

FY2006 Third Quarter
Consolidated Business Results
(For the first nine months of FY2006)

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Forward-looking Statements

- This presentation contains forward-looking statements concerning Toshiba's future plans, strategies and performance.
- These forward-looking statements are not historical facts, rather they represent assumptions and beliefs based on economic, financial and competitive data currently available.
- Furthermore, they are subject to a number of risks and uncertainties that, without limitation, relate to economic conditions, worldwide mega-competition in electronics business, customer demand, foreign currency exchange rates, tax rules, regulations and other factors. Toshiba therefore, wishes to caution that actual results may differ materially from our expectations.
- The figures in this presentation are not audited.
- Toshiba's fiscal year runs from April 1 to March 31.
- **Without notes, all of the figures are total amount of nine-months.**

Key Points for FY2006 1Q - 3Q

- Higher sales and improved operating income against the same period of previous year.

Net sales: 4,955.3 billion yen (+ 472.1billion yen, 111%)

Operating income: 121.1 billion yen (+ 6.1 billion yen)

Income before income taxes and minority interest: 201.6 billion yen (+ 114.8 billion yen)

Net income: 111.3 billion yen (+ 74.8 billion yen)

- In promoting its strategy of “Focus and Concentration,” Toshiba transferred its interest in GE Toshiba Silicones Co, Ltd. and Toshiba Ceramics Co., Ltd, and completed the acquisition of Westinghouse.

- Third quarter operating income was lower than in the 3Q FY 2005, due to deterioration in the semiconductor market, but income before income taxes and minority interest and net income both rose.

Operating income (loss): 55.9 billion yen (-7.8 billion yen)

Income before income taxes and minority interest: 117.9 billion yen (+73.2 billion yen)

Net income: 72.5 billion yen (+50.6 billion yen)

FY2006 1Q - 3Q Consolidated Business Results

	FY 2006 (A)	FY 2005 (B)	(A)-(B)	(A)/(B)
Net sales	4,955.3	4,483.2	472.1	111%
Operating income (loss)	121.1 2.4%	115.0 2.6%	6.1 -0.2%	-
Income (loss) before income taxes and minority interest	201.6 4.1%	86.8 1.9%	114.8 2.2%	-
Net income (loss)	111.3 2.2%	36.5 0.8%	74.8 1.4%	-
Basic earnings per share	¥34.61	¥11.35	¥23.26	-

(¥ in billions, except earnings per share)

FY2006 1Q - 3Q Segment Information

Net sales	FY2006 (A)	FY2005 (B)	(A) - (B)	(A) / (B)
Digital Products	2,063.7	1,864.0	199.7	111%
Electronic Devices	1,179.8	1,021.1	158.7	116%
Social Infrastructure	1,284.5	1,209.7	74.8	106%
Home Appliances	549.0	507.3	41.7	108%
Others	281.9	266.0	15.9	106%
Total	4,955.3	4,483.2	472.1	111%

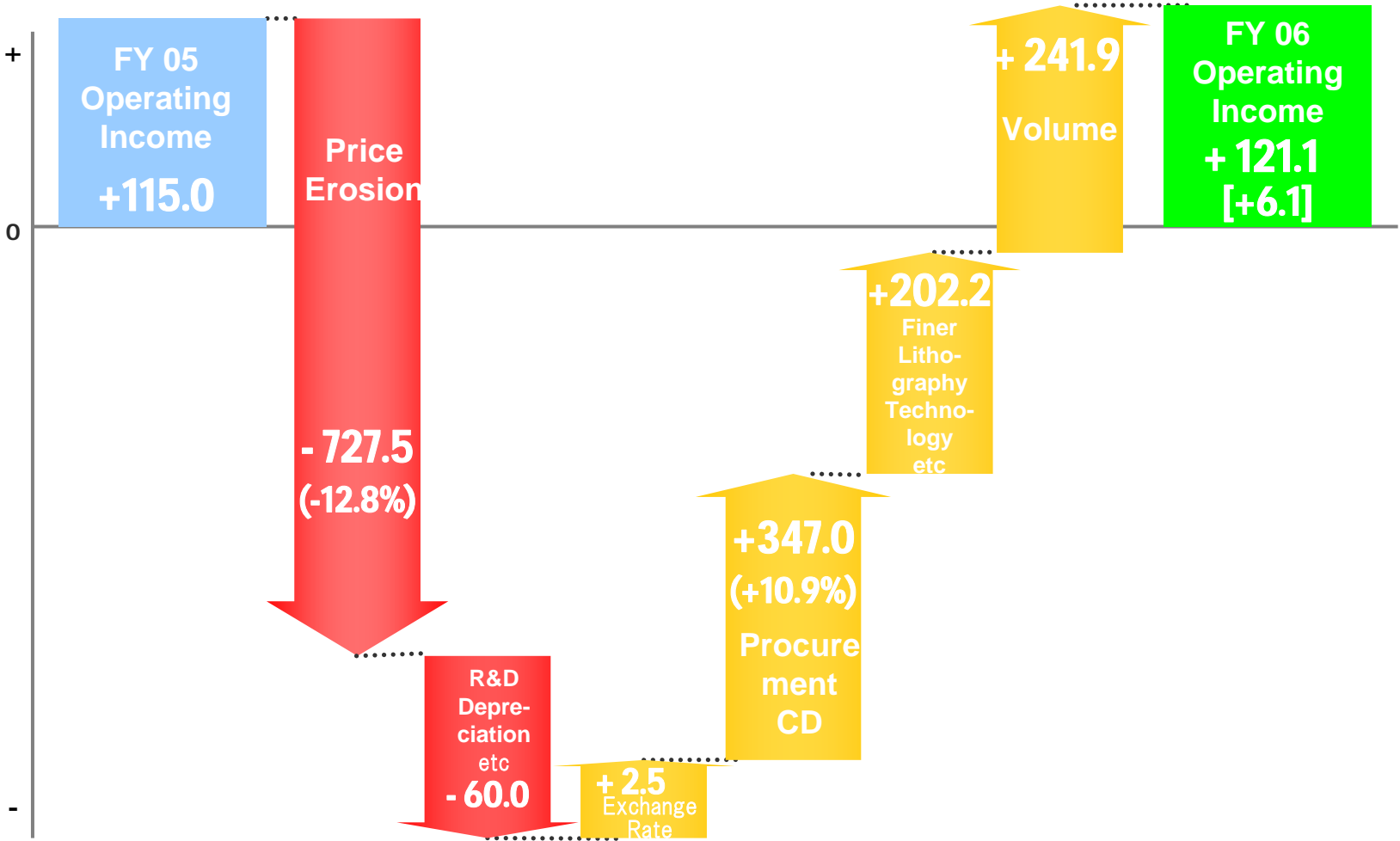
(¥ in billions)

