

Consolidated Financial Results for the Second Quarter Ended September 30, 2008

October 30, 2008

SHARP CORPORATION

Stock exchange listings: Tokyo, Osaka, Nagoya, Sapporo, Fukuoka
 Code number: 6753
 URL: <http://www.sharp.co.jp/>
 Representative: Mikio Katayama, President & COO
 Contact person: Tetsuo Onishi, Director and Executive Officer
 Group General Manager, Corporate Accounting and Control Group
 Tel. +81 6 6621 1221
 Scheduled dividend payment date: December 1, 2008

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

1. Results for the Six Months Ended September 30, 2008

(1) Financial Results

(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 | Percent Change |
|-------------------------------------|-----------|----------------|------------------|----------------|
| Six Months Ended September 30, 2008 | 1,562,427 | - | 50,759 | - |
| Six Months Ended September 30, 2007 | 1,640,876 | +12.0% | 79,057 | -12.3% |

| | Net Income | Percent Change | Net Income per Share (Yen) | Fully Diluted Net Income per Share (Yen) |
|-------------------------------------|------------|----------------|----------------------------|--|
| Six Months Ended September 30, 2008 | 28,011 | - | 25.45 | 23.76 |
| Six Months Ended September 30, 2007 | 43,310 | -6.9% | 39.71 | 37.04 |

(2) Financial Position

Millions of Yen

| | Total Assets | Net Assets | Equity Ratio | Net Assets per Share (Yen) |
|--------------------------|--------------|------------|--------------|----------------------------|
| As of September 30, 2008 | 2,993,346 | 1,249,279 | 41.4% | 1,125.63 |
| As of March 31, 2008 | 3,073,207 | 1,241,868 | 40.1% | 1,119.09 |

[Reference] Equity: September 30, 2008 ; 1,238,727 million yen
 March 31, 2008 ; 1,231,586 million yen

2. Dividends

Yen

| (Date of Record) | Dividends per Share | | | | |
|---------------------------------------|---------------------|-------------|-------------|----------|--------|
| | 1st Quarter | 2nd Quarter | 3rd Quarter | Year-End | Annual |
| Year Ended March 31, 2008 | - | 14.00 | - | 14.00 | 28.00 |
| Year Ending March 31, 2009 | - | 14.00 | | | |
| Year Ending March 31, 2009 (Forecast) | | | - | 14.00 | 28.00 |

Note: Revisions to forecast of dividends in this quarter; None

3. Forecast of Financial Results for the Year Ending March 31, 2009

(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 | Percent Change | Net Income | Percent Change | Net Income per Share (Yen) |
|----------------------------|-----------|----------------|------------------|----------------|------------|----------------|----------------------------|
| Year Ending March 31, 2009 | 3,420,000 | +0.1% | 130,000 | -29.2% | 60,000 | -41.1% | 54.52 |

Note: Revisions to forecast of financial results in this quarter; None

4. Other Information

(1) Changes in significant consolidated subsidiaries

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

None

(2) Simplified accounting methods and adoption of special accounting methods for preparation of quarterly financial statements

Yes

Note: For detailed information, please refer to “4. Other Information” of [Qualitative Information and Financial Statements] on page 5.

(3) Changes in accounting principles, procedures and presentation methods for preparation of quarterly financial statements

1. Changes arising from revision of accounting standards: Yes

2. Changes arising from other factors: Yes

Note: For detailed information, please refer to “4. Other Information” of [Qualitative Information and Financial Statements] on page 5.

