

April 18, 2008 FDK CORPORATION

Announcement of the Revised Financial Forecast

Tokyo, April 18, 2008 - FDK CORPORATION (TSE: 6955) announced today a revision of its consolidated and non-consolidated financial forecasts for the full year of FY 2007 from those announced on October 31, 2007.

1. Consolidated basis

1)	The full year of FY2007 (<u>(from Apr.1, 2007</u>	to Mar.31, 2008)	(Million yen)
	Forecast as of	Net Sales	Operating	Net Income
			Income (Loss)	(Loss)
	October 31, 2007 (A)	122,200	3,700	800
	April 18, 2008 (B)	113,668	1,909	(3,105)
	Difference (B)-(A)	(8,532)	(1,791)	(3,905)
	Rate of difference (%)	(7.0%)	(48.4%)	-
	(Ref.): Achievements			
	of fiscal year 2006	121,537	1,235	130

2. Non-consolidated basis

2)	The full year of FY2007 (from Apr.1, 2007 to Mar.31, 2008)			(Million yen)
	Forecast as of	Net Sales	Operating	Net Income
			Income (Loss)	(Loss)
	October 31, 2007 (A)	60,700	1,400	(650)
	April 18, 2008 (B)	57,124	14	(2,894)
	Difference (B)-(A)	(3,576)	(1,386)	(2,244)
	Rate of difference (%)	(5.9%)	(99.0%)	-
	(Ref.): Achievements			
	of fiscal year 2006	60,682	119	(619)

3. Reasons for revision

In the financial forecast for the FY2007 on the consolidated basis, FDK revises the forecasts as indicated above. Sales in motors, optical devices and electronic devices for mobile phones such as promoting multilayer chip inductors will be increased. However, sales in LCD-related products such as signal processing modules for LCDs and backlight inverter modules for LCDs will decrease due to the lower sales prises from tough price competitions in the market and the strategic change in overseas' customers from the purchase to the internal production.

Regarding profit and loss, FDK expects that operating income will largely decrease by the decrease in sales of LCD-related products and the sagging profits of alkaline dry batteries by the appreciation of material prices. In addition, the net loss was enlarged from the previous forecast, by the exchange losses accrued from volatile exchange market in end of the period and by the post of 233 million yen as an allowance from closing consolidated subsidiary in Taiwan.

On the non-consolidated basis, FDK revises down the previous forecast as well as the consolidated basis. Although FDK retained for the profit by the acquisitions of new



orders, the streamline of businesses, its business performance are influenced by the decreases in sales and sales prices of LCD-related products, appreciation of raw materials affected by the soaring oil prices and exchange fluctuation.

In addition, we will post 92 million yen for a reversal of bad debt reserve from the subsidiary which we have already disclosed and 243 million yen for a gain transfer of fixed assets to the subsidiary, as extraordinary incomes. We will also post 417 million yen for appraisal loss of subsidiary's stocks as an extraordinary loss.

Note 1) Subsidiary's plant closing in Taiwan

We will post 233 million yen as an extraordinary loss(consolidated basis) for the allowance in closing on Taizhong plant of FUCHI ELECTRONICS CO., LTD (a consolidated subsidiary) until this June.

Profile of FUCHI ELECTRONICS CO., LTD

Head Office & Tao Yuan Plant No. 355, Section2, Nankan Road, Rutsu Shan,

Tao Yuan, Taiwan

Taizhong factory No. 70, Thirty-fifth Road, Industrial District, Siehe Village,

Situn District, Taichung, Taiwan

Representative Yasuo Tarui

Capital 508.5 million NT\$

Share holding ratio 100%

Business Manufacturing and sales of LCD related modules

Note 2) Appraisal loss of subsidiary's stocks

We will post 417 million yen as an extraordinary loss (non-consolidated basis) for appraisal loss of the consolidated subsidiary's (FDK Mechatronics Co., Ltd) stocks.

Profile of FDK MECHATRONICS CO.,LTD.

Location 2281, Washizu, Kosai-shi, Shizuoka

Representative Kuniaki Muramatsu Capital 450 million JPY

Share holding ratio 100%

Business Manufacturing and sales of motors

(Remarks)

The revised forecast indicated above is calculated based on information which is presently available and may contain some inaccurate elements. Therefore, please understand that the actual results may differ greatly from the forecasts indicated in this release due to changes in business conditions.