

Consolidated Third-Quarter Financial Results

for the Fiscal Year Ended December 31, 2007 (January 1, 2007 to September 30, 2007)

Company name:	SIIX Corporation
Stock code:	7613
Stock exchange listing (Section):	Tokyo Stock Exchange (First Section) Osaka Securities Exchange (First Section)
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(Amounts less than one million yen are omitted)

1. Consolidated Third-quarter Financial Results (January 1, 2007 - September 30, 2007)

(1) Consolidated Results of Operations

	Net sales		Operating income		Ordinary income	
	Million yen	YoY change (%)	Million yen	YoY change (%)	Million yen	YoY change (%)
3rd-quarter ended Sep. 2007	121,718	31.3	3,840	99.6	3,895	117.2
3rd-quarter ended Sep. 2006	92,694	9.7	1,924	(13.1)	1,793	(16.1)
Year ended Dec. 2006	129,333	—	3,097	—	3,126	—

	Net income		Net income per share (basic)	Net income per share (diluted)
	Million yen	YoY change (%)	Yen	Yen
3rd-quarter ended Sep. 2007	1,912	419.9	151.80	—
3rd-quarter ended Sep. 2006	367	(84.8)	29.20	—
Year ended Dec. 2006	771	—	61.24	—

(2) Consolidated Financial Position

	Total assets	Net assets	Capital-to-asset ratio	Net assets per share
	Million yen	Million yen	%	Yen
3rd-quarter ended Sep. 2007	56,818	16,226	28.6	1,287.86
3rd-quarter ended Sep. 2006	53,043	14,018	26.1	1,099.07
Year ended Dec. 2006	51,207	14,813	28.6	1,160.85

(3) Consolidated Cash Flows Position

	Net cash provided by (used in)			Cash and cash equivalents at end of the period
	Operating activities	Investing activities	Financing activities	
	Million yen	Million yen	Million yen	Million yen
3rd-quarter ended Sep. 2007	4,066	(1,668)	(907)	6,029
3rd-quarter ended Sep. 2006	319	(1,753)	(209)	3,603
Year ended Dec. 2006	2,739	(2,800)	(959)	4,613

2. Dividends

(base date)	Annual dividends per share		
	Interim	Term-end	Annual
Year ended Dec. 2006	7.50	7.50	15.00
Year ended Dec. 2007 (Actual performances)	10.00	—	22.00
Year ended Dec. 2007 (Forecasts)	—	12.00	

The company has revised the forecast of the term-end dividend for the year ending December 2007 to 12.00 yen as described in the “Division of Shares and Revision of the Dividend Forecast” released today.

3. Business Performance Forecasts for the Fiscal Year Ended December 2007

(January 1, 2007 - December 31, 2007) [Reference]

	Net sales		Operating income		Ordinary income	
	Million yen	YoY change (%)	Million yen	YoY change (%)	Million yen	YoY change (%)
Full year	159,541	23.4	4,908	58.5	5,048	61.5

	Net income		Net income per share
	Million yen	YoY change (%)	Million yen
Full year	2,391	210.1	189.76

In addition, the performance forecasts for the full business year in the fiscal year ending December 2007 released on August 16, 2007, have not been changed.

4. Other

- () Transfer of important subsidiary companies during the period (transfer of specific subsidiary companies in accordance with changes in the scope of consolidation): No
- () Adoption or non-adoption of a simplified method in accounting procedures: Adoption
- () Change or no change in accounting methods from the most recent consolidated fiscal year: No change

[Note: For details please refer to “Qualitative information, financial statements, etc.” on p.3 and “4. Other.”]

*Explanations and other special notes concerning the appropriate use of business performance forecasts

The consolidated and non-consolidated business performance forecasts given above are based on the information available at the current time and assumptions of supposable market trends, etc., and thus contain an element of uncertainty. Actual business performance may include results that differ from these forecasts for a variety of future reasons.

[Qualitative information, financial statements, etc.]

1. Qualitative information concerning the consolidated operating results

In regard to the domestic and overseas economy during the third-quarter of the term under review, overseas, there were causes for concern in the American economy, including the long-term prolongation of the downturn of the residential housing market and the increasing seriousness of the sub-prime problem. However, the overseas economy is sustaining a steady expansionary tendency against a backdrop of increased exports and improvement of the employment situation in Europe. In association with the steady economic expansion of Europe and the emerging economies, the Asian economy has trended strongly, centering on exports. Although the Japanese economy has faced downward factors such as the high material prices such as crude oil and the downward oscillating uncertainty of the American economy, business centered on exports to the emerging economies has continued steadily.