(4) Number of shares outstanding (ordinary shares)

- | | |
|--|----------------------|
| 1. Number of shares outstanding (including treasury stock) as of September 30, 2008 ; | 1,110,699,887 shares |
| as of March 31, 2008 ; | 1,110,699,887 shares |
| 2. Number of shares of treasury stock as of September 30, 2008 ; | 10,224,927 shares |
| as of March 31, 2008 ; | 10,174,616 shares |
| 3. Average number of shares outstanding during the six months ended September 30, 2008 ; | 1,100,500,947 shares |
| during the six months ended September 30, 2007 ; | 1,090,614,474 shares |

Notes:

1. For the assumptions and other related matters concerning financial results forecast, please refer to “3. Qualitative Information regarding Forecast of Consolidated Financial Results” of [Qualitative Information and Financial Statements] on page 4.
2. Starting from the year ending March 31, 2009, Sharp Corporation (“the Company”) and its domestic consolidated subsidiaries have applied the “Accounting Standard for Quarterly Financial Statements” (Accounting Standards Board of Japan (ASBJ) Statement No.12, issued by the ASBJ on March 14, 2007) and the “Implementation Guideline for Accounting Standards for Quarterly Financial Statements” (ASBJ Guidance No.14, issued by the ASBJ on March 14, 2007). The current quarterly financial statements were prepared in accordance with Quarterly Consolidated Financial Statement Regulations (2007 Cabinet Office Ordinance No.64).
3. Published figures have not been subjected to an accounting audit by an auditing firm.
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.

[Qualitative Information and Financial Statements]

1. Qualitative Information regarding Consolidated Financial Results

During the six months ended September 30, 2008, there was growing concern over the slowdown of the Japanese economy, as we experienced a decline in corporate profits and sluggish private consumption, resulting from global financial uncertainties triggered by the U.S. subprime mortgage loan problem. Overseas, the U.S. financial crisis affected Europe as well, and the economy showed a clear sign of a slowdown around the world, including emerging countries.

Under these circumstances, the Sharp Group took assertive initiatives through the introduction of one-of-a-kind products and through the development of proprietary devices which support the creation of these products.

In the Consumer/Information Products business, we worked to further expand sales of LCD color TVs. We made global deployment of Premium Models incorporating a double-speed drive and a high contrast ratio, with full-spec high-definition panels. We also reinforced product development for overseas markets and further improved the efficiency of operations at overseas production bases. Other efforts included the launch and start of full-fledged sales of high-value-added mobile phones in the Chinese market. Additionally, we released 21st century health- and environmental-conscious products, equipped with our one-of-a-kind technology, such as Plasmacluster Ion, superheated steam and LED lighting technologies.

In the Electronic Components business, we strived to further expand LCD business. In order to meet the steady demand for large-size LCDs for TVs, we continued to increase production capacity at the Kameyama No.2 Plant. Moreover, for solar cells, we worked toward the installation of a new production line for thin-film solar cells, utilizing large-size glass substrates, at the Katsuragi Plant, while at the same time aggressively promoting alliances with major companies in Japan and overseas. These included the Sakai City Waterfront Mega Solar Power Generation Plan, jointly promoted with the Kansai Electric Power Co., Inc., and strategic collaboration with Enel, an Italian power and energy company, on solar cell production and power generation business.

As for financial results, net sales for the six months recorded 1,562.4 billion yen, down 4.8% from the same period last year, reflecting sluggish sales of mobile phones and related electronic components, and the appreciation of the yen. Together with a price decline of LCD panels, these affected profits as well, resulting in operating income of 50.7 billion yen, down 35.8% and net income of 28.0 billion yen, down 35.3%.

We will distribute an interim dividend of 14 yen per share, the same level as the same period last year.

Operating results by product group are as follows:

Consumer/Information Products

Sales of Audio-Visual and Communication Equipment were 676.1 billion yen, down 13.6% over the same period last year. Sales of Blu-ray Disc recorders were strong, though sales of mobile phones decreased significantly. For LCD TVs, unit sales increased steadily, however, sales amount fell slightly below the same period last year due to price decline.

Sales of Health and Environmental Equipment were 120.8 billion yen, down 6.5%. Though sales of refrigerators were strong, sales declined for air conditioners.

Sales of Information Equipment were 196.2 billion yen, down 10.3%. Sales increased for digital full-color MFPs, while sales of wireless PDAs decreased.

