

Consolidated Financial Review for the Third Quarter Ended March 31, 2009

May 1, 2009



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 Stock exchange listing: Jasdaq Securities Exchange, Inc.
 Code number: 6920
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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.

(Millions of yen, rounded down)

1. Consolidated financial highlights for the third quarter ended March 31, 2009

(1) Consolidated operating results (Accumulated)

	Net sales		Operating income (loss)		Ordinary income (loss)	
	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%
Mar.31, 2009	4,892	--	(895)	--	(910)	--
Mar.31, 2008	7,386	(30.0)	989	(61.9)	1,098	(57.6)

	Net income (loss)		Net income (loss) per share		Net income per share, fully diluted	
	(Millions of yen)	%	(Yen)	(Yen)	(Yen)	(Yen)
Mar.31, 2009	(719)	--	(63.86)	--	--	--
Mar.31, 2008	660	(58.7)	57.46	50.88	50.88	50.88

Notes: The percent figures indicate changes from the same period of the previous fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	(Millions of yen)	(Millions of yen)	%	(Yen)
Mar. 31, 2009	22,465	11,929	52.9	1,054.67
June 30, 2008	22,268	13,292	59.5	1,175.67

2. Dividends

This company has not been paying dividends on the basis of ending date of the third quarter.

Regarding forecast of the dividends of this fiscal year ended June 30, 2009, this company has not been changed the amount from announced on February, 13, 2009.

(Record date)	Dividends per share		
	Interim	Year-end	Annual
	(Yen)	(Yen)	(Yen)
June. 30, 2008	0 00	50 00	50 00
June. 30, 2009	0 00	15 00	15 00

3. Consolidated operating estimates for the year ending June 30, 2009

Except for net income per share, this company has not been changed the amount of forecasted as announced on February 13, 2009.

(7/1/08- 6/30/09)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Yen)
Annual	10,000	(29.3)	(830)	—	(860)	—	(740)	—	(65.70)

Notes: The percent figures indicate changes from the same period of the previous fiscal year.

4. Other information

1. Changes of scope of group companies in this fiscal year : None
2. The adoption of compendium method in accounting procedure : Yes
3. Changes of accounting principles applied from the previous fiscal year : Yes
4. Shares (ordinary stock)

Number of outstanding shares at end of period including treasury stock

Mar.31, 2009 11,785,800 shares June 30, 2008 11,785,800 shares

Number of treasury stocks at end of period

Mar.31, 2009 522,727 shares June 30, 2008 522,628 shares

Number of averaged shares in the fiscal period

Mar.31, 2009 11,263,107 shares Mar.31, 2008 11,485,220 shares

Cautionary statements with respect to forward-looking statements

This summary and its related materials contain forward-looking statements based on information available to the management at the time of this announcement and on premise that it has judged to be rational. Accordingly, actual results may differ materially from those projected by various factors.

[Qualitative information, financial statements and such]

1. Qualitative information regarding consolidated business achievement

In this third quarter of the consolidated fiscal year, influence of financial crisis having its roots in the US has globally spread and a great number of industries have fallen into business recession.

In the semiconductor industry sector that constitutes the main market for the product of this company group, price deterioration of DRAM and NAND type flash memory, and also decrease of demand for digital home appliances led to production cutback and postponement or freeze of capital investment.

At the same time in the FPD industry, because production adjustment was implemented in the aim to cope with deteriorated profitability originating to sluggish demand and panel price deterioration, extensive restraint of capital investment is continuing.

Such circumstances seriously influence the business performance of this company group and some of expected sales were forced to be postponed. Order entry situation also continues to be extremely sluggish.

For the reasons mentioned above, the sales volume for the consolidated financial period of the third quarter accumulated amounted to 4,892 million yen.

When sales volume is viewed product by product, the sales volume of semiconductor related systems amounted to 1,238 million yen, the sales volume of FPD related systems amounted to 2,570 million yen and the sales volume of laser microscopes amounted to 392 million yen.

With regard to accumulated consolidated loss, operating loss amounted to 895 million yen, ordinary loss amounted to 910 million yen and net accumulated loss at this quarter amounted to 719 million yen.

2. Qualitative information regarding consolidated financial condition

(1) Status of asset, liability and net asset

The total assets at the end of the consolidated financial period of this third quarter amounted to 22,465 million yen, increase of 197 million yen from that at the end of the last consolidated fiscal year. Main cause for the increase of the asset is due to increase of inventory by 2,330 million yen and increase of accounts receivable-other by 535 million yen, in spite of the decrease factors such as decrease of cash and deposits by 1,289 million yen and decrease of notes and accounts receivable-trade by 1,184 million yen.

The outstanding balance of liabilities at the end of this consolidated financial period of this third quarter amounted to 10,536 million yen an increase of 1,560 million yen from that at the end of the last fiscal year. This is mainly due to the fact that short-term loans payable increased by 2,100 million yen and advances received increased by 427 million yen , although the outstanding income taxes payable decreased by 779 million yen.

