

FOR IMMEDIATE RELEASE

October 27, 2000

**Toshiba Announces Consolidated and Non-Consolidated Results
for First Half of Fiscal Year to March 2001**

TOKYO--Toshiba Corporation today announced its consolidated and non-consolidated results for first half of fiscal year 2000.

1) General Overview for First Half of Fiscal Year 2000

The domestic economy in which Toshiba and its consolidated group companies ("the group") operate showed signs of a gentle recovery supported by investment in information technologies, though personal consumption remained constrained throughout the period. The U.S. economy remained healthy, though signs of a slowdown did start to emerge. Both Asia and Europe saw positive growth. In these circumstances, the group continued to implement extensive restructuring of its organizational structure and business portfolio, and continued to promote change in its corporate culture in order to maximize efforts to secure profitability.

Consolidated Result

Consolidated net sales increased 8 percent over the same period a year ago, to 2,825,918 million yen (approximately US\$26,166 million). Gains were recorded in semiconductors, LCDs, PC peripherals and cellular phones.

Net income recorded a significant improvement, strongly supported by semiconductors, to reach 53,898 million yen (US\$499 million), and generated the first half-year profit for three years.

Non-consolidated Results

Non-consolidated results saw net sales advance 13 percent over the same period a year ago, to 1,755,528 million yen (US\$16,255 million), recording a first half year rise for the first time in three years. This performance reflected robust growth in sales of electronic devices, PC peripherals and cellular phones, and was achieved despite the spin-off part of the industrial equipment business to a

subsidiary. Recurring profit increased to 67,553 million yen (US\$625 million). As the result of extraordinary losses, including those in connection with an increase of reserves against a projected shortfall in the retirement fund and the losses on restructuring of a subsidiary, net income was 26,307 million yen (US\$244 million).

2) Cash Flows

The greater emphasis on the autonomous management of the in-house companies continued to improve cash flow. Net cash provided by operating activities was 286,347 million yen (US\$2,651 million), while outgoing cash flows for investing activity were 106,911 million yen (US\$990 million), an overall gain in free cash flow of 179,436 million yen (US\$1,661 million).

3) FY 2000 First Half Year Breakdown by Industry Segment

Sales

Information & Communications and Industrial Systems decreased 5 percent over the same period a year ago, to 765,905 million yen (US\$7,092 million), reflecting sluggish demand for computer systems in the service sector, though there was robust growth in the domestic elevator and escalator business.

Digital Media sales rose 8 percent over the same period a year ago, to 764,188 million yen (US\$7,076 million). Demand increased for PC peripherals, such as DVD-ROMs and HDDs, communications products, such as cellular phones and cable modems, and DVD players; overall PC sales reflected tough competition.

Power Systems rose 13 percent over the same period a year ago, to 285,580 million yen (US\$2,644 million), due to success in winning order for thermal power generating equipment in both the domestic and overseas markets, even though the scale of new investment in the Japanese market remained restrained.

Electronic Devices & Components marked a 32 percent gain in sales over the same period a year ago, to 815,312 million yen (US\$7,549 million). Electronic devices sales recorded gains, due to increased demand for discrete devices, system LSIs, flash memories, DRAMs and LCDs.

In *Home Appliances*, total sales increased 2 percent over the same period a year

ago, to 336,280 million yen (US\$3,114 million), reflecting growth of sales of air conditioners and washing machines.

Others increased 16 percent over the same period a year ago, to 335,903 million yen (US\$3,110 million).

Operating Income

Information & Communications and Industrial Systems saw income decline by 17,984 million yen (US\$167 million) over the same period a year ago, to minus 19,719 million yen (minus US\$183 million). This was due to exchange rate fluctuation and decreased sales.

In *Digital Media*, profit increased in the PC peripheral business. However income from PCs and color TVs was hit by tough competition. As a result total profit was 17,542 million yen (US\$162 million).

Power Systems increased to 6,904 million yen (US\$64 million), due to increased sales of thermal power generating equipment in the domestic and overseas markets.

Electronic Devices & Components saw a major improvement of 146,119 million yen (US\$1,353 million) over the previous year to 80,509 million yen (US\$745 million).

In *Home Appliances*, operating, income improved by 4,074 million yen (US\$37 million) to reach 5,611 million yen (US\$52 million).

Others decreased 12 percent to 13,716 million yen (US\$127 million).

Dividend per Share

Toshiba has declared an interim dividend of 5 yen per share for this first fiscal half.

Other Notable Events of FY2000 First Half

- April 2000: Toshiba divided its industrial equipment business in industrial

motors and general-purpose inverters into two subsidiaries, one responsible for manufacturing and the other for sales.

