

October 29, 2010

Kyocera Corporation Financial Presentation

(Six Months ended September 30, 2010)

Tetsuo Kuba
President and Representative Director

KYOCERA Corporation

Today's Presentation

1. Financial Results of H1 FY3/2011

2. Financial Results of Q2 FY3/2011

3. Financial Forecast for FY3/2011

1. Financial Results of H1 FY3/2011

Financial Results of H1 FY3/2011

— Comparison with H1 FY3/2010 —

(Unit: Yen in billions)

	Six months ended September 30,				Change	
	2009		2010		Amount	%
	Amount	% of net sales	Amount	% of net sales		
Net sales	483.9	100.0	637.4	100.0	153.5	31.7
Profit from operations	8.9	1.8	81.8	12.8	72.9	823.0
Pre-tax income	17.1	3.5	89.5	14.0	72.4	421.9
Net income attributable to shareholders of Kyocera Corporation	8.7	1.8	62.0	9.7	53.3	609.9
EPS attributable to shareholders of Kyocera Corporation (diluted-yen)	47.56	—	337.62	—	290.06	—
Capital expenditures	13.6	2.8	32.7	5.1	19.1	141.0
Depreciation	29.8	6.2	26.8	4.2	-3.0	-10.2
R&D expenses	26.0	5.4	23.5	3.7	-2.5	-9.8
Average exchange rate (yen)	US\$: ¥ 95	€: ¥ 133	US\$: ¥ 89	€: ¥ 114		
Foreign currency fluctuation effect on: (compared with the previous same period)	net sales	Approx. ¥ -45.0 billion		Approx. ¥ -32.0 billion		
	pre-tax income	Approx. ¥ -13.5 billion		Approx. ¥ -14.0 billion		

Sales by Reporting Segment

— Six months ended September 30, 2010 —

(Unit: Yen in billions)

■ Reporting Segment	Six months ended September 30,				Change	
	2009		2010			
	Amount	% of total	Amount	% of total	Amount	%
■ Fine Ceramic Parts Group	21.5	4.4	36.7	5.8	15.2	70.4
■ Semiconductor Parts Group	62.2	12.9	88.1	13.8	25.9	41.6
■ Applied Ceramic Products Group	66.9	13.8	95.6	15.0	28.7	43.0
■ Electronic Device Group	94.5	19.5	123.6	19.4	29.1	30.8
Components Business: Total	245.1	50.6	344.0	54.0	98.9	40.4
■ Telecommunications Equipment Group	79.7	16.5	122.3	19.2	42.6	53.3
■ Information Equipment Group	111.2	23.0	117.0	18.3	5.8	5.3
Equipment Business: Total	190.9	39.5	239.3	37.5	48.4	25.3
■ Others	57.8	11.9	68.1	10.7	10.3	17.7
Adjustments and eliminations	-9.9	-2.0	-13.9	-2.2	-4.0	—
Net sales	483.9	100.0	637.4	100.0	153.5	31.7

Operating Profit by Reporting Segment

— Six months ended September 30, 2010 —

(Unit: Yen in billions)

■ Reporting Segment	Six months ended September 30,				Change	
	2009		2010		Amount	%
	Amount	% to net sales	Amount	% to net sales		
■ Fine Ceramic Parts Group	-3.6	—	5.3	14.5	8.9	—
■ Semiconductor Parts Group	4.5	7.2	18.5	20.9	14.0	312.8
■ Applied Ceramic Products Group	4.4	6.5	15.7	16.4	11.3	259.6
■ Electronic Device Group	0.3	0.3	22.2	18.0	21.9	—
Components Business: Total	5.6	2.3	61.7	17.9	56.1	—
■ Telecommunications Equipment Group	-7.5	—	1.9	1.6	9.4	—
■ Information Equipment Group	8.4	7.5	14.4	12.3	6.0	72.3
Equipment Business: Total	0.9	0.4	16.3	6.8	15.4	—
■ Others	1.8	3.1	4.6	6.8	2.8	157.7
Operating Profit	8.2	1.7	82.6	13.0	74.4	903.7
Corporate	7.3	—	7.4	—	0.1	1.1
Equity in earnings of affiliates and unconsolidated subsidiaries	1.5	—	0.2	—	-1.3	-85.2
Adjustments and eliminations	0.1	—	-0.8	—	-0.9	—
Pre-tax income	17.1	3.5	89.5	14.0	72.4	421.9

Operating profit represents profit from operating activities.

Summary of H1 FY3/2011 Results – Comparison with H1 FY3/2010 –

Achieved increases in sales and profit in
all reporting segments despite impact of yen appreciation

1. Components Business: Expanded sales and profit due to favorable business environment and enhanced production capacity

Sales: + ¥98.9 billion (+40.4%) Operating profit: + ¥56.1 billion (Approx. 11x)

- Increased component demand for digital consumer equipment, industrial machinery and automotive markets
- Increased demand for solar energy systems, spurred by subsidies policies worldwide
- Established a system for higher production to meet strong demand
- Improved operating profit ratio substantially to 17.9%