Shareholder's equity amounted to 12,010 million yen at the end of the consolidated financial period of this third quarter, a decrease of 1,282 million yen from that at the end of the last consolidated fiscal year. This is due to the fact that net loss of 719 million yen was declared for this quarter and surplus dividend distribution of 563 million yen was conducted.

Total net assets, a sum of shareholders' equity, valuation and translation adjustments and subscription rights to shares amounted to 11,929 million yen and equity ratio became 52.9 %.

(2) Status of cash flow

Cash and cash equivalents (hereinafter "funds") at the end of consolidated financial period of this third quarter amounted to 1,532 million yen, decrease of 1,322 million yen from that at the end of the last consolidated fiscal year.

Cash flow status and contributing factors at the end of consolidated financial period of this third quarter are as follows.

(Cash flow by operating activities)

Funds spent on business operation amounted to 2,458 million yen. This is mainly due to the fact that funds decreasing factors such as the inventory increase of 2,346 million yen, the net loss before income taxes for this third quarter of 1,081 million yen, increase of accounts receivable-other by 535 million yen and 788 million yen payment for income taxes surmounted the funds increasing factors such as decrease in notes and accounts receivable-trade by 1,151 million yen, advances received increased by 430 million yen and depreciation and amortization of 358 million yen.

(Cash flow by investment activities)

Funds put to use by the result of financial activities amounted to 283 million yen. This is mainly due to the expenditure of 135 million yen for purchase of investment securities, expenditure of 53 million yen for acquiring intangible fixed assets and expenditure of 46 million yen for acquiring tangible fixed assets.

(Cash flow by financing activities)

Funds acquired by financing activities amounted to 1,536 million yen. This is mainly due to net increase of 2,100 million yen by short-term loans payable and cash dividends paid by the amount of 563 million yen.

3. Qualitative information regarding consolidated earning forecast.

Worsening financial crisis in the US extensively influences numerous industries and corporate profit situation is remarkably deteriorating. Unpredictable severe situation is expected to continue for quite some time.

Although market situation surrounding semiconductor industry continues to be severe and extensive restraint on capital investment is assumed to continue, this company, in the coming fourth quarter, is determined to steadily book the sales forced to be postponed in the third quarter and at the same time, will focus on achieving order entry and sales of capital investment items indispensable for improvement of production efficiency and profitability at customer sites.

Meanwhile, the FPD industry as a whole is expected to continue extensive restraint of capital investment, but at the same time, some panel makers apparently restart capital investment in an active manner and this company will follow up that kind of business climate so that order entry and sales from that kind of movement will not be missed.

Although this company is under such difficult circumstances, this company will continue vigorous development of new products and energetic sales activities on one hand and move ahead toward determined cost reduction on the other to accomplish the business goal of this term.

(Summary) Quarterly consolidated balance sheets

(In thousands of yen, rounded down)

Year ended March 31;	Mar. 31, 2009	June 30, 2008
(Assets)		
Current assets		
Cash and deposits	1,567,716	2,857,125
Notes and accounts receivable – trade	3,889,920	5,074,310
Raw materials	800,054	408,437
Work in process	5,623,824	3,683,121
Accounts receivable -- other	688,243	153,119
Deferred tax assets	732,452	326,976
Other	184,711	388,094
Allowance for doubtful accounts	(8,290)	(5,345)
Total current assets	13,478,631	12,885,839
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	3,050,993	3,284,557
Machinery, equipment and vehicles, net	59,092	73,124
Tools, furniture and fixtures, net	233,140	301,992
Land	4,299,028	4,312,487
Total tangible assets	7,642,254	7,972,161
Intangible fixed assets	50,748	1,823
Investments and other assets		
Investment securities	186,114	182,983
Long-term accounts receivable-other	586,672	653,440
Deferred tax assets	295,362	334,632
Other	226,051	237,742
Total investments and other assets	1,294,200	1,408,798
Total noncurrent assets	8,987,204	9,382,783
Total assets	22,465,835	22,268,622

(In thousands of yen, rounded down)

Year ended March 31;	Mar.31, 2009	June 30, 2008
(Liabilities)		
Current liabilities		
Notes and accounts payable – trade	899,156	588,253
Short-term loans payable	2,100,000	—
Income taxes payable	1,437	781,171
Advances received	1,563,890	1,136,718
Provision for bonuses	152,868	—
Provision for directors' bonuses	—	116,600
Provision for product warranties	137,148	191,302
Other	340,124	843,300
Total current liabilities	5,194,624	3,657,346
Noncurrent liabilities		
Bonds with subscription rights to shares	5,000,000	5,000,000
Long-term accounts payable-other	60,400	60,400
Deferred tax liabilities	1,709	1,787
Provision for retirement benefits	279,329	226,360
Other	—	30,000
Total noncurrent liabilities	5,341,439	5,318,548
Total liabilities	10,536,063	8,975,895
(Net assets)		
Shareholders' Equity		
Capital stock	931,000	931,000
Capital surplus	1,080,360	1,080,360
Retained earnings	10,992,747	12,275,248
Treasury stock	(993,964)	(993,865)
Total shareholders' equity	12,010,142	13,292,743
Valuation and translation adjustments		
Valuation difference on available-for sale securities	—	(5,469)
Foreign currency translation adjustment	(131,287)	(45,463)
Total valuation and translation adjustments	(131,287)	(50,933)
Subscription rights to shares	50,917	50,917
Total net assets	11,929,772	13,292,727
Total liabilities and net assets	22,465,835	22,268,622