- July 2000: Toshiba Corporation and Dai Nippon Printing Co., Ltd. agreed to establish a joint venture company that will develop, produce and market printed circuit boards.
- September 2000: Toshiba bought out all the shares in A&T Battery Corporation, originally a joint venture with Asahi Chemical Industry Co., Ltd.,. The company will now focus on the lithium ion battery business.
- September 2000: Toshiba Corporation, Toshiba Battery Co., Ltd. and SANYO Electric Co., Ltd. agreed to transfer Toshiba Group's nickel metal hydride businesses to SANYO.
- September 2000: all shares of Shibaura NIDEC Corporation, a joint venture by a Toshiba group company and Nidec Corporation for motors for home appliances, were transferred to Nidec Corporation.

Forecast for FY2000

Toshiba forecasts unfavorable overseas markets in the second half of the fiscal year, as sluggish income in U.S. companies, high oil prices and further decline of the Euro bring an end to the high growth of recent periods. Japan has recently seen higher capital investment in the private sector, particularly in information technology, and corporate earnings are gradually recovering. This trend is expected to continue in the second half of FY2000. In the semiconductor business, increased unit sales and stable prices will bring continued growth. Sales of information and communications systems are expected to rise.

Consolidated annual sales of 6,220,000 million yen (US\$57,593 million) are forecast. Income before taxes and net income are expected to be 250,000 million yen (\$2,315 million) and 137,000 million yen (\$1,269 million) respectively.

Non-consolidated annual sales of 3,920,000 million yen (US\$36,296 million) are forecast. Recurring profit and net income are expected to be 158,000 million yen (US\$1,463 million) and 73,000 million yen (US\$676 million) respectively.

Consolidated and non-consolidated projections for FY2000 are shown below.

Consolidated (Unit: billion yen)

	FY2000 Forecast	Growth over FY99
Net Sales	6,220	8%
Operating Income	286	183%
Income before Tax	250	--
Net Income	137	--

Non-Consolidated (Unit: billion yen)

	FY2000 Forecast	Growth over FY99
Net Sales	3,920	12%
Operating Income	186	442%
Recurring Profit	158	871%
Income before Tax	112	--
Net Income	73	--

FY2000 Projection by Industry Segments

Information & Communications and Industrial Systems will see a slight increase in sales as system investments support progress in the IT and services businesses. Sales of *Digital Media* will increase with continued growth in personal computers, peripherals and mobile products, such as cellular phones. *Power Systems* will flatten, as continued restraint in domestic investment by power utilities outweighs reinforced services businesses and increased contributions from overseas business. Sales of *Electronic Devices & Components* will rise, centered on growing demand for semiconductors and LCDs. The *Home Appliances* segment will advance sales through the continued introduction of competitive products. *Others* will also increase.

Digital Media, Power Systems and Home Appliances will see increased operating income. *Electronic Devices & Components* will see a sharp increase. *Information & Communications and Industrial Systems* and *Others* will see a decline.

Projection for FY2000 are shown below.

(Unit: billion yen)

	Sales		Operating Income	
	FY2000 Forecast	FY1999	FY2000 Forecast	FY1999
Information & Communications and Industrial Systems	1,880	1,858	30	38
Digital Media	1,720	1,518	50	48
Power Systems	580	571	12	9
Electronic Devices & Components	1,670	1,373	160	-23
Home Appliances	690	660	12	5
Others	700	534	24	27
Total	7,240	6,514	288	104
Eliminations	-1,020	-765	-2	-3
Consolidated Total	6,220	5,749	286	101

Projection for the Dividend

The end-of-term dividend per share is provisionally set at 5 yen (3 yen in the previous year), realizing an annual dividend of 10 yen per share (3 yen in the previous year).

Other Important Plans for the Second Half.

January 2001: Merger of the Elevator and Building Systems Company, one of Toshiba's in-house companies, with Toshiba Elevator Corporation, a wholly-owned Toshiba subsidiary dedicated to sales and maintenance, in a new subsidiary company.

The U.S. dollar is valued at 100 yen for projections for the second half of FY2000. The same rate also applies to the Euro.

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Note: For convenience only, all other dollars figures in this statement are valued at 108 yen to the dollar.

Toshiba Corporation and its Subsidiaries

Consolidated Interim Financial Statements (Unaudited) For 1st Half of Fiscal Year 2000 (April 1, 2000 to September 30, 2000)

1. Outline

(¥ in millions, US\$ in millions, except for earnings per share)