Operating income (loss)	FY2006 (A)	FY2005 (B)	(A) - (B)	(A) / (B)
Digital Products	9.8 0.5%	19.9 1.1%	-10.1 -0.6%	49%
Electronic Devices	79.4 6.7%	79.3 7.8%	0.1 -1.1%	100%
Social Infrastructure	22.2 1.7%	11.6 1.0%	10.6 0.7%	191%
Home Appliances	1.8 0.3%	-5.5 -1.1%	7.3 1.4%	-
Others	9.6 3.4%	9.9 3.7%	-0.3 -0.3%	97%
Total	121.1 2.4%	115.0 2.6%	6.1 -0.2%	105%

Operating Income (Loss), FY 2005 1Q-3Q and FY2006 1Q-3Q

(¥ in billions)

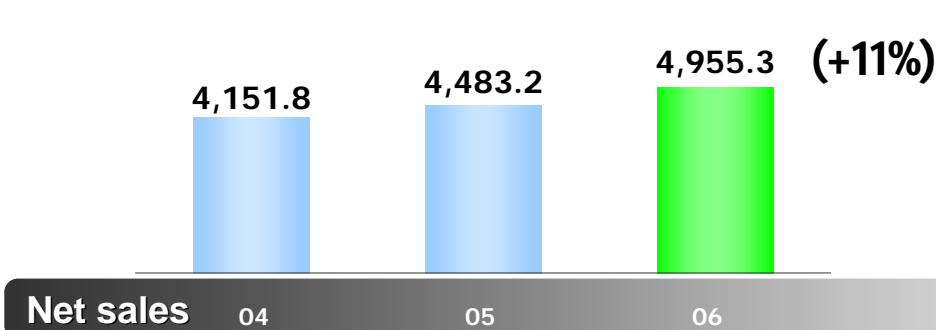
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FY2006 1Q - 3Q Results - Overview

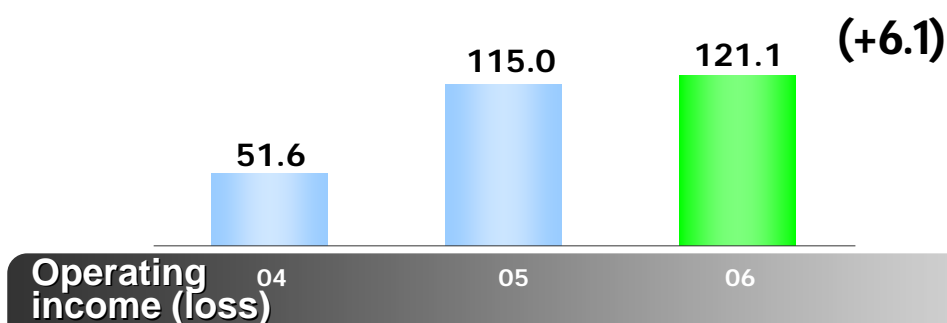
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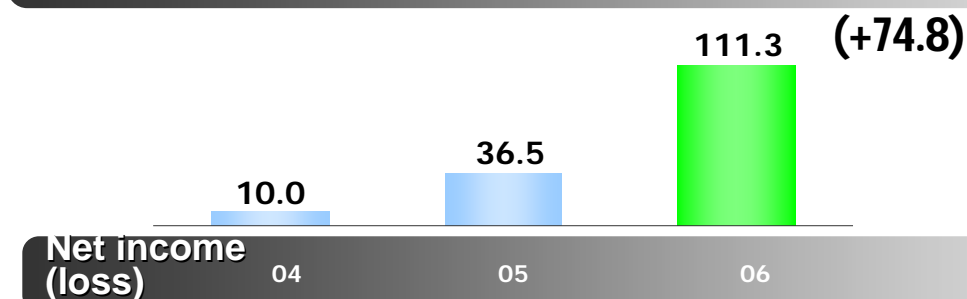
■ Net sales

All segments recorded higher sales.



■ Operating income (loss)

Social Infrastructure and Home Appliances saw higher operating income; Digital Products recorded lower income.



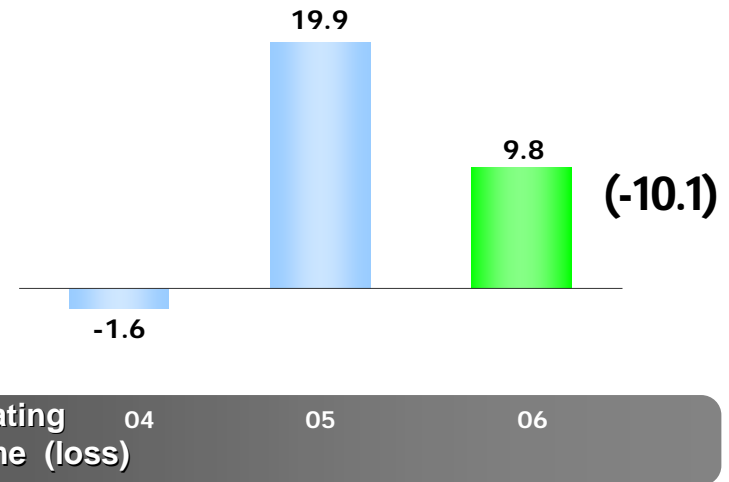
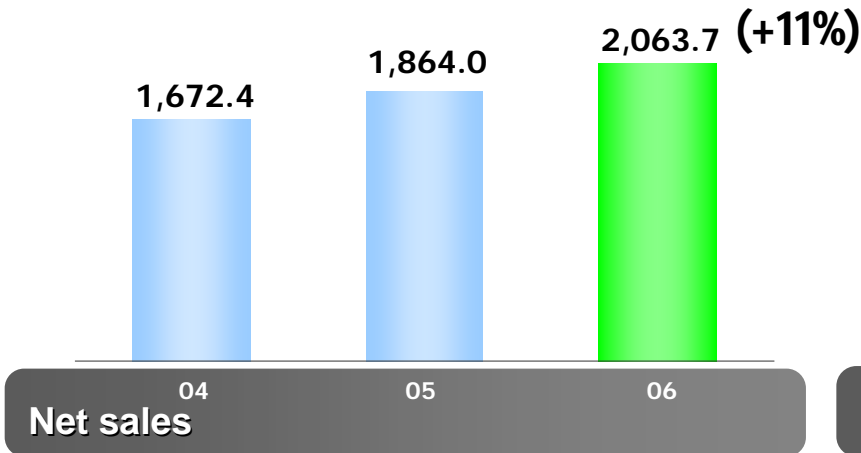
■ Net income (loss)

