

Consolidated Financial Results for the First Quarter Fiscal 2015

- I . **Financial Results for 1Q Fiscal 2015**
Financial Results Forecast for Fiscal 2015
 - II . **Information by Product Group**
 - III . **Supplementary Data**
-
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SHARP CORPORATION

July 31, 2015

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 future plans, strategies and performances 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 provided on account of the 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) Regulations such as trade restrictions in other countries;
- (5) The progress of collaborations and alliances with other companies;
- (6) Litigation and other legal proceedings against Sharp;
- (7) Rapid technological changes in products and services, etc.

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I . Financial Results for 1Q Fiscal 2015 Financial Results Forecast for Fiscal 2015

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1

Financial Results for 1Q Fiscal 2015

- Net sales in 1Q FY2015 remained roughly flat compared to the same period last year.
- An operating loss and a net loss attributable to Sharp Corporation were recorded during this quarter. This was the result of planned production adjustments and sales of existing inventory as a priority for small- and medium-size LCDs, and of increased cost measures associated with structural reforms, including costs relating to reductions in the distribution inventory of LCD TVs.

(Billions of Yen)

| | FY2014 | FY2015 | |
|---|------------------------|-------------------------|--------------------|
| | 1Q | 1Q | Change (Y on Y) |
| Net Sales | 619.7 | 618.3 | -0.2% |
| Operating Income (margin) | 4.6 (0.8%) | -28.7 (-4.7%) | - |
| Net Income Attributable to Sharp Corporation (margin) | -1.7 (-0.3%) | -33.9 (-5.5%) | - |

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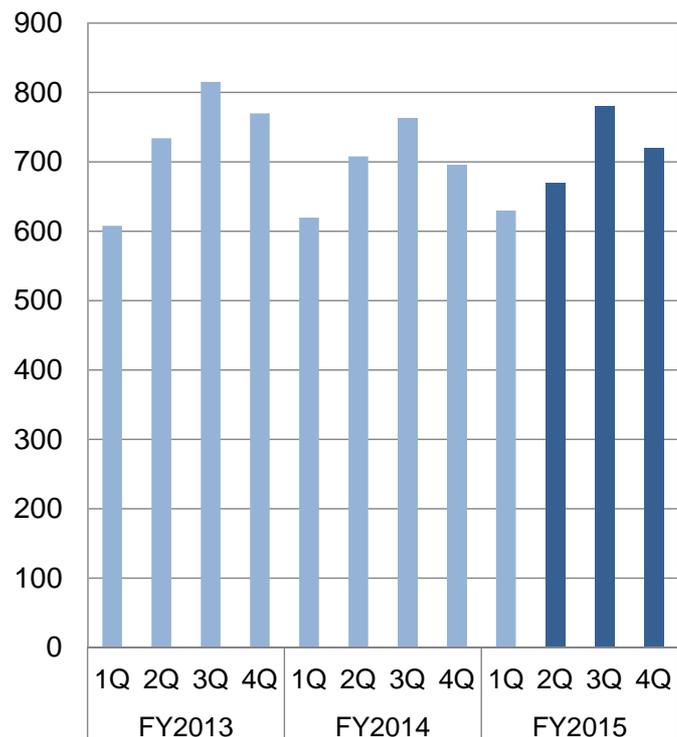
2

Net Sales and Operating Income by Quarter [Re-statement]

- The goal is a V-shaped recovery for financial results, which hit bottom in 4Q FY2014.
- In 2H FY2015, a dramatic recovery is expected due to factors including a reduction in fixed costs as a result of structural reforms.

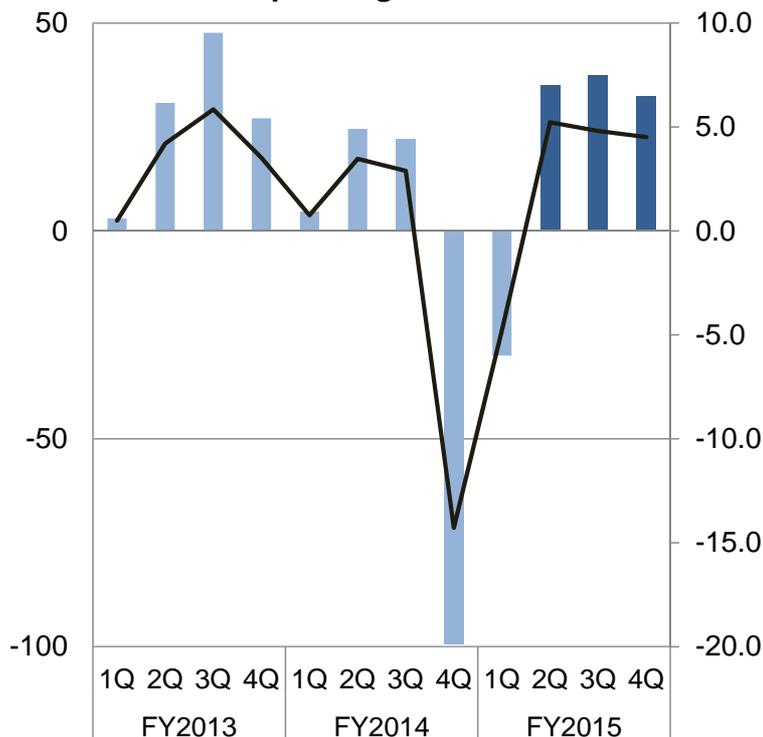
(Billions of Yen)

Net Sales



(Billions of Yen)

Operating Income



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3

Other Income (Expenses)

(Billions of Yen)

| | FY2014 | FY2015 | |
|---|-------------|--------------|---------------------|
| | 1Q | 1Q | Difference (Y on Y) |
| Operating Income | 4.6 | -28.7 | -33.4 |
| Other Income (Expenses) | -6.0 | -1.5 | +4.4 |
| Equity in earnings of affiliates | +2.3 | +1.7 | -0.6 |
| Gain on sales of investment securities | +0.1 | +1.7 | +1.5 |
| Reversal of provision for loss on litigation | +19.2 | +2.0 | -17.1 |
| Receipt of settlement package | - | +6.2 | +6.2 |
| Interest expense | -6.0 | -5.5 | +0.5 |
| Impairment loss | -0.8 | -6.5 | -5.7 |
| Settlement | -14.3 | - | +14.3 |
| Pretax Income | -1.3 | -30.3 | -28.9 |
| Income Taxes, etc. | -0.4 | -3.6 | -3.2 |
| Net Income Attributable to Sharp Corporation | -1.7 | -33.9 | -32.1 |