	1st Half of FY2000 April 1, 2000 - September 30, 2000 (A)	1st Half of FY1999 April 1, 1999 - September 30, 1999 (B)	(A) - (B)	(A)/(B) %	FY1999 April 1, 1999 - March 31, 2000
Net Sales	¥2,825,918	¥2,622,464	¥203,454	108	¥5,749,372
	\$26,166	\$24,282	\$1,884		\$53,235
Income (loss) before income taxes and minority interest	¥106,213	-¥65,681	¥171,894	-	-¥44,844
	\$983	-\$608	\$1,591		-\$415
Net income (loss)	¥53,898	-¥48,459	¥102,357	-	-¥32,903
	\$499	-\$449	\$948		-\$305
Basic earnings per share	¥16.74	-¥15.05	¥31.79	-	-¥10.22
	(¢ 15.50)	(- ¢ 13.94)	(¢ 29.44)		(- ¢ 9.46)
Diluted earnings per share	¥16.65	-¥15.05	¥31.70	-	-¥10.22
	(¢ 15.42)	(- ¢ 13.94)	(¢ 29.36)		(- ¢ 9.46)

Notes:

1. Consolidated Financial Statements are based on generally accepted accounting principles in the U.S.
2. The company has 313 consolidated subsidiaries.
3. The company has adopted Statement of Financial Accounting Standards (SFAS) No.115, 'Accounting for Certain Investments in Debt and Equity Securities' for the first half of FY2000. The prior period data has been restated to conform with current presentation.
4. The U.S. dollar is valued at ¥108 throughout this statement for convenience only.

2. Consolidated Segment Information

Industry segments

Net sales

(¥ in millions, US\$ in millions)

	1st Half of FY2000 April 1, 2000 - September 30, 2000 (A)	1st Half of FY1999 April 1, 1999 - September 30, 1999 (B)	(A) - (B)	(A)/(B) %	FY1999 April 1, 1999 - March 31, 2000
Information & Communications and Industrial Systems	¥765,905 \$7,092 (23)	¥803,274 \$7,438 (27)	-¥37,369 -\$346 (-4)	95	¥1,858,279 \$17,206 (29)
Digital Media	¥764,188 \$7,076 (23)	¥706,000 \$6,537 (23)	¥58,188 \$539 (0)	108	¥1,517,692 \$14,053 (23)
Power Systems	¥285,580 \$2,644 (9)	¥253,303 \$2,345 (8)	¥32,277 \$299 (1)	113	¥570,681 \$5,284 (9)
Electronic Devices & Components	¥815,312 \$7,549 (25)	¥618,549 \$5,727 (21)	¥196,763 \$1,822 (4)	132	¥1,373,251 \$12,715 (21)
Home Appliances	¥336,280 \$3,114 (10)	¥330,758 \$3,063 (11)	¥5,522 \$51 (-1)	102	¥659,894 \$6,110 (10)
Others	¥335,903 \$3,110 (10)	¥290,292 \$2,688 (10)	¥45,611 \$422 (0)	116	¥534,114 \$4,946 (8)
Total	¥3,303,168 \$30,585 (100)	¥3,002,176 \$27,798 (100)	¥300,992 \$2,787	110	¥6,513,911 \$60,314 (100)
Eliminations	-¥477,250 -\$4,419	-¥379,712 -\$3,516	-¥97,538 -\$903	(126)	-¥764,539 -\$7,079
Consolidated	¥2,825,918 \$26,166	¥2,622,464 \$24,282	¥203,454 \$1,884	108	¥5,749,372 \$53,235

Notes:

- 1) Figures in parentheses are percentages of total sales.
- 2) The figures for 1st half of FY1999 and FY2000 have been reclassified to conform with the current classification.
- 3) Segment sales totals include intersegment transaction.

Operating income (loss)

(¥ in millions, US\$ in millions)

	1st Half of FY2000 April 1, 2000 - September 30, 2000 (A)	1st Half of FY1999 April 1, 1999 - September 30, 1999 (B)	(A) - (B)	(A)/(B) %	FY1999 April 1, 1999 - March 31, 2000
Information & Communications and Industrial Systems	¥19,719 -\$183	¥1,735 -\$16	¥17,984 -\$167	(1,137)	¥38,102 \$353
Digital Media	¥17,542 \$162	¥18,020 \$167	¥478 -\$5	97	¥48,361 \$448
Power Systems	¥6,904 \$64	¥2,426 \$22	¥4,478 \$42	285	¥9,342 \$87
Electronic Devices & Components	¥80,509 \$745	¥65,610 -\$608	¥146,119 \$1,353	-	¥23,524 -\$218
Home Appliances	¥5,661 \$52	¥1,587 \$15	¥4,074 \$37	357	¥5,354 \$50
Others	¥13,716 \$127	¥15,532 \$144	¥1,816 -\$17	88	¥26,694 \$247
Total	¥104,613 \$967	¥29,780 -\$276	¥134,393 \$1,243	-	¥104,329 \$967
Eliminations	¥1,408 \$15	¥808 -\$7	¥2,216 \$22	-	¥3,360 -\$32
Consolidated	¥106,021 \$982	¥30,588 -\$283	¥136,609 \$1,265	-	¥100,969 \$935

Note: The figures for 1st half of FY1999 and FY2000 have been reclassified to conform with the current classification.

