

**Business Results Briefing for
the second quarter of
the term ending June 2009**

**February 18th 2009
Lasertec Corporation
(6920 JASDAQ)**

Lasertec

- 1. Business results for the second quarter of the term ending June 2009**
- 2. Business results forecast for the term ending June 2009**
- 3. Business activities for the coming future**

Contents

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Gain and Loss Status

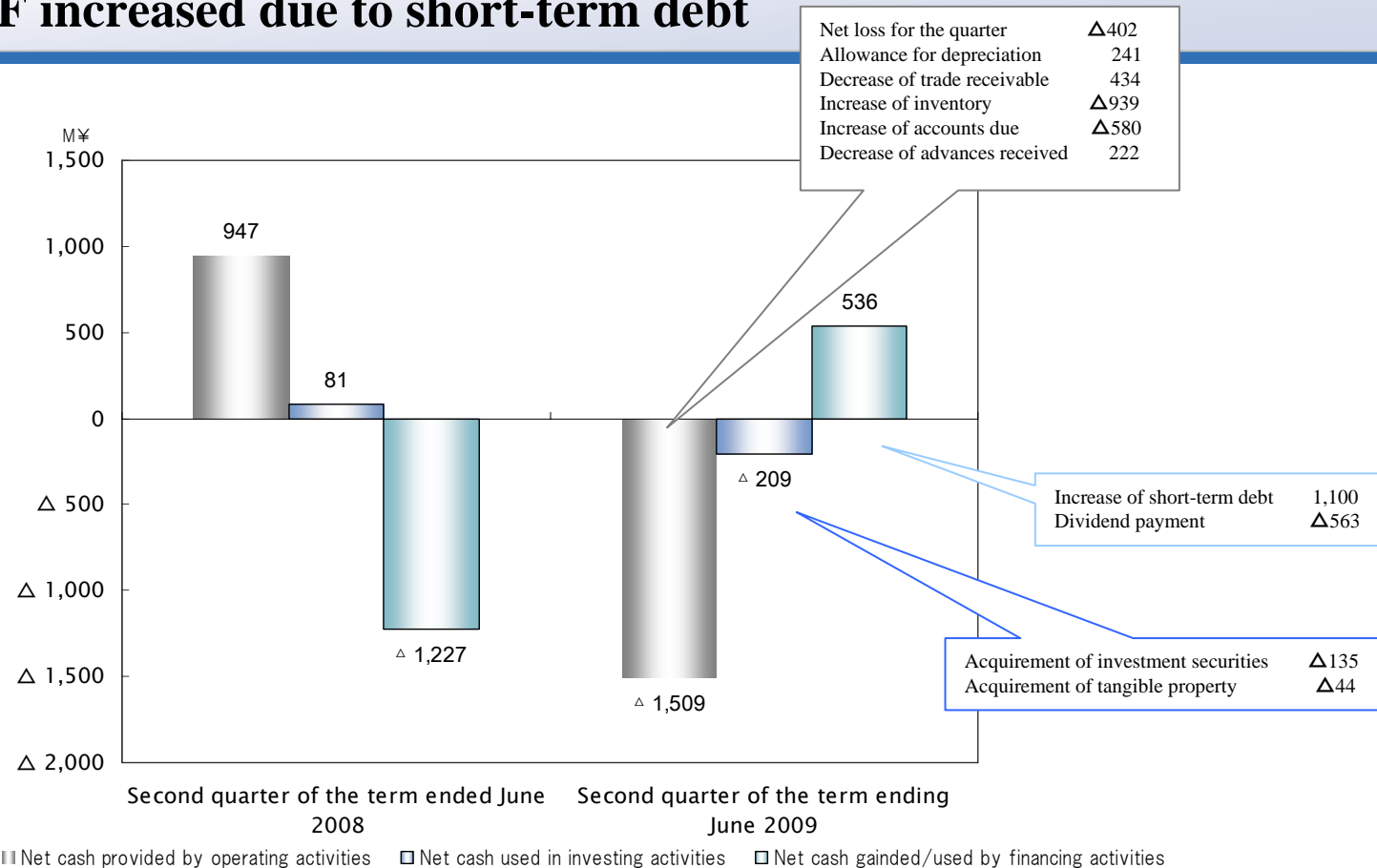
Although business results for the second quarter slightly exceeded the amended forecast, Sales Volume and Profit both dropped remarkably y/y.