Electronic Components

Sales of LCDs were 343.5 billion yen, up 20.2% from the same period last year. Increase in production capacity at the Kameyama No.2 Plant contributed to a sales growth of large-size LCD panels for TVs.

Sales of Solar Cells were 93.0 billion yen, up 36.4%. Overseas sales increased significantly.

Sales of Other Electronic Devices were 132.5 billion yen, down 15.0%. Sales of electronic devices, including CCD/CMOS imagers, decreased due to a sluggish mobile phone market.

2. Qualitative Information regarding Consolidated Financial Position

Total assets as of September 30, 2008 were 2,993.3 billion yen, down 79.8 billion yen from March 31, 2008. This was due mainly to the impact of an exclusion of Sharp Finance Corporation from the scope of consolidation, while there was an increase in investment related to LCDs. Total liabilities were 1,744.0 billion yen, down 87.2 billion yen. This was due mainly to the impact of an exclusion of Sharp Finance Corporation from the scope of consolidation, while there was an increase in commercial papers. Total net assets were 1,249.2 billion yen, up 7.4 billion yen. This was due mainly to an increase in retained earnings, while valuation and translation adjustments decreased.

Regarding cash flows, net cash provided by operating activities was 79.6 billion yen, while net cash used in investing activities was 134.6 billion yen. Net cash provided by financing activities was 43.6 billion yen. As a result, cash and cash equivalents at the end of the period were 327.0 billion yen, a decrease of 12.2 billion yen from March 31, 2008.

3. Qualitative Information regarding Forecast of Consolidated Financial Results

As for the future outlook, we expect the business environment to remain severe. Growing financial instability is accelerating the economic slowdown around the world, and for the electronics industry, global competition is projected to get more aggressive in the growth areas.

Amid these circumstances, the Sharp Group is further strengthening its one-of-a-kind strategy, as we work to improve profitability and enhance corporate value.

In the Consumer/Information Products business, we aim to cultivate new markets by distinguishing ourselves from competitors with the introduction of advanced and high-value-added models, including LCD TVs with built-in Blu-ray Disc recorders, and cutting-edge mobile phones incorporating our proprietary devices.

In the Electronic Components business, we will engage in expanding sales and profit through further enhancement of productivity at the Kameyama No.2 Plant and a production increase for the new thin-film solar cell production lines at the Katsuragi Plant.

In addition, we will make efforts to further improve our competitiveness by working on a company-wide project to promote cost reduction with innovation in design and production processes. We will also enhance our Spiral Strategy, which involves creating one-of-a-kind products utilizing our proprietary devices.

The following is the current forecast of financial results for the year ending March 31, 2009. There are no revisions to the forecast announced on October 6, 2008.

| | | |
|------------------|---------------------|--|
| Net sales | 3,420.0 billion yen | + 0.1 % over the previous fiscal year |
| Operating income | 130.0 billion yen | - 29.2 % over the previous fiscal year |
| Net income | 60.0 billion yen | - 41.1 % over the previous fiscal year |

The above figures are based on an exchange rate of ¥100=US\$1.00 for the second half.

For the year ending March 31, 2009, we plan to declare an annual dividend of 28 yen per share (14 yen for interim and year-end, respectively), the same level as the previous year.

Note: The above estimates of financial results are based on certain assumptions that the Company 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)
- The Sharp Group's ability to respond to rapid technological changes and changing consumer preferences with timely and cost-effective introductions of new products and services
- Regulations such as trade restrictions in other countries
- Litigation and other legal proceedings against the Sharp Group, etc.

4. Other Information

(1) Changes in significant consolidated subsidiaries (Changes in specified subsidiaries involving changes in scope of consolidation)

None

(2) Simplified accounting methods and adoption of special accounting methods for preparation of quarterly financial statements

1. Simplified accounting methods

- Cost variance apportionment methods

When cost variances occur due to the adoption of predetermined costs, said cost variances are apportioned to inventories and cost of sales in a simplified manner compared to preparation of annual financial statements.

