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February 6, 2008

Summary of Financial Results For the First Three Quarters of Fiscal Year Ending March 31, 2008 (Nine Months Ended December 31, 2007)

Name of Listed Company: Sanshin Electronics Co., Ltd.

Stock Exchange Listed: 1st Section, Tokyo

Code No.: 8150

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(Amounts are rounded down to the nearest million yen)

1. Consolidated Business Performance for the First Three Quarters of March 2008 Term

(April 1, 2007 – December 31, 2007)

(1) Consolidated business performance

(The percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Net profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
3Q March 2008 Term	207,670	3.1	4,621	(3.7)	4,729	1.8	2,946	(1.2)
3Q March 2007 Term	201,385	30.9	4,797	50.0	4,643	38.9	2,982	54.0
March 2007 Term	269,523	-	6,073	-	5,953	-	3,776	-

	Net profit per share	Diluted net profit per share
	Yen	Yen
3Q March 2008 Term	92.13	-
3Q March 2007 Term	92.07	-
March 2007 Term	116.79	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
3Q March 2008 Term	107,611	61,467	57.1	1,921.93
3Q March 2007 Term	128,371	59,676	46.5	1,865.86
March 2007 Term	113,996	60,286	52.9	1,884.97

(3) Consolidated cash flow position

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Million yen	Million yen	Million yen	Million yen
3Q March 2008 Term	8,788	(56)	(6,185)	6,953
3Q March 2007 Term	(18,881)	278	18,641	4,820
March 2007 Term	(5,088)	(303)	5,105	4,467

2. Forecasts for Consolidated Business Performance for March 2008 Term (April 1, 2007 – March 31, 2008)

The earnings forecast for the full year ending March 31, 2008 has been revised down from the figures announced on November 14, 2007. Please refer to “Qualitative Information and Financial Statements, 3. Qualitative Information Regarding Forecasts for Consolidated Business Performance” on page 3 for further information.

(The percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Net profit		Net profit per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	266,000	(1.3)	5,900	(2.9)	5,900	(0.9)	3,700	(2.0)	115.69

3. Others

(1) Changes in consolidated subsidiaries during the term (changes in scope of consolidation): None

(2) Adoption of a simple accounting method: Yes

(3) Change of the accounting method from the latest consolidated business year: None

Note: Please refer to “Qualitative Information and Financial Statements, 4. Others” on page 3 for further information.

* Cautionary statement with respect to forward-looking statements

The above forecast is a forecast for the future based on data currently available and contains potential risks and uncertain factors. The actual performance may considerably differ from the forecast due to various factors.

Qualitative Information and Financial Statements

1. Qualitative Information Regarding Consolidated Business Performance

In the period under review (April 1, 2007 to December 31, 2007) the global economy entered a period of uncertainty. Although the economy of Asia, led by China, continued to expand and the Euro zone generally remained firm, there were fears that the subprime mortgage crisis would cause a slowdown in the US economy. In Japan, there were some signs of an economic slump as consumer prices rose amid soaring prices for raw materials, especially crude oil.

In this environment, although the sales of system LSIs and circuit substrates for home game consoles as well as system LSIs and connectors for digital consumer electronics continued to enjoy steady growth, memory sales declined after a certain supplier changed the marketing routes beginning in the second half of last fiscal year, and sales of LCD driver ICs, especially for mobile phones and flat-panel TVs, have been weak since the third quarter. As a result of this difficult business environment, exacerbated by the appreciating yen, consolidated net sales for the period increased 3.1% year-on-year to 207,670 million yen, while operating profit declined 3.7% to 4,621 million yen, ordinary profit rose 1.8% to 4,729 million yen, and net profit decreased 1.2% to 2,946 million yen.

2. Qualitative Information Regarding Consolidated Financial Position

Assets totaled 107,611 million yen as of December 31, 2007, 6,385 million yen decreased from March 31, 2007. This was attributable to decrease of 9,014 million yen in notes and accounts receivable. Liabilities decreased 7,565 million yen to 46,144 million yen, mainly because of a 5,127 million yen decrease in short-term loans payable due to decrease in notes and accounts receivable. Net assets increased 1,180 million yen to 61,467 million yen mainly because of a 1,795 million yen increase in retained earnings.

Cash and cash equivalents amounted to 6,953 million yen at the end of the period under review, an increase of 2,485 million yen compared to the end of the previous fiscal year. Although cash outlays increased as a result of the repayment of short-term loans and other factors, cash receipts increased thanks to factors including a decline in notes and accounts receivable.