Net income increased on improved operating income (loss) and non-operating income (loss).

Digital Products FY 2006 1Q - 3Q

(¥ in billions)

() = Year-on-year comparison

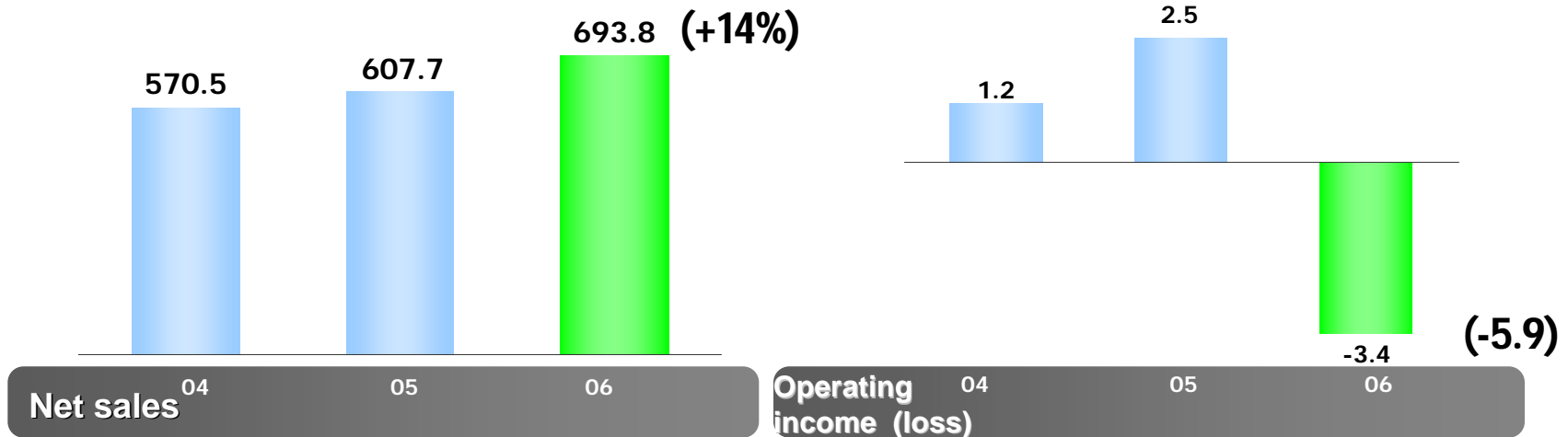


- Strong performances in TV, mobile AV devices, HDD & ODD and PC business growth in overseas market resulted in increased sales.

- ODD and TV business saw improvement.
- Lower net sales in the Mobile Phone business and a PC business loss in the first half of FY 2006 combined to lower operating income.

PC Business FY 2006 1Q - 3Q

(¥ in billions)
() = Year-on-year comparison



■ Sales increased on unit sales growth, especially in overseas markets.

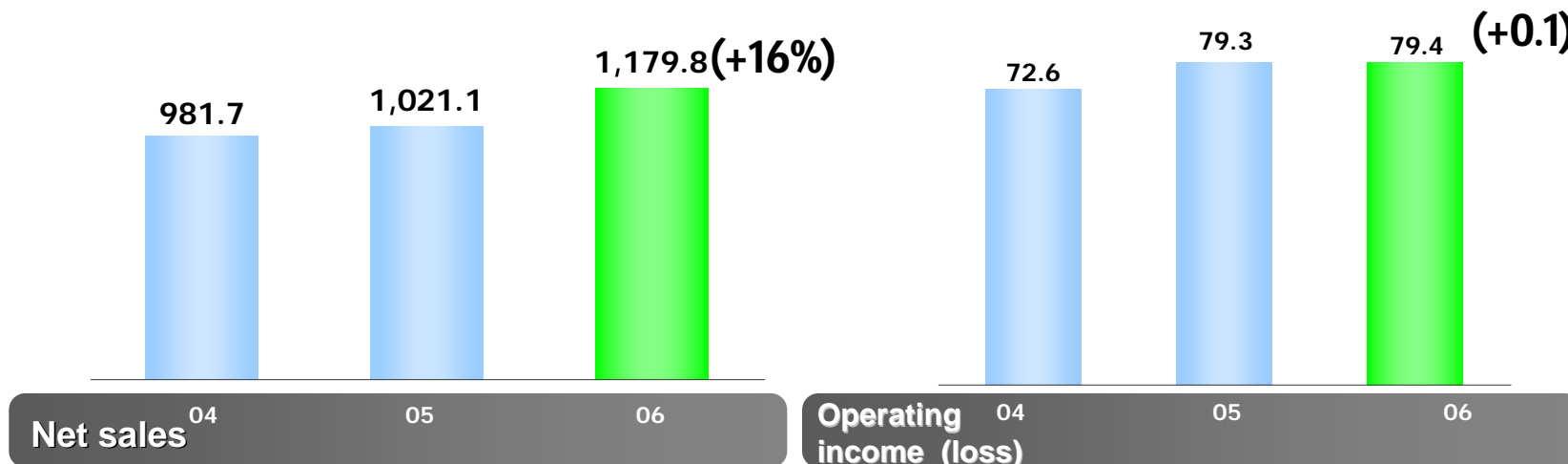
■ A first half loss caused lower income.

