new game consoles were released in the latter half of the period. The automotive electronics market was highlighted by a growing use of electronics in automobiles.

The Murata Group responded to this market environment by aggressively increasing production capacity for key products to deal with growing demand, while focusing on improving customer service. To cope with falling product prices, we improved profitability and strengthened the business base by further developing cost reduction activities such as productivity improvement, while pushing forward with the commercialization of new, high-value added products.

2. Overall performance

The Group results for the period under review are as follows:

[Net sales]

Net sales increased 15.5% year on year to 566,805 million Yen.

The contribution of electronic components, which represent the Group's core business, amounted to 564,855 million Yen. By region, our business in Asia was highlighted by a dramatic growth in the sales of components for AV equipment, communication equipment and computers and peripheral equipment in China, and a substantial increase in demand for communication equipment, and computers and peripheral equipment in the ASEAN countries. As a result, net sales in the Asia and Others market grew 23.3% year on year to 305,675 million Yen. Net sales in Japan rose 6.8% year on year to 142,624 million Yen, mainly due to the sales growth in components for communication equipment, and computers and peripheral equipment. In Europe, sales rose 6.8% from a year earlier to 70,444 million Yen, owing to the growth in sales of components for communication equipment and automotive electronics. Sales of components for automotive electronics and distributors increased in the Americas, with net sales from this geographic segment rising 10.7% to 46,112 million Yen.

[Operating income]

Operating income increased 26.2% year on year to 113,365 million Yen.

The operating margin (the ratio of operating income to net sales) improved 1.7 percentage points from a year earlier to 20.0%. This is because the negative effects of product price declines were overshadowed by the positive effects of higher net sales, the ongoing introduction of new products, initiatives to reduce the cost of goods sold through cost cutting activities, and the weakening of the yen against the U.S. dollar—an average depreciation of 3.71 Yen compared to the previous year.

[Net income before income taxes and net income]

Income before income taxes increased 28.7% from a year earlier to 118,003 million Yen.

Net income increased 22.0% year on year to 71,309 million Yen.

3. Sales by Product Category

Net sales by product category for the period under review compared with the figures for the previous fiscal year are as follows:

[Capacitors]

This capacitor category includes monolithic ceramic capacitors, ceramic disc capacitors, and trimmer capacitors.

In the period under review, chip monolithic ceramic capacitors, the main product in this category, showed very strong sales, as large-capacitance products grew sharply in all applications including AV equipment, communication equipment, and computers and peripheral equipment. Small-sized products also marked a significant sales growth in applications for communication equipment. The increasing use of dual-core MPUs led to a major sales gain in application-specific capacitors for computers and peripheral equipment. As a result, overall net sales increased 24.0% from a year earlier, to 215,255 million Yen.

[Piezoelectric Components]

The piezoelectric components category includes ceramic filters, ceramic resonators, SAW (Surface Acoustic Wave) filters, piezoelectric sensors and piezoelectric buzzers.

In the period under review, sales of SAW filters for use in communication equipment grew well above the figures for the previous year. In piezoelectric sensors, sales of ultrasonic sensors for car electronics, and sensors for shock-detection use in HDDs increased. Sales of ceramic resonators for use in AV equipment, and computers and peripheral products suffered a decline. Ceramic filters for use in AV equipment and communication equipment also dropped in sales.

As a result, overall sales posted a year-on-year growth of 11.4%, to 81,585 million Yen.

[Microwave Devices]

These devices include multilayer ceramic devices, short-range wireless communication modules (including Bluetooth[®] modules), dielectric filters, isolators and connectors.

In the period under review, short-range wireless communication modules grew dramatically in sales, due to strong demand for mobile phones. Sales of isolators and connectors for communication equipment also increased sharply. In contrast, there was a decline in the sales of multilayer ceramic devices and dielectric filters for communication equipment.

As a result, overall net sales increased 17.4% year on year, to 114,108 million Yen.

[Module Products]

This product category includes circuit modules and power supplies.

In the period under review, sales of power supplies grew substantially, primarily in those for AV equipment such as flat-panel TVs and computers and peripheral equipment. In the circuit modules product line, sales of terrestrial digital tuners for mobile phones increased sharply, but sales of VCOs (voltage controlled oscillators) for communication equipment fell steeply.

As a result, overall net sales increased 1.7% year on year to 59,306 million Yen.

[Other Products]

Other products include EMI suppression filters, coils, sensors, and resistors.

In the period under review, sales of EMI suppression filters for AV and communication equipment increased. Sales of chip coils grew sharply, due to strong demand for communication equipment. Among sensors, gyroscopes for use in AV equipment posted an increase in sales.

As a result, overall net sales posted a 9.0% year on year increase to 94,601 million Yen.

Note: Bluetooth[®] is a registered trademark of Bluetooth SIG, Inc. of the United States.

(2) Financial position

Total assets as of March 31, 2007 increased 105,324 million Yen from March 31, 2006 to 1,014,965 million Yen. Liquidity in hand (cash, time deposits, and marketable securities) declined 12,107 million Yen from the end of the previous fiscal year to 427,457 million Yen. Notes and accounts receivable rose 17,088 million Yen and inventories increased 19,655 million Yen. Property, plant and equipment climbed 51,067 million Yen. In addition, long-term receivables, advances and other assets increased by 23,499 million Yen.