- Noncurrent asset depreciation calculation methods

When the declining-balance method is adopted as the method of calculating depreciation, depreciation for the fiscal years is computed by dividing the amount proportionately over the period.

- Income tax calculation methods

When computing the amount to be paid as income taxes, taxable addition and subtraction items and/or tax credits to be included are limited to important items.

2. Adoption of special accounting methods for preparation of quarterly financial statements

None

(3) Changes in accounting principles, procedures and presentation methods for preparation of quarterly financial statements

1. Starting from the year ending March 31, 2009, the Company and its domestic consolidated subsidiaries have applied the “Accounting Standard for Quarterly Financial Statements” (Accounting Standards Board of Japan (ASBJ) Statement No.12, issued by the ASBJ on March 14, 2007) and the “Implementation Guideline for Accounting Standards for Quarterly Financial Statements” (ASBJ Guidance No.14, issued by the ASBJ on March 14, 2007). The current quarterly financial statements were prepared in accordance with Quarterly Consolidated Financial Statement Regulations (2007 Cabinet Office Ordinance No.64).

2. Starting from the three months ended June 30, 2008, the Company and its domestic consolidated subsidiaries have applied the “Accounting Standard for Measurement of Inventories” (ASBJ Statement No. 9, issued by the ASBJ on July 5, 2006) and have adopted the cost method (for the book value of inventory on the balance sheets, by writing inventory down based on its decrease in profitability of assets) as a measurement standard. As a result, for the six months ended September 30, 2008, operating income decreased 1,205 million yen and income before income taxes and minority interests decreased 8,929 million yen, compared to amounts calculated by the previous method.

Also, valuation methods for raw materials and work in process had previously been based on the last invoice method. However, starting from the three months ended June 30, 2008, the Company and its domestic consolidated subsidiaries have adopted the moving average method in order to properly reflect the impact of fluctuations in raw material prices on financial statements, and to achieve more appropriate periodic accounting of profit and loss. This change had an immaterial impact on financial statements.

3. Starting from the three months ended June 30, 2008, the Company and its domestic consolidated subsidiaries have applied the “Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements” (ASBJ PITF No.18, issued by the ASBJ on May 17, 2006) and made revisions required for consolidated accounting. As a result, for the six months ended September 30, 2008, operating income decreased 1,140 million yen and income before income taxes and minority interests decreased 281 million yen, compared to amounts calculated by the previous method.

4. Previously, lease payments under finance leases that do not transfer ownership of the leased property to the lessee had been recognized as expenses. However, in accordance with the “Accounting Standard for Lease Transactions” (ASBJ Statement No.13, revised on March 30, 2007 (originally issued by the 1st committee of the Business Accounting Council on June 17, 1993)) and the “Guidance on Accounting Standard for Lease Transactions” (ASBJ Guidance No.16, revised on March 30, 2007 (originally issued by the Auditing Standards Committee of the Japanese Institute of Certified Public Accountants on January 18, 1994)) becoming applicable beginning with quarterly financial statements for consolidated fiscal years beginning on or after April 1, 2008, the Company and its domestic consolidated subsidiaries have applied these accounting standards, etc., starting from the three months ended June 30, 2008, and are following accounting procedures for normal sales transactions. In addition, regarding methods for depreciation of lease assets for finance leases that do not transfer ownership, the Company and its domestic consolidated subsidiaries have adopted the straight-line method that takes the lease period as the depreciable life and the residual value as zero. Further, regarding finance leases that do not transfer ownership for which the starting date for the lease transaction is prior to the initial fiscal year in which these new accounting standards apply, the Company and its domestic consolidated subsidiaries have continued to recognize lease payments as expenses. This change had an immaterial impact on financial statements.

