



**Financial Results for the Third Quarter  
of the Fiscal Year Ending September 30, 2008**

**SK-Electronics CO., LTD.**

2008 Aug

~~JASDAQ~~ 6677

**Results for the Third Quarter of the  
Fiscal Year Ending September 30, 2008**

**Forecasts for the Fiscal Year Ending  
September 30, 2008**

## Results for the Third Quarter of the FY.08

(Unit:¥1million)	Fiscal Year Ending September 30,2008			
	1Q~3Q (From October 1, 2007 to September 30, 2008 )		3Q (From April 1, 2008 to June 30, 2008 )	
	FY08 1Q~3Q	Change (%) Y on Y	FY08 3Q	Change (%) Q on Q
	Net Sales	12,726	△ 7.6%	4,437
Operating Income	661	-	192	-
Ordinary Income	576	623.2%	233	-
Net Income	271	543.5%	108	-

## Summary for the 1<sup>st</sup> Half Ended March 31, 2008

### 1Q(2007.Oct~Dec)

- The LCD panel industry experienced full production line capacity for laptop computer, monitor, and 40-inch and smaller LCD TV panels, with production volumes at each panel manufacturer growing significantly. Great recovery of sales and profit by Taiwanese and Korean panel manufacturers. Decrease of demand of R&D photomasks because of full production by med-small size panel manufactures in Japan.
- Decrease of demand of R&D photomasks because of full production by panel manufacturers. Smaller sales than expected and price pressure was still continued.
- Overseas Sales: Korea:as expected, Taiwan: lower than expected.

### 2Q(2008.Jan~Mar)

- Sales of domestic med-small size photomask continued lower level than company expectation continued
- Overseas Sales: Korea:as expected.
- Multi-tone photomasks rose as a component of Net sales.
- The SK-Electronics Group Taiwanese subsidiary experienced significantly less inventory impairment, which led to temporary profits. (Over 100 million Yen)

## Results for the Third Quarter of the FY.08

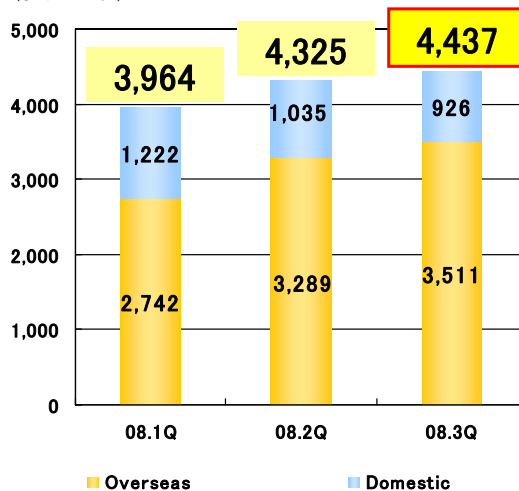
### 3Q (2008.Apr~Jun)

- Special procurement by Beijing Olympics was not high as expected because of worldwide economy deceleration.
- Price of all the LCD application panels went down (inclu. 32 inches) because sales of large size LCD TV were sluggish and panel manufactures increased their production capacities.
- Photomask demand was steady because of increase of new production line by panel manufactures (G8 by Samsung and G6/G7.5 by CMO).

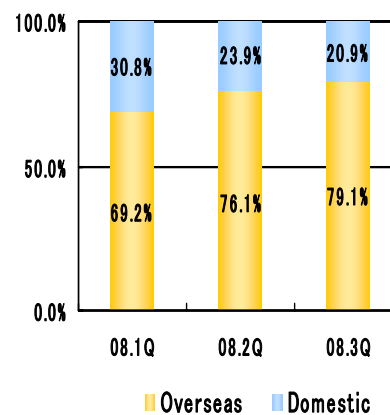
## Comprehensive Large Format Photomask

Change in Photomask sales by Geographical Segment (FY08 1Q,2Q,3Q)

(Unit:¥1million)