Shareholders' equity increased 67,499 million Yen compared to the end of last year. However, due to the large increase in total assets, the ratio of shareholders' equity to total assets dropped 1.9 percentage points from March 31, 2006 to 81.1%.

[Net cash provided by operating activities]

Funds provided by operating activities increased 24,107 million Yen from the year ended March 31, 2006 to 116,111 million Yen.

In the period under review, net income, the major source of cash flow, increased 12,861 million Yen to 71,309 million Yen, while depreciation and amortization also grew, by 4,678 million Yen to 49,817 million Yen. Due to the expansion of business, cash outflow related to trade notes and account receivables, and inventories increased 7,573 million Yen, while cash inflow from trade notes and accounts payables, income taxes payable, and accrued expenses and other rose 16,334 million Yen.

[Net cash used in investing activities]

Net cash used in investing activities increased 87,373 million Yen from the previous year to 124,842 million Yen.

In the period under review, capital expenditures rose 48,611 million Yen to 99,651 million Yen. Due to the shift of funds not in immediate use from time deposits to marketable securities, investment funds related to marketable securities increased 23,001 million Yen. The payment

of 15,390 million Yen for the purchase of SyChip, Inc. during the period also accounts for the increase in expenditure.

[Net cash used in financing activities]

Funds spent on financing activities declined 12,096 million Yen from a year earlier to 13,777 million Yen.

In the period under review, a higher dividend payment increased our dividend payments by 5,479 million Yen from a year earlier to 17,754 million Yen, while payment for purchases of treasury stock (including purchases of odd stock) fell 15,556 million Yen.

(3) Projected results for the year ending March 31, 2008

In the year ending March 31, 2008, we expect the production of major electronic equipment to remain high, resulting to the robust growth in demand for electronic components. Steady growth in demand is expected for mobile phones, driven by the continuing growth of first-time buyers of mobile phones in emerging economies, and also by the ongoing trend toward further functional sophistication for mobile phones primarily in advanced continues. In the digital AV equipment market, flat-panel TVs will grow substantially, and demand for game consoles, mainly for the newly released models, is expected to be brisk. Demand for notebook computers is expected to sustain growth in the market for computer and peripheral equipment.

Based on this outlook, for the year ending March 31, 2008, we project the consolidated net sales to increase 8.5% year on year to 615,000 million Yen, operating income to rise 7.6% to 122,000 million Yen, income before income taxes to increase 7.6% to 127,000 million Yen, and net income to grow 9.4% to 78,000 million yen.

The projections are based on the assumed exchange rates of Yen 115 per US\$ and Yen 155 per Euro for the year ending March 31, 2008.

As for the capital expenditure, we are planning 100,000 million Yen for the year ending March 31, 2008, relatively unchanged compared to the previous year. The major purposes of our capital expenditure are the bolstering of production capacity of new products and products expecting rising demands, construction of production facilities, cost reduction, and research and development.

(4) Basic policy on profit distribution, and dividends for the year ended March 31, 2007 and the year ending March 31, 2008

Murata's basic policy of profit distribution to shareholders is to prioritize the sharing of gains through payment of dividends, and to steadily raise them by increasing profit per share, while enhancing Murata's long-term corporate value and strengthening its corporate structure. In accordance with this policy, our dividends are determined after comprehensively considering our business performance and dividend payout ratio on a consolidated basis, as well as the accumulation of internal reserves necessary for reinvestment to ensure future development. We also repurchase our own shares wherever appropriate to improve capital efficiency in response to changes in our business environment.

For the year ended March 31, 2007, we plan to pay a year-end dividend of 50 Yen per share. Combined with the interim dividend previously paid, this will bring the annual dividend to 90 Yen, a 20 Yen increase from the previous year.

In light of the operating results and earnings retention for the fiscal year ending March 31, 2008,

we plan to pay an annual dividend of 100 Yen per share (comprising interim and year-end dividends of 50 Yen per share), an increase of 10 Yen from the year ended March 31, 2007. These figures reflect our view of the current business environment and our projections for the present term.

[Cautionary Statement on Forward-looking Statements]

This report contains forward-looking statements concerning Murata Manufacturing Co., Ltd. and its Group companies' projections, plans, policies, strategies, schedules, and decisions. These forward-looking statements are not historical facts; rather, they represent the assumptions of the Murata Group based on information currently available and certain assumptions we deem as reasonable. Actual results may differ materially from expectations due to various risks and uncertainties. Readers are therefore requested not to rely on these forward-looking statements as the sole basis for evaluating the Group. The Company has no obligation to revise any of the forward-looking statements as a result of new information, future events or otherwise.