SHARP CORPORATION
CONSOLIDATED BALANCE SHEETS

Millions of Yen

| | As of September 30, 2008 | As of March 31, 2008 |
|---|--------------------------|----------------------|
| ASSETS | | |
| Current Assets: | | |
| Cash, time deposits, and short-term investments | 376,514 | 391,277 |
| Notes and accounts receivable, less allowance for doubtful receivables | 574,866 | 679,916 |
| Finished goods | 224,275 | 198,579 |
| Raw materials | 111,469 | 98,142 |
| Work in process | 170,439 | 148,351 |
| Other current assets | 121,156 | 126,357 |
| Total current assets | 1,578,719 | 1,642,622 |
| Plant and Equipment, Less Accumulated Depreciation | 1,091,043 | 1,105,788 |
| Investments and Other Assets | 319,842 | 320,680 |
| Deferred Assets | 3,742 | 4,117 |
| Total assets | 2,993,346 | 3,073,207 |
| LIABILITIES | | |
| Current Liabilities: | | |
| Short-term borrowings, including current portion of long-term debt | 319,238 | 324,328 |
| Notes and accounts payable | 773,797 | 825,510 |
| Other current liabilities | 274,366 | 281,533 |
| Total current liabilities | 1,367,401 | 1,431,371 |
| Long-term Liabilities | 376,666 | 399,968 |
| Total liabilities | 1,744,067 | 1,831,339 |
| NET ASSETS | | |
| Owners' Equity: | | |
| Common stock | 204,676 | 204,676 |
| Capital surplus | 268,587 | 268,582 |
| Retained earnings | 834,093 | 816,387 |
| Less cost of treasury stock | (13,796) | (13,711) |
| Total owners' equity | 1,293,560 | 1,275,934 |
| Valuation and Translation Adjustments: | | |
| Net unrealized holding gains (losses) on securities | (4,505) | 1,662 |
| Deferred gains (losses) on hedges | 582 | 145 |
| Foreign currency translation adjustments | (50,910) | (46,155) |
| Total valuation and translation adjustments | (54,833) | (44,348) |
| Minority Interests | 10,552 | 10,282 |
| Total net assets | 1,249,279 | 1,241,868 |
| Total liabilities and net assets | 2,993,346 | 3,073,207 |

SHARP CORPORATION
CONSOLIDATED STATEMENT OF INCOME

Millions of Yen

| | Six Months Ended September 30, 2008 |
|---|--|
| Net Sales | 1,562,427 |
| Cost of Sales | 1,240,314 |
| Gross profit | 322,113 |
| Selling, General and Administrative Expenses | 271,354 |
| Operating income | 50,759 |
| Other Income (Expenses) | |
| Interest income | 3,067 |
| Rent income on noncurrent assets | 6,121 |
| Interest expense | (3,529) |
| Interest on commercial papers | (1,023) |
| Foreign exchange loss | (8,871) |
| Other, net | (2,276) |
| | (6,511) |
| Income before income taxes and minority interests | 44,248 |
| Income Taxes | |
| Current | 14,731 |
| Deferred | 1,031 |
| Minority Interests in Income of Consolidated Subsidiaries | (475) |
| Net income | 28,011 |