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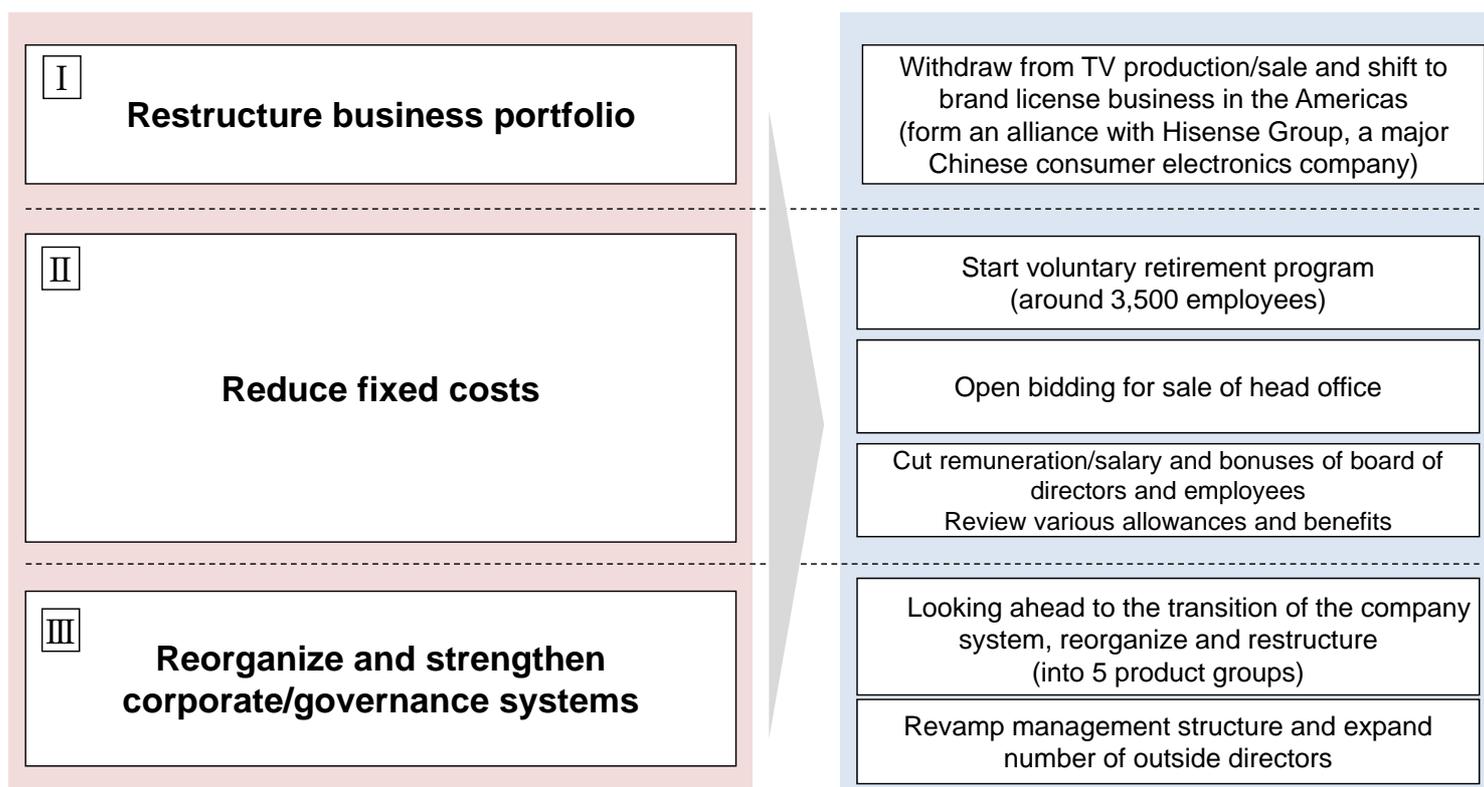
4

Implementation Status of Medium-Term Management Plan

Implementation of the three key strategies announced in the Medium-Term Management Plan is currently making steady progress.

Medium-Term Management Plan Three Key Strategies

Current Implementation Status



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5

Financial Results Forecast for Fiscal 2015

- Results for 1Q progressed nearly as expected. Based on the current situation and future outlook, forecasts remain unchanged from previously announced values. We plan to make another announcement once it becomes possible to make a reasonable estimate of the impact on profit/loss arising from completion of a voluntary retirement program and materialization of structural reforms currently under consideration or in progress, including reforms of the LCD TV business in the Americas.

(Billions of Yen)

| | FY2014 | FY2015 | | | |
|----------------------------------|----------------------|--------------------|--------------------|--------------------|-----------------|
| | Full Year | 1H Forecast | 2H Forecast | Full Year Forecast | Change (Y on Y) |
| Net Sales | 2,786.2 | 1,300.0 | 1,500.0 | 2,800.0 | +0.5% |
| Operating Income (margin) | -48.0 (-1.7%) | 10.0 (0.8%) | 70.0 (4.7%) | 80.0 (2.9%) | - |

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6

Sales by Product Group

(Billions of Yen)