■ The business was in the black in the third quarter.

Electronic Devices FY 2006 1Q - 3Q

(¥ in billions)

() = Year-on-year comparison



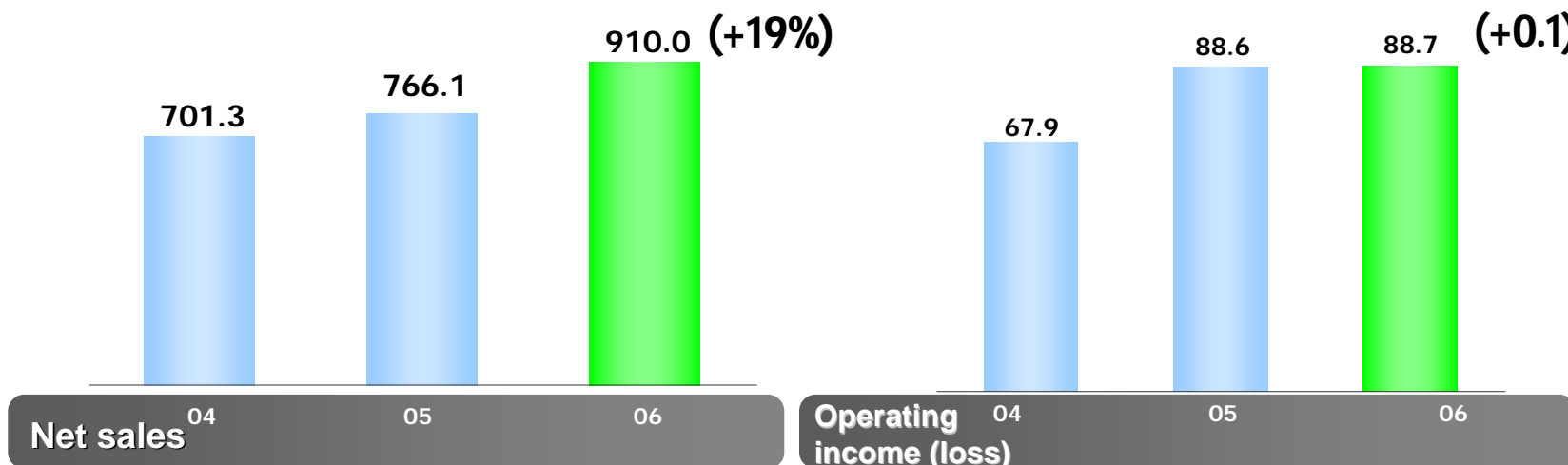
■ Strong performances in Memories and System LSIs contributed to increased sales.

■ Strong performances in System LSIs and LCDs overcame price declines in Memories and kept operating income.

Semiconductor Business FY 2006 1Q - 3Q

(¥ in billions)

() = Year-on-year comparison



■ Strong performances in Memories and System LSIs increased sales.

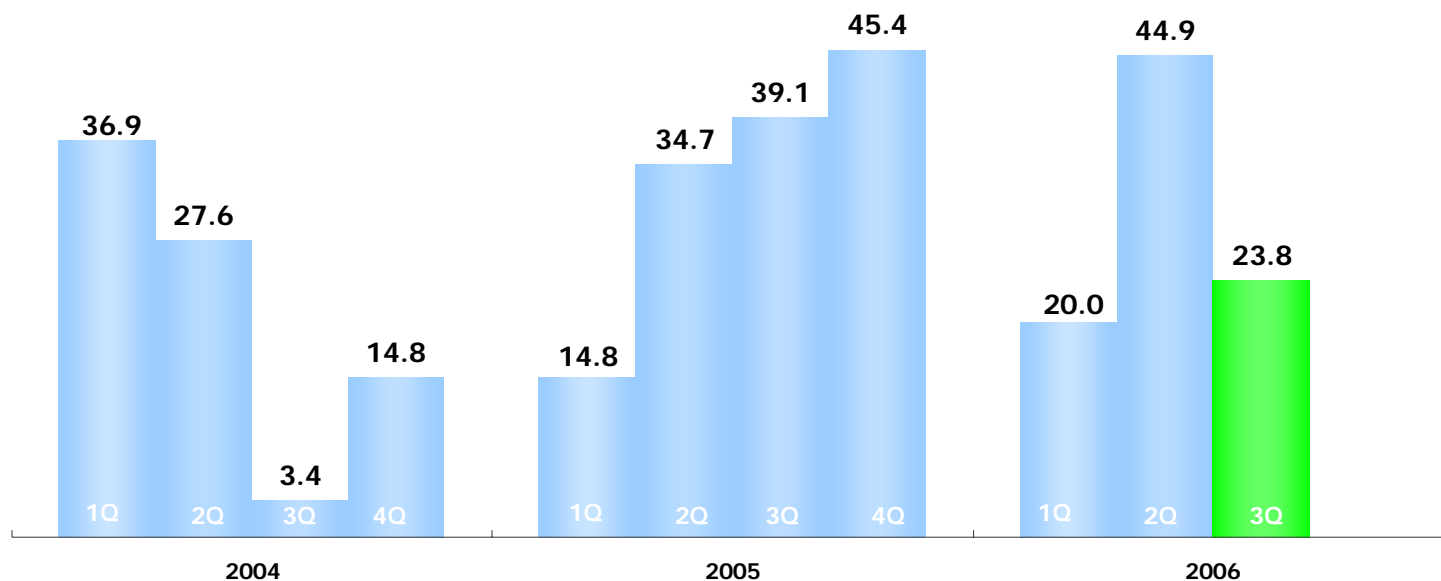
■ Operating income grew in the first half of FY2006.

■ Memory price declines in the third quarter impacted on the business, but System LSIs generated higher profit and income remained flat.