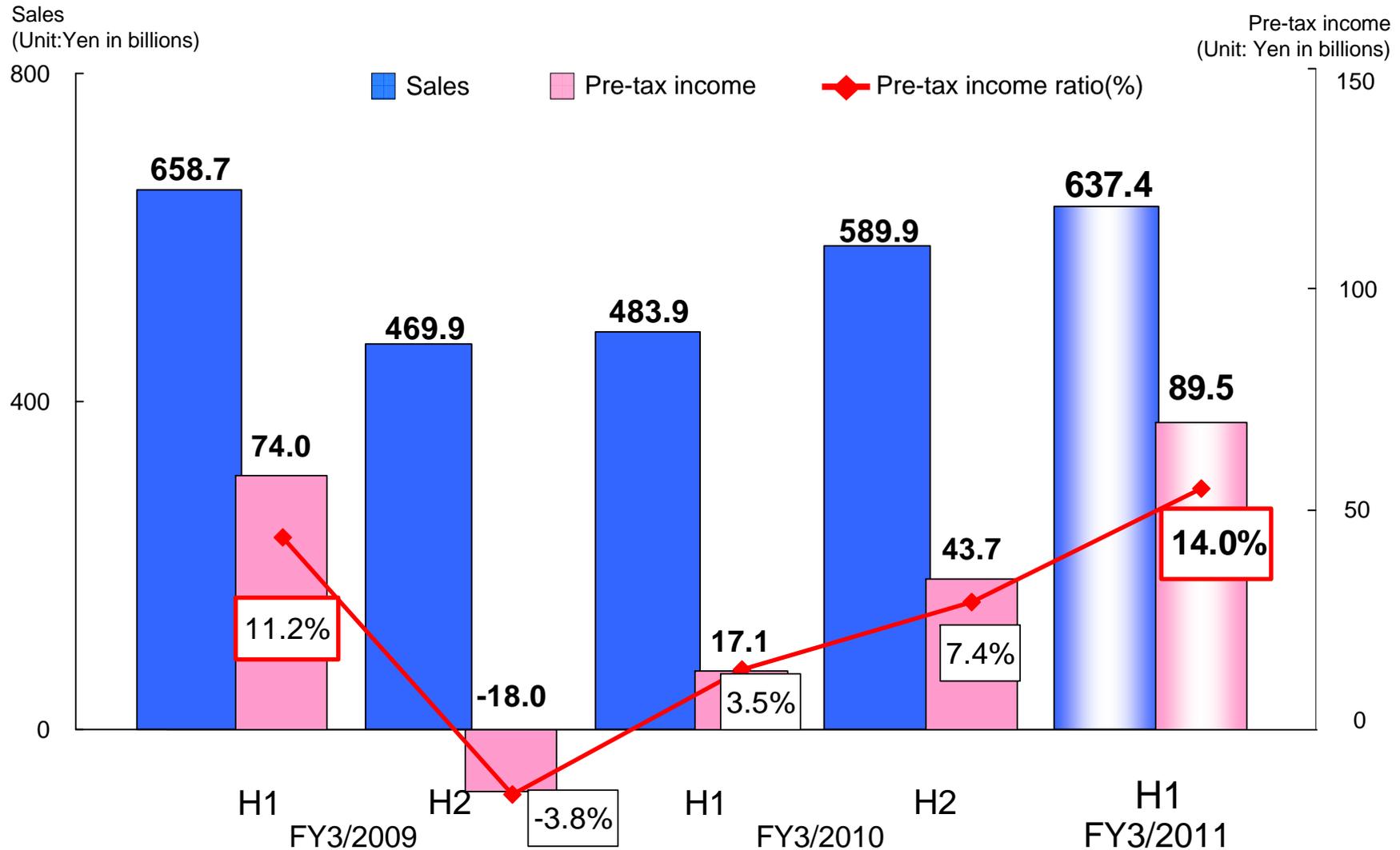
2. Equipment Business: Significantly improved sales and profit in the Telecommunications Equipment Group

Sales: + ¥48.4 billion (+25.3%) Operating profit: + ¥15.4 billion (Approx. 19x)

- Substantially increased sales in the Telecommunications Equipment Group by augmenting mobile phone handset line-up
 - Restored profitability by improved profitability in overseas mobile phone handset business
- Improved operating profit by ¥9.4 billion compared with H1 FY3/2010

Six-Month Business Trends

Both pre-tax income and income ratio improved beyond H1 FY3/2009



2. Financial Results of Q2 FY3/2011

Financial Results of Q2 FY3/2011

— Comparison with Q1 FY3/2011 —

(Unit: Yen in billions)

	Three months ended				Change	
	June 30, 2010		September 30, 2010		Amount	%
	Amount	% of net sales	Amount	% of net sales		
Net sales	313.2	100.0	324.2	100.0	11.0	3.5
Profit from operations	40.6	13.0	41.2	12.7	0.6	1.4
Pre-tax income	46.3	14.8	43.2	13.3	-3.1	-6.8
Net income attributable to shareholders of Kyocera Corporation	29.9	9.5	32.1	9.9	2.2	7.3
EPS attributable to shareholders of Kyocera Corporation (diluted-yen)	162.89	—	174.74	—	11.85	—
Capital expenditures	12.0	3.8	20.7	6.4	8.7	72.5
Depreciation	12.7	4.1	14.1	4.3	1.4	10.9
R&D expenses	11.4	3.6	12.1	3.7	0.7	6.1
Average exchange rate (yen)	US\$: ¥ 92	€: ¥ 117	US\$: ¥ 86	€: ¥ 111		
Foreign currency fluctuation effect on: (compared with Q1 FY3/2011)	net sales			Approx. ¥ -11.0 billion		
	pre-tax income			Approx. ¥ -3.5 billion		

Sales by Reporting Segment

— Three months ended September 30, 2010 —

(Unit: Yen in billions)

■ Reporting Segment	Three months ended				Change	
	June 30, 2010		September 30, 2010			
	Amount	% of total	Amount	% of total	Amount	%
■ Fine Ceramic Parts Group	17.2	5.5	19.4	6.0	2.2	12.8
■ Semiconductor Parts Group	42.8	13.7	45.3	14.0	2.5	5.9
■ Applied Ceramic Products Group	44.8	14.3	50.8	15.7	6.0	13.2
■ Electronic Device Group	59.5	19.0	64.0	19.7	4.5	7.5
Components Business: Total	164.4	52.5	179.5	55.4	15.1	9.2
■ Telecommunications Equipment Group	64.8	20.7	57.5	17.7	-7.3	-11.2
■ Information Equipment Group	58.5	18.7	58.5	18.1	0	0.1
Equipment Business: Total	123.2	39.4	116.1	35.8	-7.1	-5.8
■ Others	32.6	10.4	35.4	10.9	2.8	8.6
Adjustments and eliminations	-7.1	-2.3	-6.8	-2.1	0.3	—
Net sales	313.2	100.0	324.2	100.0	11.0	3.5

Operating Profit by Reporting Segment

— Three months ended September 30, 2010 —

(Unit: Yen in billions)