(Consolidated / ¥ Million)

	Second quarter of the term ended June 2008		Second quarter of the term ending June 2009			
	Result	Ratio	Forecast (Nov 14,2008)	Result	Ratio	Y/Y Ratio
Sales	6,621	100.0%	4,130	4,469	100.0%	-32.5%
Gross profit on sales	3,679	55.6%	-	1,641	36.7%	-55.4%
Selling and general administrative expenses	1,877	28.4%	-	1,888	42.3%	0.6%
Operating income	1,802	27.2%	-485	-247	-5.5%	-
Ordinary income	1,809	27.3%	-500	-268	-6.0%	-
Net income	1,119	16.9%	-350	-303	-6.8%	-

Consolidated Cash Flow

Operating CF decreased due to increase of inventory and such
Financial CF increased due to short-term debt



[Major Factors]

Operating CF; Net loss before adjustment such as tax for the quarter (402 M), Inventory increase (939 M)
 Increased accounts due (Materials for value) (580M), Tax Payment (774M), Decreased trade receivable (434M)
 Investment CF; Acquirement of investment securities (135M)
 Financial CF; Increased short-term debt (1,100M), Dividend Payment (563M)

Sales Amounts by Product

Sales of semiconductor related products decreased to one thirds y/y due to the slump of order entry

(Consolidated / ¥ Million)

	Second quarter of the term ended June 2008		Second quarter of the term ending June 2009		
	Result	Ratio	Result	Ratio	Y/Y Ratio
Semiconductor Related Systems	4,266	64.4%	1,197	26.8%	-71.9%
Flat Panel Display Related Systems	1,571	23.7%	2,559	57.3%	62.9%
Confocal Scanning Laser Microscopes	231	3.5%	234	5.2%	1.3%
Service	553	8.4%	478	10.7%	-13.6%
Total	6,621	100.0%	4,469	100.0%	-32.5%

Order entry and order backlog

Order entry stays at extremely low level.

Order for Large Photomask Inspection System is pending in FPD related field.

(Consolidated / ¥ Million)

Order entry

	Second quarter of the term ended June 2008 Orders	Second quarter of the term ending June 2009 Orders	
	Result	Result	Y/Y Ratio
Semiconductor Related Systems	1,498	1,025	-31.6%
Flat Panel Display Related Systems	1,612	635	-60.6%
Confocal Scanning Laser Microscopes	346	224	-35.3%
Service	599	537	-10.4%
Total	4,057	2,421	-40.3%

Back-Log

Second quarter of the term ending June 2009 Back-Log	
Result	Y/Y Ratio
1,543	-60.6%
5,269	18.1%
167	-4.0%
145	9.8%
7,124	-18.0%

Other key indexes

**Continuation of investment on R&D and recruitment.
Depreciation allowance increases due to acquirement of new company premises.**

(Consolidated / ¥ Million)

	Second quarter of the term ended June 2008	Second quarter of the term ending June 2009		
	Result	Result	Ratio to sale amount	Y/Y Ratio
Research and development (R&D) costs	716	738	16.5%	3.0%
Depreciation expense	69	242	5.4%	248.1%
Capital expenditures	83	38	0.9%	-53.7%
Total Employees	217	239	-	22

1. Business results for the second quarter of the term ending June 2009
2. **Business results forecast for the term ending June 2009**
3. Business activities for the coming future

Business results forecast for the term ending June 2009

Profit plummets due to sales volume decrease.

Factors for decreased operating profit is based on decreased sales, product mix sold and such.

(Consolidated / ¥ Million)