Operating activities

Net cash provided by operating activities was 8,788 million yen, as a decline in notes and accounts receivable absorbed increase in inventories and decrease in notes and accounts payable.

Investing activities

Net cash used in investing activities totaled 56 million yen. Inflows increased thanks to the sale of investment securities and other factors, but this was offset by outlays for IT investments and other uses.

Financing activities

Net cash used in financing activities totaled 6,185 million yen, mainly because of repayment of short-term loans.

3 Qualitative Information Regarding Forecasts for Consolidated Business Performance

Going forward, we expect the business climate to remain challenging as the economy begins to slow as a result of the global financial uncertainty that has been caused by the subprime mortgage crisis in the US, higher crude oil prices, and foreign exchange fluctuations.

Under these circumstances, we have revised the year-end assumed foreign exchange rate from 115 yen/US dollar to 107 yen/US dollar resulting from the appreciation of the yen, and we have also taken into account an expected decline in sales of LCD driver ICs for mobile phones and flat-panel TVs as well as chipsets for mobile phones in revising down our earnings forecast for the full year ending March 31, 2008.

	Net sales	Operating profit	Ordinary profit	Net profit	Net profit per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous forecast (A)	278,000	6,600	6,700	4,150	129.76
Revised forecast (B)	266,000	5,900	5,900	3,700	115.69
Change (B - A)	(12,000)	(700)	(800)	(450)	(14.07)
Percentage change (%)	(4.3)	(10.6)	(11.9)	(10.8)	(10.8)
(Reference) Results for March 2007 Term	269,523	6,073	5,953	3,776	116.79

4. Others

(1) Changes in consolidated subsidiaries during the term (changes in scope of consolidation)

There are no relevant matters.

(2) Adoption of a simple accounting method

The Company has adopted the simplified method for booking corporate taxes and other items.

(3) Change of the accounting method from the latest consolidated business year

There are no relevant matters.

5. Summarized Consolidated Financial Statements**(1) Summarized Consolidated Balance Sheets**

(Million yen)

Account	Period	March 2007 Term (As of Mar. 31, 2007)		3Q March 2008 Term (As of Dec. 31, 2007)		Change	3Q March 2007 Term (As of Dec. 31, 2006)	
		Amount	%	Amount	%	Amount	Amount	%
Assets								
I	Current assets	104,005	91.2	98,192	91.2	(5,813)	118,720	92.5
	Cash and deposits	4,467		6,953		2,485	4,820	
	Notes and accounts receivable -trade	76,188		67,173		(9,014)	90,513	
	Inventories	19,592		19,617		24	20,777	
	Others	3,756		4,447		690	2,609	
II	Fixed assets	9,991	8.8	9,419	8.8	(571)	9,650	7.5
	Property and equipment	5,086		4,986		(100)	5,154	
	Others	4,904		4,432		(471)	4,496	
Total assets		113,996	100.0	107,611	100.0	(6,385)	128,371	100.0
Liabilities								
I	Current liabilities	53,024	46.5	45,619	42.4	(7,404)	67,955	52.9
	Notes and accounts payable-trade	28,569		27,678		(890)	30,806	
	Short-term loans payable	20,710		15,582		(5,127)	25,226	
	Commercial papers	-		-		-	9,000	
	Others	3,744		2,358		(1,386)	2,923	
II	Fixed liabilities	685	0.6	525	0.5	(160)	738	0.6
Total liabilities		53,709	47.1	46,144	42.9	(7,565)	68,694	53.5
Net assets								
I	Shareholders' equity	59,499	52.2	61,292	56.9	1,793	58,705	45.7
	Capital stock	14,811	13.0	14,811	13.8	-	14,811	11.5
	Capital surplus	15,329	13.4	15,329	14.2	-	15,329	11.9
	Retained earnings	29,358	25.8	31,153	28.9	1,795	29,453	23.0
	Treasury stock	(0)	(0.0)	(2)	(0.0)	(1)	(889)	(0.7)
II	Valuation and foreign exchange adjustments, etc.	787	0.7	174	0.2	(613)	971	0.8
	Unrealized gains on available-for-sale securities	1,062	0.9	746	0.7	(316)	1,149	0.9
	Deferred hedge gains/losses	11	0.0	(41)	(0.0)	(53)	0	0.0
	Foreign exchange conversion adjustments	(286)	(0.2)	(530)	(0.5)	(244)	(179)	(0.1)
Total net assets		60,286	52.9	61,467	57.1	1,180	59,676	46.5
Total liabilities and net assets		113,996	100.0	107,611	100.0	(6,385)	128,371	100.0