Risks and uncertainties that may affect actual results include, but are not limited to, the following: (1) economic conditions of the Company's business environment, and trends, supply-demand balance, and price fluctuations in the markets for electronic equipment and components; (2) price fluctuations and insufficient supply of raw materials; (3) exchange rate fluctuations; (4) the Group's ability to provide a stable supply of new products that are compatible with the rapid technical innovation of the electronic components market and to continue to design and develop products and services that satisfy customers; (5) changes in the market value of the Group's financial assets; (6) drastic legal, political, and social changes in the Group's business environment; and (7) other uncertainties and contingencies.

Murata's Fundamental Management Policy

(1) Murata's fundamental management policy

"New quality electronic equipment begins with new quality components, and new quality components begin with new quality materials." Based upon this fundamental corporate principle, Murata pursues excellence in a broad range of technical disciplines from basic to advanced future technology. In so doing, we develop and supply distinctive and innovative products, with the ultimate goal of contributing toward the advancement in the electronic society. We focus on the research and development of technological elements including electronic materials technology (e.g., ceramic materials), circuit design technology, processing technology (e.g., thin-film and micro-fabrication technology), and development technology for production equipment. By intelligently combining the achievements from these efforts, we create monolithic ceramic capacitors, ceramic piezoelectric products, noise suppression components, microwave devices, circuit modules, and other electronic components. These are indispensable for a range of electronic equipment from communication and information/computer-related devices to game consoles.

(2) Medium- and long-term management strategy

The markets for wireless communication equipment as well as information and computer-related equipment, automotive electronics, and digital AV equipment are expected to grow even further in the future. Defining these markets as its key targets, Murata will intensively funnel its resources into key technologies, such as materials, microwave, circuit design, and processing technology, and will further strengthen its arrangements for the swift development, production, and distribution of new products that accommodate the downsizing and functional sophistication of electronic equipment.

In keeping with the increasing globalization of the electronic industry, we will also avoid relying on business in specific regions. Instead, we will develop and upgrade our distribution network in all major regions. We also aim to establish local production in markets where demand is particularly great.

To cope with the rapid changes taking place globally in the business environment, we will make better use of information technology to ensure even higher business efficiency and faster decision-making.

(3) Challenges facing the company

Many segments of the world's market for electronic equipment are expected to grow further. Reasons for this include the increasing use of third-generation cellular phone services and the introduction of digital terrestrial broadcasting in advanced countries, the further growth in demand for mobile phones in emerging economies, the increase in the use of short-range wireless communication systems such as wireless LAN and Bluetooth[®], the functional sophistication of personal computers, the dissemination of LCD TVs and other digital AV equipment, and the growing use of electronics in automobiles. The increasing digitalization and functional sophistication of electronic equipment is rapidly increasing demand for electronic components as well.

In keeping with the increase in demand, Murata is aggressively enhancing its production capacity in Japan. At the same time, production facilities are under construction at key Japanese locations to cope with the projected growth in demand in the medium- and long- term. In the fast-growing market of China, Murata is taking steady steps to expand and enhance its production activities. We are introducing a comprehensive production line for chip monolithic ceramic capacitors in Wuxi. Also, a company specializing in the production of power supplies has been established in Shenzhen.

To ensure sustainable growth in the long term, Murata is also striving to expand its business area by continually creating new products and effectively making use of outside resources. We are actively exploiting our technological ability to develop and commercialize new products in anticipation of future customer needs. These products include large-capacitance and small-size chip monolithic ceramic capacitors, as well as microwave filters, sensors, and short-range wireless communication modules. We are also vigorously promoting the acquisition and partnering with other companies. For example, Murata purchased SyChip, Inc., an U.S. venture backed company. We have also formed a business partnership to start the lithium-ion secondary battery business.

Where corporate social responsibility is concerned, Murata published the “Murata Group CSR Report 2006” with equal emphasis on the environment, society, and economy. As for environmental considerations, in order to strengthen our environmental management at all stages including design, development, production, and sales, we have obtained ISO 14001 multi-site certification covering all sites in Japan on March, 2007, by converting the individual certifications. We are promoting corporate governance, risk management, and compliance within the Group, and by strengthening the internal control system, we intend to ensure the effectiveness of the company's operation.

Note: Bluetooth® is a registered trademark of Bluetooth SIG, Inc. of the United States.

Consolidated Balance Sheets (Assets)

As of March 31, 2007 and 2006

	Millions of Yen					
	2007		2006		Growth	
		%		%		%
Assets	1,014,965	100.0	909,641	100.0	105,324	11.6
Current assets	672,912	66.3	641,387	70.5	31,525	4.9
Cash	29,133		33,877		(4,744)	
Time deposits	77,903		92,506		(14,603)	
Marketable securities	320,421		313,181		7,240	
Trade notes receivable	7,347		9,036		(1,689)	
Trade accounts receivable	121,896		103,119		18,777	
Allowance for doubtful notes and accounts	(1,810)		(1,156)		(654)	
Inventories	86,074		66,419		19,655	
Deferred income taxes	22,889		18,627		4,262	
Prepaid expenses and other	9,059		5,778		3,281	
Property, plant and equipment	283,944	28.0	232,877	25.6	51,067	21.9
Land	41,107		40,909		198	
Buildings	225,310		205,752		19,558	
Machinery and equipment	480,449		437,714		42,735	
Construction in progress	25,519		13,992		11,527	
Accumulated depreciation	(488,441)		(465,490)		(22,951)	
Investments and other assets	58,109	5.7	35,377	3.9	22,732	64.3
Investments	17,122		19,674		(2,552)	
Deferred income taxes	6,442		4,657		1,785	
Long - term receivables, advances and other	34,545		11,046		23,499	
Total assets	1,014,965	100.0	909,641	100.0	105,324	11.6

