

May 7, 2004

Revision of the Forecast of Financial Results
for the Year ended March 31, 2004

This is to announce that the forecast of Financial Results for the Year ended March 31, 2004 (April 1, 2003-March 31, 2004) issued on February 9, 2004 has been revised as below.

1. Revised Consolidated Forecast for the Year ended March 31, 2004
(Amount unit: 1 million yen)

	Net Sales	Ordinary Income	Net Income
Previous Forecast	530,000	-6,000	3,500
Revised Forecast	506,000	-4,300	2,400
Difference	-24,000	1,700	-1,100
Ratio	-4.5%	—	-31.4%
Results FY 2003	468,958	-6,741	-8,142

Note: Net income forecast per share of stock (fiscal year): ¥6.50

2. Revised Non-Consolidated Forecast for the Year ended March 31, 2004
(Amount unit: 1 million yen)

	Net Sales	Ordinary Income	Net Income
Previous Forecast	380,000	-7,500	2,500
Revised Forecast	376,000	-6,000	4,000
Difference	-4,000	1,500	1,500
Ratio	-1.1%	—	60.0%
Results FY 2003	342,626	-12,564	-9,706

Note: Net income forecast per share of stock (fiscal year): ¥10.83

3. Background of Revision

During the term (April 1, 2003 to March 31, 2004), our Precision Equipment business experienced signs of recovery despite tightened capital expenditures for semiconductors. Capital expenditures for LCD production equipment, on the other hand, increased dramatically during the second half-year.

A strengthened yen and severe price competition toward the end of the term were reflected in reduced net sales for the Imaging business, despite overall growth in the digital camera market.

As a result, our Consolidated and non-Consolidated net sales require a slight downward revision, while non-Consolidated net income exceeded forecasts as a result of improvements to Consolidated and non-Consolidated ordinary income from savings in SG & A Expenses. Due to the effects of income tax accounting, however, Consolidated net income has had to be revised downward.