3. Geographic segments

(¥ in millions, US\$ in millions)

		1st Half of FY2000 April 1, 2000 - September 30, 2000 (A)	1st Half of FY1999 April 1, 1999 - September 30, 1999 (B)	(A) - (B)	(A)/(B) %	FY1999 April 1, 1999 - March 31, 2000
Net sales	Japan	¥2,475,611 \$22,922	¥2,254,306 \$20,873	¥221,305 \$2,049	110	¥4,447,900 \$41,184
	North America	¥447,022 \$4,139	¥465,060 \$4,306	-¥18,038 -\$167	96	¥921,782 \$8,535
	Asia	¥449,729 \$4,164	¥343,335 \$3,179	¥106,394 \$985	131	¥653,773 \$6,053
	Europe	¥240,368 \$2,226	¥232,876 \$2,156	¥7,492 \$70	103	¥517,244 \$4,789
	Other	¥29,597 \$274	¥27,368 \$253	¥2,229 \$21	108	¥62,999 \$583
	Total	¥3,642,327 \$33,725	¥3,322,945 \$30,767	¥319,382 \$2,958	110	¥6,603,698 \$61,144
	Elimination	-¥816,409 -\$7,559	-¥700,481 -\$6,485	-¥115,928 -\$1,074	(117)	-¥854,326 -\$7,909
	Consolidated	¥2,825,918 \$26,166	¥2,622,464 \$24,282	¥203,454 \$1,884	108	¥5,749,372 \$53,235
Operating income (loss)	Japan	¥88,988 \$824	-¥52,593 -\$487	¥141,581 \$1,311	-	¥58,734 \$544
	North America	¥4,261 \$39	¥6,957 \$64	-¥2,696 -\$25	61	¥12,411 \$115
	Asia	¥14,755 \$137	¥9,869 \$91	¥4,886 \$46	150	¥23,216 \$215
	Europe	¥3,427 \$32	¥1,020 \$9	¥2,407 \$23	336	¥2,989 \$28
	Other	¥429 \$4	¥805 \$7	-¥376 -\$3	53	¥742 \$7
	Total	¥111,860 \$1,036	-¥33,942 -\$316	¥145,802 \$1,352	-	¥98,092 \$909
	Elimination	-¥5,839 -\$54	¥3,354 \$33	-¥9,193 -\$87	-	¥2,877 \$26
	Consolidated	¥106,021 \$982	-¥30,588 -\$283	¥136,609 \$1,265	-	¥100,969 \$935

4. Overseas sales

(¥ in millions, US\$ in millions)

		1st Half of FY2000 April 1, 2000 - September 30, 2000 (A)	1st Half of FY1999 April 1, 1999 - September 30, 1999 (B)	(A) - (B)	(A)/(B) %	FY1999 April 1, 1999 - March 31, 2000
	North America	¥411,946 \$3,814 (15)	¥460,857 \$4,267 (18)	-¥48,911 -\$453 (-3)	89	¥906,165 \$8,390 (16)
	Asia	¥392,973 \$3,639 (14)	¥329,371 \$3,050 (13)	¥63,602 \$589 (1)	119	¥636,317 \$5,892 (11)
	Europe	¥251,193 \$2,326 (9)	¥241,279 \$2,234 (9)	¥9,914 \$92 (0)	104	¥546,645 \$5,062 (10)
	Other	¥64,007 \$593 (2)	¥58,983 \$546 (2)	¥5,024 \$47 (0)	109	¥146,177 \$1,353 (2)
	Overseas sales	¥1,120,119 \$10,372 (40)	¥1,090,490 \$10,097 (42)	¥29,629 \$275 (-2)	103	¥2,235,304 \$20,697 (39)
	Consolidated net sales	¥2,825,918 \$26,166 (100)	¥2,622,464 \$24,282 (100)	¥203,454 \$1,884	108	¥5,749,372 \$53,235 (100)

Note: Figures in parentheses are percentages of consolidated net sales.

5. Comparative Consolidated Statements of Income

(¥ in millions)

	1st Half of FY2000 April 1, 2000 - September 30, 2000 (A)	1st Half of FY1999 April 1, 1999 - September 30, 1999 (B)	(A) - (B)	(A)/(B) %	FY1999 April 1, 1999 - March 31, 2000
Net sales	¥2,825,918	¥2,622,464	¥203,454	108	¥5,749,372
Interest income	¥6,608	¥3,977	¥2,631	166	¥9,595
Dividend income	¥3,351	¥3,216	¥135	104	¥12,198
Other income	¥59,264	¥32,465	¥26,799	183	¥85,200
Cost of sales	¥2,034,082	¥1,933,196	¥100,886	105	¥4,254,444
Selling, general and administrative expenses	¥685,815	¥719,856	-¥34,041	95	¥1,393,959
Interest expenses	¥21,097	¥23,386	-¥2,289	90	¥43,256
Other expenses	¥47,934	¥51,365	-¥3,431	93	¥209,550
Income (loss) before income taxes and minority interest	¥106,213	-¥65,681	¥171,894	-	-¥44,844
Income taxes	¥54,286	-¥20,158	¥74,444	-	-¥4,530
Minority interest in income (loss) of consolidated subsidiaries	¥2,567	¥1,536	¥1,031	167	-¥1,728
Equity in income of affiliated companies	¥4,538	-¥1,400	¥5,938	-	¥5,683
Net income (loss)	¥53,898	-¥48,459	¥102,357	-	-¥32,903