SHARP CORPORATION
CONSOLIDATED STATEMENT OF CASH FLOWS

Millions of Yen

| | Six Months Ended September 30, 2008 |
|---|--|
| <u>Cash Flows from Operating Activities:</u> | |
| Income before income taxes and minority interests | 44,248 |
| Adjustments to reconcile income before income taxes and minority interests to net cash provided by operating activities — | |
| Depreciation and amortization of properties and intangibles | 146,098 |
| Interest and dividend income | (4,376) |
| Interest expenses paid on loans and commercial papers | 4,552 |
| Loss on sales and retirement of noncurrent assets | 3,374 |
| Gain on sales of stocks of subsidiaries and affiliates | (18,521) |
| Decrease in notes and accounts receivable | 4,442 |
| Increase in inventories | (67,792) |
| Decrease in payables | (16,754) |
| Other, net | (4,529) |
| Total | 90,742 |
| Interest and dividends received | 6,352 |
| Interest paid | (4,532) |
| Income taxes paid | (12,954) |
| Net cash provided by operating activities | 79,608 |
| <u>Cash Flows from Investing Activities:</u> | |
| Purchase of time deposits | (64,502) |
| Proceeds from redemption of time deposits | 64,520 |
| Proceeds from sales of investments in subsidiaries and affiliates resulting in change in scope of consolidation | 28,278 |
| Acquisitions of plant and equipment | (130,960) |
| Proceeds from sales of plant and equipment | 630 |
| Loans made | (169,568) |
| Proceeds from collection of loans | 169,524 |
| Other, net | (32,580) |
| Net cash used in investing activities | (134,658) |
| <u>Cash Flows from Financing Activities:</u> | |
| Increase in short-term borrowings, net | 63,892 |
| Proceeds from long-term debt | 22,227 |
| Repayments of long-term debt | (26,758) |
| Purchase of treasury stock | (125) |
| Dividends paid | (15,403) |
| Other, net | (198) |
| Net cash provided by financing activities | 43,635 |
| Effect of Exchange Rate Changes on Cash and Cash Equivalents | (944) |
| Net Decrease in Cash and Cash Equivalents | (12,359) |
| Cash and Cash Equivalents at Beginning of Year | 339,266 |
| Cash and Cash Equivalents Increased by Merger | 107 |
| Cash and Cash Equivalents at End of Period | 327,014 |

SHARP CORPORATION
SEGMENT INFORMATION

Information by business segment

Millions of Yen

| | Six Months Ended September 30, 2007 | Six Months Ended September 30, 2008 |
|-------------------------------|--|--|
| Net Sales | | |
| Consumer/Information Products | | |
| Customers | 1,130,829 | 993,297 |
| Intersegment | 3,849 | 3,958 |
| Total | 1,134,678 | 997,255 |
| Electronic Components | | |
| Customers | 510,047 | 569,130 |
| Intersegment | 300,775 | 342,854 |
| Total | 810,822 | 911,984 |
| Elimination | (304,624) | (346,812) |
| Consolidated | 1,640,876 | 1,562,427 |
| Operating Income | | |
| Consumer/Information Products | 33,144 | 19,243 |
| Electronic Components | 43,137 | 32,580 |
| Elimination | 2,776 | (1,064) |
| Consolidated | 79,057 | 50,759 |

Note: Segmentation of business areas is based on commonality in manufacturing and marketing methods of products.

SHARP CORPORATION
SEGMENT INFORMATION

Information by geographic segment

Millions of Yen

| | Six Months Ended September 30, 2007 | Six Months Ended September 30, 2008 |
|------------------|--|--|
| Net Sales | | |
| Japan | | |
| Customers | 943,940 | 876,032 |
| Intersegment | 480,904 | 484,421 |
| Total | 1,424,844 | 1,360,453 |
| The Americas | | |
| Customers | 278,755 | 259,205 |
| Intersegment | 3,545 | 3,806 |
| Total | 282,300 | 263,011 |
| Europe | | |
| Customers | 260,534 | 254,496 |
| Intersegment | 1,903 | 1,676 |
| Total | 262,437 | 256,172 |
| China | | |
| Customers | 84,255 | 97,283 |
| Intersegment | 215,058 | 223,399 |
| Total | 299,313 | 320,682 |
| Other | | |
| Customers | 73,392 | 75,411 |
| Intersegment | 132,812 | 99,446 |
| Total | 206,204 | 174,857 |
| Elimination | (834,222) | (812,748) |
| Consolidated | 1,640,876 | 1,562,427 |
| Operating Income | | |
| Japan | 66,177 | 33,789 |
| The Americas | 1,779 | 4,243 |
| Europe | 2,384 | 6,905 |
| China | 3,048 | 3,949 |
| Other | 1,475 | 3,962 |
| Elimination | 4,194 | (2,089) |
| Consolidated | 79,057 | 50,759 |