Consolidated Balance Sheets (Unaudited)

Murata Manufacturing Co., Ltd. and Subsidiaries

Consolidated Balance Sheets (Liabilities and Shareholders' Equity)

As of March 31, 2007 and 2006

	Millions of Yen					
	2007		2006		Growth	
		%		%		%
Liabilities	192,072	18.9	154,247	17.0	37,825	24.5
Current liabilities	131,520	12.9	95,114	10.5	36,406	38.3
Short-term borrowings	13,114		8,556		4,558	
Trade notes payable	4,380		1,794		2,586	
Trade accounts payable	33,723		27,089		6,634	
Accrued payroll and bonuses	20,806		19,225		1,581	
Income taxes payable	29,465		17,863		11,602	
Accrued expenses and other	30,032		20,587		9,445	
Long-term liabilities	60,552	6.0	59,133	6.5	1,419	2.4
Long-term debt	24		526		(502)	
Termination and retirement benefits	40,390		47,296		(6,906)	
Deferred income taxes	19,452		10,631		8,821	
Other	686		680		6	
Shareholders' equity	822,893	81.1	755,394	83.0	67,499	8.9
Common stock	69,377		69,377		-	
Additional paid-in capital	102,363		102,228		135	
Retained earnings	655,240		601,685		53,555	
Accumulated other comprehensive income (loss) :	14,189		781		13,408	
<Unrealized gains on securities>	< 5,368 >		< 5,992 >		<(624)>	
<Minimum pension liability adjustments>	< - >		<(529)>		< 529 >	
<Pension liability adjustments>	< 8,466 >		< - >		<8,466>	
<Unrealized gains (losses) on derivative instruments>	<(29)>		<(33)>		< 4 >	
<Foreign currency translation adjustments>	< 384 >		<(4,649)>		< 5,033 >	
Treasury stock, at cost	(18,276)		(18,677)		401	
Total liabilities and shareholders' equity	1,014,965	100.0	909,641	100.0	105,324	11.6

Consolidated Statements of Income

For the years ended March 31, 2007 and 2006

	Millions of Yen					
	2007		2006		Growth	
		%		%		%
Net sales	566,805	100.0	490,784	100.0	76,021	15.5
Cost of sales	335,869	59.3	295,958	60.3	39,911	13.5
Selling, general and administrative	78,901	13.9	70,291	14.3	8,610	12.2
Research and development	38,670	6.8	34,696	7.1	3,974	11.5
Operating income	113,365	20.0	89,839	18.3	23,526	26.2
Interest and dividend income	3,898	0.7	2,326	0.5	1,572	67.6
Interest expense	(342)	(0.1)	(201)	(0.0)	(141)	(70.1)
Foreign currency exchange loss	(1,908)	(0.3)	(1,730)	(0.4)	(178)	(10.3)
Other - net	2,990	0.5	1,446	0.3	1,544	-
Income before income taxes	118,003	20.8	91,680	18.7	26,323	28.7
Income taxes	46,694	8.2	33,232	6.8	13,462	40.5
<Current income tax>	< 48,873 >		< 34,579 >		< 14,294 >	
<Deferred income tax>	<(2,179)>		<(1,347)>		<(832)>	
Net income	71,309	12.6	58,448	11.9	12,861	22.0

Consolidated Statements of Comprehensive Income

For the years ended March 31, 2007 and 2006

	Millions of Yen		
	2007	2006	Growth
Net income	71,309	58,448	12,861
Other comprehensive income (loss), net of tax :			
<Unrealized gains (losses) on securities>	<(624)>	< 2,338 >	<(2,962)>
<Minimum pension liability adjustments>	<(31)>	< 434 >	<(465)>
<Unrealized gains (losses) on derivative instruments>	< 4 >	< 153 >	<(149)>
<Foreign currency translation adjustments>	< 5,033 >	< 9,541 >	<(4,508)>
Other comprehensive income	4,382	12,466	(8,084)
Comprehensive income	75,691	70,914	4,777

Consolidated Statements of Shareholders' Equity

	Number of common shares issued	Millions of Yen				
		Common stock	Additional paid-in capital	Retained earnings	Accumulated other comprehensive income (loss)	Treasury stock
Balance at March 31, 2005	225,263,592	69,377	102,222	555,512	(11,685)	(3,117)
Purchases of treasury stock at cost						(15,609)
Exercise of stock options			6			49
Net income				58,448		
Cash dividends, Yen 55.00 per share				(12,275)		
Other comprehensive income, net of tax					12,466	
Balance at March 31, 2006	225,263,592	69,377	102,228	601,685	781	(18,677)
Purchases of treasury stock at cost						(53)
Exercise of stock options			54			454
Stock-based compensation expense			81			
Net income				71,309		
Cash dividends, Yen 80.00 per share				(17,754)		
Other comprehensive income, net of tax					4,382	
Adjustment to initially apply FASB Statement No. 158, net of tax					9,026	
Balance at March 31, 2007	225,263,592	69,377	102,363	655,240	14,189	(18,276)