Notes:

- 1) The company has adopted Statement of Financial Accounting Standards (SFAS) No.115, 'Accounting for Certain Investments in Debt and Equity Securities' for the first half of FY2000. The prior period data has been restated to conform with current presentation.
- 2) Comprehensive gains for the six months ended September 30, 2000 were ¥35,353 million and losses of 1999 were ¥46,204 million, respectively.

6. Comparative Consolidated Balance Sheet

(¥ in millions)

	1st Half of FY2000 as of September 30, 2000 (A)	FY1999 as of March 31, 2000 (B)	(A) - (B)
<u>Assets</u>			
Current assets	¥2,994,424	¥3,063,206	-¥68,782
Cash and cash equivalents	¥532,550	¥465,237	¥67,313
Notes and accounts receivable, trade	¥993,774	¥1,168,432	-¥174,658
Finance receivables, net	¥228,931	¥245,097	-¥16,166
Inventories	¥872,666	¥837,188	¥35,478
Prepaid expenses and other current assets	¥366,503	¥347,252	¥19,251
Long-term receivables	¥15,531	¥19,613	-¥4,082
Long-term finance receivables, net	¥334,030	¥334,853	-¥823
Investments in and advances to affiliated companies and other investments	¥419,697	¥494,337	-¥74,640
Property, plant and equipment	¥1,411,603	¥1,459,745	-¥48,142
Other assets	¥395,127	¥408,252	-¥13,125
Total assets	¥5,570,412	¥5,780,006	-¥209,594
<u>Liabilities and shareholders' equity</u>			
Current liabilities	¥2,695,691	¥2,848,634	-¥152,943
Short-term borrowings and current portion of long-term debt	¥728,858	¥845,429	-¥116,571
Notes payable, trade and accounts payable, trade	¥996,183	¥1,015,628	-¥19,445
Other current liabilities	¥970,650	¥987,577	-¥16,927
Long-term liabilities	¥1,661,445	¥1,746,540	-¥85,095
Minority interest in consolidated subsidiaries	¥127,475	¥124,733	¥2,742
Shareholders' equity	¥1,085,801	¥1,060,099	¥25,702
Common stock	¥274,921	¥274,919	¥2
Additional paid-in capital	¥285,732	¥285,729	¥3
Retained earnings	¥687,492	¥643,250	¥44,242
Accumulated other comprehensive income (loss)	-¥162,344	-¥143,799	-¥18,545
Total liabilities and shareholders' equity	¥5,570,412	¥5,780,006	-¥209,594

Breakdown of accumulated other comprehensive income

Unrealized gain and loss on securities holdings	¥43,323	¥70,687	-¥27,364
Foreign currency translation adjustment	-¥93,415	-¥105,990	¥12,575
Minimum pension liability adjustment	-¥112,252	-¥108,496	-¥3,756
Total debt	¥1,855,031	¥1,967,349	-¥112,318

Note: The company has adopted Statement of Financial Accounting Standards (SFAS) No.115, 'Accounting for Certain Investments in Debt and Equity Securities' for the first half of FY2000. The prior period data has been restated to conform with current presentation.

7. Comparative Consolidated Statements of Cash Flows

(¥ in millions)