■ Reporting Segment	Three months ended				Change	
	June 30, 2010		September 30, 2010		Amount	%
	Amount	% to net sales	Amount	% to net sales		
■ Fine Ceramic Parts Group	2.3	13.5	3.0	15.4	0.7	28.9
■ Semiconductor Parts Group	9.0	21.0	9.5	20.9	0.5	5.4
■ Applied Ceramic Products Group	7.4	16.6	8.3	16.3	0.9	11.1
■ Electronic Device Group	9.5	15.9	12.8	19.9	3.3	34.7
Components Business: Total	28.2	17.2	33.5	18.7	5.3	18.7
■ Telecommunications Equipment Group	5.1	7.9	-3.2	—	-8.3	—
■ Information Equipment Group	5.5	9.4	8.9	15.2	3.4	61.8
Equipment Business: Total	10.6	8.6	5.7	4.9	-4.9	-46.6
■ Others	1.9	5.7	2.8	7.8	0.9	47.4
Operating Profit	40.7	13.0	42.0	12.9	1.3	2.9
Corporate	5.9	—	1.5	—	-4.4	-73.9
Equity in earnings of affiliates and unconsolidated subsidiaries	0.2	—	0	—	-0.2	-90.6
Adjustments and eliminations	-0.5	—	-0.3	—	0.2	—
Pre-tax income	46.3	14.8	43.2	13.3	-3.1	-6.8

Summary of Q2 FY3/2011 Results – Comparison with Q1 FY3/2011 –

1. Increased sales and profit in Components Business: Continued high demand

- Increased component sales for digital consumer equipment, industrial machinery and automotive markets
- Increased sales in solar energy business in Japan and overseas
- Achieved over 15% operating profit ratio in every reporting segment in Components Business, due to increased sales and enhanced productivity

2. Decreased sales and profit in the Telecommunications Equipment Group

- Cyclical off timing of new handset introductions worldwide
- Impact of yen appreciation
- Recorded additional loss from bad debts of approx. ¥0.7 billion relating to account receivables from WILLCOM, Inc.

3. Financial Forecast for FY3/2011

Financial Forecast for the Year Ending March 31, 2011

(Unit: Yen in billions)

	Year ended March 31, 2010		Year ending March 31, 2011 (Forecast)				Change from	
			Previous		Revised		Previous year	Previous forecast
	Amount	% of net sales	Amount	% of net sales	Amount	% of net sales	Amount	Amount
Net sales	1,073.8	100.0	1,200.0	100.0	1,260.0	100.0	186.2	60.0
Profit from operations	63.9	5.9	122.0	10.2	147.0	11.7	83.1	25.0
Pre-tax income	60.8	5.7	132.0	11.0	160.0	12.7	99.2	28.0
Net income attributable to shareholders of Kyocera Corporation	40.1	3.7	85.0	7.1	105.0	8.3	64.9	20.0
EPS attributable to shareholders of Kyocera Corporation (diluted-yen)	218.47	—	463.16	—	572.15	—	353.68	108.99
Capital expenditure	37.9	3.5	60.0	5.0	60.0	4.8	22.1	—
Depreciation	60.6	5.6	70.0	5.8	70.0	5.6	9.4	—
R&D expenses	49.9	4.6	60.0	5.0	60.0	4.8	10.1	—
Average exchange rate (yen)	Year ended March 31, 2010		Forecast for the year ending March 31, 2011					
			Previous		Revised			
	US\$: ¥ 93	€: ¥ 131	US\$: ¥ 88	€: ¥ 110	US\$: ¥ 85	€: ¥ 112		
Foreign currency fluctuation effect on:(compared with the previous fiscal year)	net sales	Approx. ¥ -49.0 billion		Approx. ¥ -65.0 billion		Approx. ¥ -80.0 billion		
	pre-tax income	Approx. ¥ -13.5 billion		Approx. ¥ -23.0 billion		Approx. ¥ -30.0 billion		

Please refer to forward-looking statements on the final page.

Sales Forecast by Reporting Segment — Year ending March 31, 2011 —

(Unit: Yen in billions)

■ Reporting Segment	Year ended March 31, 2010		Year ending March 31, 2011 (Forecast)				Change from	
			Previous		Revised		Previous year	Previous forecast
	Amount	% of total	Amount	% of total	Amount	% of total	Amount	Amount
■ Fine Ceramic Parts Group	53.1	5.0	64.0	5.3	71.5	5.7	18.4	7.5
■ Semiconductor Parts Group	140.5	13.1	158.0	13.2	172.0	13.6	31.5	14.0
■ Applied Ceramic Products Group	157.0	14.6	201.0	16.8	201.0	16.0	44.0	—
■ Electronic Device Group	199.9	18.6	217.0	18.1	237.5	18.8	37.6	20.5
Components business: Total	550.5	51.3	640.0	53.4	682.0	54.1	131.5	42.0
■ Telecommunications Equipment Group	189.1	17.6	200.0	16.7	228.0	18.1	38.9	28.0
■ Information Equipment Group	232.4	21.6	243.0	20.2	236.0	18.7	3.6	-7.0
Equipment business: Total	421.5	39.2	443.0	36.9	464.0	36.8	42.5	21.0
■ Others	124.6	11.6	142.0	11.8	142.0	11.3	17.4	—
Adjustments and eliminations	-22.8	-2.1	-25.0	-2.1	-28.0	-2.2	-5.2	-3.0
Net Sales	1,073.8	100.0	1,200.0	100.0	1,260.0	100.0	186.2	60.0

Please refer to forward-looking statements on the final page.

Operating Profit Forecast by Reporting Segment — Year ending March 31, 2011 —

(Unit: Yen in billions)

■ Reporting Segment	Year ended March 31, 2010		Year ending March 31, 2011 (Forecast)				Change from	
			Previous		Revised		Previous year	Previous forecast
	Amount	% of net sales	Amount	% of net sales	Amount	% of net sales	Amount	Amount
■ Fine Ceramic Parts Group	-0.8	—	10.0	15.6	11.0	15.4	11.8	1.0
■ Semiconductor Parts Group	17.2	12.3	25.0	15.8	33.5	19.5	16.3	8.5
■ Applied Ceramic Products Group	19.9	12.6	29.0	14.4	29.5	14.7	9.6	0.5
■ Electronic Device Group	13.2	6.6	28.0	12.9	39.5	16.6	26.3	11.5
Components business: Total	49.5	9.0	92.0	14.4	113.5	16.6	64.0	21.5
■ Telecommunications Equipment Group	-14.7	—	6.0	3.0	6.0	2.6	20.7	—
■ Information Equipment Group	22.1	9.5	22.1	9.1	24.5	10.4	2.4	2.4
Equipment business: Total	7.4	1.7	28.1	6.3	30.5	6.6	23.1	2.4
■ Others	6.8	5.4	7.8	5.5	8.5	6.0	1.7	0.7
Operating profit	63.7	5.9	127.9	10.7	152.5	12.1	88.8	24.6
Corporate and others	-2.9	—	4.1	—	7.5	—	10.4	3.4
Pre-tax income	60.8	5.7	132.0	11.0	160.0	12.7	99.2	28.0

Operating profit represents profit from operating activities.
Please refer to forward-looking statements on the final page.