Consolidated Statements of Cash Flows

Years ended March 31, 2007 and 2006

	Millions of Yen			
	2007		2006	
Operating activities:				
Net income		71,309		58,448
Adjustments to reconcile net income to net cash provided by operating activities:				
Depreciation and amortization	49,817		45,139	
Losses on sales and disposals of property, plant and equipment	461		315	
Impairment losses on long-lived assets	428		639	
Gains on sales of securities	(143)		(71)	
Provision for termination and retirement benefits, less payments	(792)		704	
Deferred income taxes	(2,179)		(1,347)	
Changes in assets and liabilities:				
Increase in trade notes and accounts receivable	(14,186)		(19,895)	
Increase in inventories	(18,584)		(5,302)	
Increase in prepaid expenses and other	(3,024)		(1,447)	
Increase in trade notes and accounts payable	8,620		10,001	
Increase in accrued payroll and bonuses	1,498		1,698	
Increase in income taxes payable	11,490		2,058	
Increase in accrued expenses and other	9,116		633	
Other-net	2,280	44,802	431	33,556
Net cash provided by operating activities		116,111		92,004
Investing activities:				
Capital expenditures		(99,651)		(51,040)
Payment for purchases of investments and other		(4,437)		(4,299)
Net decrease (increase) in marketable securities		(5,072)		17,929
Increase in long-term deposits		(1,000)		(1,000)
Proceeds from sales of property, plant and equipment		374		817
Proceeds from sales of investments and other		1,195		119
Acquisition of subsidiaries, net of cash acquired		(15,390)		-
Increase in time deposits		(881)		-
Other		20		5
Net cash provided by (used in) investing activities		(124,842)		(37,469)
Financing activities:				
Net increase in short-term borrowings		4,025		2,458
Repayment of long-term debt		(500)		(500)
Dividends paid		(17,754)		(12,275)
Payment for purchases of treasury stock		(53)		(15,609)
Proceeds from exercise of stock options		508		55
Other		(3)		(2)
Net cash used in financing activities		(13,777)		(25,873)
Effect of exchange rate changes on cash and cash equivalents		2,280		4,050
Net increase (decrease) in cash and cash equivalents		(20,228)		32,712
Cash and cash equivalents at beginning of period		126,383		93,671
Cash and cash equivalents at end of period		106,155		126,383
Additional cash flow information:				
Interest paid		331		192
Income taxes paid		37,335		32,503
Additional cash and cash equivalents information:				
Cash		29,133		33,877
Time deposits		77,903		92,506
Time deposits with the original maturities over three months		(881)		-
Cash and cash equivalents at end of period		106,155		126,383

	Millions of Yen	
	As of March 31, 2007	As of March 31, 2006
Cash and cash equivalents at end of period	106,155	126,383
Time deposits with the original maturities over three months	881	-
Marketable securities	320,421	313,181
Liquidity in hand	427,457	439,564

Notes to Consolidated Financial Statements

1. Scope of consolidation and application of the equity method

(1) Number of consolidated subsidiaries: 56

Major consolidated subsidiaries:

Fukui Murata Manufacturing Co., Ltd.
Izumo Murata Manufacturing Co., Ltd.
Toyama Murata Manufacturing Co., Ltd.
Komatsu Murata Manufacturing Co., Ltd.
Kanazawa Murata Manufacturing Co., Ltd.
Okayama Murata Manufacturing Co., Ltd.
Murata Land & Building Co., Ltd.
Murata Electronics North America, Inc.
Murata Electronics Singapore (Pte.) Ltd.
Murata Company Limited

(2) Number of unconsolidated subsidiaries: None

(3) Number of affiliated companies: None

2. Changes in scope of consolidation and application of the equity method

(Consolidated subsidiaries)

Two companies were newly consolidated.

SyChip, Inc., SyChip Electronic Technology (Shanghai) Ltd.

One company was excluded from consolidation.

Suzhou Murata Electronics Co., Ltd.

(Affiliated companies)

One company was excluded from affiliated companies.

MTC Solutions Co., Ltd.

3. Significant Accounting Policies

(1) Inventories

Inventories are stated at the lower of cost or market. The average cost method is principally used to determine cost.

(2) Marketable securities and investments

Under SFAS No.115, "Accounting for Certain Investments in Debt and Equity Securities", the Companies classify all debt securities and marketable equity securities as available-for-sale and carry them at fair value with a corresponding recognition of the net unrealized holding gain or loss (net of tax) as a separate component of shareholders' equity. Gains and losses on sales of investments are computed on an average cost basis. Equity securities that do not have a readily determinable fair value are recorded at average cost.

(3) Depreciation of property, plant and equipment

Depreciation of property, plant and equipment has been principally computed using the declining-balance method.