Semiconductor Business

(¥ in billions)

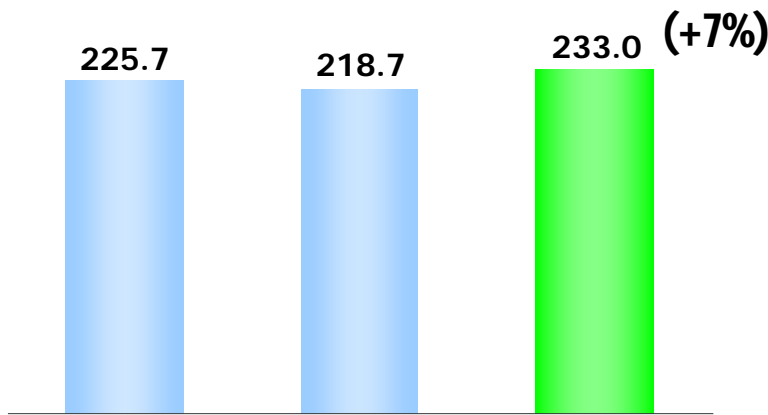
Quarterly Trend in Operating Income



LCD Business FY 2006 1Q - 3Q

(¥ in billions)

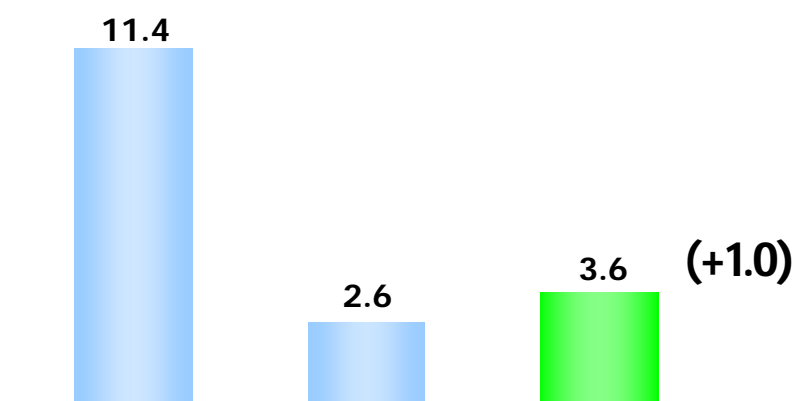
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Net sales⁰⁴

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Operating income (loss)⁰⁴

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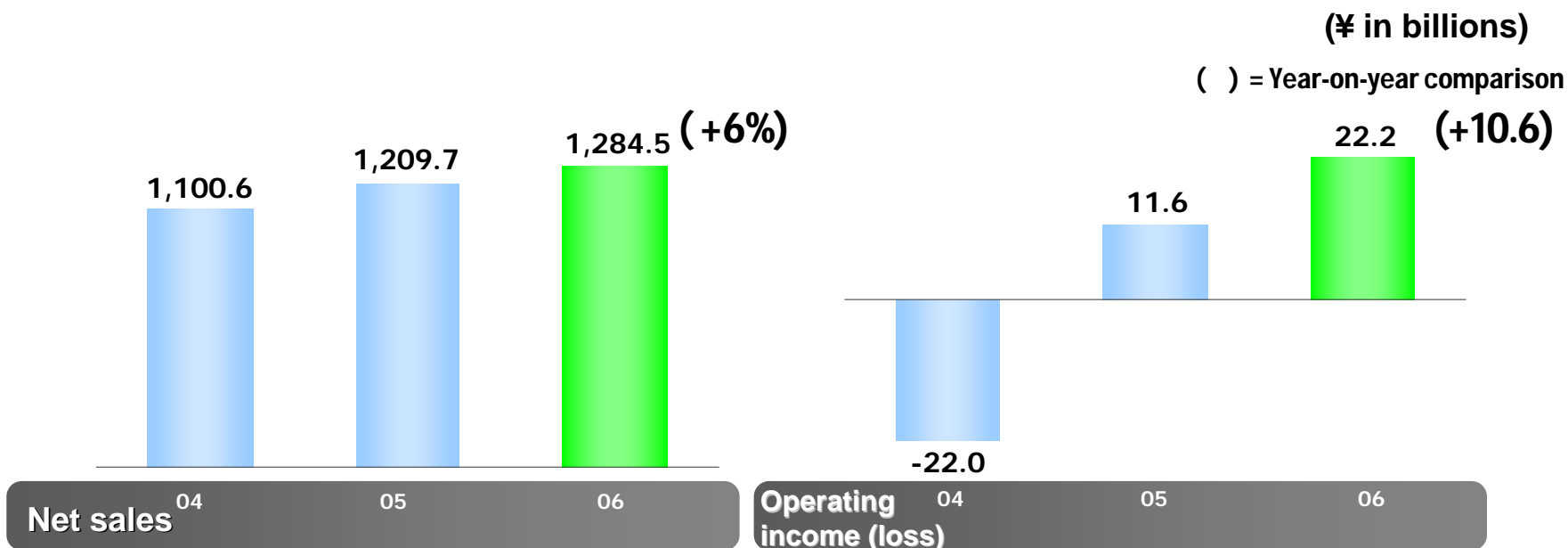
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- Sales of LCDs for mobile devices grew, especially in overseas markets.

- Cost for PC products improved.

- Improvements in cost for mobile devices and growth in overseas markets generated higher profit.

Social Infrastructure FY 2006 1Q - 3Q



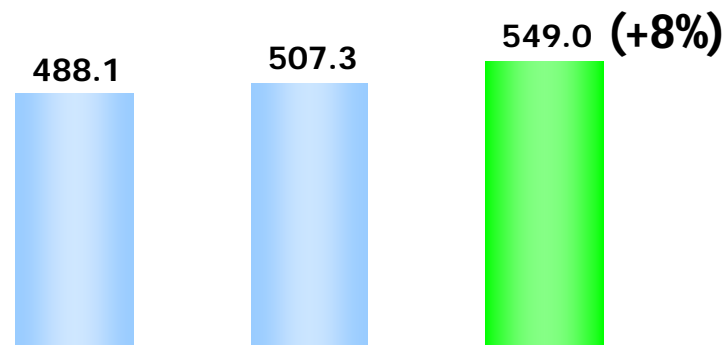
■ Strong performances in Social Infrastructure Systems and Medical Systems, and the acquisition of Westinghouse, contributed to sales.