Factors behind Revisions to Forecasts for FY3/2011

1. Components Business:

More favorable business environment than previous forecast

- Growing demand for sophisticated digital consumer equipment such as smartphones
- Recovery in production in industrial machinery and automotive markets
 - ▶ Sales and operating profit increased significantly relative to previous forecast
 - Compared with previous forecast: Sales up ¥42.0 billion and operating profit up ¥21.5 billion

2. Equipment Business:

Higher sales in the Telecommunications Equipment Group

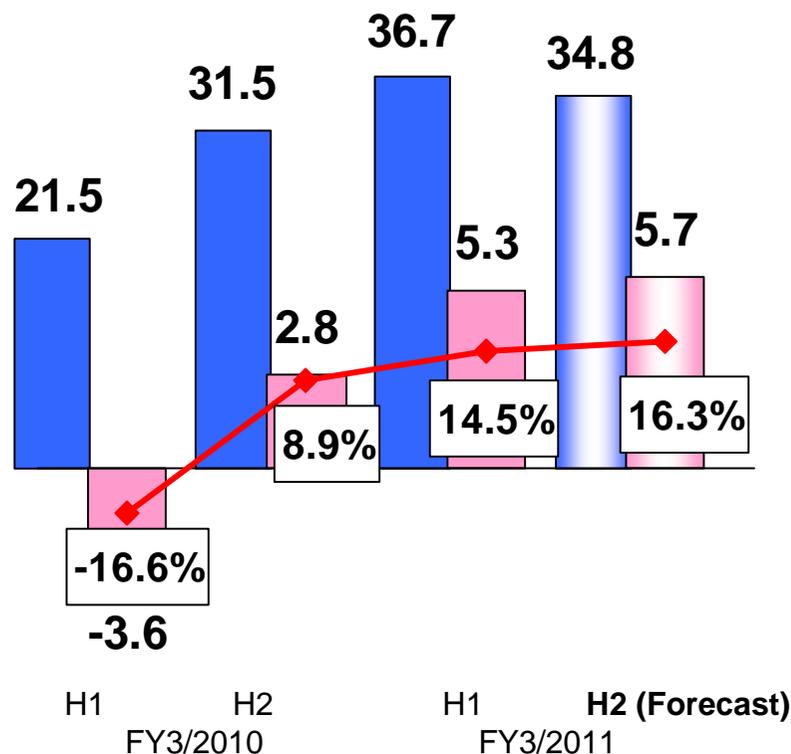
- Sales significantly exceeded previous forecast
- Improved profitability in the Information Equipment Group
 - ▶ Compared with previous forecast: Sales up ¥21.0 billion and operating profit up ¥2.4 billion

Second Half Initiatives by Reporting Segment

Fine Ceramic Parts Group

Sales and Operating Profit

(Yen in billions)



Market Outlook

- Slowed component demand for digital consumer equipment
- Increase in demand for automotive parts for environmental-responsive engines in Europe

Initiatives

- Expand sales of parts for semiconductor fabrication equipment
- Increase sales of automotive parts for environmental-responsive engines, such as piezoelectric stacks and glow plugs
- Improve profitability by further raising productivity



Parts for semiconductor fabrication equipment



Piezoelectric stacks

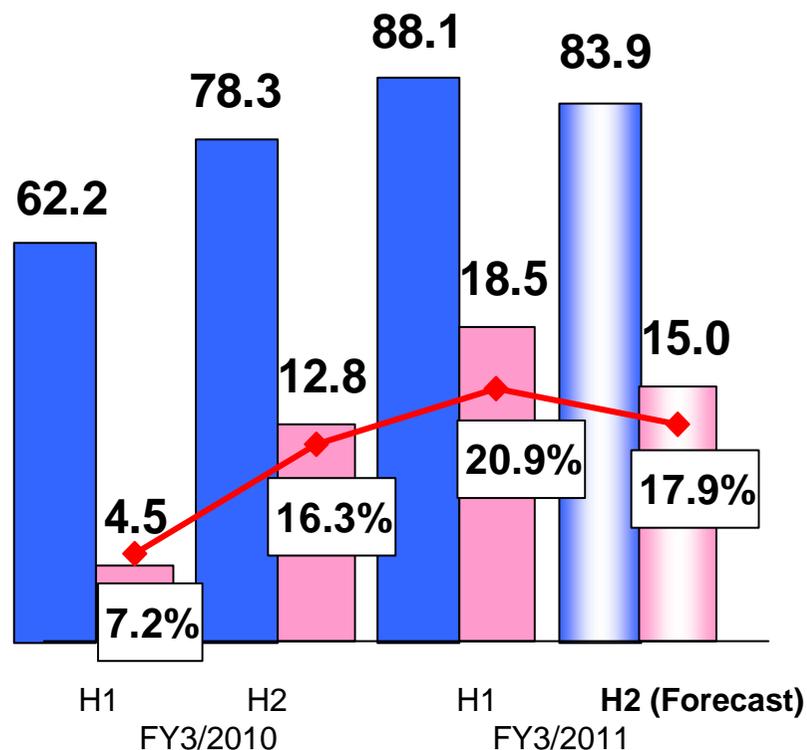
Second Half Initiatives by Reporting Segment

Semiconductor Parts Group

Sales and Operating Profit

(Yen in billions)

■ Sales ■ Pre-tax income ◆ Pre-tax income ratio (%)

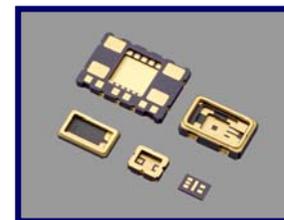


Market Outlook

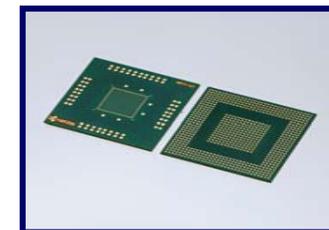
- Solid demand for sophisticated digital consumer equipment such as smartphones
- Production adjustment in market related to server