(4) Goodwill and other intangible assets

The Companies account for goodwill and other intangible assets in accordance with SFAS No. 142, "Goodwill and Other Intangible Assets."

In accordance with this statement, goodwill is not amortized and is instead tested at least annually for impairment. Intangible assets that have finite useful lives will continue to be amortized over their useful lives.

This statement also requires that an intangible asset that is determined to have indefinite useful life will not be amortized and will be instead tested at least annually for impairment until its useful life is determined to be no longer indefinite.

(5) Termination and retirement benefits

Termination and retirement benefits, accounted for in accordance with SFAS No.87, "Employers' Accounting for Pensions" and SFAS No. 158, "Employers' Accounting for Defined Benefit Pension and Other Postretirement Plans - an amendment of FASB Statements No. 87, 88, 106, and 132(R)," are provided at the amount incurred during the period, which is based on the estimated present value of the projected benefit obligation less the fair value of plan assets at the end of the period.

The overfunded or underfunded status of a defined benefit postretirement plan is recognized as an asset or liability in its statement of financial position, with an adjustment to accumulated other comprehensive income (loss).

The unrecognized prior service benefit due to certain plan amendments is being amortized on a straight-line basis over the average remaining service period of employees.

The unrecognized actuarial gains and losses in excess of ten percent of the larger of the projected benefit obligation or plan assets are being amortized over five years.

(6) Accounting for consumption taxes

Consumption taxes are separately accounted for, and are excluded from the amounts of the underlying income and expense transactions.

(7) Reclassifications

Certain items in prior periods' financial statements have been reclassified to conform to the presentation for the year ended March 31, 2007.

Change of accounting principles

On March 31, 2007, the Companies adopted the recognition of the funded status of a defined benefit postretirement plan and the required disclosures with SFAS No. 158, "Employers' Accounting for Defined Benefit Pension and Other Postretirement Plans - an amendment of FASB Statements No. 87, 88, 106, and 132(R)". The Companies had recognized a minimum pension liability, if the accumulated benefit obligations exceed the fair value of plan assets in accordance with SFAS No.87, "Employers' Accounting for Pensions". However, after adoption of SFAS No. 158, the overfunded or underfunded status of a defined benefit postretirement plan is recognized as an asset or liability in its statement of financial position, with an adjustment to accumulated other comprehensive income (loss).

Significant Acquisition

On April, 2006, Murata Electronics North America, Inc. ("MEA"), a wholly-owned subsidiary of Murata Manufacturing Co., Ltd. acquired an US venture backed company, SyChip, Inc. ("SyChip") as MEA's wholly-owned subsidiary. Acquisition price is US\$136 million as the total consideration for outstanding shares and stock options issued by SyChip.

SyChip designs, develops and markets Radio Frequency Chip Scale Modules. Its products are supplied for mobile terminals such as POS terminals, PDAs, IP Phones and media players. SyChip's application markets such as VoIP, which are not covered by the Companies' current businesses, are anticipated to extend. This acquisition is expected to broaden our wireless module business market.

Business results of SyChip, Inc. were included in the Companies' consolidated financial statements after the acquisition date.

Segment Information

(1) Industry Segment Information

The Companies mainly develop, manufacture and sell electronic components. Sales, Operating income (loss), and Assets for this segment represent almost 100% of the corresponding amounts in the Consolidated Financial Statements and, therefore, "Industry Segment Information" is not disclosed.

(2) Geographic Segment Information

1) Year ended March 31, 2007

	Millions of yen						
	Japan	The Americas	Europe	Asia	Total	Corporate and eliminations	Consolidated
1. Sales and operating income							
Sales to :							
Unaffiliated customers	233,284	45,858	51,713	235,950	566,805	-	566,805
Intersegment	233,178	9	2	25,519	258,708	(258,708)	-
Total revenue	466,462	45,867	51,715	261,469	825,513	(258,708)	566,805
Operating expenses	376,097	46,991	49,380	244,488	716,956	(263,516)	453,440
<%> *2	<19.4%>	<(2.5%)>	<4.5%>	<6.5%>	<13.2%>		<20.0%>
Operating income (loss)	90,365	(1,124)	2,335	16,981	108,557	4,808	113,365
2. Assets	445,817	29,924	21,941	121,029	618,711	396,254	1,014,965

*1 Assets in the column of "Corporate and eliminations" consist mainly of time deposits and available-for-sale securities in the amount of Yen 415,447 million held by the Company.

*2 Ratio to total revenue

2) Year ended March 31, 2006

	Millions of yen						
	Japan	The Americas	Europe	Asia	Total	Corporate and eliminations	Consolidated
1. Sales and operating income							
Sales to :							
Unaffiliated customers	223,893	37,565	48,431	180,895	490,784	-	490,784
Intersegment	182,222	8	13	19,621	201,864	(201,864)	-
Total revenue	406,115	37,573	48,444	200,516	692,648	(201,864)	490,784
Operating expenses	335,244	35,027	46,164	189,583	606,018	(205,073)	400,945
<%> *2	<17.5%>	<6.8%>	<4.7%>	<5.5%>	<12.5%>		<18.3%>
Operating income	70,871	2,546	2,280	10,933	86,630	3,209	89,839
2. Assets	359,054	19,832	23,432	97,496	499,814	409,827	909,641

*1 Assets in the column of "Corporate and eliminations" consist mainly of time deposits and available-for-sale securities in the amount of Yen 425,361 million held by the Company.