■ Strong performances in Social Infrastructure Systems and improvement in the Solutions business contributed to increased operating income.

(¥ in billions)

Home Appliances FY 2006 1Q - 3Q

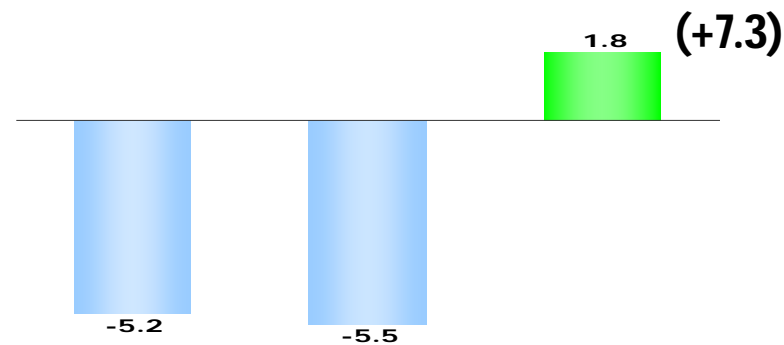
() = Year-on-year comparison



Net sales⁰⁴

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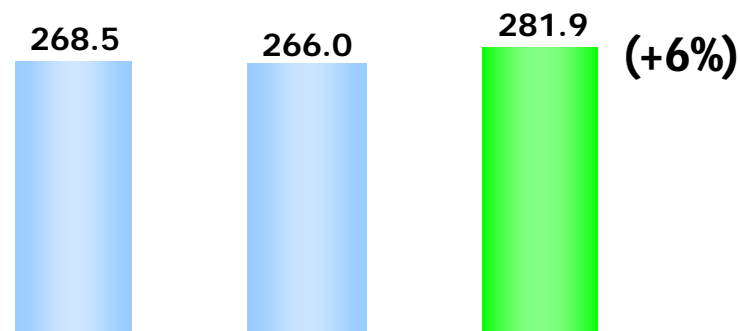


Operating income (loss)⁰⁴

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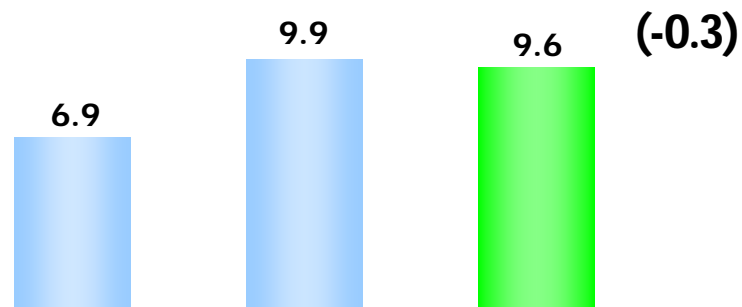
Others FY 2006 1Q - 3Q



Net sales⁰⁴

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Operating income (loss)⁰⁴

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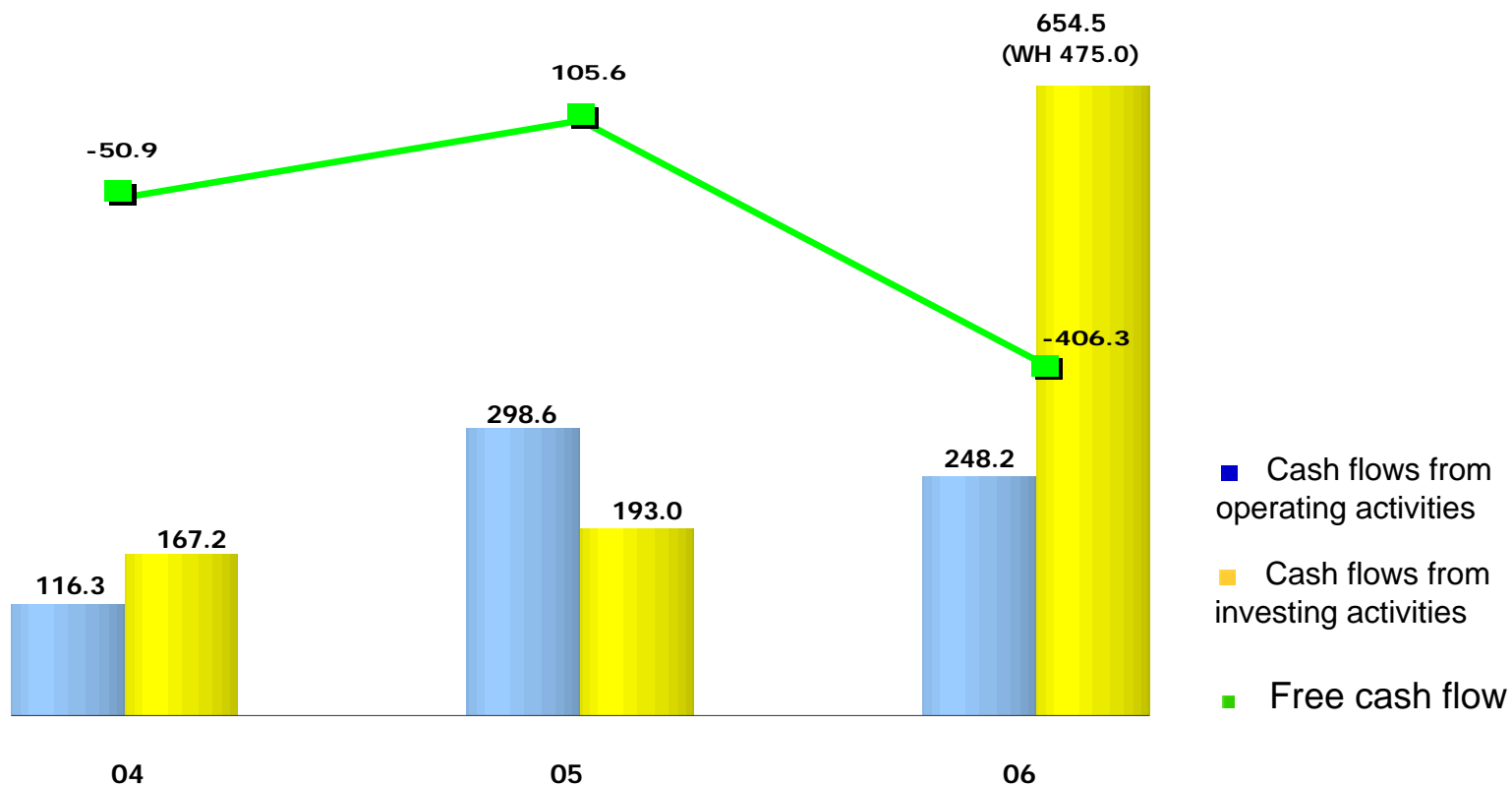
Non Operating Income and Expense FY 2006 1Q - 3Q