Notes:

1. Segmentation of countries and regions is based on geographical proximity.
2. Major countries or regions in each geographic segment are as follows.
 - (1) The Americas: U.S.A., Canada
 - (2) Europe: Germany, U.K., Italy, France, Spain
 - (3) Other: Asia, Middle East, Oceania

SHARP CORPORATION
SEGMENT INFORMATION

Overseas sales

Millions of Yen

| | Six Months Ended September 30, 2007 | Six Months Ended September 30, 2008 |
|--------------|--|--|
| The Americas | 311,651 | 289,279 |
| Europe | 274,744 | 271,883 |
| China | 171,130 | 211,206 |
| Other | 99,122 | 111,226 |
| Total | 856,647 | 883,594 |

Notes:

1. Overseas sales indicate the sales of the Company and its consolidated subsidiaries made to customers located in countries or regions outside Japan.
2. Segmentation of countries and regions is based on geographical proximity.
3. Major countries or regions in each geographic segment are as follows.
 - (1) The Americas: U.S.A., Canada, Central and South America
 - (2) Europe: Germany, U.K., Italy, France, Spain
 - (3) Other: Asia, Middle East, Oceania, Africa

Notes:

1. Starting from the year ending March 31, 2009, the Company and its domestic consolidated subsidiaries have applied the “Accounting Standard for Quarterly Financial Statements” (Accounting Standards Board of Japan (ASBJ) Statement No.12, issued by the ASBJ on March 14, 2007), and the “Implementation Guideline for Accounting Standards for Quarterly Financial Statements” (ASBJ Guidance No.14, issued by the ASBJ on March 14, 2007). The current quarterly financial statements were prepared in accordance with Quarterly Consolidated Financial Statement Regulations (2007 Cabinet Office Ordinance No.64).
2. There was no concurrence of an event or situation which might create any doubts about the going concern during the six months ended September 30, 2008.
3. There were no significant changes in owners’ equity during the six months ended September 30, 2008.

(Reference)

SHARP CORPORATION
CONSOLIDATED STATEMENT OF INCOME

Millions of Yen

| | Six Months Ended September 30, 2007 | |
|---|--|-------|
| | Amount | Ratio |
| | | % |
| Net Sales | 1,640,876 | 100.0 |
| Cost of Sales | 1,276,754 | 77.8 |
| Gross profit | 364,122 | 22.2 |
| Selling, General and Administrative Expenses | 285,065 | 17.4 |
| Operating income | 79,057 | 4.8 |
| Other Income (Expenses) | | |
| Interest income | 3,112 | |
| Rent income on noncurrent assets | 5,549 | |
| Equity in earnings of affiliates | 272 | |
| Interest expense | (3,277) | |
| Interest on commercial papers | (1,252) | |
| Rent expenses on noncurrent assets | (3,789) | |
| Other, net | (9,844) | |
| | (9,229) | 0.5 |
| Income before income taxes and minority interests | 69,828 | 4.3 |
| Income Taxes | | |
| Current | 16,702 | 1.0 |
| Deferred | 9,293 | 0.6 |
| Minority Interests in Income of Consolidated Subsidiaries | (523) | 0.1 |
| Net income | 43,310 | 2.6 |

(Reference)