(Summary) Accumulated consolidated quarterly statements of income

(In thousands of yen, rounded down)

Year ended March 31;	2009 (July 1, 2008~ Mar. 31, 2009)	2008 (July 1, 2007~ Mar. 31, 2008)
Net sales	4,892,572	7,386,724
Cost of sales	3,280,513	3,592,941
Gross profit	1,612,058	3,793,783
Selling, general and administrative expenses	2,507,742	2,803,965
Operating income (loss)	(895,684)	989,817
Non-operating income		
Interest income	8,379	34,404
Dividends income	2,771	961
Rent income on noncurrent assets	3,368	—
Foreign exchange gains	—	77,051
Other	6,363	7,851
Total non-operating income	20,882	120,267
Non-operating expenses		
Interest expenses	5,736	—
Fee for purchasing treasury stock	—	4,334
Loss on sales of investment securities	—	7,392
Foreign exchange losses	28,537	—
Other	981	0
Total non-operating expenses	35,255	11,727
Ordinary income (loss)	(910,057)	1,098,358
Extraordinary income		
Reversal of allowance for doubtful accounts	—	2,138
Subsidy	6,566	726,000
Gain on sales of noncurrent assets	599	—
Total extraordinary income	7,165	728,138
Extraordinary losses		
Loss on disposal of noncurrent assets	1,821	3,518
Loss on reduction of noncurrent assets	6,566	726,000
Impairment loss	22,601	—
Loss on valuation of investment securities	141,328	—
Head office transfer cost	—	12,500
Other	6,551	—
Total extraordinary losses	178,868	742,018
Income (loss) before income taxes	(1,081,759)	1,084,478
Income taxes-current	10,412	318,286
Income taxes-deferred	(372,829)	106,186
Net income (loss)	(719,342)	660,005

(Summary) Quarterly consolidated statement of cash flows

(In thousands of yen, rounded down)

Year ended March 31;	2009 (July 1, 2008~Mar.31, 2009)
Net cash provided by (used in) operating activities	
Income (loss) before income taxes	(1,081,759)
Depreciation and amortization	358,812
Impairment loss	22,601
Increase (decrease) in allowance for doubtful accounts	3,130
Increase (decrease) in provision for bonuses	152,868
Increase (decrease) in directors' bonuses	(116,600)
Increase (decrease) in provision for product warranties	(52,272)
Increase (decrease) in provision for retirement benefits	55,900
Interest and dividends income	(11,150)
Interest expenses	5,736
Foreign exchange losses (gains)	75,337
Loss (gain) on sales of property,plant and equipment	(599)
Loss (gain) on disposal of property,plant and equipment	1,821
Loss on reduction of noncurrent assets	6,566
Decrease (increase) in long-term accounts receivable-other	66,768
Loss (gain) on valuation of investment securities	141,328
Decrease (increase) in notes and accounts receivable-trade	1,151,268
Decrease (increase) in inventories	(2,346,601)
Decrease (increase) in accounts receivable-other	(535,123)
Increase (decrease) in notes and accounts payable-trade	310,903
Increase (decrease) in advances received	430,053
Others,net	(316,423)
Subtotal	(1,677,436)
Interest and dividends income received	14,448
Interest expenses paid	(6,535)
Income taxes paid	(788,926)
Net cash provided by (used in) operating activities	(2,458,450)
Net cash provided by (used in) investment activities	
Payments into time deposits	(35,150)
Proceeds from withdrawal of time deposits	1,123
Purchase of property,plant and equipment	(46,485)
Proceeds from sales of property,plant and equipment	663
Purchase of intangible assets	(53,897)
Purchase of investment securities	(135,296)
Others,net	(14,821)
Net cash provided by (used in) investment activities	(283,862)
Net cash provided by (used in) financing activities	
Net increase (decrease) in short-term loans payable	2,100,000
Purchase of treasury stock	(99)
Cash dividends paid	(563,158)
Net cash provided by (used in) financial activities	1,536,742
Effect of exchange rate change on cash and cash equivalents	(117,359)
Net increase (decrease) in cash and cash equivalents	(1,322,930)
Cash and cash equivalents at beginning of period	2,855,496
Cash and cash equivalents at end of period	1,532,566