(¥ in billions)

	FY 2006 (A)	FY 2005 (B)	(A)-(B)
Gain on sales of securities	60.6	0.8	59.8
Gain on sales of fixed assets	19.9	0.3	19.6
Foreign Exchange Gain	13.0	-4.1	17.1
Equity in earnings of affiliates	8.4	2.2	6.2
Others	-21.4	-27.4	6.0
Non operating income and expense (total)	80.5	-28.2	108.7

Cash Flows FY 2006 1Q - 3Q

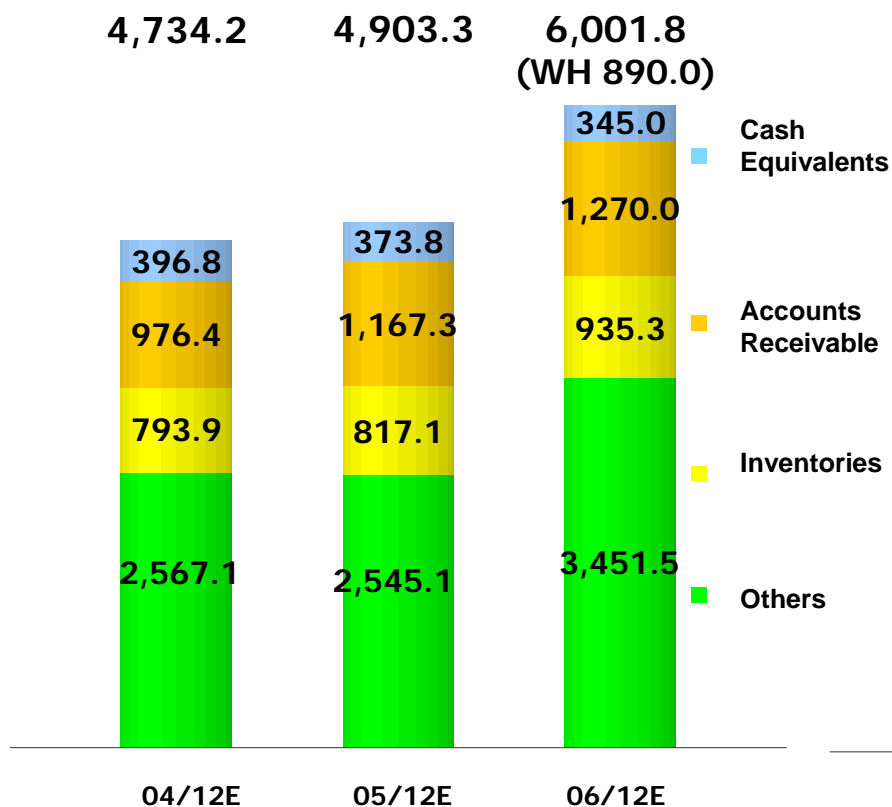
(¥ in billions)



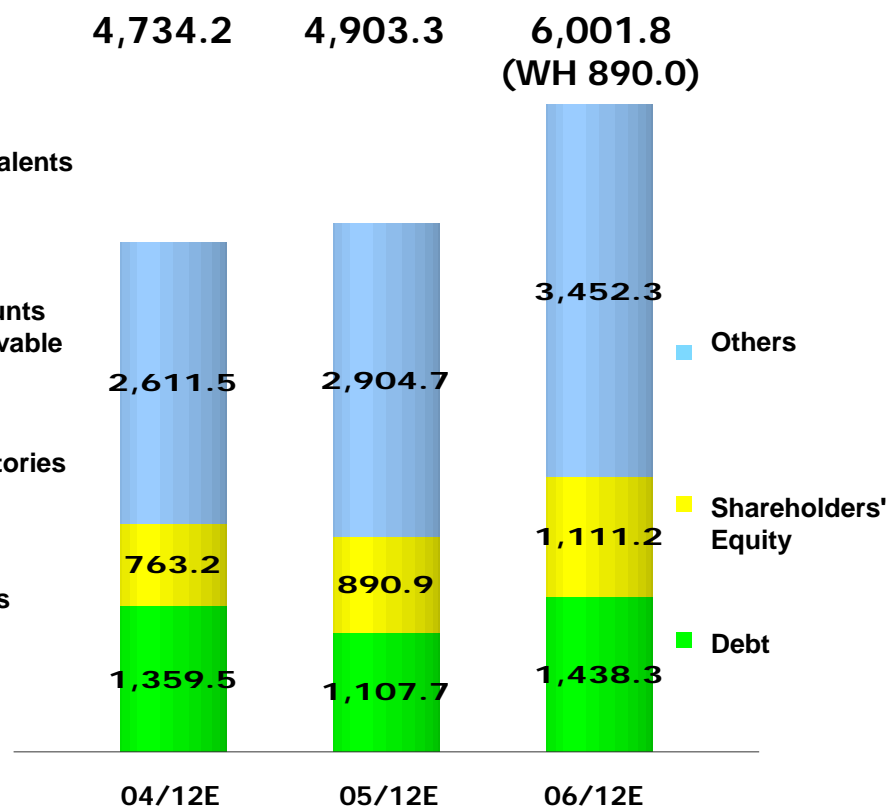
Consolidated Balance Sheets

(¥ in billions)