SHARP CORPORATION

CONSOLIDATED STATEMENT OF CASH FLOWS

Millions of Yen

| | Six Months Ended September 30, 2007 |
|---|--|
| <u>Cash Flows from Operating Activities:</u> | |
| Income before income taxes and minority interests | 69,828 |
| Adjustments to reconcile income before income taxes and minority interests to net cash provided by operating activities — | |
| Depreciation and amortization of properties and intangibles | 119,173 |
| Interest and dividend income | (4,021) |
| Interest expenses paid on loans and commercial papers | 4,529 |
| Foreign exchange loss | 1,610 |
| Loss on sales and disposal of plant and equipment | 2,987 |
| Decrease in notes and accounts receivable | 47,540 |
| Increase in inventories | (43,046) |
| Decrease in payables | (15,900) |
| Other, net | (22,905) |
| Total | 159,795 |
| Interest and dividends received | 4,822 |
| Interest paid | (4,652) |
| Income taxes paid | (25,347) |
| Net cash provided by operating activities | 134,618 |
| <u>Cash Flows from Investing Activities:</u> | |
| Purchase of time deposits | (20,001) |
| Proceeds from redemption of time deposits | 55,066 |
| Proceeds from sales of short-term investments | 4,671 |
| Acquisitions of plant and equipment | (194,399) |
| Proceeds from sales of plant and equipment | 507 |
| Purchase of investments in securities and investments in nonconsolidated subsidiaries and affiliates | (6,385) |
| Proceeds from sales of investments in securities and investments in nonconsolidated subsidiaries and affiliates | 10,618 |
| Loans made | (359) |
| Proceeds from collection of loans | 172 |
| Other, net | (27,767) |
| Net cash used in investing activities | (177,877) |
| <u>Cash Flows from Financing Activities:</u> | |
| Increase in short-term borrowings, net | 73,974 |
| Proceeds from long-term debt | 26,652 |
| Repayments of long-term debt | (64,776) |
| Purchase of treasury stock | (245) |
| Dividends paid | (15,270) |
| Other, net | (585) |
| Net cash provided by financing activities | 19,750 |
| Effect of Exchange Rate Changes on Cash and Cash Equivalents | (272) |
| Net Decrease in Cash and Cash Equivalents | (23,781) |
| Cash and Cash equivalents at Beginning of Year | 329,286 |
| Cash and Cash Equivalents of Newly Consolidated Subsidiaries | 1,439 |
| Cash and Cash Equivalents Increased by Merger | 144 |
| Cash and Cash Equivalents at End of the Period | 307,088 |

SHARP CORPORATION
CONSOLIDATED SALES BY PRODUCT GROUP

Millions of Yen

| | Six Months Ended September 30, 2007 | | Six Months Ended September 30, 2008 | | Increase Decrease | Percent Change |
|--|--|-------|--|-------|----------------------|-------------------|
| | Amount | Ratio | Amount | Ratio | | |
| Audio - Visual and Communication Equipment | 782,746 | 47.7 | 676,174 | 43.3 | -106,572 | -13.6 |
| Health and Environmental Equipment | 129,356 | 7.9 | 120,894 | 7.7 | -8,462 | -6.5 |
| Information Equipment | 218,727 | 13.3 | 196,229 | 12.6 | -22,498 | -10.3 |
| Consumer/Information Products | 1,130,829 | 68.9 | 993,297 | 63.6 | -137,532 | -12.2 |
| LCDs | 285,858 | 17.4 | 343,528 | 22.0 | +57,670 | +20.2 |
| Solar Cells | 68,252 | 4.2 | 93,099 | 5.9 | +24,847 | +36.4 |
| Other Electronic Devices | 155,937 | 9.5 | 132,503 | 8.5 | -23,434 | -15.0 |
| Electronic Components | 510,047 | 31.1 | 569,130 | 36.4 | +59,083 | +11.6 |
| Total | 1,640,876 | 100.0 | 1,562,427 | 100.0 | -78,449 | -4.8 |
| Domestic | 784,229 | 47.8 | 678,833 | 43.4 | -105,396 | -13.4 |
| Overseas | 856,647 | 52.2 | 883,594 | 56.6 | +26,947 | +3.1 |

Notes:

1. The above figures indicate sales to outside customers.
2. Starting from the three months ended June 30, 2008, product groupings have been recategorized and changed as above, from the previous groupings of Audio-Visual and Communication Equipment, Home Appliances, Information Equipment, LSIs, LCDs and Other Electronic Components. Accordingly, results for the six months ended September 30, 2007 have been restated to conform with the current product groupings.