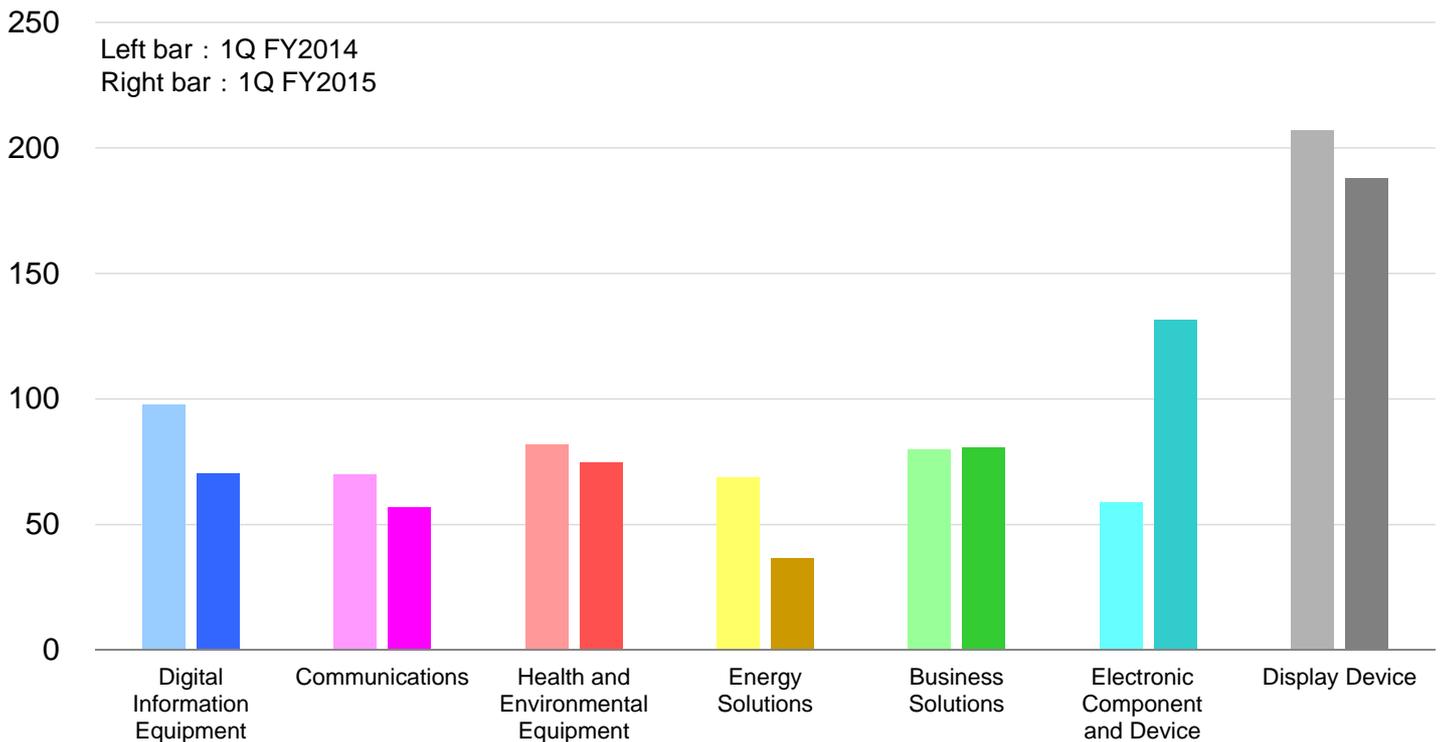
| | FY2014 | | FY2015 | | | |
|------------------------------------|--------------|----------------|--------------|-----------------|--------------------|-----------------|
| | 1Q | Full Year | 1Q | Change (Y on Y) | Full Year Forecast | Change (Y on Y) |
| Digital Information Equipment | 97.8 | 417.6 | 70.3 | -28.1% | 370.0 | -11.4% |
| Communications | 70.1 | 249.6 | 56.8 | -18.9% | 240.0 | -3.9% |
| Health and Environmental Equipment | 82.1 | 315.0 | 74.7 | -9.0% | 340.0 | +7.9% |
| Consumer Electronics | 250.1 | 982.4 | 201.9 | -19.3% | 950.0 | -3.3% |
| Energy Solutions | 69.0 | 270.8 | 36.8 | -46.6% | 180.0 | -33.5% |
| Business Solutions | 79.9 | 343.3 | 80.6 | +0.8% | 350.0 | +1.9% |
| Product Business | 399.1 | 1,596.6 | 319.4 | -20.0% | 1,480.0 | -7.3% |
| Electronic Components and Devices | 58.9 | 441.4 | 131.7 | 2.2-fold | 480.0 | +8.7% |
| Display Devices | 206.9 | 907.1 | 187.8 | -9.2% | 1,000.0 | +10.2% |
| Device Business | 265.9 | 1,348.5 | 319.6 | +20.2% | 1,480.0 | +9.7% |
| Subtotal | 665.0 | 2,945.2 | 639.0 | -3.9% | 2,960.0 | +0.5% |
| Adjustments | -45.3 | -158.9 | -20.7 | - | -160.0 | - |
| Total | 619.7 | 2,786.2 | 618.3 | -0.2% | 2,800.0 | +0.5% |



*Sales of each product group include internal sales between segments (Product Business / Device Business)

Sales by Product Group

(Billions of Yen)



*Sales of each product group include internal sales between segments (Product Business / Device Business)



Operating Income by Product Group

(Billions of Yen)

| | FY2014 | | FY2015 | | | |
|------------------------------------|-----------------|-------------------|-------------------|-----------------|--------------------|-----------------|
| | 1Q | Full Year | 1Q | Change (Y on Y) | Full Year Forecast | Change (Y on Y) |
| Digital Information Equipment | -5.3 (-5.4%) | -12.6 (-3.0%) | -17.3 (-24.7%) | - | -3.0 (-0.8%) | - |
| Communications | 7.9 (11.3%) | 15.7 (6.3%) | 4.9 (8.7%) | -37.8% | 11.0 (4.6%) | -30.2% |
| Health and Environmental Equipment | 3.1 (3.9%) | 15.9 (5.1%) | 0.7 (1.0%) | -77.4% | 14.0 (4.1%) | -12.1% |
| Consumer Electronics | 5.7 (2.3%) | 19.0 (1.9%) | -11.7 (-5.8%) | - | 22.0 (2.3%) | +15.3% |
| Energy Solutions | 0.1 (0.3%) | -62.6 (-23.1%) | -3.9 (-10.7%) | - | 5.0 (2.8%) | - |
| Business Solutions | 7.7 (9.7%) | 31.3 (9.1%) | 6.8 (8.4%) | -11.9% | 33.0 (9.4%) | +5.4% |
| Product Business | 13.7 (3.4%) | -12.2 (-0.8%) | -8.8 (-2.8%) | - | 60.0 (4.1%) | - |
| Electronic Components and Devices | -3.5 (-5.9%) | 0.6 (0.2%) | 2.8 (2.2%) | - | 10.0 (2.1%) | 14.8-fold |
| Display Devices | 2.1 (1.0%) | 0.5 (0.1%) | -13.7 (-7.3%) | - | 45.0 (4.5%) | 75.8-fold |
| Device Business | -1.3 (-0.5%) | 1.2 (0.1%) | -10.8 (-3.4%) | - | 55.0 (3.7%) | 43.3-fold |
| Subtotal | 12.3 (1.9%) | -11.0 (-0.4%) | -19.7 (-3.1%) | - | 115.0 (3.9%) | - |
| Adjustments | -7.6 | -37.0 | -9.0 | - | -35.0 | - |
| Total | 4.6 (0.8%) | -48.0 (-1.7%) | -28.7 (-4.7%) | - | 80.0 (2.9%) | - |

