

SHARP

**Consolidated Financial Results
for the Third Quarter Fiscal 2008**
(Ended December 31, 2008)

**SHARP
CORPORATION**

February 6, 2009

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I . Financial Results for the Third Quarter

Net Sales (Oct. - Dec.)

(Billions of Yen)

	FY2007	FY2008	
	Oct. - Dec.	Oct. - Dec.	Y on Y
Net Sales	921.2	735.1	-20.2%

< Impacts >

- Price declines -175.5 bil. yen
- Foreign exchange fluctuations -74.1 bil. yen

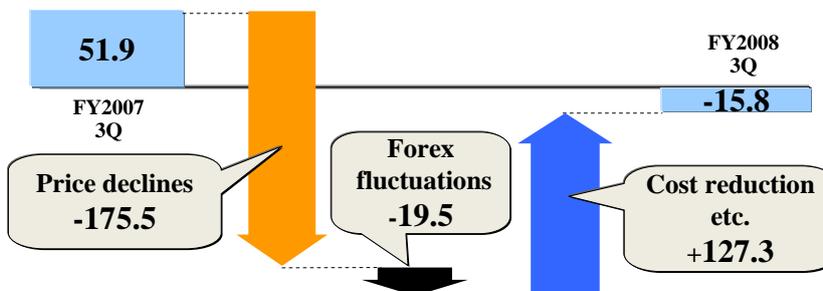
	FY2007 Oct. - Dec.	FY2008 Oct. - Dec.
USD/JPY	112.19	95.32
EUR/JPY	162.36	125.25

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Operating Income Analysis (Oct. - Dec.)

(Billions of Yen)

	FY2007	FY2008	
	Oct. - Dec.	Oct. - Dec.	Y on Y
Operating Income	51.9	-15.8	-
Ratio	5.6%	-2.2%	



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Extraordinary Items in Other Expenses (Oct. - Dec.)

(Billions of Yen)

	FY2008 Oct. - Dec.
Loss on Impairment of Investments in Securities	43.3
Restructuring Charges	21.7
Loss on Violation of the Antitrust Law	12.0

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Net Income (Oct. - Dec.)

(Billions of Yen)

	FY2007	FY2008	
	Oct. - Dec.	Oct. - Dec.	Y on Y
Net Income	29.5	-65.8	-
Ratio	3.2%	-9.0%	

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Net Sales / Operating Income (Apr. - Dec.)

(Billions of Yen)

	FY2007	FY2008	
	Apr. - Dec.	Apr. - Dec.	Y on Y
Net Sales	2,562.0	2,297.5	-10.3%
Operating Income	131.0	34.8	-73.4%
Ratio	5.1%	1.5%	

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Net Income (Apr. - Dec.)

(Billions of Yen)

	FY2007	FY2008	
	Apr. - Dec.	Apr. - Dec.	Y on Y
Net Income	72.9	-37.8	-
Ratio	2.8%	-1.6%	

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Net Sales by Product Group (Oct. - Dec.)

Sales of each product group include internal sales between segments (Consumer/Information Products and Electronic Components).

(Billions of Yen)

	FY2007	FY2008	
	Oct. - Dec.	Oct. - Dec.	Y on Y
Audio-Visual and Communication Equipment	455.0	373.2	-18.0%
Health and Environmental Equipment	59.5	49.0	-17.6%
Information Equipment	100.9	81.5	-19.2%
Consumer/Information Products	615.4	503.8	-18.1%
LCDs	306.6	242.6	-20.9%
Solar Cells	32.0	37.8	+18.1%
Other Electronic Devices	96.6	72.4	-25.0%
Electronic Components	435.3	352.9	-18.9%

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Net Sales by Product Group (Apr. - Dec.)

Sales of each product group include internal sales between segments (Consumer/Information Products and Electronic Components).

(Billions of Yen)

	FY2007	FY2008	
	Apr. - Dec.	Apr. - Dec.	Y on Y
Audio-Visual and Communication Equipment	1,252.4	1,060.8	-15.3%
Health and Environmental Equipment	188.8	170.3	-9.8%
Information Equipment	308.8	269.9	-12.6%
Consumer/Information Products	1,750.1	1,501.1	-14.2%
LCDs	856.5	878.4	+2.6%
Solar Cells	100.2	130.9	+30.6%
Other Electronic Devices	289.3	255.5	-11.7%
Electronic Components	1,246.1	1,264.9	+1.5%

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Operating Income by Product Group (Oct. - Dec.)

(Billions of Yen)

	FY2007	FY2008	
	Oct. - Dec.	Oct. - Dec.	Y on Y
Audio-Visual and Communication Equipment	13.0	-22.3	-
Health and Environmental Equipment	0.7	0.5	-27.2%
Information Equipment	8.3	3.2	-61.1%
Consumer/Information Products	22.0	-18.5	-
LCDs	24.4	5.5	-77.4%
Solar Cells	-1.9	-3.5	-
Other Electronic Devices	7.1	-0.4	-
Electronic Components	29.5	1.5	-94.9%

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Operating Income by Product Group (Apr. - Dec.)

