

Date: March 14, 2007

To shareholders:

Listed company name: Nitto Denko Corporation

Head office: 2-5-25, Umeda, Kita-ku, Osaka

Stock exchange listings: Tokyo, Osaka, First Section

Code No.: 6988

Company representative: President, Masamichi Takemoto

Contact person: General Manager, IR Group, Accounting & Finance Department

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### **Revised Sales and Earnings Forecasts for the Current Fiscal Year Ending March 2007**

In consideration of the recent changing business environment, the sales and earnings forecasts published at the announcement of the financial statements on January 31, 2007, have been revised as follows.

#### 1. Revision of the consolidated sales and earnings forecasts

Consolidated sales and earnings forecasts for the current fiscal year (from April 1,2006 to March 31,2007)

	Unit	Net sales	Operating income	Ordinary income	Net income
Initial forecasts (A)	Millions of yen	690,000	75,000	72,000	45,000
Revised forecasts (B)	Millions of yen	677,000	67,000	65,000	40,000
Difference (B) – (A)	Millions of yen	-13,000	-8,000	-7,000	-5,000
Rate of change	%	-1.9	-10.7	-9.7	-11.1
(Reference) Consolidated business results of the fiscal year ended March 2006	Millions of yen	626,316	89,224	90,196	55,306

#### Reasons for the revision

The price of LCD related products, which is our main product, has been falling down continuously in large size LCD-TV market. In addition, the improvement of production efficiency of those products is still slower than we expected.

#### 2. Revision of the non-consolidated sales and earnings forecasts

Non-consolidated sales and earnings forecasts for the current fiscal year (from April 1,2006 to March 31,2007)

	Unit	Net sales	Operating income	Ordinary income	Net income
Initial forecasts (A)	Millions of yen	410,000	45,000	50,000	33,000
Revised forecasts (B)	Millions of yen	400,000	37,000	42,000	22,000
Difference (B) – (A)	Millions of yen	-10,000	-8,000	-8,000	-11,000
Rate of change	%	-2.4	-17.8	-16.0	-33.3
(Reference) Non-consolidated business results of the fiscal year ended March 2006	Millions of yen	378,922	63,710	69,193	34,392

#### Reasons for the revision

In addition to the business reasons explained above for the consolidated forecasts, the company (non-consolidated) determined to reverse a deferred tax asset by 6.8 billion yen as a result of the scheduling of its realization under the lowered profit situation.

This affects only on the non-consolidated profit, not on consolidated profit.