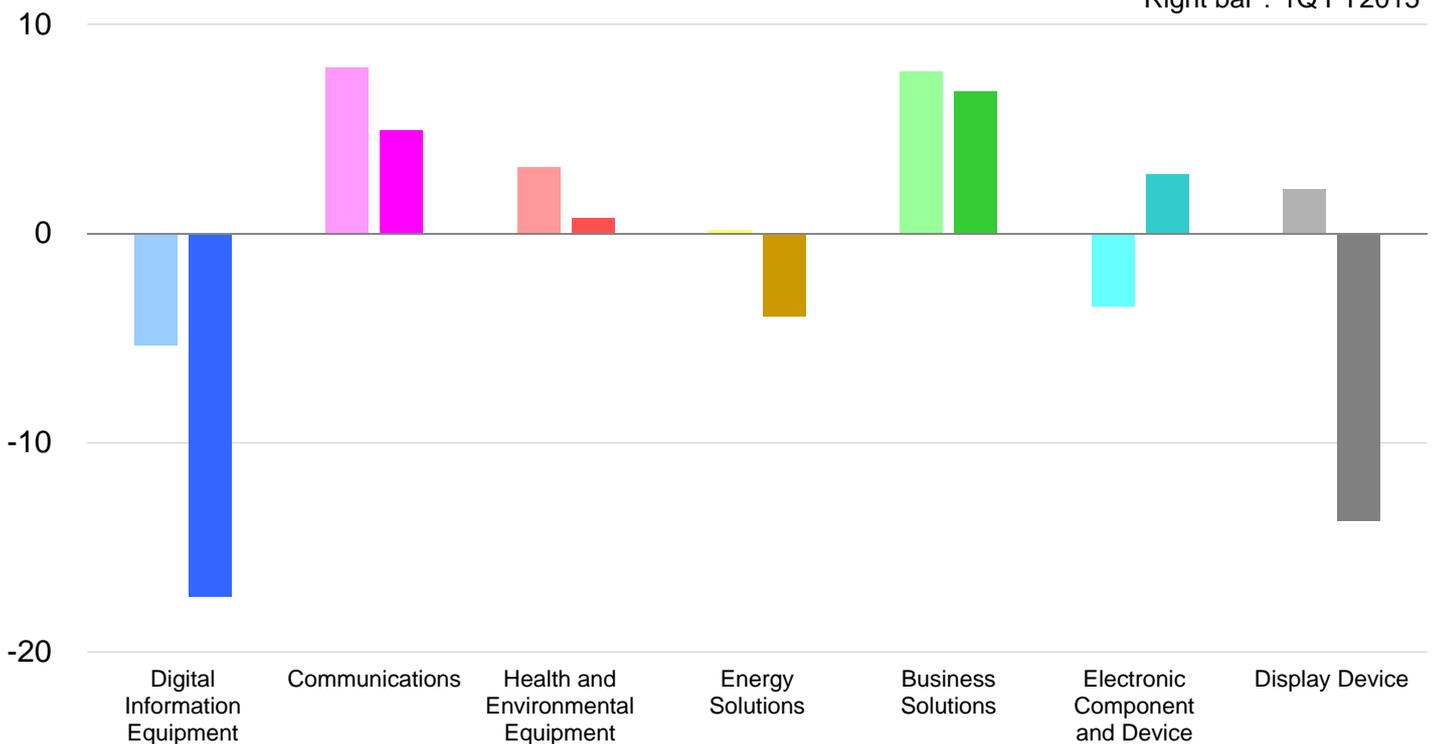
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*Figures within parentheses indicate operating margin.

9

Operating Income by Product Group

(Billions of Yen)



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10

Consolidated Balance Sheets

- Cash and time deposits at the end of Jun. 2015 were 214.2 billion yen, a decrease of 44.2 billion yen compared to the end of Mar. 2015.
- The equity ratio increased from 1.5% at the end of Mar. 2015 to 12.3% as a result of strengthening equity through the issuance of preferred shares.

(Billions of Yen)

| | FY2014 | | FY2015 | | FY2014 | | FY2015 |
|---|------------------|------------------|------------------|---|------------------|------------------|------------------|
| | End of Jun. 2014 | End of Mar. 2015 | End of Jun. 2015 | | End of Jun. 2014 | End of Mar. 2015 | End of Jun. 2015 |
| Cash, time deposits and restricted cash | 358.9 | 258.4 | 214.2 | Short-term borrowings | 809.8 | 848.9 | 661.5 |
| Notes and accounts receivable | 517.1 | 605.6 | 557.1 | Notes and accounts payable | 395.4 | 468.0 | 422.3 |
| Inventories | 315.5 | 338.3 | 344.2 | Other current liabilities | 298.4 | 369.9 | 326.1 |
| Other current assets | 120.8 | 96.7 | 97.7 | Current Liabilities | 1,503.6 | 1,686.9 | 1,410.0 |
| Current Assets | 1,312.5 | 1,299.1 | 1,213.4 | Long-term Liabilities | 399.7 | 230.4 | 216.8 |
| Plant and Equipment | 510.6 | 400.5 | 390.9 | Liabilities | 1,903.4 | 1,917.3 | 1,626.8 |
| Investments and Other Assets | 289.2 | 262.0 | 265.5 | Net Assets | 209.0 | 44.5 | 243.0 |
| Deferred Assets | 0.1 | 0.0 | 0.0 | Total Liabilities and Net Assets | 2,112.5 | 1,961.9 | 1,869.9 |
| Total Assets | 2,112.5 | 1,961.9 | 1,869.9 | Equity Ratio | 9.4% | 1.5% | 12.3% |