*2 Ratio to total revenue

Notes : 1. Segments are based on geographic proximity.

2. Major countries and areas included in the segments other than Japan :

(1) The Americas : USA

(2) Europe : Germany, Great Britain, France, Italy, the Netherlands

(3) Asia : China, Singapore, Thailand

Segment Information (Unaudited)
Murata Manufacturing Co., Ltd. and Subsidiaries

(3) Overseas sales

1) Year ended March 31, 2007

	Millions of yen			
	The Americas	Europe	Asia and Others	Total
1. Overseas sales	46,112	70,444	305,675	422,231
2. Consolidated sales				566,805
3. Ratio of overseas sales to consolidated sales	8.2%	12.4%	53.9%	74.5%

2) Year ended March 31, 2006

	Millions of yen			
	The Americas	Europe	Asia and Others	Total
1. Overseas sales	41,665	65,944	247,995	355,604
2. Consolidated sales				490,784
3. Ratio of overseas sales to consolidated sales	8.5%	13.5%	50.5%	72.5%

Notes : 1. Segments are based on geographic proximity.

2. Major countries and areas included in the segments other than Japan :

(1) The Americas : USA, Mexico

(2) Europe : Germany, France, Hungary, Italy, France

(3) Asia : China, South Korea, Singapore

Order, Backlog and Sales

(1) Order and Backlog by Product

<Order>

	Millions of Yen					
	Year ended March 31, 2007		Year ended March 31, 2006		Growth	
		%*1		%*1		%
Capacitors	224,434	39.1	181,349	36.3	43,085	23.8
Piezoelectric Components	81,804	14.3	74,365	14.9	7,439	10.0
Microwave Devices	113,763	19.8	96,819	19.3	16,944	17.5
Module Products	59,478	10.4	58,721	11.7	757	1.3
Other Products	94,054	16.4	88,852	17.8	5,202	5.9
Total	573,533	100.0	500,106	100.0	73,427	14.7

*1 Component ratio

*2 Figures are based on sales price to customers.

*3 Exclusive of consumption taxes

*4 The tables by product indicate order, backlog, and sales of electronics components and related products.

<Backlog>

	Millions of Yen					
	As of March 31, 2007		As of March 31, 2006		Growth	
		%*1		%*1		%
Capacitors	29,838	49.5	20,659	40.0	9,179	44.4
Piezoelectric Components	7,497	12.4	7,278	14.1	219	3.0
Microwave Devices	5,837	9.7	6,182	12.0	(345)	(5.6)
Module Products	7,544	12.5	7,372	14.3	172	2.3
Other Products	9,600	15.9	10,146	19.6	(546)	(5.4)
Total	60,316	100.0	51,637	100.0	8,679	16.8

*1 Component ratio

*2 Figures are based on sales price to customers.

*3 Exclusive of consumption taxes

(2) Sales by Product, Application and Area

1. Sales by Product

	Millions of Yen					
	Year ended March 31, 2007		Year ended March 31, 2006		Growth	
		%*1		%*1		%
Capacitors	215,255	38.1	173,598	35.5	41,657	24.0
Piezoelectric Components	81,585	14.4	73,242	15.0	8,343	11.4
Microwave Devices	114,108	20.2	97,178	19.9	16,930	17.4
Module Products	59,306	10.5	58,303	11.9	1,003	1.7
Other Products	94,601	16.8	86,808	17.7	7,793	9.0
Net sales	564,855	100.0	489,129	100.0	75,726	15.5

*1 Component ratio

*2 Exclusive of consumption taxes

2. Sales by Application (based on the Company's estimate)

	Millions of Yen					
	Year ended March 31, 2007		Year ended March 31, 2006		Growth	
		%*1		%*1		%
AV	74,373	13.2	62,420	12.8	11,953	19.1
Communication	230,615	40.8	204,214	41.7	26,401	12.9
Computers and Peripherals	117,199	20.7	102,277	20.9	14,922	14.6
Automotive Electronics	61,453	10.9	54,870	11.2	6,583	12.0
Home and Others	81,215	14.4	65,348	13.4	15,867	24.3
Net sales	564,855	100.0	489,129	100.0	75,726	15.5

*1 Component ratio

*2 Exclusive of consumption taxes

3. Sales by Area

	Millions of Yen					
	Year ended March 31, 2007		Year ended March 31, 2006		Growth	
		%*1		%*1		%
The Americas	46,112	8.2	41,665	8.5	4,447	10.7
Europe	70,444	12.5	65,944	13.5	4,500	6.8
Asia and Others	305,675	54.1	247,995	50.7	57,680	23.3
Overseas total	422,231	74.8	355,604	72.7	66,627	18.7
Japan	142,624	25.2	133,525	27.3	9,099	6.8
Net sales	564,855	100.0	489,129	100.0	75,726	15.5