	1st Half of FY2000 (Apr. 1, 2000 - Sept. 30, 2000) (A)	FY1999 as of March 31, 1999 (B)
1. Cash flows from operating activities		
Net income (loss)	<u>¥53,898</u>	<u>-¥32,903</u>
Depreciation and amortization	¥164,239	¥348,761
Equity in income of affiliated companies	-¥4,538	-¥6,108
Decrease in notes and accounts receivable, trade	¥182,785	¥23,322
Decrease (increase) in inventories	-¥34,925	¥136,351
Increase (decrease) in notes and accounts payable, trade	-¥8,839	¥44,407
Others	-¥66,273	-¥77,884
Adjustments to reconcile net income (loss) to net cash provided by operating activities	<u>¥232,449</u>	<u>¥468,849</u>
Net cash provided by operating activities	<u>¥286,347</u>	<u>¥435,946</u>
2. Cash flows from investing activities		
Proceeds from sale of property and securities	¥29,928	¥101,498
Acquisition of property and equipment	-¥144,931	-¥298,512
Purchase of marketable securities	-¥5,582	-¥16,326
Decrease in investments in affiliated companies	¥5,486	¥13,985
Others	¥8,188	-¥93,799
Net cash used in investing activities	<u>-¥106,911</u>	<u>-¥293,154</u>
Free cash flows (1+2)	<u>¥179,436</u>	<u>¥142,792</u>
3. Cash flows from financing activities		
Proceeds from long-term debt	¥134,693	¥302,376
Repayment of long-term debt	-¥152,444	-¥289,712
Dividends paid	-¥9,579	-¥9,458
Decrease in short-term borrowings	-¥97,603	-¥161,882
Net cash used in financing activities	<u>-¥124,933</u>	<u>-¥158,676</u>
4. Effect of exchange rate changes on cash and cash equivalents	¥12,810	-¥16,631
5. Net increase (decrease) in cash and cash equivalents	<u>¥67,313</u>	<u>-¥32,515</u>
6. Cash and cash equivalents at beginning of the period	<u>¥465,237</u>	<u>¥497,752</u>
7. Cash and cash equivalents at end of the period	<u>¥532,550</u>	<u>¥465,237</u>

Note: The company has adopted Statement of Financial Accounting Standards (SFAS) No.115, 'Accounting for Certain Investments in Debt and Equity Securities' for the first half of FY2000. The prior period data has been restated to conform with current presentation.

Toshiba Corporation
Non-consolidated Summary of Operations
For 1st Half of Fiscal Year 2000
(April 1, 2000 to September 30, 2000)

1. Outline

(¥ in millions, US\$ in millions except for items
marked by asterisk)

Period	1st Half of FY2000 (Apr. 1, 2000 ~ Sept. 30, 2000) (A)	1st Half of FY1999 (Apr. 1, 1999 ~ Sept. 30, 1999) (B)	(A)-(B)	(A)/(B) %	FY 1999 (Apr. 1, 1999 ~ Mar. 31, 2000)
Sales	¥1,755,528 \$16,255	¥1,552,188 \$14,372	¥203,340 \$1,883	113	¥3,505,338 \$32,457
Recurring profit (loss)	¥67,553 \$625	-¥49,201 -\$456	¥116,754 \$1,081	-	¥16,280 \$151
Net income (loss)	¥26,307 \$244	-¥46,119 -\$427	¥72,426 \$671	-	-¥244,515 -\$2,264
*Net income (loss) per share	¥8.17 (¢ 7.56)	-¥14.33 (- ¢ 13.27)	¥22.5 (¢ 20.83)	-	-¥75.96 (- ¢ 70.33)
*Dividend per share	(Interim dividend) ¥5.0 (¢ 4.63)	(Interim dividend) ¥0 (¢ 0)	/	-	Ordinary dividend ¥3.00 (¢ 2.78)

Note: The U.S. dollar is valued at ¥108 throughout this statement for convenience only.

2. Comparative Non-consolidated Statement of Income and Retained Earnings

(¥ in millions)