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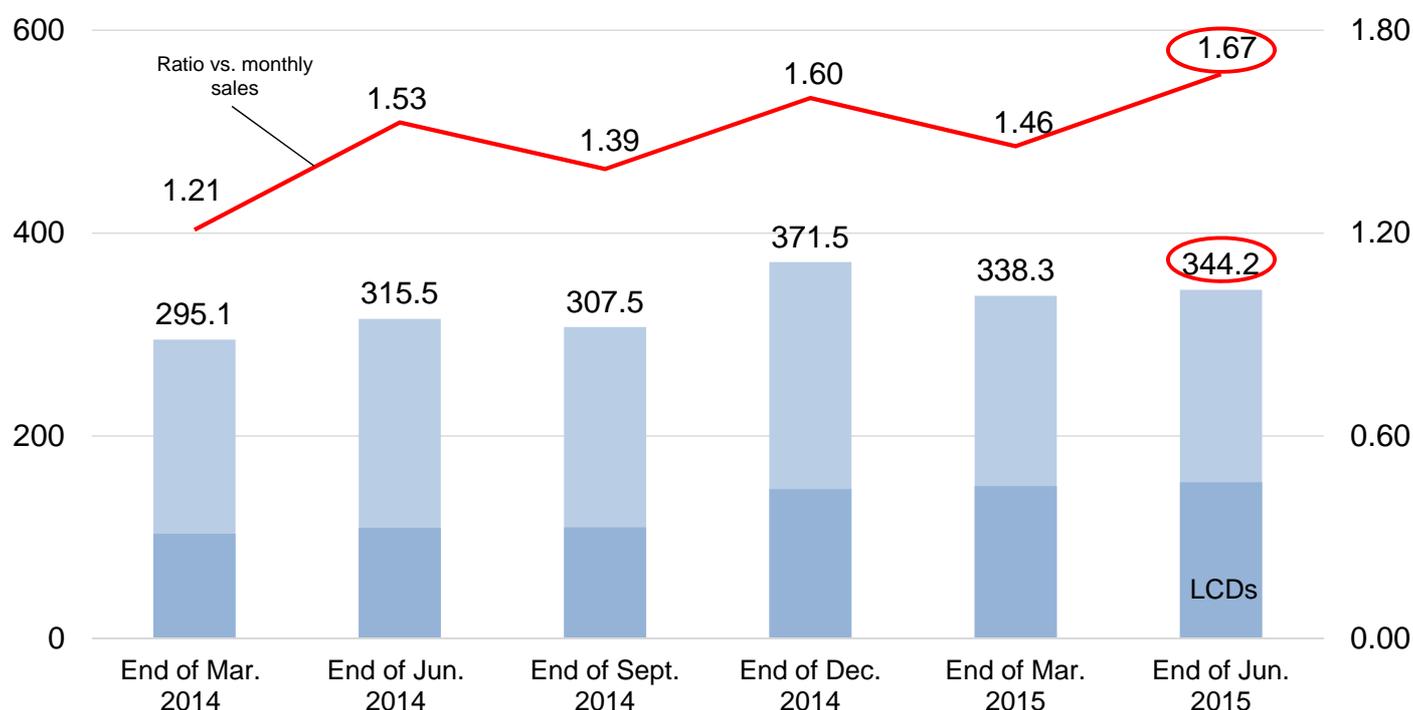
11

Transition of Inventories

- Inventory was 344.2 billion yen, an increase of 5.9 billion yen compared to the end of Mar. 2015.
- Even as we pursued sales from inventory of LCDs for mobile devices, inventory increased as a result of a strategic increase of inventory for LCDs and air conditioners, etc., in preparation for the demand season in the second quarter and beyond and for the summer season.

(Billions of Yen)

(Months)

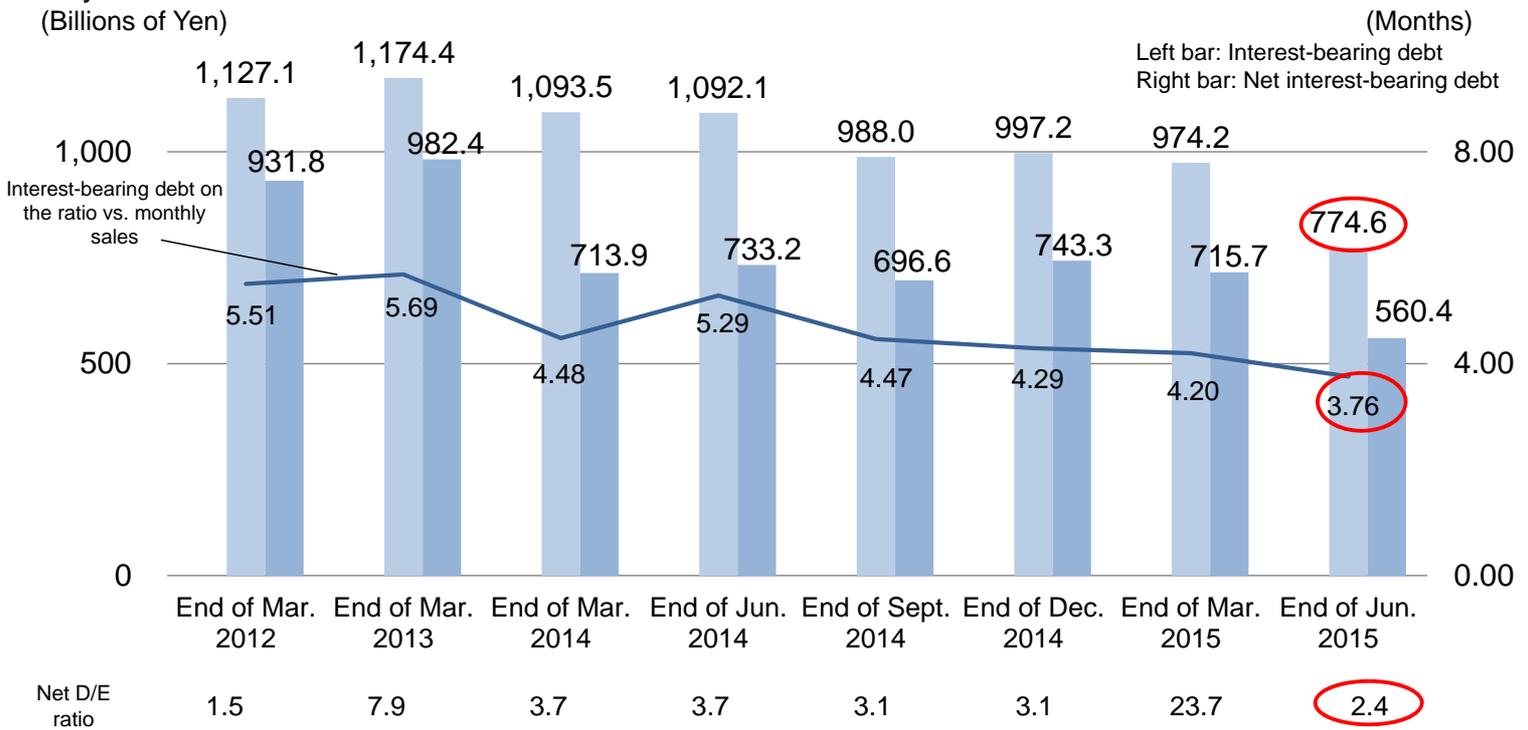


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12

Transition of Interest-Bearing Debt

- Interest-bearing debt at the end of Jun. 2015 declined by 199.6 billion yen compared to the end of Mar. 2015, due to repayment of debt using paid-in capital accompanying the preferred share issue. The ratio vs. monthly sales decreased from 4.20 months to 3.76 months.
- Net interest-bearing debt* decreased from 715.7 billion yen at the end of Mar. 2015 to 560.4 billion yen.