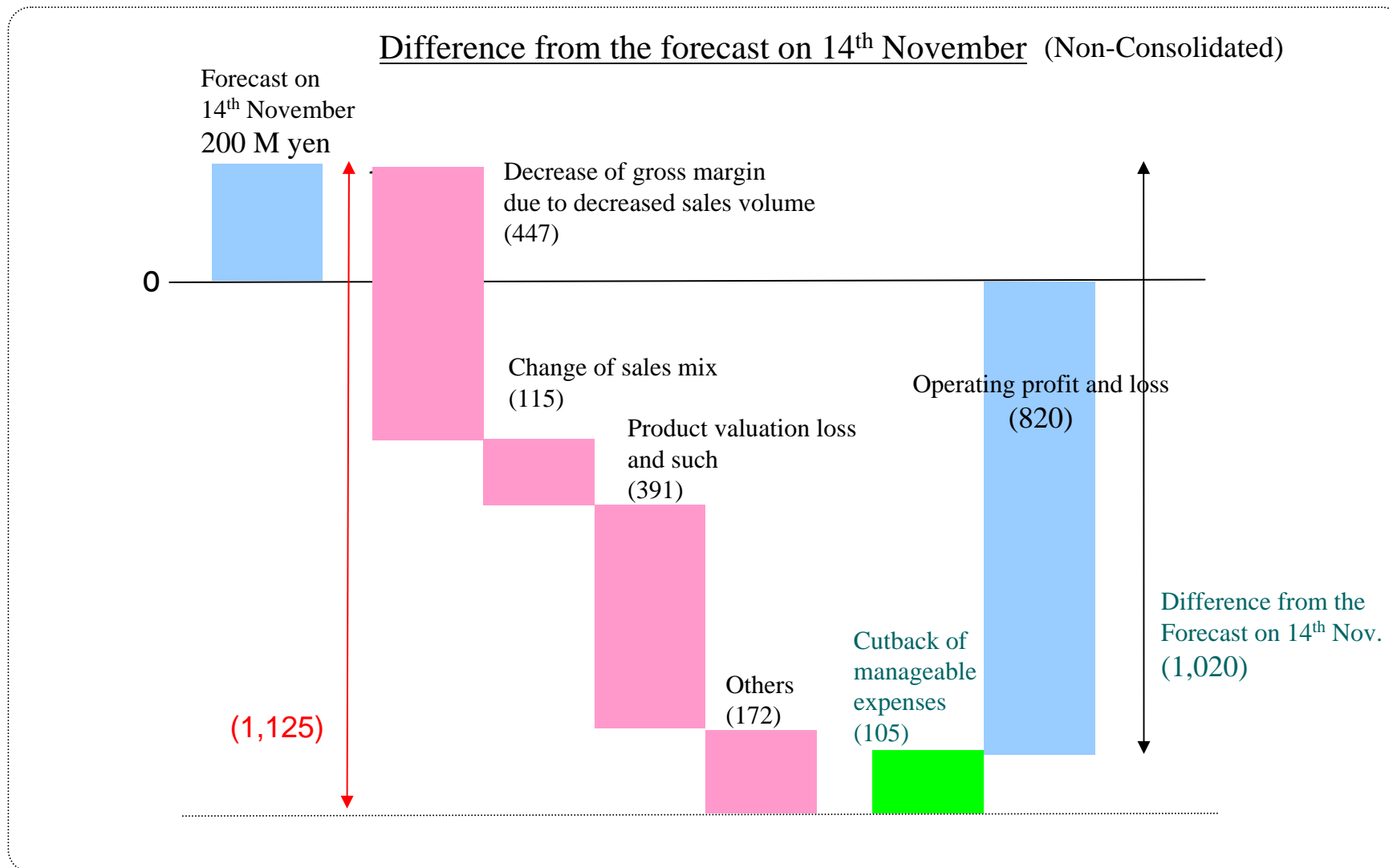
	Term ended June 2008		Term ending June 2009			
	Result	Ratio	Forecast (Nov 14,2008)	Forecast (Feb 13,2009)	Ratio	Y/Y Ratio
Sales	14,136	100.0%	11,200	10,000	100.0%	-29.3%
Operating income	3,100	21.9%	160	-830	-8.3%	-
Ordinary income	3,156	22.3%	140	-860	-8.6%	-
Net income	1,888	13.4%	40	-740	-7.4%	-

Reference

(Consolidated / ¥ Million)

	Term ending June 2009			Term ending June 2009	
	1st Half	2nd Half	Year total	Previous Forecast (Nov 14,2008)	Difference
	Results	Forecast	Forecast		
Sales	4,469	5,531	10,000	11,200	-1,200
Operating income	-247	-583	-830	160	-990
Ordinary income	-268	-592	-860	140	-1,000
Net income	-303	-437	-740	40	-780

Increase/decrease of operating profit and loss



Sales volume forecast by product

Sales forecast goes down in each category from the forecast in last November

(Consolidated / ¥ Million)

	Term ended June 2008		Term ending June 2009			
	Result	Ratio	Forecast (Nov 14,2008)	Forecast (Feb 13,2009)	Ratio	Y/Y Ratio
Semiconductor Related Systems	7,882	55.8%	—	3,100	31.0%	-60.7%
Flat Panel Display Related Systems	4,399	31.1%	—	5,400	54.0%	22.7%
Confocal Scanning Laser Microscopes	804	5.7%	—	600	6.0%	-25.5%
Service	1,049	7.4%	—	900	9.0%	-14.2%
Total	14,136	100.0%	11,200	10,000	100.0%	-29.3%

Reference

(Consolidated / ¥ Million)

	Term ending June 2009		
	1st Half Results	2nd Half Forecast	Year total Forecast
Semiconductor Related Systems	1,197	1,903	3,100
Flat Panel Display Related Systems	2,559	2,841	5,400
Confocal Scanning Laser Microscopes	234	366	600
Service	478	422	900
Total	4,469	5,531	10,000

Order entry forecast by product

Order entry stays sluggish. Especially FPD related drastically goes down y/y.