In such circumstances, the company's sales for the third-quarter finished at 121,718 million yen, an increase of 29,023 million yen (31.3% up) in comparison to the same term of the previous fiscal year due to increased shipments of components and board mountings for digital cameras, flat-screen TVs, car audio equipment and camera modules for mobile phones. In terms of profit, because of the absorption of fixed costs by the manufacturing division due to increased sales, and the constraint of selling costs and general and administrative costs, etc., operating income ended at 3,840 million yen, an increase of 1,916 million yen (99.6% up) in comparison to the same term of the previous fiscal year. In addition, ordinary income finished at 3,895 million yen, an increase of 2,101 million yen (117.2% up) over the same term of the previous fiscal year. Net income in the third-quarter was 1,912 million yen, an increase of 1,544 million yen (419.9% up) in comparison to the same term of the previous fiscal year.

2. Qualitative information concerning the consolidated financial situation

Due to increased accounts receivable and accounts payable, total assets increased 5,611 million yen in comparison to the end of the previous consolidated fiscal year to finish at 56,818 million yen. In addition, as a result of increasing 1,413 million yen in comparison to the end of the previous consolidated fiscal year, net assets finished at 16,226 million yen and the capital-to-asset ratio at 28.6%.

(Cash flow situation)

The increased value of cash and cash equivalents (referred to as "funds" below) as a result of operating activities was 4,066 million yen. This was due mainly to the increased value of accounts payable of 4,235 million yen in contrast to the income before income taxes and minority interests of 4,065 million yen and the increased value of accounts receivable of 4,067 million yen.

Reduced funds as a result of investment activities were 1,668 million yen. This was due mainly to expenditures of 1,699 million yen for the acquisition of tangible fixed assets.

The reduced funds as a result of financial activities were 907 million yen. This was due mainly to expenditures of 3,153 million yen for the repayment of long-term borrowings in contrast to a net increase of short-term borrowings of 1,330 million yen, and revenue of 1,000 million yen from long-term borrowings.

As a result of the above, the value of funds available on a consolidated basis at the end of the third-quarter was 6,029 million yen, an increase of 1,416 million yen (30.7% up) in comparison to the end of the previous consolidated fiscal year.

3. Other

- (1) Transfers of important subsidiary companies during this period (transfers of specific subsidiary companies in accordance with changes in the scope of consolidation)

None

- (2) Adoption of convenient accounting methods

The company has adopted simplified methods in regard to the posting criteria used for corporate tax, etc.

- (3) Changes in accounting methods from the most recent consolidated fiscal year

None

5. (Summary) Quarterly Consolidated Financial Statements

(1) (Summary) Quarterly Consolidated Balance Sheets

(Million yen)

item	Previous 3rd-quarter As of Sep. 30, 2006		Current 3rd-quarter As of Sep. 30, 2007		Change		Previous fiscal year As of Dec. 31, 2006	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
Assets								
I Current assets								
1. Cash and deposits	3,625		6,052		2,426		4,636	
2. Trade notes and accounts receivable	21,184		22,820		1,635		19,005	
3. Inventories	13,132		12,650		(481)		12,747	
4. Others	2,232		1,917		(315)		2,102	
Provision for doubtful receivables	(614)		(309)		304		(719)	
Total current assets	39,560	74.6	43,130	75.9	3,569	9.0	37,772	73.8
II Fixed assets								
1. Tangible fixed assets	10,239		10,572		332		10,290	
2. Intangible fixed assets	254		436		182		232	
3. Investments and other assets	3,348		3,151		(196)		3,305	
Provision for doubtful receivables	(358)		(472)		(113)		(393)	
Total fixed assets	13,483	25.4	13,688	24.1	205	1.5	13,434	26.2
Total assets	53,043	100.0	56,818	100.0	3,774	7.1	51,207	100.0
Liabilities								
I Current liabilities								
1. Trade accounts payable	20,939		23,223		2,284		18,681	
2. Short-term borrowings	9,783		8,582		(1,200)		9,287	
3. Others	3,581		3,830		249		3,709	
Total current liabilities	34,303	64.7	35,637	62.7	1,333	3.9	31,678	61.9
II Fixed liabilities								
1. Long-term liabilities	3,273		2,752		(520)		3,237	
2. Reserve for retirements	101		92		(8)		110	
3. Reserve for retirement benefits for directors	152		163		11		149	
4. Others	1,193		1,946		752		1,216	
Total fixed liabilities	4,721	8.9	4,954	8.7	233	5.0	4,715	9.2
Total liabilities	39,024	73.6	40,591	71.4	1,566	4.0	36,394	71.1
Net assets								
I Shareholder's equity								
1. Common stock	2,144	4.0	2,144	3.8	—	—	2,144	4.2
2. Capital surplus	1,853	3.5	1,853	3.2	—	—	1,853	3.6
3. Retained surplus	9,257	17.5	11,353	20.0	2,095	22.6	9,661	18.9
4. Treasury stock	(0)	(0.0)	(0)	(0.0)	(0)	—	(0)	(0.0)
Total shareholder's equity	13,254	25.0	15,350	27.0	2,095	15.8	13,658	26.7
II Difference of valuation, translation, and other adjustments								
1. Net unrealized gains (losses) on other securities	217	0.4	(36)	(0.0)	(253)	—	167	0.3
2. Net gains (losses) on deferral hedge	(0)	(0.0)	3	0.0	3	—	0	0.0
3. Foreign currency translation adjustments	376	0.7	909	1.6	532	141.3	800	1.5
Total of difference of appreciation and translation	593	1.1	876	1.6	282	47.7	968	1.8
III Minority interests								
Total net assets	14,018	26.4	16,226	28.6	2,207	15.7	14,813	28.9
Total liabilities and net assets	53,043	100.0	56,818	100.0	3,774	7.1	51,207	100.0