*Net interest-bearing debt: interest-bearing debt – cash, time deposits, and restricted cash

II. Information by Product Group

Consumer Electronics

(Billions of Yen)

| | FY2014 | FY2015 | | | |
|------------------------------------|--------------|--------------|--------------------|--------------------|--------------------|
| | 1Q | 1Q | Change (Y on Y) | Full Year Forecast | Change (Y on Y) |
| Sales | 250.1 | 201.9 | -19.3% | 950.0 | -3.3% |
| Digital Information Equipment | 97.8 | 70.3 | -28.1% | 370.0 | -11.4% |
| Communications | 70.1 | 56.8 | -18.9% | 240.0 | -3.9% |
| Health and Environmental Equipment | 82.1 | 74.7 | -9.0% | 340.0 | +7.9% |
| Operating Income | 5.7 | -11.7 | - | 22.0 | +15.3% |
| (margin) | (2.3%) | (-5.8%) | | (2.3%) | |
| Digital Information Equipment | -5.3 | -17.3 | - | -3.0 | - |
| Communications | 7.9 | 4.9 | -37.8% | 11.0 | -30.2% |
| Health and Environmental Equipment | 3.1 | 0.7 | -77.4% | 14.0 | -12.1% |

*Sales of each product group include internal sales between segments (Product Business / Device Business)

【1Q Fiscal 2015 Results】

- While Communications and Health and Environmental Equipment remained profitable, Digital Information Equipment posted a loss amid structural reforms.

【Future Efforts】

- Improve profitability by promoting structural reforms and by creating products that integrate communications into user-friendly consumer electronics products—products that take advantage of our strengths in having TV, white goods, and communications businesses.

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15

(Consumer Electronics) Digital Information Equipment

(Billions of Yen)

| | FY2014 | FY2015 | | | |
|-------------------------|-------------|--------------|--------------------|--------------------|--------------------|
| | 1Q | 1Q | Change (Y on Y) | Full Year Forecast | Change (Y on Y) |
| Sales | 97.8 | 70.3 | -28.1% | 370.0 | -11.4% |
| LCD TVs | 85.7 | 64.1 | -25.2% | 340.0 | -8.1% |
| Operating Income | -5.3 | -17.3 | - | -3.0 | - |
| (margin) | (-5.4%) | (-24.7%) | | (-0.8%) | |

*Sales of each product group include internal sales between segments (Product Business / Device Business)

【1Q Fiscal 2015 Results】

- Even as sales of LCD TVs in Japan expanded, overall sales were significantly lower than in the same period last year. This result reflected a shift to a license business in Europe, intensifying competition centered on large-size models in the Americas, and a downturn in the Chinese market.

- Operating loss grew due to several factors: increased expenditure resulting from, for example, measures to liquidate distribution inventory in China; and declining sales, intensifying price competition, and deteriorating profitability caused by a weakening of the yen.

【Future Efforts】

- Japan: Expand sales of 4K TVs; strengthen BtoB sales channels.

- North America: Promote structural reforms through alliances with other companies.

- China: Introduce new high-value-added 4K TVs; review sales channels—for example, strengthen e-commerce; reduce distribution inventories.

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16

(Consumer Electronics) Communications

(Billions of Yen)

| | FY2014 | FY2015 | | | |
|-------------------------------------|-----------------------|----------------------|--------------------|-----------------------|--------------------|
| | 1Q | 1Q | Change (Y on Y) | Full Year Forecast | Change (Y on Y) |
| Sales | 70.1 | 56.8 | -18.9% | 240.0 | -3.9% |
| Mobile Phones | 49.6 | 44.1 | -11.2% | 195.0 | +0.7% |
| Operating Income (margin) | 7.9 (11.3%) | 4.9 (8.7%) | -37.8% | 11.0 (4.6%) | -30.2% |

*Sales of each product group include internal sales between segments (Product Business / Device Business)

【1Q Fiscal 2015 Results】

- Reduced sales and operating income were caused by factors such as the release timing of a new tablet and intensifying competition in the Japanese mobile phone market.

【Future Efforts】

- Continue to develop “Emopa”, Sharp’s proprietary voice-activated digital assistant, and strengthen promotion of new products with enhanced specifications, such as cameras and displays.
- Strengthen multi-carrier deployment of the next-generation feature phones.
- Expand introduction to MVNO wireless service providers.
- Strengthen new business development built around a core of communication technologies.

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17

(Consumer Electronics) Health and Environmental Equipment

(Billions of Yen)

| | FY2014 | FY2015 | | | |
|-------------------------------------|----------------------|----------------------|--------------------|-----------------------|--------------------|
| | 1Q | 1Q | Change (Y on Y) | Full Year Forecast | Change (Y on Y) |
| Sales | 82.1 | 74.7 | -9.0% | 340.0 | +7.9% |
| Operating Income (margin) | 3.1 (3.9%) | 0.7 (1.0%) | -77.4% | 14.0 (4.1%) | -12.1% |

*Sales of each product group include internal sales between segments (Product Business / Device Business)

【1Q Fiscal 2015 Results】

Japan: Weak sales of seasonal products due to unseasonable weather, and a decrease in profitability as a result of a weaker yen.

Overseas: Reduced sales of air purifiers as a result of intensifying competition in China.

【Future Efforts】

- Expand sales of new products and uniquely featured products that will excite new demand.
- Strengthen sales structure and introduce new local-fit products offering excellent energy efficiency and cooling performance in ASEAN countries.

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18

Energy Solutions

(Billions of Yen)

| | FY2014 | FY2015 | | | |
|-------------------------------------|----------------------|-------------------------|--------------------|-----------------------|--------------------|
| | 1Q | 1Q | Change (Y on Y) | Full Year Forecast | Change (Y on Y) |
| Sales | 69.0 | 36.8 | -46.6% | 180.0 | -33.5% |
| Operating Income (margin) | 0.1 (0.3%) | -3.9 (-10.7%) | - | 5.0 (2.8%) | - |

*Sales of each product group include internal sales between segments (Product Business / Device Business)

【1Q Fiscal 2015 Results】

- As a result of declining sales of both residential- and industrial-use products (which reflects a downturn in the Japanese market), and also as a result of the Mar. 2015 sale of our U.S. subsidiary (a solar power generation developer), sales from this product group decreased significantly compared to the same period last year.
- Losses widened due to the appropriation of a reserve of 2.2 billion yen to cover the difference in the long-term contracted price and the current lower market price for polysilicon.

【Future Efforts】

- Strengthen sales of residential solar power generation systems featuring high-efficiency single-crystal solar cell modules at their core.
- Promote cost reductions by revamping the supply chain for modules procured from overseas.
- Strengthen solution businesses such as our storage battery business and EPC business.