(Billions of Yen)

	FY2007	FY2008	
	Apr. - Dec.	Apr. - Dec.	Y on Y
Audio-Visual and Communication Equipment	31.2	-18.4	-
Health and Environmental Equipment	1.3	2.6	+87.4%
Information Equipment	22.6	16.4	-27.1%
Consumer/Information Products	55.2	0.6	-98.8%
LCDs	61.6	31.9	-48.2%
Solar Cells	-7.0	-1.3	-
Other Electronic Devices	18.0	3.4	-80.8%
Electronic Components	72.6	34.0	-53.1%

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Capital Investment, Depreciation and Amortization, and R&D Expenditures (Apr. - Dec.)

(Billions of Yen)

	FY2008	
	Apr. - Dec.	Y on Y
Capital Investment	238.6	-13.0%
Depreciation and Amortization	200.9	+4.4%
R&D Expenditures	157.0	+0.0%

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II . Outline of Main Products and Devices

(Billions of Yen)

	FY2008					
	Oct. - Dec.	Y on Y	Apr. - Dec.	Y on Y	Full year (forecast)	Y on Y
LCD Color TV	204.9	-19.6%	583.4	-8.6%	730.0	-10.3%
(Mil. units)	2.89	+12%	7.67	+21%	10.00	+21%
LCDs *	242.6	-20.9%	878.4	+2.6%	1,060.0	-14.1%
Mobile Phones / Wireless PDA	115.3	-27.0%	347.0	-29.8%	440.0	-32.4%
(Mil. units)	2.60	-28%	8.02	-31%	10.70	-29%
Solar Cells *	37.8	+18.1%	130.9	+30.6%	170.0	+12.6%

* Including internal sales between segments (Consumer/Information Products and Electronic Components)

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III. Financial Results Forecast for Fiscal 2008

(Billions of Yen)

	Previous Forecast		Revised Forecast		
	(Oct. 6, 2008)	Y on Y	(Feb. 6, 2009)	Y on Y	vs. previous forecast
Net Sales	3,420.0	+0.1%	2,900.0	-15.1%	-520.0
Operating Income	130.0	-29.2%	-30.0	-	-160.0
Net Income	60.0	-41.1%	-100.0	-	-160.0

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Forecast of Extraordinary Items in Other Expenses for Fiscal 2008

(Billions of Yen)

	FY2008 (forecast)
Loss on Impairment of Investments in Securities	43.3
Loss on Valuation of Inventory	7.6
Restructuring Charges	50.0
Loss on Violation of the Antitrust Law	12.0

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IV. Recovery Plan (1)

Reorganization of LCD Plants

- Close a part of production lines at the Mie No.1 Plant and the Tenri Plant
- Optimize the products and panel sizes at existing lines
- Expect profit improvement with concentration of production

Personnel Reallocation

- Personnel distribution to reinforce growth businesses and enhance marketing and service
- Reduce 1,500 non-regular employees in Japan by not renewing contracts

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IV. Recovery Plan (2)

Cost Reduction

- Reduce fixed cost by 100.0 bil. yen
- Reduce total cost by 200.0 bil. yen

Towards a New Business Model

- Localize the front-end process
- Alliance with leading local companies worldwide
- Maximize investment efficiency and improve cash flows with minimum capital investment

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V. Other Information

Forecast of the year-end dividend : 7 yen/share
(previous forecast: 14 yen/share)

Reduction of remuneration to Directors

<Remuneration per month>

(7 months from Mar. to Sep. in 2009)

- Directors and Executive Officers : 30-5% reduction
- Corporate Auditors : 5% voluntary reduction

<Bonuses>

- No payment of bonuses in June 2009

(The Company will not submit the proposal of payment of bonuses to Board Members at the Ordinary General Meeting of Shareholders scheduled in June 2009.)

50-30%
reduction in
actual annual
remuneration

Managerial staff : 20-10% reduction in annual salary

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Forward-Looking Statements

This presentation material contains certain statements describing the future plans, strategies and performance of Sharp Corporation and its consolidated subsidiaries (hereinafter "Sharp"). These statements are not based on historical or present fact, but rather assumptions and estimates based on information currently available. These plans, strategies and performance are subject to known and unknown risks, uncertainties and other factors. Sharp's actual performance, business activities and financial position may differ materially from the assumptions and estimates supplied on account of such risks, uncertainties and other factors. Sharp is under no obligation to update these forward-looking statements in light of new information, future events or any other factors. The risks, uncertainties and other factors that could affect actual results include, but are not limited to:

- (1) The economic situation in which Sharp operates
- (2) Sudden, rapid fluctuations in demand for Sharp's products and services, as well as intense price competition
- (3) Changes in exchange rates (particularly between the yen and the U.S. dollar, the euro and other currencies)
- (4) Sharp's ability to respond to rapid technological changes and changing consumer preferences with timely and cost-effective introductions of new products and services
- (5) Regulations such as trade restrictions in other countries
- (6) Litigation and other legal proceedings against Sharp

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