

April 26th, 2007



To whom it may concern,

Name of the company: Nihon Inter Electronics Corporation
Name of the representative: Masao Ishii, Representative President
(Code number :6974, Section 1 of TSE)
Person to contact: Fumio Inoue, General Manager
Accounting Dept. (TEL 0463-84-8015)

Announcement on Revision of Business Performance Forecast for Full Fiscal Year 2006

Judging by our latest business performance situation, we hereby announce that our business performance forecast for full fiscal year ended on March 31, 2007 (FY 2006) originally announced on May 17, 2006 has been revised as follows:

1. The revised **consolidated** business performance forecast for FY 2006 ended on March 31, 2007
(April 1, 2006 ~ March 31, 2007) (in millions of yen,%)

	Sales Revenue	Ordinary income	Net income
Previously announced forecast (A)	38,000	2,300	1,400
Currently revised forecast (B)	36,700	1,330	870
Change in amount (B-A)	(1,300)	(970)	(530)
Change by (%)	(3.4)	(42.2)	(37.9)
Note: Results of full fiscal year 2005	33,183	1,935	1,130

2. The revised **unconsolidated** business performance forecast for FY 2006 ended on March 31, 2007
(April 1, 2006 ~ March 31, 2007) (in millions of yen,%)

	Sales Revenue	Ordinary income	Net income
Previously announced forecast (A)	36,500	2,200	1,300
Currently revised forecast (B)	35,200	1,150	690
Change in amount (B-A)	(1,300)	(1,050)	(610)
Change by (%)	(3.6)	(47.7)	(46.9)
Note: Results of full fiscal year 2005	31,564	1,922	1,158

3. Reasons for the revision of business performance forecast

Within the consolidated FY 2006, in the first half, we achieved the historically highest sales revenue centering on LCD TVs and industrial machinery applications. However, entering into the second half, though sales of our products for LCD TVs use doubled, resulting from the heavy impact from production adjustments on plasma TVs' panels which act as our mainstream application, we could not fulfill our plan and the total sales have been predicted to be lower than announced revenue by ¥1.3 billion (1.3%). Though we have continuously endeavored to slash costs and improve our products mix, decrease of sales revenue could not be offset fully, thus both ordinary income and net income have been estimated to be lower than what we forecasted at the beginning of the period. Therefore, we have made the revision as presented.

However now the market shows clearly recognized positive symptom that the production adjustment which continued until the second half has reached the bottom and the recovery of orders could be expected to come soon. By taking full advantage of the expanded manufacturing capability with our 8-inch fab. which is almost ready to manufacture full amount as originally planned and focusing onto the sales to highly growing applications such as flat panel TVs, industrial machinery and clean energy, we would like to improve and enlarge our business performance.