Initiatives

- Increase sales and expand production capacity of ceramic packages
- Expand sales of organic packages for ASICs



Ceramic packages for crystal and SAW devices

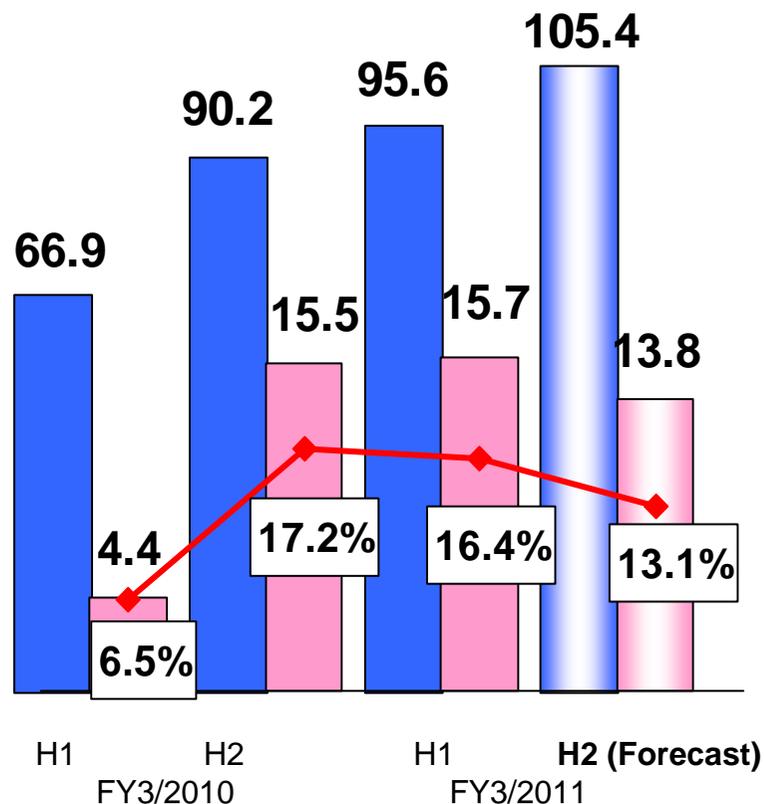


Organic packages for ASICs

Second Half Initiatives by Reporting Segment

Applied Ceramic Products Group

Sales and Operating Profit (Yen in billions)



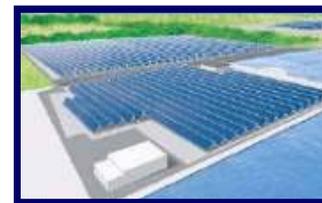
Solar energy business

Market Outlook

- Growing demand in Japan and overseas
- Price down of solar panels

Initiatives

- Expand production capacity of solar cells toward 600MW/year
- Establish a new module factory at Tianjin, China
- Improve conversion efficiency and enhance productivity



Shikoku Electric Power Co.
"Matsuyama solar power plant"
(Ehime Prefecture, Japan)

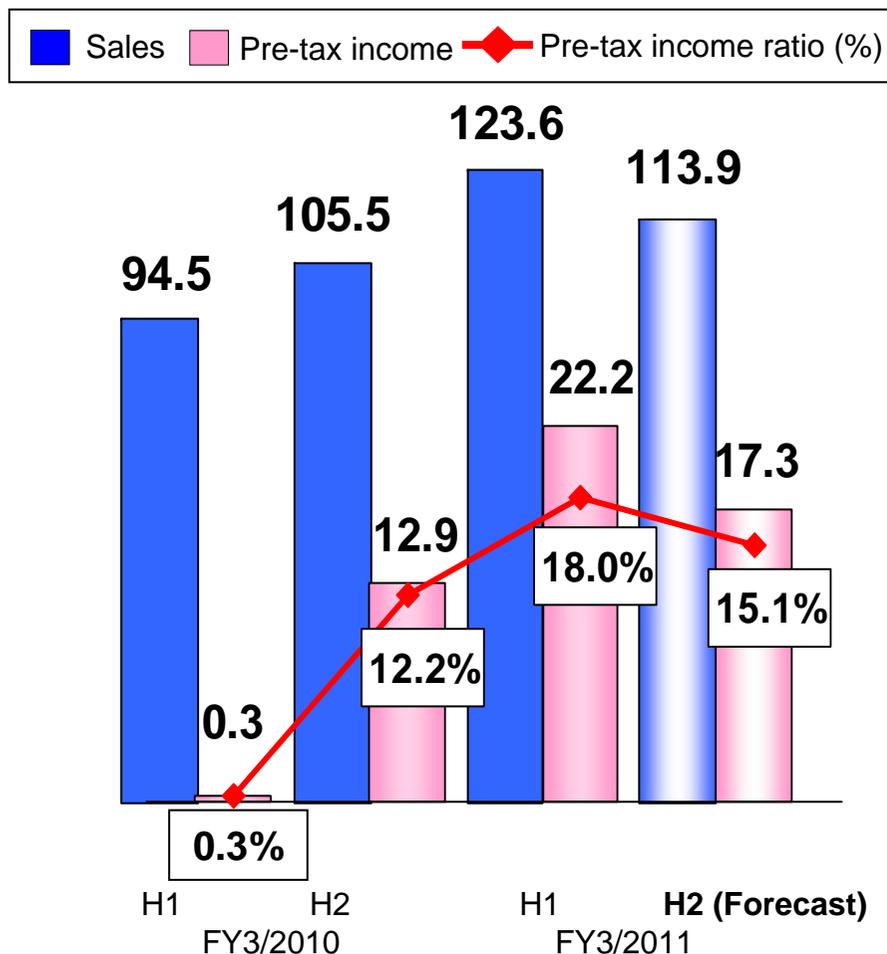


Solar power generating system
for residential usage

Second Half Initiatives by Reporting Segment

Electronic Device Group

Sales and Operating Profit (Yen in billions)

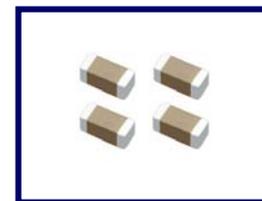


Market Outlook

- Despite robust demand for smartphones, forecast production adjustments for conventional handsets, PCs and flat panel TVs