	1st Half of (Apr.1, 2000 ~ Sept. 30, 2000) (A)	1st Half of FY1999 (Apr.1, 1999 ~ Sept. 30, 1999) (B)	(A)-(B)	(A)/(B) %	FY 1999 (Apr. 1, 1999 ~ Mar. 31, 2000)
Sales and operating expenses					
Operating income & expenses					
Net sales	¥1,755,528	¥1,552,188	¥203,340	113	¥3,505,338
Cost of sales	¥1,374,570	¥1,288,442	¥86,128	107	¥2,845,635
Selling, general & administrative expenses	¥314,084	¥302,484	¥11,600	104	¥625,378
Operating income (loss)	¥66,873	-¥38,739	¥105,612	-	¥34,324
(%)	3.8%	-2.5%	6.3%		1.0%
Non-operating income & expenses					
Non-operating income	¥41,662	¥37,801	¥3,861	110	¥72,941
Interest income	¥2,608	¥532	¥2,076	490	¥1,536
Dividend income	¥23,964	¥12,116	¥11,848	198	¥24,533
Miscellaneous income	¥15,088	¥25,152	-¥10,064	60	¥46,871
Non-operating expenses	¥40,981	¥48,263	-¥7,282	85	¥90,984
Interest expenses	¥8,466	¥8,787	-¥321	96	¥17,400
Miscellaneous losses	¥32,515	¥39,476	-¥6,961	82	¥73,583
Non-operating losses	¥680	-¥10,462	¥11,142	-	-¥18,043
Recurring profit (loss)	¥67,553	-¥49,201	¥116,754	-	¥16,280
(%)	3.8%	-3.2%	7.0%		0.5%
Extraordinary gains & losses					
Extraordinary gains	¥42,193	¥5,705	¥36,488	740	¥51,903
Gains from establishment of retirement benefit trusts	¥42,193	¥0	¥42,193	-	¥0
Gains on sales of investment in securities	¥0	¥0	¥0	-	¥46,197
Gain on sale of a investment in subsidiary	¥0	¥5,705	-¥5,705	-	¥5,705
Extraordinary losses	¥78,225	¥39,936	¥38,289	196	¥481,800
Allowance for retirement benefits	¥73,006	¥0	¥73,006	-	¥0
Losses on restructuring of a subsidiary	¥5,219	¥0	¥5,219	-	¥0
Allowance for retirement benefit for prior years	¥0	¥0	¥0	-	¥312,159
FDC litigation settlement	¥0	¥0	¥0	-	¥106,385
Losses on restructuring business	¥0	¥32,967	-¥32,967	-	¥37,700
Amortization of prior service cost for the welfare pension fund	¥0	¥6,968	-¥6,968	-	¥13,898
Loss on devaluation of investment in a subsidiary	¥0	¥0	¥0	-	¥11,656
Income (loss) before taxes	¥31,521	-¥83,432	¥114,953	-	-¥413,616
(%)	1.8%	-5.4%	7.2%		-11.8%
Corporate, inhabitant & business taxes	¥100	¥90	¥10	111	¥205
Income tax current deferred	¥5,114	-¥37,403	¥42,517	-	-¥169,305
Net income (loss)	¥26,307	-¥46,119	¥72,426	-	-¥244,515
(%)	1.5%	-3.0%	4.5%		-7.0%
Income deferred	¥43,871	¥411	¥43,460	-	¥411
Adjustment in tax effect for prior years		¥80,661	-¥80,661	-	¥80,661
Reversal of reserve for deferred gain on sales of fixed assets for tax purposes due to the adoption of income tax effect accounting		¥9,230	-¥9,230	-	¥9,230
Unappropriated retained earnings	¥70,179	¥44,184	¥25,995	159	-¥154,212

Notes:

- ¥42,193 million gains from the transfer of investments in marketable securities to retirement benefit trusts have been recognized as income in conjunction with the recognition of the full impact of the adoption of the accounting standard "Accounting for Retirement Benefits" in the current fiscal year.
- A charge of ¥73,006 million has been made against income in order to recognize, in the current fiscal year, the full impact of the adoption of the accounting standard "Accounting for Retirement Benefits".
- Losses on restructuring of a subsidiary of ¥5,219 million arose in respect of Toshiba (UK) Ltd.

3. Comparative Non-consolidated Balance Sheet

(¥ in millions)

	FY 2000 (A) As of Sept. 30, 2000	FY 1999 (B) As of March 31, 2000	(A)-(B)
<u>Assets</u>			
<u>Current assets</u>	<u>¥1,527,938</u>	<u>¥1,642,826</u>	<u>-¥114,888</u>
Cash and cash equivalents	¥185,677	¥189,436	-¥3,759
Notes and accounts receivable	¥481,234	¥633,337	-¥152,103
Marketable securities	¥59,000	¥66,572	-¥7,572
Inventories	¥501,892	¥485,241	¥16,651
Advance payments	¥45,044	¥52,885	-¥7,841
Deferred income tax assets	¥46,519	¥69,819	-¥23,300
Other current assets	¥226,145	¥162,870	¥63,275
Allowance for doubtful accounts	-¥17,576	-¥17,336	-¥240
<u>Fixed assets</u>	<u>¥1,835,562</u>	<u>¥1,737,389</u>	<u>¥98,173</u>
Tangible fixed assets	¥695,072	¥728,251	-¥33,179
Intangible fixed assets	¥37,008	¥35,999	¥1,009
Investments & others	<u>¥1,103,481</u>	<u>¥973,138</u>	<u>¥130,343</u>
Investments in securities	¥289,938	¥167,555	¥122,383
Security and other investments in subsidiaries	¥489,367	¥465,751	¥23,616
Long-term loans	¥61,754	¥51,724	¥10,030
Deferred income tax assets	¥164,007	¥180,147	-¥16,140
Other investments	¥104,162	¥108,441	-¥4,279
Allowance for doubtful accounts	-¥5,749	-¥482	-¥5,267
Total assets	¥3,363,500	¥3,380,216	-¥16,716

(¥ in millions)