(2) (Summary) Quarterly Consolidated Statements of Income

(Million yen)

Item	Previous 3rd-quarter Jan. 1, 2006 – Sep. 30, 2006		Current 3rd-quarter Jan. 1, 2007 – Sep. 30, 2007		Change		Previous fiscal year Jan. 1, 2006 – Dec. 31, 2006	
	Amount	(%)	Amount	(%)	Change	(%)	Amount	(%)
I Net sales	92,694	100.0	121,718	100.0	29,023	31.3	129,333	100.0
II Cost of sales	86,602	93.4	113,397	93.2	26,794	30.9	120,570	93.2
Gross profit	6,091	6.6	8,320	6.8	2,228	36.6	8,763	6.8
III Selling, general and administrative expenses	4,167	4.5	4,479	3.6	311	7.5	5,666	4.4
Operating income	1,924	2.1	3,840	3.2	1,916	99.6	3,097	2.4
IV Non-operating income	333	0.4	485	0.4	152	45.6	615	0.5
V Non-operating expenses	463	0.5	430	0.4	(32)	(7.1)	586	0.5
Ordinary income	1,793	2.0	3,895	3.2	2,101	117.2	3,126	2.4
VI Extraordinary income	21	0.0	298	0.2	277	—	22	0.0
VII Extraordinary loss	253	0.3	128	0.1	(124)	(49.3)	690	0.5
Income before income taxes and minority interests	1,561	1.7	4,065	3.3	2,504	160.3	2,458	1.9
Income taxes	1,167	1.3	2,128	1.7	960	82.3	1,649	1.3
Minority interests in subsidiary	(26)	(0.0)	(24)	(0.0)	1	—	(37)	(0.0)
Net income	367	0.4	1,912	1.6	1,544	419.9	771	0.6

(3) (Summary) Quarterly Consolidated Statements of Changes in Net Assets

Current third-quarter period (Jan. 1, 2007 - Sep. 30, 2007)

(Million yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balances at December 31, 2006	2,144	1,853	9,661	(0)	13,658
Changes in the period					
Dividends from surplus			(220)		(220)
Net income			1,912		1,912
Bonuses to directors				(0)	(0)
Net changes of items other than shareholders' equity					
Total changes in the period	—	—	1,692	(0)	1,692
Balances at September 30, 2007	2,144	1,853	11,353	(0)	15,350

(Million yen)

	Difference of valuation, translation and other adjustments				Minority interests	Total net assets
	Net unrealized holding gains (losses) on securities	Net gains (losses) on deferral hedge	Foreign currency translation adjustments	Total of difference from appreciation and conversion		
Balances at December 31, 2006	167	0	800	968	186	14,813
Changes in the period						
Dividends from surplus				—	(9)	(229)
Net income				—		1,912
Bonuses to directors				—		(0)
Net changes of items other than shareholders' equity	(203)	2	108	(91)	(176)	(268)
Total changes in the period	(203)	2	108	(91)	(186)	1,413
Balances at September 30, 2007	(36)	3	909	876	—	16,226

