

Consolidated Financial Review For the Third Quarter Ended March 31, 2007



Company Name: Lasertec Corporation

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Stock exchange listing: Jasdaq Securities Exchange, Inc.

Code number: 6920

Representative Director: Yaichiro Watakabe, President

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For reference only: The accompanying financial statements have been prepared in accordance with accounting principles and practices generally accepted in Japan.

1. Basic Information on Quarterly Financial Statements

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|--|------|
| 1. The adoption of compendium method in accounting procedure | Yes |
| Regarding tax expenses for the quarterly book closing, the simplified method is applied. | |
| 2. Changes of accounting principles applied from the previous fiscal year | None |
| 3. Changes of scope of group companies from the previous fiscal year | None |

2. Consolidated Financial Highlights

(1) Consolidated operating results

(Fractional amounts are discarded)

	Net sales		Operating income		Ordinary income	
	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%
Mar. 31, 2007	10,556	20.0	2,600	25.9	2,589	24.5
Mar. 31, 2006	8,797	63.1	2,065	101.6	2,079	101.6
June 30, 2006	12,033	20.7	2,963	55.0	3,060	58.7

	Net income		Net income per share	Net income per share, fully diluted
	(Millions of yen)	%	(Yen)	(Yen)
Mar. 31, 2007	1,596	20.4	137.03	134.61
Mar. 31, 2006	1,325	108.1	228.46	227.74
June 30, 2006	1,884	56.5	162.25	161.67

(Notes)

- Profit/loss on equity method:

Nine months ending March 31, 2007:	None
Nine months ending March 31, 2006:	None
Year ended June 30, 2006:	None
- Average number of shares of common stock during period:

March 31, 2007	11,652,653 shares
March 31, 2006	5,802,834 shares
June 30, 2006	11,615,755 shares
- The percentages for net sales, operating income, ordinary income and net income represent year-on-year increase or decrease.
- This company implemented share splitting by one to two, effective as of April 1 2006. Various numbers per share for the third quarter ended March 31 2006, assuming the share splitting was effected at the beginning of the previous fiscal year are below.

Net income per share	March 31, 2006	: 114.23 yen
Net income per share, fully diluted	March 31, 2006	: 113.87 yen

Qualitative information and such about progress status of operating results (consolidated)

Sales amount of both Semiconductor related systems and FPD related systems in the third quarter progressed steadily. The sales amount of systems of both categories is expected to continuously progress steadily also in the fourth quarter and the planned sales amount for the current period will be sufficiently attained. With regard to orders received, semiconductor related systems progressed steadily. However, orders received for FPD related systems are somewhat influenced by postponement of investment on the 7th generation substrates and further.

As a result, the consolidated net sales for this third quarter period amounted to 10,556 million yen, the ordinary income amounted to 2,589 million yen and the net income amounted to 1,596 million yen.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	(Millions of yen)	(Millions of yen)	%	(Yen)
Mar. 31, 2007	22,637	12,248	53.9	1,046.56
Mar. 31, 2006	14,764	10,518	71.2	1,806.46
June 30, 2006	15,560	11,067	71.1	949.96

(Notes) Number of outstanding shares at end of period:

1. March 31, 2007 11,654,722 shares March 31, 2006 5,822,420 shares June 30, 2006 11,650,755 shares
2. This company implemented share splitting by one to two, effective as of April 1 2006. Net assets per share for the third quarter ended March 31 2006, assuming the share splitting was effected at the beginning of the previous fiscal year is below.
 Net assets per share March 31, 2006 : 903.23 yen

Qualitative information and such about progress status of financial position (consolidated)

This company issued the No.1 unsecured convertible bonds with stock subscription rights (5 billion yen) on February 13, 2007. The financing will be allocated to buy land and build our head office with R&D center.

The total assets amounted to 22,637 million yen, increase of 7,076 million yen from that at the end of last fiscal year ended June 30, 2006. The main reason is due to the increase of current assets such as cash and deposits by the issuance of unsecured convertible bonds with stock subscription rights and as notes and accounts receivable - trade.

The balance of debt increased by 5,896 million yen from that at the end of last fiscal year ended June 30, 2006. The main reason is due to the increase both of current liabilities came from advances received and of long-term liabilities came from the issuance of unsecured convertible bonds with stock subscription rights.

The net assets increased by 1,180 million yen from that at the end of last fiscal year ended June 30, 2006. As a result of above, the equity ratio became 53.9%. (71.1% at the end of last fiscal year ended June 30, 2006)

3. Dividend within the third quarter

N.A.

4. Consolidated operating estimates for the year ending June 30, 2007

(7/1/06- 6/30/07)

	Net sales	Ordinary income	Net income
	(Millions of yen)	(Millions of yen)	(Millions of yen)
Annual	16,200	3,890	2,390

(N.b.) Estimated net income per share for the year ending June 30, 2007(annual): 205.10yen

Qualitative information and such regarding business performance forecast

Business performance forecast at present is the same, without any change, as the one announced the previous time (February 21, 2007),

Consolidated balance sheets

(In thousands of yen)

