

First Quarter of Fiscal Year 2006

Quarterly Financial Review (consolidated)

SHARP CORPORATION
22-22 Nagaike-cho, Abeno-ku
Osaka, Japan

Financial Review for the First Quarter Ended June 30, 2006

Millions of Yen

	Three Months Ended June 30, 2006	Three Months Ended June 30, 2005	Percent Change
Net Sales	693,720	616,360	% + 12.6
Operating Income (Percentage vs. Sales)	40,430 (5.8%)	35,559 (5.8%)	+ 13.7
Income before Income Taxes and Minority Interests (Percentage vs. Sales)	39,458 (5.7%)	31,821 (5.2%)	+ 24.0
Net Income (Percentage vs. Sales)	23,892 (3.4%)	19,414 (3.1%)	+ 23.1
Net Income per Share (Yen)	21.90	17.79	-

Note: 1. Number of consolidated subsidiaries : 50 companies

(3 companies increased in comparison to March 31, 2006)

Number of nonconsolidated subsidiaries and affiliates on the equity method : 11 companies

2. Published figures have not been subjected to an accounting audit by an auditing firm.

3. Monetary amounts are rounded to the nearest million yen.

CONSOLIDATED FINANCIAL RESULTS

Results for the Three Months Ended June 30, 2006

(1) Results of Operation

Millions of Yen

	Net Sales	Percent Change	Operating Income	Percent Change
Three Months Ended June 30, 2006	693,720	+12.6%	40,430	+13.7%
Three Months Ended June 30, 2005	616,360	+2.5%	35,559	+0.5%
Year Ended March 31, 2006	2,797,109		163,710	

	Net Income (Millions of Yen)	Percent Change	Net Income per Share (Yen)	Fully Diluted Net Income per Share (Yen)
Three Months Ended June 30, 2006	23,892	+23.1%	21.90	-
Three Months Ended June 30, 2005	19,414	-0.8%	17.79	-
Year Ended March 31, 2006	88,671		80.85	-

Note: The percentage figures for net sales, operating income and net income represent the percentage of increase or decrease against the same period of the previous year.

(2) Financial Position

Millions of Yen

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets per Share (Yen)
As of June 30, 2006	2,623,354	1,114,762	42.2%	1,014.10
As of June 30, 2005	2,437,308	1,011,792	41.5%	927.35
As of March 31, 2006	2,560,299	1,098,910	42.9%	1,006.91

(3) Summary of Consolidated Cash Flows

Millions of Yen

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents Ending Balance
Three Months Ended June 30, 2006	25,294	(15,906)	(12,396)	298,759
Three Months Ended June 30, 2005	16,257	(41,958)	15,432	286,365
Year Ended March 31, 2006	263,753	(229,386)	(33,760)	299,466

(Forecast for the year ending March 31, 2007)

There are no revisions to the fiscal 2006 financial result forecast announced on April 26, 2006.