*1 Component ratio

*2 Exclusive of consumption taxes

Amounts per Share

A reconciliation of the basic and diluted earnings per share computation was as follows :

	Year ended March 31, 2007			Year ended March 31, 2006		
	Net income	Average common shares outstanding	Earnings per share	Net income	Average common shares outstanding	Earnings per share
	Millions of yen	Number of shares	Yen	Millions of yen	Number of shares	Yen
Basic	71,309	221,948,319	321.29	58,448	222,669,988	262.49
Dilutive effect of stock options	—	46,480		—	18,216	
Diluted	71,309	221,994,799	321.22	58,448	222,688,204	262.47

Shareholder's equity per share for the year ended March 31, 2007 and 2006 were Yen 3,707.02 and Yen 3,404.09, respectively.

Marketable Securities and Investments

The cost, gross unrealized gains, gross unrealized losses and fair value for available-for-sale securities by major security type at March 31, 2007 and 2006 were as follows:

Millions of yen

	March 31, 2007				March 31, 2006			
	Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value	Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
Governmental debt securities	21,617	17	16	21,618	31,628	15	56	31,587
Private debt securities	299,015	341	553	298,803	282,583	91	1,080	281,594
Current	320,632	358	569	320,421	314,211	106	1,136	313,181
Equity securities	4,634	9,439	-	14,073	4,738	11,322	-	16,060
Investment trusts	600	3	-	603	600	-	0	600
Non-current	5,234	9,442	-	14,676	5,338	11,322	0	16,660
Total	325,866	9,800	569	335,097	319,549	11,428	1,136	329,841

* The aggregate carrying amounts of the equity securities that do not have a readily determinable fair value at March 31, 2007 and 2006, which were valued at cost, were Yen 2,446 million and Yen 3,014 million, respectively.
They were not included in the above schedule.

[Reference] Quarterly Consolidated Performance

(1) Consolidated Financial Results

	Millions of yen							
	Three months ended Jun. 30, 2005		Three months ended Sep. 30, 2005		Three months ended Dec. 31, 2005		Three months ended Mar. 31, 2006	
Net sales	109,587	% *1 100.0	119,350	% *1 100.0	129,804	% *1 100.0	132,043	% *1 100.0
Operating income	17,371	15.9	20,513	17.2	25,766	19.8	26,189	19.8
Income before income taxes	18,340	16.7	20,990	17.6	24,929	19.2	27,421	20.8
Net income	11,527	10.5	13,267	11.1	15,574	12.0	18,080	13.7

	Millions of yen							
	Three months ended Jun. 30, 2006		Three months ended Sep. 30, 2006		Three months ended Dec. 31, 2006		Three months ended Mar. 31, 2007	
Net sales	133,342	% *1 100.0	143,813	% *1 100.0	145,813	% *1 100.0	143,837	% *1 100.0
Operating income	25,256	18.9	28,862	20.1	31,352	21.5	27,895	19.4
Income before income taxes	27,382	20.5	29,502	20.5	31,866	21.9	29,253	20.3
Net income	15,794	11.8	18,049	12.6	20,256	13.9	17,210	12.0

*1 Ratio to net sales

*2 Quarterly figures are unaudited.

*3 The figures for each quarter are calculated by subtracting from the aggregated amount of the previous quarter.

(2) Sales by Product

	Millions of yen							
	Three months ended Jun. 30, 2005		Three months ended Sep. 30, 2005		Three months ended Dec. 31, 2005		Three months ended Mar. 31, 2006	
Capacitors	38,796	% *1 35.5	42,395	% *1 35.7	46,144	% *1 35.7	46,263	% *1 35.1
Piezoelectric Components	17,687	16.2	17,769	14.9	18,973	14.6	18,813	14.3
Microwave Devices	19,595	18.0	22,521	18.9	26,486	20.5	28,576	21.7
Module Products	13,249	12.1	14,562	12.3	15,405	11.9	15,087	11.5
Other Products	19,874	18.2	21,683	18.2	22,359	17.3	22,892	17.4
Net sales	109,201	100.0	118,930	100.0	129,367	100.0	131,631	100.0

	Millions of yen							
	Three months ended Jun. 30, 2006		Three months ended Sep. 30, 2006		Three months ended Dec. 31, 2006		Three months ended Mar. 31, 2007	
Capacitors	48,867	% *1 36.8	53,578	% *1 37.4	56,540	% *1 38.9	56,270	% *1 39.3
Piezoelectric Components	18,983	14.3	19,990	13.9	21,212	14.6	21,400	14.9
Microwave Devices	28,595	21.5	31,335	21.9	28,103	19.3	26,075	18.2
Module Products	13,892	10.4	14,167	9.9	15,243	10.5	16,004	11.2
Other Products	22,561	17.0	24,273	16.9	24,189	16.7	23,578	16.4
Net sales	132,898	100.0	143,343	100.0	145,287	100.0	143,327	100.0

*1 Component ratio

*2 Exclusive of consumption taxes

*3 The figures for each quarter are calculated by subtracting from the aggregated amount of the previous quarter.