	FY 2000 (A) As of Sept. 30, 2000	FY 1999 (B) As of March 31, 2000	(A)-(B)
<u>Liabilities</u>			
<u>Current liabilities</u>	<u>¥1,344,529</u>	<u>¥1,395,132</u>	<u>-¥50,603</u>
Accounts and notes payable	¥672,116	¥700,933	-¥28,817
Short-term bank loans	¥114,205	¥121,655	-¥7,450
Current portion of debentures	¥42,550	¥34,050	¥8,500
Advance payments received	¥243,980	¥260,273	-¥16,293
Allowance	¥1,092	¥1,248	-¥156
Other current liabilities	¥270,585	¥276,972	-¥6,387
<u>Long-term liabilities</u>	<u>¥1,072,519</u>	<u>¥1,102,495</u>	<u>-¥29,976</u>
Debentures	¥518,267	¥547,297	-¥29,030
Long-term bank loans	¥61,922	¥63,085	-¥1,163
Allowance	¥492,162	¥481,434	¥10,728
Other long-term liabilities	¥168	¥10,678	-¥10,510
<u>Total liabilities</u>	<u>¥2,417,049</u>	<u>¥2,497,627</u>	<u>-¥80,578</u>
<u>Shareholders' equity</u>			
<u>Capital stock</u>	<u>¥274,921</u>	<u>¥274,918</u>	<u>¥3</u>
<u>Legal reserve</u>	<u>¥331,375</u>	<u>¥331,372</u>	<u>¥3</u>
Capital surplus	¥262,645	¥262,643	¥2
Profit reserve	¥68,729	¥68,729	¥0
<u>Retained earnings</u>	<u>¥292,946</u>	<u>¥276,297</u>	<u>¥16,649</u>
Reserve for research fund	¥3,760	¥3,760	¥0
Reserve for interim cash dividend	¥18,000	¥18,000	¥0
Deferral of gains on sales of property	¥14,410	¥12,073	¥2,337
Reserve for special depreciation	¥277	¥364	-¥87
Reserve of program	¥264	¥257	¥7
General reserves	¥186,055	¥396,055	-¥210,000
Unappropriated retained earnings	¥70,179	-¥154,212	¥224,391
(Included net income (loss) for the period)	(¥26,307)	(-¥244,515)	(¥270,822)
Unrealized gains on revaluation, net of tax effect	¥47,207		¥47,207
<u>Total shareholders' equity</u>	<u>¥946,451</u>	<u>¥882,588</u>	<u>¥63,863</u>
<u>Total liabilities and shareholders' equity</u>	<u>¥3,363,500</u>	<u>¥3,380,216</u>	<u>-¥16,716</u>
Total Debt	¥736,944	¥766,088	-¥29,144

Notes:

- Liabilities on guarantees and equivalents as of September 30, 2000 and March 31, 2000 were ¥339,698 million and ¥379,831 million, respectively.
- Accumulated depreciation as of September 30, 2000 and March 31, 2000 were ¥1,759,140 million and ¥1,735,448 million, respectively.
- Effective for fiscal year 2000, the accounting standard "Accounting for Retirement Benefits" was adopted. The effect of adopting this standard was an increase in operating income and recurring profit of ¥1,065 million, and a decrease in income before taxes of ¥29,747 million.
- Effective for fiscal year 2000, the accounting standard "Accounting for Financial Instruments" was adopted. The adoption of this standard had an insignificant impact on net income, decreasing cash and cash equivalents and marketable securities by ¥64,000 million and ¥11,293 million, respectively, and increasing other current assets and investments by ¥40,964 million and ¥115,873 million, respectively.

4. Non-consolidated Orders Received

(¥ in millions, US\$ in millions)

	1st Half of FY 2000 (Apr. 1, 2000 ~ Sept. 30, 2000) (A)	1st Half of FY 1999 (Apr. 1, 1999 ~ Sept. 30, 1999) (B)	(A)-(B)	(A)/(B)%	FY 1999 (Apr. 1, 1999 ~ Mar. 31, 2000)
Information & Communications and Industrial Systems	¥421,464 \$3,902 (24)	¥411,111 \$3,807 (26)	¥10,353 \$95 (-2)	103	¥895,880 \$8,295 (25)
Digital Media	¥449,553 \$4,163 (26)	¥389,648 \$3,608 (25)	¥59,905 \$555 (1)	115	¥840,842 \$7,786 (23)
Power Systems	¥162,348 \$1,503 (9)	¥215,894 \$1,999 (14)	-¥53,546 -\$496 (-5)	75	¥635,607 \$5,885 (18)
Electronic Devices & Components	¥639,461 \$5,921 (37)	¥492,288 \$4,558 (31)	¥147,173 \$1,363 (6)	130	¥1,082,629 \$10,024 (30)
Home Appliances	¥70,542 \$653 (4)	¥72,878 \$675 (4)	-¥2,336 -\$22 (-)	97	¥140,181 \$1,298 (4)
Total	¥1,743,372 \$16,142 (100)	¥1,581,819 \$14,646 (100)	¥161,553 \$1,496	110	¥3,595,142 \$33,288 (100)
Exports	¥680,990 \$6,305 (39)	¥620,223 \$5,743 (39)	¥60,767 \$562 (-)	110	¥1,298,763 \$12,026 (36)

Note: Figures in parentheses are percentages of total sales.