Assets

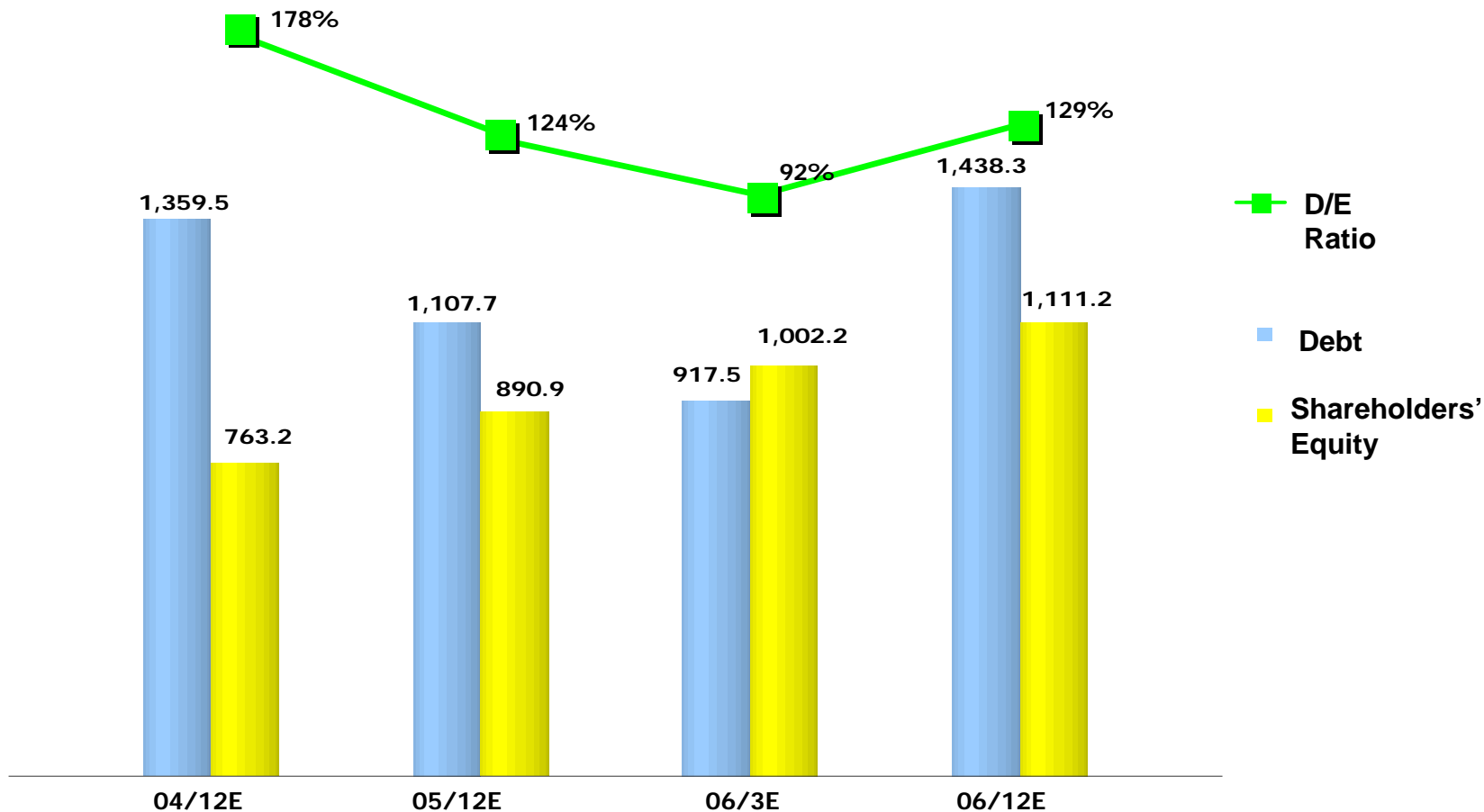


Liabilities and Shareholders' Equity



D/E Ratio

(¥ in billions)



Consolidated Forecast for FY2006 (Full Year)

(¥ in billions)

	FY2006 (Forecast) (A)	FY2006 (Forecast as of Oct.) (B)	FY2005 (Actual) (C)	(A) - (B)	(A) - (C)
Net sales	7,000.0	6,750.0	6,343.5	250.0	656.5
Operating income (loss)	250.0 3.6%	270.0 4.0%	240.6 3.8%	-20.0 -0.4%	9.4 -0.2%
Income (loss) before income taxes and minority interest	290.0 4.1%	270.0 4.0%	178.2 2.8%	20.0 0.1%	111.8 1.3%
Net income (loss)	120.0 1.7%	110.0 1.6%	78.2 1.2%	10.0 0.1%	41.8 0.5%

FY2006 Segment Information (Full Year)

(¥ in billions)

Net sales	FY2006 (A)	FY2006 (Forecast as of Oct) (B)	FY2005 (C)	(A) - (B)	(A) - (C)
Digital Products	2,780.0	2,750.0	2,536.5	30.0	243.5
Electronic Devices	1,590.0	1,550.0	1,388.1	40.0	201.9
Social Infrastructure	2,080.0	1,970.0	1,882.3	110.0	197.7
Home Appliances	740.0	730.0	687.5	10.0	52.5
Others	380.0	370.0	379.8	10.0	0.2
Total	7,000.0	6,750.0	6,343.5	250.0	656.5

Operating income (loss)	FY2006 (A)	FY2006 (Forecast as of Oct) (B)	FY2005 (C)	(A) - (B)	(A) - (C)
Digital Products	15.0 0.5%	15.0 0.5%	20.9 0.8%	0 0.0%	-5.9 -0.3%
Electronic Devices	115.0 7.2%	130.0 8.4%	123.3 8.9%	-15.0 -1.2%	-8.3 -1.7%
Social Infrastructure	95.0 4.6%	95.0 4.8%	76.5 4.1%	0 -0.2%	18.5 0.5%
Home Appliances	10.0 1.4%	10.0 1.4%	2.7 0.4%	0 0.0%	7.3 1.0%
Others	15.0 3.9%	20.0 5.4%	18.0 4.7%	-5.0 -1.5%	-3.0 -0.8%
Total	250.0 3.6%	270.0 4.0%	240.6 3.8%	-20.0 -0.4%	9.4 -0.2%

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