Previous consolidated fiscal year (Jan. 1, 2006 - Dec. 31, 2006)

(Million yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balances at December 31, 2005	2,144	1,853	9,095	(0)	13,092
Changes in the period					
Dividends from surplus			(188)		(188)
Net income			771		771
Bonuses to directors			(17)		(17)
Net changes of items other than shareholders' equity					
Total changes in the period	—	—	565	—	565
Balances at December 31, 2006	2,144	1,853	9,661	(0)	13,658

(Million yen)

	Difference of valuation, translation and other adjustments				Minority interests	Total net assets
	Net unrealized holding gains (losses) on securities	Net gains (losses) on deferral hedge	Foreign currency translation adjustments	Total of difference from appreciation and conversion		
Balances at December 31, 2005	312	—	19	331	151	13,575
Changes in the period						
Dividends from surplus				—		(188)
Net income				—		771
Bonuses to directors				—		(17)
Net changes of items other than shareholders' equity	(144)	0	780	636	35	671
Total changes in the period	(144)	0	780	636	35	1,237
Balances at December 31, 2006	167	0	800	968	186	14,813

(4) (Summary) Quarterly Consolidated Statements of Cash Flows

(Million yen)

Item	Previous 3rd-quarter	Current 3rd-quarter	Previous fiscal year
	Jan. 1, 2006 - Sep. 30, 2006	Jan. 1, 2007 - Sep. 30, 2007	Jan. 1, 2006 - Dec. 31, 2006
	Amount	Amount	Amount
I Operating activities			
1. Income before income taxes and minority interests	1,561	4,065	2,458
2. Depreciation	1,340	1,675	1,850
3. (Increase) decrease in trade notes and accounts receivable	(4,371)	(4,067)	(1,475)
4. Increase (decrease) in inventories	(3,155)	178	(2,312)
5. Increase (decrease) in trade notes and accounts payable	4,210	4,235	1,352
6. (Increase) decrease in consumption taxes receivable	121	(132)	192
7. (Increase) decrease in advances received	979	(212)	834
8. Gains on sales of shares in affiliates	—	161	—
9. Others	1,349	151	1,826
Subtotal	2,034	6,055	4,727
10. Income taxes paid	(1,474)	(1,729)	(1,682)
11. Others	(241)	(259)	(304)
Net cash provided by operating activities	319	4,066	2,739
II Investing activities			
1. Purchase of tangible fixed assets	(1,610)	(1,699)	(2,651)
2. Purchases of intangible fixed assets	—	(232)	(80)
3. Proceeds from recovered loans	5	3	5
4. Proceeds from sales of shares in affiliates	—	273	—
5. Others	(148)	(12)	(73)
Net cash used in investing activities	(1,753)	(1,668)	(2,800)
III Financing activities			
1. Increase (decrease) in short-term borrowings	(2,113)	1,330	(2,653)
2. Proceeds from long-term borrowings	3,066	1,000	3,146
3. Repayment of long-term borrowings	(977)	(3,153)	(1,285)
4. Others	(185)	(84)	(167)
Net cash used in financing activities	(209)	(907)	(959)
IV Effect of exchange rate changes on cash and cash equivalents	(273)	(75)	115
V Net increase (decrease) in cash and cash equivalents	(1,915)	1,416	(904)
VI Cash and cash equivalents at beginning of period	5,518	4,613	5,518
VII Cash and cash equivalents at end of period	3,603	6,029	4,613

(5) Segment Information

[Information by operating segment]

Previous third-quarter period (Jan. 1, 2006 - Sep. 30, 2006)

(Million yen)

	Electronics	Machinery	Other	Total	Eliminations and corporate	Consolidated
Net sales						
(1) Sales — outside customers	84,747	6,384	1,563	92,694	—	92,694
(2) Sales and transfer — inter-segment	—	1,262	—	1,262	(1,262)	—
Total	84,747	7,646	1,563	93,957	(1,262)	92,694
Operating expenses	82,082	7,619	1,471	91,173	(402)	90,770
Operating income	2,664	27	91	2,783	(859)	1,924

Current third-quarter period (Jan. 1, 2007 - Sep. 30, 2007)

(Million yen)

	Electronics	Machinery	Other	Total	Eliminations and corporate	Consolidated
Net sales						
(1) Sales — outside customers	112,941	7,437	1,339	121,718	—	121,718
(2) Sales and transfer — inter-segment	—	800	—	800	(800)	—
Total	112,941	8,237	1,339	122,518	(800)	121,718
Operating expenses	108,339	8,218	1,245	117,803	73	117,877
Operating income	4,601	19	94	4,715	(874)	3,840