Years ended March 31;	Mar 31, 2006	%	Mar 31, 2007	%	June 30, 2006	%
(Assets)						
Current assets						
Cash and deposits	4,401,993		11,329,521		5,469,810	
Notes and accounts receivable – trade	2,719,790		2,877,605		1,781,684	
Marketable securities	100,420		400,174		100,457	
Inventories	4,922,867		5,407,106		5,445,352	
Deferred tax assets	122,526		143,739		159,459	
Others	212,887		263,762		332,919	
Allowance for doubtful accounts	(2,511)		(2,988)		(2,111)	
Total current assets	12,477,974	84.5	20,418,921	90.2	13,287,572	85.4
Long-term assets						
Tangible fixed assets						
Land	581,721		581,721		581,721	
Others	660,762		657,141		661,441	
Total tangible fixed assets	1,242,484	8.4	1,238,862	5.5	1,243,162	8.0
Intangible fixed assets	1,846	0.0	1,852	0.0	1,846	0.0
Investments and other assets						
Investment securities	620,780		563,619		590,813	
Deferred tax assets	94,970		185,736		114,819	
Others	326,147		228,385		322,402	
Total Investments and other assets	1,041,897	7.1	977,742	4.3	1,028,035	6.6
Total long-term assets	2,286,228	15.5	2,218,457	9.8	2,273,045	14.6
Total assets	14,764,202	100.0	22,637,378	100.0	15,560,617	100.0

(In thousands of yen)

Years ended March 31;	Mar 31, 2006	%	Mar 31, 2007	%	June 30,2006	%
(Liabilities)						
Current liabilities						
Accounts payable – trade	770,068		350,942		507,926	
Accrued income taxes	395,597		492,425		866,219	
Advances received	2,305,291		3,492,852		2,170,870	
Reserve for bonuses	119,343		132,000		-	
Reserve for director's bonuses	-		85,081		116,300	
Reserve for product warranties	68,102		125,611		78,750	
Others	381,936		462,778		533,727	
Total current liabilities	4,040,338	27.4	5,141,692	22.7	4,273,793	27.5
Long-term liabilities						
Convertible bonds with warrant	-		5,000,000		-	
Accounts payable for long-term	77,400		77,400		77,400	
Deferred tax liabilities	-		413		-	
Reserve for employees' retirement benefits	128,443		169,482		141,600	
Total long-term liabilities	205,843	1.4	5,247,295	23.2	219,000	1.4
Total liabilities	4,246,181	28.8	10,388,987	45.9	4,492,794	28.9
(Net assets)						
Equity						
Capital stock	931,000	6.2	931,000	4.1	931,000	6.0
Capital surplus	1,080,360	7.3	1,080,360	4.8	1,080,360	6.9
Retained earnings	8,618,633	58.4	10,307,434	45.5	9,177,025	59.0
Less treasury stock, at cost	(181,270)	(1.2)	(168,848)	(0.7)	(173,899)	(1.1)
Revaluation on other securities	59,693	0.4	30,847	0.1	47,308	0.3
Foreign currency translation adjustment	9,604	0.1	16,680	0.1	6,029	0.0
Total equity	10,518,020	71.2	12,197,474	53.9	11,067,823	71.1
Share subscription rights	-	-	50,917	0.2	-	-
Total net assets	10,518,020	71.2	12,248,391	54.1	11,067,823	71.1
Total liabilities and net assets	14,764,202	100.0	22,637,378	100.0	15,560,617	100.0

Consolidated statements of income

(In thousands of yen)

Years ended March 31;	Mar 31, 2006	%	Mar 31, 2007	%	June 30, 2006	%
Net sales	8,797,152	100.0	10,556,231	100.0	12,033,090	100.0
Cost of sales	4,688,876	53.3	5,444,334	51.6	6,153,367	51.1
Gross profit	4,108,276	46.7	5,111,896	48.4	5,879,722	48.9
Selling, general and administrative expenses	2,042,461	23.2	2,511,256	23.8	2,916,574	24.3
Operating income	2,065,815	23.5	2,600,640	24.6	2,963,148	24.6
Non-operating income						
Interest income	3,153		13,779		4,554	
Dividend income	9,289		1,258		9,741	
Exchange gain	2,677		-		8,248	
Income from contract development	-		-		70,302	
Others	694		2,105		7,245	
Total non-operating income	15,815	0.2	17,144	0.2	100,091	0.8
Non-operating expenses						
Interest expenses	507		75		620	
Bond issue cost	-		26,873		-	
Loss on sales of investment securities	810		-		810	
Exchange loss	-		1,424		-	
Others	976		100		1,008	
Total non-operating expenses	2,294	0.1	28,474	0.3	2,438	0.0
Ordinary income	2,079,335	23.6	2,589,310	24.5	3,060,801	25.4
Extraordinary income						
Gain on sales of fixed assets	1,035		-		1,039	
Reversal of allowance for doubtful receivables	1,155		-		1,556	
Total extraordinary income	2,191	0.0	-	-	2,595	0.0
Extraordinary losses						
Loss on disposal of fixed assets	9,862		3,413		11,986	
Loss on devaluation on investment securities	-		-		9,218	
Total extraordinary losses	9,862	0.1	3,413	0.0	21,205	0.1
Income before income taxes	2,071,664	23.5	2,585,896	24.5	3,042,191	25.3
Corporate, inhabitant and enterprise taxes	678,692	7.7	1,031,945	9.8	1,144,706	9.5
Deferred income taxes	67,211	0.7	(42,859)	(0.4)	12,777	0.1
Net income	1,325,759	15.1	1,596,810	15.1	1,884,708	15.7