	(Consolidated / ¥ Million)			
	Term ended June 2008		Term ending June 2009	
	Result	Ratio	Forecast (Feb 13,2009)	Y/Y Ratio
Semiconductor Related Systems	2,911	24.1%	3,412	17.2%
Flat Panel Display Related Systems	7,170	59.5%	1,920	-73.2%
Confocal Scanning Laser Microscopes	923	7.7%	743	-19.5%
Service	1,048	8.7%	945	-9.9%
Total	12,054	100.0%	7,020	-41.8%

Reference	(Consolidated / ¥ Million)		
	Term ending June 2009		
	1st Half Results	2nd Half Forecast	Year total Forecast
Semiconductor Related Systems	1,025	2,387	3,412
Flat Panel Display Related Systems	635	1,285	1,920
Confocal Scanning Laser Microscopes	224	519	743
Service	537	408	945
Total	2,421	4,599	7,020

The other key indexes

**R&D investment stays at the level of the preceding year.
Depreciation cost increases by acquirement of the new company premises.**

(Consolidated / ¥Million)

	Term ended June 2008	Term ending June 2009		
	Result	Forecast (Feb 13,2009)	Ratio to sale amount	Y/Y Ratio
Research and development (R&D) cost	1,269	1,260	12.6%	-0.8%
Depreciation and amortization	244	499	5.0%	104.6%
Capital expenditures	6,962	123	1.2%	-98.2%
Total Employees	231	243	-	12

1. **Business results for the second quarter of the term ending June 2009**
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3. **Business activities for the coming future;
efforts pursuing improvement of business results**

Activities for improving business results

The term 2008 Though recovery had been expected in the latter half of the term at the beginning, we faced deep slump all of a sudden. Besides, one thirds of the sold products are of low profit rate and the total profit drastically went down.

The term 2009 The current situation is that speedy recovery of our main products of semiconductor related and FPD related seems to be very difficult.



Management Action

- 1. Improvement of profitability;**
Exertion of Emergency Management Action
- 2. Reinforcement of business ; Focus resources on**
semiconductor related tools and challenge new business fields



Strategic movement for growth for black figure in the next term

1. Improved earnings; Toward black figure for the next term (term ending June 2010)

Emergency Management Action (2008 November~)

Cost reduction

- **Thorough cost reduction and higher efficiency**
(Cost reduction of all the items including travelling benefits, subcontract cost, meeting expenses)
(R&D budget performance improvement)
- **Eradicating loss-making products or reborn to black figure** (LCD repair systems)
- **Executive reward reduction 20%~10%**
- **Labor charge reduction** (overtime reduction, bonus reduction)
- **Abolish or merge of bases** (closure of West Japan Office)

Reinforcement of financial strength

- **Constriction of operating capital**
(Constriction of inventory, Quick resumption of accounts receivable)
- **Commit line has been set**
- **Depletion handling; Proper processing of valuation loss**

Reborn of LCD repair systems to black figure (term ending June 2011)

- **Fundamental review of design** ▪ ▪ ▪ **Cost reduction design**
- **Standardization, Common usage of parts**
- **Reduction of constant cost (relocation of workers)**

2. Reinforcement of business enterprise

Further reinforcement of semiconductor related systems; Reinforcement of sales basis by speedy development for quickly responding to customer's business strategy and issues

**Reinforcement of
Development Dynamism**

- Reinforce the development structure of the semiconductor division: the 2 department system to the 3 department system (January '09 ~)

**Market share
expansion and launch
of new products**

- Emphasized tasks for this term**
- Mask related ---- Market share expansion of the anchor product MATRICS
 - Wafer related---- Full line-up of WASAVI series and scale-up of order entry (3 series already released, one model to be added)
 - Accelerated development of new products that generates new markets

Actively break into new business fields that applies new optics technologies

New business field; Join the solar field with a measurement system for improvement of energy conversion efficiency of solar cells. (prototype demo will start at the end of February 2009)

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The forecast contained herein is made based on information available on the day of its release and a certain assumption that is estimated to be rational, and actual business accomplishment and such may differ from the planned numbers on forecast due to various factors in the future.