Initiatives

- Expand sales of small, high-capacitance capacitors and TCXOs
- Cultivate the Chinese market



Small size, high capacitance capacitors

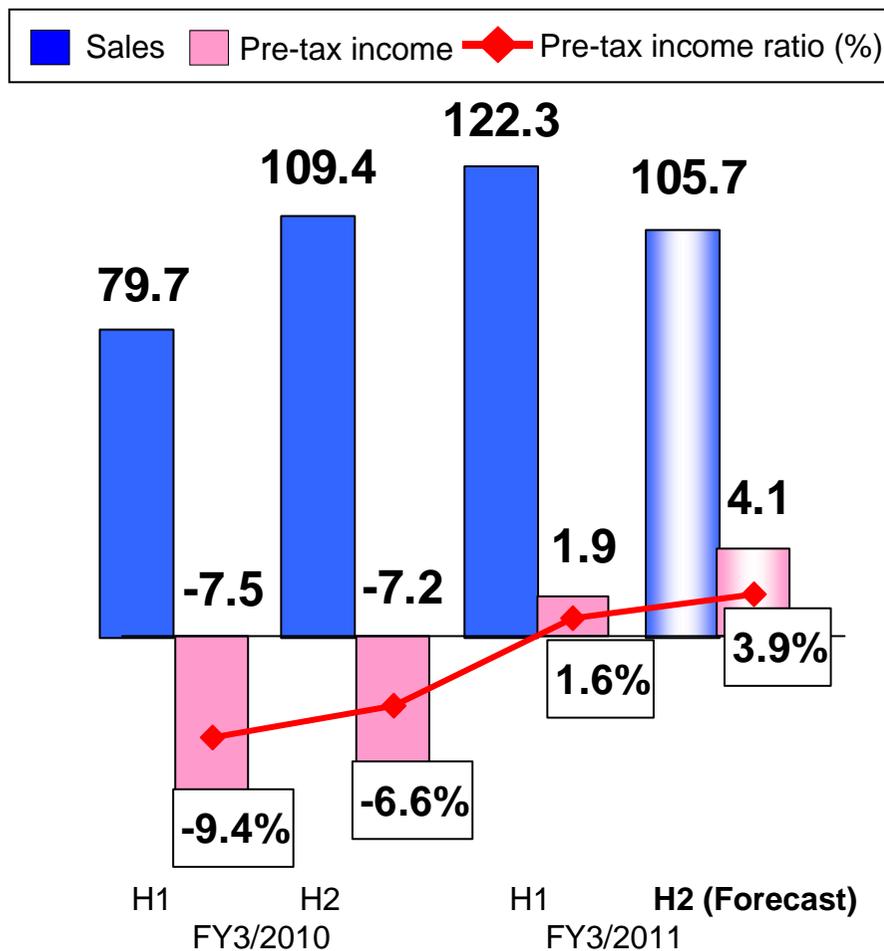


TCXO

Second Half Initiatives by Reporting Segment

Telecommunications Equipment Group

Sales and Operating Profit (Yen in billions)



Market Outlook

- Increase in demand for smartphones in the U.S.
- Slow demand for handsets in Japan
- Recovery of PHS handset demand

Initiatives

- Expand sales of smartphone "Zio" in the U.S.
- Capture replacement demand in Japan
- Expand sales of new PHS handsets

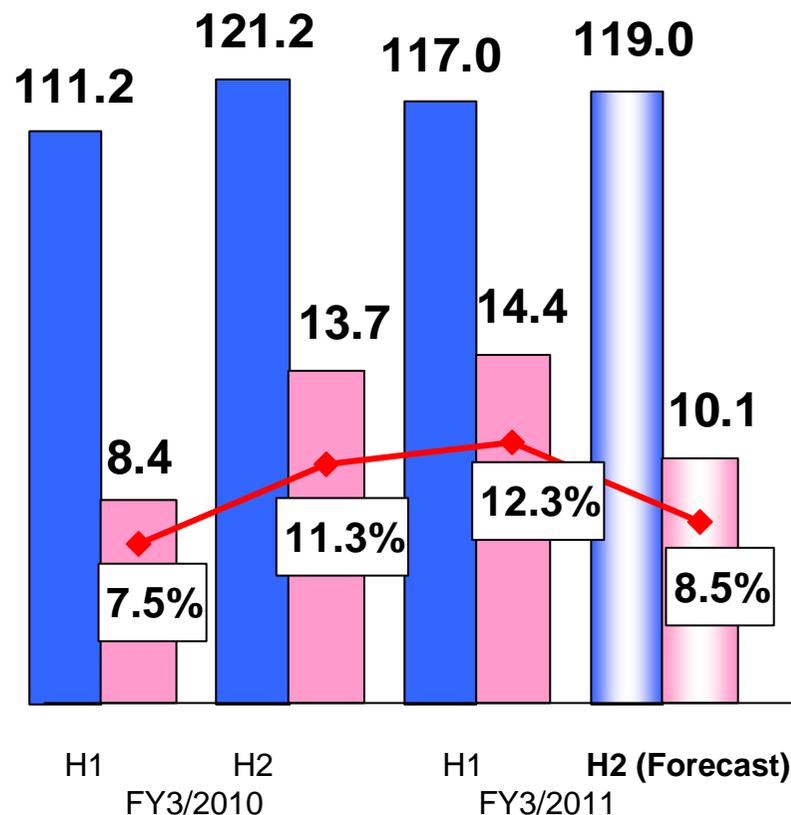


Second Half Initiatives by Reporting Segment

Information Equipment Group

Sales and Operating Profit

(Yen in billions)



Market Outlook

- Moderate recovery in information technology investment in developed nations
- Increase in demand for MFPs and low-priced printers in emerging nations

Initiatives

- Augment line-up of color printers and MFPs
- Expand sales of A4 MFPs and low-priced printers in emerging markets



