

SHARP CORPORATION
CONSOLIDATED BALANCE SHEETS

Millions of Yen

| | As of March 31, 2007 | As of September 30, 2007 | Increase Decrease | As of September 30, 2006 |
|---|-------------------------|-----------------------------|----------------------|-----------------------------|
| ASSETS | | | | |
| Current Assets: | | | | |
| Cash, time deposits and short-term investments | 431,816 | 392,393 | - 39,423 | 388,472 |
| Notes and accounts receivable, less-allowance for doubtful receivables | 705,281 | 674,959 | - 30,322 | 630,939 |
| Inventories | 435,643 | 485,434 | + 49,791 | 387,227 |
| Other current assets | 106,523 | 113,896 | + 7,373 | 103,477 |
| Total current assets | 1,679,263 | 1,666,682 | - 12,581 | 1,510,115 |
| Plant and Equipment, Less Accumulated Depreciation | 1,013,527 | 1,134,920 | + 121,393 | 986,173 |
| Investments and Other Assets | 271,155 | 273,728 | + 2,573 | 254,779 |
| Deferred Assets | 4,865 | 4,491 | - 374 | - |
| Total assets | 2,968,810 | 3,079,821 | + 111,011 | 2,751,067 |
| LIABILITIES | | | | |
| Current Liabilities: | | | | |
| Short-term borrowings, including current portion of long-term debt | 240,738 | 299,022 | + 58,284 | 354,175 |
| Notes and accounts payable | 874,276 | 905,341 | + 31,065 | 813,856 |
| Other current liabilities | 277,251 | 286,063 | + 8,812 | 238,804 |
| Total current liabilities | 1,392,265 | 1,490,426 | + 98,161 | 1,406,835 |
| Long-term Liabilities | 384,340 | 374,018 | - 10,322 | 201,641 |
| Total liabilities | 1,776,605 | 1,864,444 | + 87,839 | 1,608,476 |
| NET ASSETS | | | | |
| Owners' Equity: | | | | |
| Common stock | 204,676 | 204,676 | 0 | 204,676 |
| Capital surplus | 262,295 | 262,300 | + 5 | 262,291 |
| Retained earnings | 745,209 | 771,691 | + 26,482 | 703,115 |
| Less-Cost of treasury stock | (26,844) | (27,082) | - 238 | (26,584) |
| Total owners' equity | 1,185,336 | 1,211,585 | + 26,249 | 1,143,498 |
| Valuation and Translation Adjustments: | | | | |
| Net unrealized holding gains on securities | 24,381 | 17,916 | - 6,465 | 25,531 |
| Deferred gains (losses) on hedges | 1 | (918) | - 919 | (389) |
| Foreign currency translation adjustments | (26,591) | (23,051) | + 3,540 | (34,597) |
| Total valuation and translation adjustments | (2,209) | (6,053) | - 3,844 | (9,455) |
| Minority Interests | 9,078 | 9,845 | + 767 | 8,548 |
| Total net assets | 1,192,205 | 1,215,377 | + 23,172 | 1,142,591 |
| Total liabilities and net assets | 2,968,810 | 3,079,821 | + 111,011 | 2,751,067 |

[Reference]

| | | | |
|-----------------------|--------------------|------------------------|------------------------|
| | (March 31, 2007) | (September 30, 2007) | (September 30, 2006) |
| Capital Investment | 284,190 | 217,925 | 164,875 |
| Interest-Bearing Debt | 601,467 | 650,566 | 537,475 |