(2) Summarized Consolidated Profit and Loss Statement

(Million yen)

Account	Period	3Q March 2007 Term (Apr. 1, 2006 – Dec. 31, 2006)		3Q March 2008 Term (Apr. 1, 2007 – Dec. 31, 2007)		Change		March 2007 Term (Apr. 1, 2006 – Mar. 31, 2007)	
		Amount	%	Amount	%	Amount	%	Amount	%
I	Net sales	201,385	100.0	207,670	100.0	6,285	3.1	269,523	100.0
II	Cost of sales	188,490	93.6	194,846	93.8	6,355	3.4	252,457	93.7
	Gross profit on sales	12,894	6.4	12,823	6.2	(70)	(0.5)	17,065	6.3
III	Selling, general and administrative expenses	8,096	4.0	8,202	4.0	106	1.3	10,991	4.1
	Operating profit	4,797	2.4	4,621	2.2	(176)	(3.7)	6,073	2.2
IV	Non-operating profit	162	0.1	301	0.1	139	86.1	285	0.1
V	Non-operating expenses	316	0.2	193	0.1	(122)	(38.8)	404	0.1
	Ordinary profit	4,643	2.3	4,729	2.2	85	1.8	5,953	2.2
VI	Extraordinary profits	383	0.2	143	0.1	(240)	(62.6)	391	0.1
VII	Extraordinary losses	37	0.0	21	0.0	(16)	(44.0)	94	0.0
	Net profit before tax and adjustments	4,989	2.5	4,851	2.3	(137)	(2.8)	6,251	2.3
	Corporate and other taxes	2,006	1.0	1,904	0.9	(102)	(5.1)	2,474	0.9
	Net profit	2,982	1.5	2,946	1.4	(35)	(1.2)	3,776	1.4

(3) Summarized Consolidated Statement of Cash Flows

(Million yen)

Account	Period	3Q March 2007 Term	3Q March 2008 Term	Change	March 2007 Term
		(Apr. 1, 2006 – Dec. 31, 2006)	(Apr. 1, 2007 – Dec. 31, 2007)		(Apr. 1, 2006 – Mar. 31, 2007)
		Amount	Amount	Amount	Amount
I Operating activities					
Net profit before tax and adjustments		4,989	4,851	(137)	6,251
Decrease (increase) of notes and accounts receivable		(16,211)	8,639	24,850	(2,050)
Increase of inventories		(4,967)	(165)	4,802	(3,865)
Increase (decrease) of notes and accounts payable		1,384	(631)	(2,015)	(713)
Corporate and other taxes paid		(2,232)	(2,824)	(592)	(2,244)
Others		(1,843)	(1,081)	761	(2,465)
Net cash provided by (used in) operating activities		(18,881)	8,788	27,669	(5,088)
II Investing activities					
Purchase of investment securities		(106)	(15)	90	(616)
Proceeds from sale of investment securities		515	231	(284)	518
Others		(130)	(272)	(141)	(204)
Net cash provided by (used in) investing activities		278	(56)	(334)	(303)
III Financing activities					
Repayment of long-term loans		(2,500)	-	2,500	(2,500)
Proceeds from short-term loans		40,326	18,982	(21,343)	44,910
Repayment of short-term loans		(26,316)	(24,075)	2,240	(35,384)
Proceeds from issue of commercial papers		10,000	-	(10,000)	18,000
Redemption of commercial papers		(1,000)	-	1,000	(18,000)
Others		(1,868)	(1,092)	776	(1,920)
Net cash provided by (used in) financing activities		18,641	(6,185)	(24,827)	5,105
IV Foreign currency conversion adjustments for cash and cash equivalents		58	(60)	(119)	31
V Increase (decrease) of cash and cash equivalents		98	2,485	2,387	(254)
VI Balance of cash and cash equivalents, beginning of the term		4,722	4,467	(254)	4,722
VII Balance of cash and cash equivalents, end of the term		4,820	6,953	2,133	4,467

This financial report is solely a translation of summary of "Kessan Tanshin" (in Japanese, including attachments) which has been prepared in accordance with accounting principles and practices generally accepted in Japan, for the convenience of readers who prefer an English translation.