Color A3 MFP
TASKalfa 552Ci



Color A4 MFP **NEW**
FS-C2126MFP

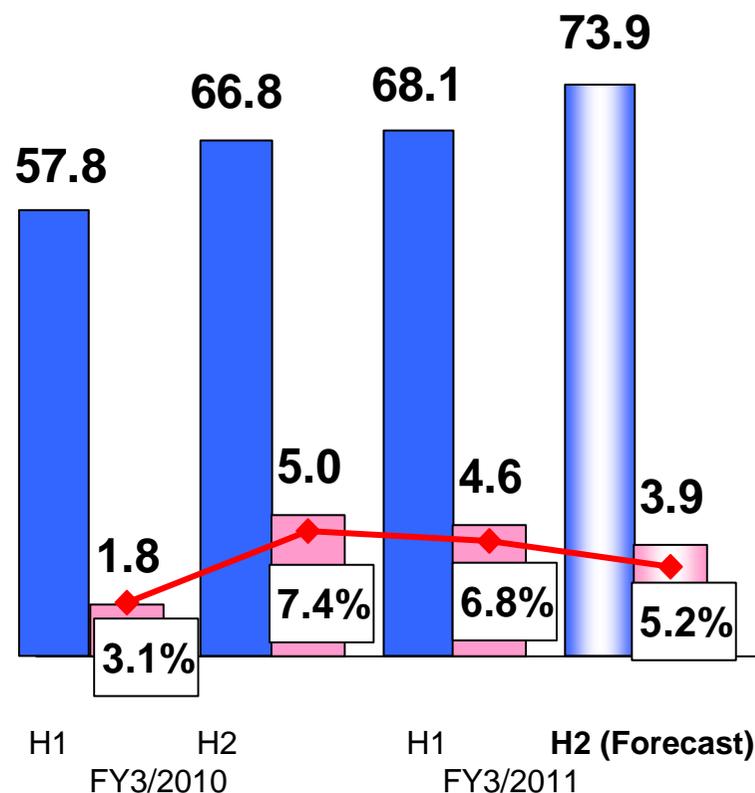


B/W A4 MFP **NEW**
FS-C3140MFP

Second Half Initiatives by Reporting Segment

Others

Sales and Operating Profit (Yen in billions)



Kyocera Communication Systems Co., Ltd (KCCS)

Market Outlook

- Despite increase in demand for ICT* business, intensifying price competition
- Expect tough competition in telecommunications engineering business

* ICT: information and communication technology

Initiatives

- Expand sales in ICT business
- Capture business opportunity related to WILLCOM, Inc.

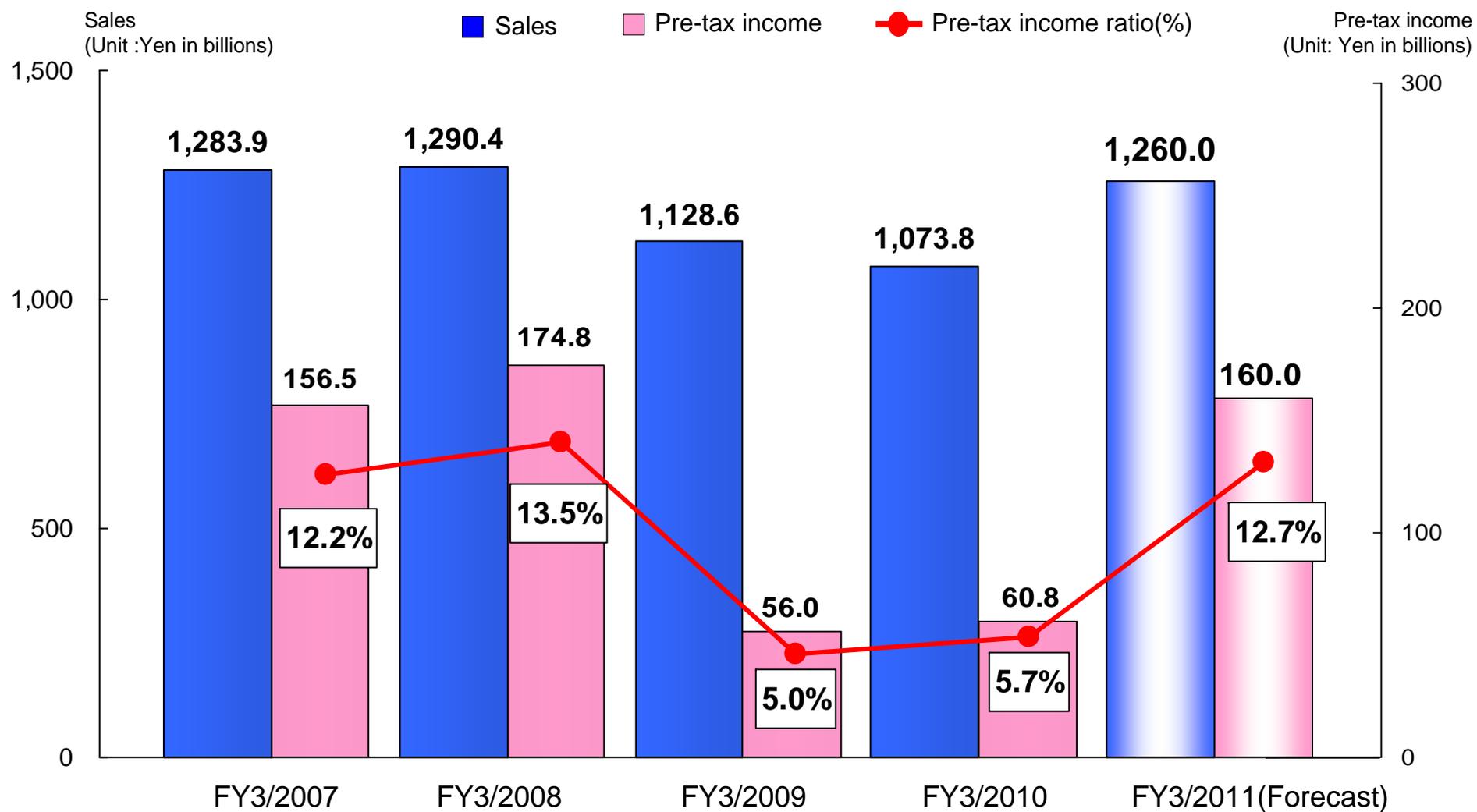


Data center



Business related to PHS Base Station

Achieve FY3/2011 Forecasts



- **Appendixes**

Financial Results of Q2 FY3/2011

— Comparison with Q2 FY3/2010 —

(Unit: Yen in billions)