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19

Business Solutions

(Billions of Yen)

| | FY2014 | FY2015 | | | |
|-------------------------------------|----------------------|----------------------|--------------------|-----------------------|--------------------|
| | 1Q | 1Q | Change (Y on Y) | Full Year Forecast | Change (Y on Y) |
| Sales | 79.9 | 80.6 | +0.8% | 350.0 | +1.9% |
| Operating Income (margin) | 7.7 (9.7%) | 6.8 (8.4%) | -11.9% | 33.0 (9.4%) | +5.4% |

*Sales of each product group include internal sales between segments (Product Business / Device Business)

【1Q Fiscal 2015 Results】

- Even as sales of information displays were lower than the same period last year, sales growth was ensured as a result of an expansion in color MFPs overseas.
- We still maintained a high profit level, despite a slight decline in profit caused by intensifying price competition for services.

【Future Efforts】

- In Europe, restructure based on consolidation of direct sales companies and some other organizations, to build a highly efficient management system.
- Strengthen the office solution business around a nucleus of large-size displays, MFPs, and tablets.

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20

Electronic Components and Devices

(Billions of Yen)

| | FY2014 | FY2015 | | | |
|-------------------------------------|------------------------|----------------------|--------------------|-----------------------|--------------------|
| | 1Q | 1Q | Change (Y on Y) | Full Year Forecast | Change (Y on Y) |
| Sales | 58.9 | 131.7 | 2.2-fold | 480.0 | +8.7% |
| Operating Income (margin) | -3.5 (-5.9%) | 2.8 (2.2%) | - | 10.0 (2.1%) | 14.8-fold |

*Sales of each product group include internal sales between segments (Product Business / Device Business)

【1Q Fiscal 2015 Results】

- Sales of camera modules for mobile devices increased significantly.
- Operating income experienced a turnaround to profitability from a loss in the same period last year.
- Continuing to post consistent profits as a result of previous efforts to implement structural reforms.

【Future Efforts】

- Develop new customer bases for camera modules.
- Create new devices that take advantage of advanced sensing technologies.
- Expand sales of high-value-added devices such as high-color-reproduction LEDs and touchscreen controllers, based on sales collaborations with the display device product group.

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21

Display Device

(Billions of Yen)

| | FY2014 | FY2015 | | | |
|-------------------------------------|----------------------|-------------------------|--------------------|-----------------------|--------------------|
| | 1Q | 1Q | Change (Y on Y) | Full Year Forecast | Change (Y on Y) |
| Sales | 206.9 | 187.8 | -9.2% | 1,000.0 | +10.2% |
| Operating Income (margin) | 2.1 (1.0%) | -13.7 (-7.3%) | - | 45.0 (4.5%) | 75.8-fold |

*Sales of each product group include internal sales between segments (Product Business / Device Business)

【1Q Fiscal 2015 Results】

- Even as sales to major smartphone manufacturers continued to be strong, overall sales declined due to slower growth and increased competition in the China smartphone market.
- Make sales of existing inventory a priority, and implement planned production adjustments for smartphone application LCDs.
- Begin mass production of in-cell type touch displays.

【Future Efforts】

- Strengthen marketing organization in China's Huanan county.
- Enforce marketing power through local recruitment.
- Strengthen cost competitiveness through supply chain innovations and a drastic revamping of the entire production process.
- Create unique devices based on low-power consumption technology and "Free-Drawing" touchscreen technology (user-interface innovations), etc.

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22

III. Supplementary Data

Financial Results by Quarter

(Billions of Yen)

| | FY2014 | | | | FY2015 |
|---|------------------------|-----------------------|-------------------------|---------------------------|-------------------------|
| | 1Q | 2Q | 3Q | 4Q | 1Q |
| Net Sales | 619.7 | 707.9 | 762.7 | 695.8 | 618.3 |
| Operating Income (margin) | 4.6 (0.8%) | 24.5 (3.5%) | 22.0 (2.9%) | -99.3 (-14.3%) | -28.7 (-4.7%) |
| Net Income Attributable to Sharp Corporation (margin) | -1.7 (-0.3%) | 6.5 (0.9%) | -11.9 (-1.6%) | -215.1 (-30.9%) | -33.9 (-5.5%) |

Sales of Main Products

(Billions of Yen)

| | FY2014 | | | FY2015 | |
|---------------------------|--------------|--------------|--------------|--------------------|-----------------|
| | 1H | 2H | Full Year | Full Year Forecast | Change (Y on Y) |
| LCD TVs | 189.1 | 180.8 | 370.0 | 340.0 | -8.1% |
| Unit (million units) | 3.60 | 3.43 | 7.03 | 6.50 | -7.6% |
| Mobile Phones | 85.9 | 107.6 | 193.6 | 195.0 | +0.7% |
| Unit (million units) | 2.41 | 3.15 | 5.56 | 5.30 | -4.8% |
| Refrigerators | 47.9 | 45.6 | 93.5 | 100.0 | +6.9% |
| Air Conditioners | 42.1 | 21.3 | 63.5 | 68.0 | +7.0% |
| Copiers / Printers | 73.4 | 78.5 | 152.0 | 160.0 | +5.2% |
| CCD / CMOS Imagers | 103.5 | 235.5 | 339.1 | 385.0 | +13.5% |

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25

Sales of Main Products by Quarter

(Billions of Yen)

| | FY2014 | | | | FY2015 |
|---------------------------|-------------|--------------|--------------|--------------|--------------|
| | 1Q | 2Q | 3Q | 4Q | 1Q |
| LCD TVs | 85.7 | 103.3 | 104.3 | 76.5 | 64.1 |
| Unit (million units) | 1.73 | 1.86 | 1.74 | 1.68 | 1.41 |
| Mobile Phones | 49.6 | 36.2 | 64.1 | 43.5 | 44.1 |
| Unit (million units) | 1.23 | 1.17 | 1.79 | 1.35 | 1.01 |
| Refrigerators | 23.9 | 24.0 | 22.1 | 23.4 | 23.0 |
| Air Conditioners | 23.6 | 18.4 | 8.0 | 13.3 | 20.6 |
| Copiers / Printers | 34.3 | 39.1 | 38.2 | 40.3 | 37.2 |
| CCD / CMOS Imagers | 38.8 | 64.7 | 129.3 | 106.2 | 110.8 |

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26

Capital Investment and Depreciation, etc.