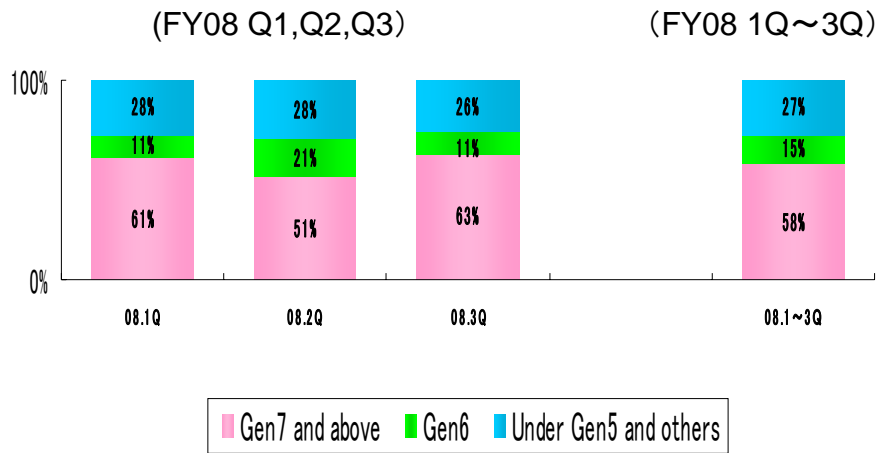
Proportion of Photomask sales by Geographical Segment (FY08 1Q,2Q,3Q)



Note: Overseas sales includes indirect export sales.

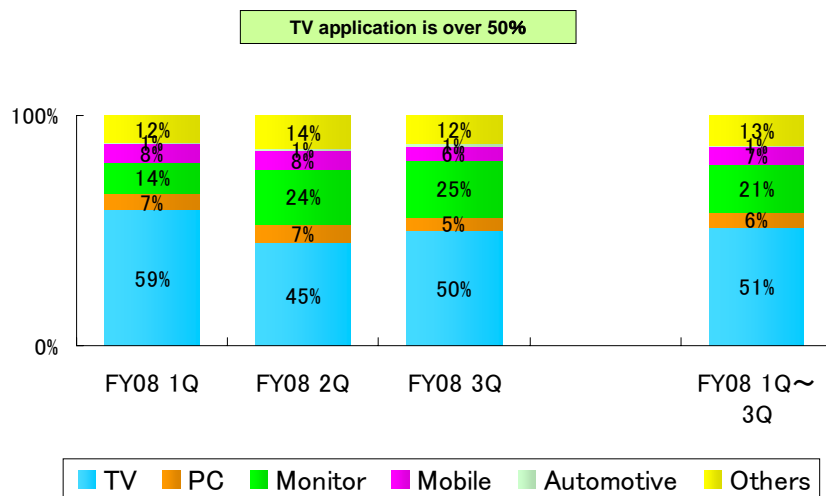
## Comprehensive Large Format Photomask

Change in Photomask sales by applications (FY08 1Q,2Q,3Q)



## Comprehensive Large Format Photomask

Change in Photomask sales by applications (FY08 1Q,2Q,3Q& )



## Results for the Third Quarter of the Fiscal Year Ending September 30, 2008

## Forecasts for the Fiscal Year Ending September 30, 2008

### Forecasts for the Fiscal Year Ending September 30, 2008

#### 4Q (2008.Jul~Sep)

- Overseas major LCD panel manufacturers are planning to launch more large-format panel production lines during the fourth quarter, and the Company expects an associated demand for photomasks for new factory additions.
- The Company projects a continued decline in demand for photomasks among mid- and small-sized panel manufacturers in Japan.
- In the event of drastic poor financial performance by panel manufacturers, the Company is concerned about the possibility of a decline in photomasks for R&D (including high value-added multi-tone photomasks).
- Photomask demands for development expecting Christmas sales
- Increase demand of LCD TV for the digitization of TV (North America)

## Forecast of FY 08 Financial Highlights

(Unit:¥1million)

	FY07	FY08 Previous projection	FY08 Revised projection	Change (%) Y on Y
Net Sales	18,344	167,00	17,000	-7.3%
Operating Income	174	550	850	388.1%
Ordinary Income	133	490	750	463.8%
Net Income	52	250	350	561.4%



**Financial Results for the Third Quarter  
of the Fiscal Year Ending September 30, 2008**

**SK-Electronics CO., LTD.**

2008 Aug

~~JASDAQ~~ 6677