	Three months ended September 30,				Change	
	2009		2010			
	Amount	% of net sales	Amount	% of net sales	Amount	%
Net sales	258.5	100.0	324.2	100.0	65.7	25.4
Profit from operations	14.4	5.6	41.2	12.7	26.8	185.2
Pre-tax income	16.4	6.4	43.2	13.3	26.8	162.5
Net income attributable to shareholders of Kyocera Corporation	9.2	3.6	32.1	9.9	22.9	249.0
EPS attributable to shareholders of Kyocera Corporation (diluted-yen)	50.06	—	174.74	—	124.68	—
Capital expenditures	8.0	3.1	20.7	6.4	12.7	159.8
Depreciation	15.0	5.8	14.1	4.3	-0.9	-6.1
R&D expenses	12.9	5.0	12.1	3.7	-0.8	-6.3
Average exchange rate (yen)	US\$: ¥ 94	€: ¥ 134	US\$: ¥ 86	€: ¥ 111		
Foreign currency fluctuation effect on: (compared with the previous same period)	net sales	Approx. ¥ -26.0 billion		Approx. ¥ -20.0 billion		
	pre-tax income	Approx. ¥ -8.0 billion		Approx. ¥ -8.5 billion		

Sales by Reporting Segment

— Three months ended September 30, 2010 —

(Unit: Yen in billions)

■ Reporting Segment	Three months ended September 30, 2010				Change	
	2009		2010			
	Amount	% of total	Amount	% of total	Amount	% of total
■ Fine Ceramic Parts Group	12.3	4.8	19.4	6.0	7.1	58.7
■ Semiconductor Parts Group	34.1	13.2	45.3	14.0	11.2	32.7
■ Applied Ceramic Products Group	37.0	14.3	50.8	15.7	13.8	37.2
■ Electronic Device Group	49.1	19.0	64.0	19.7	14.9	30.4
Components business	132.5	51.3	179.5	55.4	47.0	35.5
■ Telecommunications Equipment Group	42.9	16.6	57.5	17.7	14.6	33.9
■ Information Equipment Group	57.4	22.2	58.5	18.1	1.1	2.0
Equipment business	100.3	38.8	116.1	35.8	15.8	15.7
■ Others	31.0	12.0	35.4	10.9	4.4	14.3
Adjustments and eliminations	-5.3	-2.1	-6.8	-2.1	-1.5	—
Net Sales	258.5	100.0	324.2	100.0	65.7	25.4

Operating Profit by Reporting Segment

— Three months ended September 30, 2010 —

(Unit: Yen in billions)

■ Reporting Segment	Three months ended				Change	
	June 30, 2010		September 30, 2010		Amount	%
	Amount	% of net sales	Amount	% of net sales		
■ Fine Ceramic Parts Group	-0.8	—	3.0	15.4	3.8	—
■ Semiconductor Parts Group	2.8	8.2	9.5	20.9	6.7	240.0
■ Applied Ceramic Products Group	3.2	8.8	8.3	16.3	5.1	155.0
■ Electronic Device Group	2.6	5.3	12.8	19.9	10.2	392.8
Components business	7.8	5.9	33.5	18.7	25.7	327.6
■ Telecommunications Equipment Group	-2.1	—	-3.2	—	-1.1	—
■ Information Equipment Group	6.3	10.9	8.9	15.2	2.6	42.2
Equipment business	4.1	4.1	5.7	4.9	1.6	37.8
■ Others	1.8	5.9	2.8	7.8	1.0	51.3
Operating Profit	13.8	5.3	42.0	12.9	28.2	204.4
Corporate	2.2	—	1.5	—	-0.7	-30.6
Equity in earnings of affiliates and unconsolidated subsidiaries	0.4	—	0	—	-0.4	-95.5
Adjustments and eliminations	0.1	—	-0.3	—	-0.4	—
Pre-tax income	16.4	6.4	43.2	13.3	26.8	162.5

Forward-Looking Statements

Certain of the statements made in this document are forward-looking statements (within the meaning of Section 21E of the U.S. Securities and Exchange Act of 1934), which are based on our current assumptions and beliefs in light of the information currently available to us. These forward-looking statements involve known and unknown risks, uncertainties and other factors. Such risks, uncertainties and other factors include, but are not limited to the following lists. General economic conditions in our markets, which are primarily Japan, North America, Europe and Asia, particularly China; Unexpected changes in economic, political and legal conditions in countries where we operate; Our ability to develop, launch and produce innovative products, including meeting quality and delivery standards, and our ability to otherwise meet the advancing technological requirements of our customers, particularly in the highly competitive markets for ceramics, semiconductor parts and electronic components; Manufacturing delays or defects resulting from outsourcing or internal manufacturing processes which may adversely affect our production yields and operating results; Factors that may affect our exports, including a strong yen, political and economic instability, difficulties in collection of accounts receivable, decrease in cost competitiveness of our products, increases in shipping and handling costs, difficulty in staffing and managing international operations and inadequate protection of our intellectual property; Changes in exchange rates, particularly between the yen and the U.S. dollar and Euro, respectively, in which we make significant sales; Exposure to credit risk on trade receivables due to customers' worsening financial condition; Inability to secure skilled employees, particularly engineering and technical personnel; Insufficient protection of our trade secrets and intellectual property rights including patents; Our continuing to hold licenses to manufacture and sell certain of our products; The possibility that future initiatives and in-process research and development may not produce the desired results; The possibility that companies or assets acquired by us may not produce the returns or benefits, or bring in business opportunities, which we expect, and may require more cost than expected for integration; Events that may impact negatively on our markets or supply chain, including terrorist acts and outbreaks of disease or war; The occurrence of natural disasters, such as earthquakes, in locations where our manufacturing and other key business facilities are located; The possibility of future tightening of environmental laws and regulations in Japan and other countries which may increase our environmental liability and costs and expenses to observe the obligations; Fluctuations in the value of, and impairment losses on, securities and other assets held by us; The possibility that deferred tax assets may not be realized or additional liabilities for unrecognized tax benefits may be required; and Changes in accounting principles. Such risks, uncertainties and other factors may cause our actual results, performance, achievements or financial position to be materially different from any future results, performance, achievements or financial position expressed or implied by these forward-looking statements. We undertake no obligation to publicly update any forward-looking statements included in this document.