(Billions of Yen)

| | FY2014 | | | FY2015 | |
|--------------------------------------|-------------|-------------|--------------|--------------------|-----------------|
| | 1H | 2H | Full Year | Full Year Forecast | Change (Y on Y) |
| Capital Investment | 31.2 | 31.3 | 62.6 | 80.0 | +27.7% |
| LCDs | 12.9 | 19.0 | 31.9 | 36.3 | +13.6% |
| Depreciation and Amortization | 49.9 | 52.6 | 102.6 | 90.0 | -12.3% |
| R&D Expenditures | 65.8 | 75.1 | 141.0 | 140.0 | -0.7% |

(Yen)

| Exchange Rate | FY2014 | | | FY2015 |
|---------------|--------|--------|-----------|--------------------|
| | 1H | 2H | Full Year | Full Year Forecast |
| US Dollar | 102.05 | 115.83 | 108.94 | 115.00 |
| Euro | 137.41 | 137.14 | 137.28 | 125.00 |

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27

Capital Investment and Depreciation, etc. by Quarter

(Billions of Yen)

| | FY2014 | | | | FY2015 |
|--------------------------------------|-------------|-------------|-------------|-------------|-------------|
| | 1Q | 2Q | 3Q | 4Q | 1Q |
| Capital Investment | 14.5 | 16.6 | 9.3 | 22.0 | 9.7 |
| LCDs | 5.7 | 7.1 | 4.3 | 14.7 | 3.8 |
| Depreciation and Amortization | 24.4 | 25.5 | 26.5 | 26.0 | 18.0 |
| R&D Expenditures | 34.4 | 31.4 | 38.1 | 37.0 | 36.3 |

(Yen)

| Exchange Rate | FY2014 | | | | FY2015 |
|---------------|--------|--------|--------|--------|--------|
| | 1Q | 2Q | 3Q | 4Q | 1Q |
| US Dollar | 101.16 | 102.93 | 113.55 | 118.10 | 120.37 |
| Euro | 138.56 | 136.26 | 141.59 | 132.68 | 132.66 |

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28

Sales by Product Group

(Billions of Yen)

| | FY2014 | | | FY2015 | | | |
|------------------------------------|----------------|----------------|----------------|----------------|----------------|--------------------|------------------|
| | 1H | 2H | Full Year | 1H Forecast | 2H Forecast | Full Year Forecast | Changes (Y on Y) |
| Digital Information Equipment | 211.8 | 205.8 | 417.6 | 170.0 | 200.0 | 370.0 | -11.4% |
| Communications | 119.5 | 130.1 | 249.6 | 120.0 | 120.0 | 240.0 | -3.9% |
| Health and Environmental Equipment | 162.8 | 152.2 | 315.0 | 165.0 | 175.0 | 340.0 | +7.9% |
| Consumer Electronics | 494.2 | 488.2 | 982.4 | 455.0 | 495.0 | 950.0 | -3.3% |
| Energy Solutions | 142.9 | 127.9 | 270.8 | 80.0 | 100.0 | 180.0 | -33.5% |
| Business Solutions | 165.9 | 177.3 | 343.3 | 165.0 | 185.0 | 350.0 | +1.9% |
| Product Business | 803.1 | 793.5 | 1,596.6 | 700.0 | 780.0 | 1,480.0 | -7.3% |
| Electronic Components and Devices | 149.7 | 291.6 | 441.4 | 200.0 | 280.0 | 480.0 | +8.7% |
| Display Devices | 460.9 | 446.1 | 907.1 | 480.0 | 520.0 | 1,000.0 | +10.2% |
| Device Business | 610.7 | 737.8 | 1,348.5 | 680.0 | 800.0 | 1,480.0 | +9.7% |
| Subtotal | 1,413.8 | 1,531.3 | 2,945.2 | 1,380.0 | 1,580.0 | 2,960.0 | +0.5% |
| Adjustments | -86.1 | -72.7 | -158.9 | -80.0 | -80.0 | -160.0 | - |
| Total | 1,327.6 | 1,458.5 | 2,786.2 | 1,300.0 | 1,500.0 | 2,800.0 | +0.5% |

*Sales of each product group include internal sales between segments (Product Business / Device Business)

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29

Operating Income by Product Group

(Billions of Yen)

| | FY2014 | | | FY2015 | | | |
|------------------------------------|-----------------------|-------------------------|-------------------------|-----------------------|-----------------------|------------------------|------------------|
| | 1H | 2H | Full Year | 1H Forecast | 2H Forecast | Full Year Forecast | Changes (Y on Y) |
| Digital Information Equipment | 0.3 (0.2%) | -12.9 (-6.3%) | -12.6 (-3.0%) | -9.0 (-5.3%) | 6.0 (3.0%) | -3.0 (-0.8%) | - |
| Communications | 7.1 (6.0%) | 8.5 (6.6%) | 15.7 (6.3%) | 4.0 (3.3%) | 7.0 (5.8%) | 11.0 (4.6%) | -30.2% |
| Health and Environmental Equipment | 7.7 (4.8%) | 8.1 (5.4%) | 15.9 (5.1%) | 6.0 (3.6%) | 8.0 (4.6%) | 14.0 (4.1%) | -12.1% |
| Consumer Electronics | 15.2 (3.1%) | 3.7 (0.8%) | 19.0 (1.9%) | 1.0 (0.2%) | 21.0 (4.2%) | 22.0 (2.3%) | +15.3% |
| Energy Solutions | -0.2 (-0.2%) | -62.3 (-48.8%) | -62.6 (-23.1%) | 1.0 (1.3%) | 4.0 (4.0%) | 5.0 (2.8%) | - |
| Business Solutions | 15.9 (9.6%) | 15.3 (8.7%) | 31.3 (9.1%) | 15.0 (9.1%) | 18.0 (9.7%) | 33.0 (9.4%) | +5.4% |
| Product Business | 30.9 (3.9%) | -43.2 (-5.4%) | -12.2 (-0.8%) | 17.0 (2.4%) | 43.0 (5.5%) | 60.0 (4.1%) | - |
| Electronic Components and Devices | -2.4 (-1.6%) | 3.1 (1.1%) | 0.6 (0.2%) | 3.0 (1.5%) | 7.0 (2.5%) | 10.0 (2.1%) | 14.8-fold |
| Display Devices | 20.8 (4.5%) | -20.2 (-4.5%) | 0.5 (0.1%) | 8.0 (1.7%) | 37.0 (7.1%) | 45.0 (4.5%) | 75.8-fold |
| Device Business | 18.3 (3.0%) | -17.0 (-2.3%) | 1.2 (0.1%) | 11.0 (1.6%) | 44.0 (5.5%) | 55.0 (3.7%) | 43.3-fold |
| Subtotal | 49.2 (3.5%) | -60.3 (-3.9%) | -11.0 (-0.4%) | 28.0 (2.0%) | 87.0 (5.5%) | 115.0 (3.9%) | - |
| Adjustments | -20.0 | -16.9 | -37.0 | -18.0 | -17.0 | -35.0 | - |
| Total | 29.2 (2.2%) | -77.2 (-5.3%) | -48.0 (-1.7%) | 10.0 (0.8%) | 70.0 (4.7%) | 80.0 (2.9%) | - |

*Figures within parentheses indicate operating margin.

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30

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