

March 19, 2008

### Notice of Revised Business Forecast

Toshiba Corporation today announced the following revision to its business forecast for FY2007, ending March 31, 2008. This replaces the previous forecast announced on October 29, 2007.

#### 1. Revised Forecast

Consolidated forecast for FY2007 (April 1, 2007–March 31, 2008) (billion yen)

	(A) Revised Forecast (Mar. 19, 2008)	(B) Previous Forecast (Oct. 29, 2007)	(A) – (B)	(A)/(B)	FY2006
Net sales	7,700.0	7,800.0	-100.0	-1.3%	7,116.4
Operating income (loss)	230.0	290.0	-60.0	-20.7%	258.4
Income (loss) before income taxes and minority interest	250.0	350.0	-100.0	-28.6%	298.5
Net income (loss)	125.0	180.0	-55.0	-30.6%	137.4

Non-consolidated forecast for FY2007 (April 1, 2007 – March 31, 2008) (billion yen)

	(A) Revised Forecast (Mar. 19, 2008)	(B) Previous Forecast (Oct. 29, 2007)	(A) – (B)	(A)/(B)	FY2006
Net sales	3,700.0	3,900.0	-200.0	-5.1%	3,544.9
Recurring profit (loss)	70.0	140.0	-70.0	-50.0%	98.1
Net income (loss)	65.0	130.0	-65.0	-50.0%	72.4

#### 2. Reasons for the Revision

Net sales are expected to be lower than previously forecast, reflecting the discontinuation of the HD DVD business and the decline in sales prices of NAND flash memories.

While the PC business and Social Infrastructure segment are moving forward strongly, the Semiconductor business has seen a significant decrease in operating income due to a larger than anticipated declines in sales prices of NAND flash memories. Given this, the overall operating income is anticipated to see a decrease from the previous forecast. Income before income taxes and minority interest and net income are also expected to decrease from the previous forecast, primarily on costs incurred in the discontinuation of the HD DVD business.

**Cautionary statements**

This report contains forward-looking statements concerning future plans, strategies and the performance of Toshiba Group. These statements are based on management's assumptions and beliefs in light of the economic, financial and other data currently available. Furthermore, they are subject to a number of risks and uncertainties. Toshiba therefore wishes to caution readers that actual results may differ materially from our expectations. Major risk factors that may have a material influence on results are indicated below, though this list is not necessarily exhaustive.

- Disputes including lawsuits in Japan and other countries
- Success or failure of alliances or joint ventures promoted in collaboration with other companies;
- Success or failure of new businesses or R&D investment;
- Changes in political and economic conditions in Japan and abroad; unexpected regulatory changes;
- Major disasters, including earthquakes and typhoons;
- Rapid changes in the supply/demand situation in major markets and intensified price competition;
- Significant capital expenditure for production facilities and rapid changes in the market;
- Changes in financial markets, including fluctuations in interest rates and exchange rates.

###

**Supplementary Data for FY2007 (Revised)****1. Sales and Operating income (loss) by Industry Segment** (billion yen)

	Full Year		
	FY2007 Revised	FY2007 As of Oct	FY2006
Digital Products			
Net sales	2,960.0	3,050.0	2,805.5
Operating income (loss)	13.0	10.0	15.8
(%)	0.4%	0.3%	0.6%
Electronic Devices			
Net sales	1,730.0	1,800.0	1,657.3
Operating income (loss)	67.0	140.0	119.7
(%)	3.9%	7.8%	7.2%
Social Infrastructure			
Net sales	2,430.0	2,400.0	2,067.7
Operating income (loss)	127.0	120.0	96.8
(%)	5.2%	5.0%	4.7%
Home Appliances			
Net sales	780.0	770.0	748.9
Operating income (loss)	12.0	11.0	9.7
(%)	1.5%	1.4%	1.3%
Others			
Net sales	400.0	400.0	391.6
Operating income (loss)	14.0	9.0	18.7
(%)	3.5%	2.3%	4.8%
Sub Total			
Net sales	8,300.0	8,420.0	7,671.0
Operating income (loss)	233.0	290.0	260.7
Eliminations			
Net sales	-600.0	-620.0	-554.6
Operating income (loss)	-3.0	0.0	-2.3
Total			
Net sales	7,700.0	7,800.0	7,116.4
Operating income (loss)	230.0	290.0	258.4
(%)	3.0%	3.7%	3.6%

**2. Personal Computer Sales and Operating income (loss)** (billion yen)

	Full Year		
	FY2007 Revised	FY2007 As of Oct	FY2006
Net sales	1,045.0	1,020.0	971.8
YoY	108%	105%	114%
Operating income (loss)	40.0	28.0	6.9

**3. HD DVD Sales and Operating income (loss)** (billion yen)

	Full Year		
	FY2007 Revised	FY2007 (*)	FY2006(*)
Net sales	26.0	65.0	14.0
Operating income (loss)	-65.0	-50.0	-34.0

(\*) The above figures have not been previously disclosed.

**4. Semiconductor Sales and Operating income (loss)** (billion yen)

	Full Year		
	FY2007 Revised	FY2007 As of Oct	FY2006
Net sales	1,390.0	1,440.0	1,298.1
YoY	107%	111%	125%
Discrete	250.0	263.0	241.9
System LSI	602.0	597.0	603.0
Memory	538.0	580.0	453.2
Operating income (loss)	85.0	150.0	128.3

**5. LCD Sales and Operating income (loss)** (billion yen)

	Full Year		
	FY2007 Revised	FY2007 As of Oct	FY2006
Net sales	285.0	287.0	309.1
YoY	92%	93%	103%
Operating income (loss)	-12.0	-8.0	6.5

**6. Power Systems Sales and Operating income (loss)** (billion yen)

	Full Year		
	FY2007 Revised	FY2007 As of Oct	FY2006
Net sales	895.0	868.0	611.3
YoY	146%	142%	—
Operating income (loss)	53.0	49.0	24.7

\* The figures above are the total of Power Systems Company, in-house company of the Company, and Westinghouse Group.

**7. Medical Systems Sales and Operating income (loss)** (billion yen)

	Full Year		
	FY2007 Revised	FY2007 As of Oct	FY2006
Net sales	390.0	397.0	366.3
YoY	106%	108%	107%
Operating income (loss)	29.0	30.0	29.1