(Reference) Previous consolidated fiscal year (Jan. 1, 2006 - Dec. 31, 2006)

(Million yen)

	Electronics	Machinery	Other	Total	Eliminations and corporate	Consolidated
Net sales						
(1) Sales — outside customers	118,903	8,409	2,020	129,333	—	129,333
(2) Sales and transfer — inter-segment	—	1,411	—	1,411	(1,411)	—
Total	118,903	9,820	2,020	130,745	(1,411)	129,333
Operating expenses	114,892	9,788	1,894	126,576	(339)	126,236
Operating income	4,011	32	125	4,169	(1,071)	3,097

Notes:

1. Operating segments are based on product similarities
2. Major products by operating segment

Section	Major products
Electronics section	Finished products, subassemblies, circuit board assemblies, components, and kits in the fields listed below: Communication devices (LCD modules and camera modules for mobile phones, etc.), vehicle-mounted devices (car audios, meters, front panels, etc.), information devices (scanners, printers, peripheral devices, etc.), household appliances (digital cameras, flat screen TVs, air conditioners, healthcare equipment, etc.), industrial equipment (engine ignition systems, commercial AV equipment, etc.) and general electronic products
Machinery section	Motorcycle parts and materials, wire harnesses, electrical components such as spark plugs, general and industrial equipment and related parts and materials
Other section	Printing ink, synthetic chemicals, miscellaneous goods and other items

3. Operating expenses included under the heading "Eliminations and corporate" consist primarily of expenses related to the management divisions, mainly the general affairs and accounting divisions, at the parent company. Operating expenses included under "Eliminations and corporate" were as follows:

Third-quarter ended Sep. 2006:	889 million yen
Third-quarter ended Sep. 2007:	896 million yen
Previous consolidated fiscal year:	1,111 million yen

[Geographical Segment Information]

Previous third-quarter period (Jan. 1, 2006 - Sep. 30, 2006)

(Million yen)

	Japan	Asia	Europe	Americas	Total	Eliminations and corporate	Consolidated
Net sales							
(1) Sales — outside customers	25,170	60,839	2,092	4,591	92,694	—	92,694
(2) Sales and transfers — inter-segments	16,209	6,258	279	4,424	27,171	(27,171)	—
Total	41,379	67,098	2,372	9,015	119,866	(27,171)	92,694
Operating expenses	40,370	65,148	2,794	8,586	116,900	(26,129)	90,770
Operating income or operating loss	1,009	1,950	(422)	429	2,966	(1,042)	1,924

Current third-quarter period (Jan. 1, 2007 - Sep. 30, 2007)

(Million yen)

	Japan	Asia	Europe	Americas	Total	Eliminations and corporate	Consolidated
Net sales							
(1) Sales — outside customers	27,174	83,903	4,596	6,042	121,718	—	121,718
(2) Sales and transfers — inter-segments	20,295	5,594	361	5,470	31,722	(31,722)	—
Total	47,470	89,498	4,958	11,512	153,440	(31,722)	121,718
Operating expenses	46,003	86,459	5,332	10,928	148,724	(30,847)	117,877
Operating income or operating loss	1,467	3,039	(374)	584	4,715	(874)	3,840

Previous consolidated fiscal year (Jan. 1, 2006 - Dec. 31, 2006)

(Million yen)

	Japan	Asia	Europe	Americas	Total	Eliminations and corporate	Consolidated
Net sales							
(1) Sales — outside customers	34,222	85,723	3,166	6,221	129,333	—	129,333
(2) Sales and transfers — inter-segments	22,196	8,394	388	6,075	37,054	(37,054)	—
Total	56,419	94,117	3,555	12,296	166,388	(37,054)	129,333
Operating expenses	54,959	91,122	4,261	11,753	162,096	(35,860)	126,236
Operating income or operating loss	1,460	2,994	(706)	543	4,291	(1,194)	3,097

Notes:

1. Operating expenses included under the heading "Eliminations and corporate" consist primarily of expenses related to the management divisions, mainly the general affairs and accounting divisions, at the parent company. Operating expenses included under "Eliminations and corporate" were as follows:

Third-quarter ended Sep. 2006: 889 million yen

Third-quarter ended Sep. 2007: 896 million yen

Previous consolidated fiscal year: 1,111 million yen

2. Method of geographical segmentation and major countries and regions in individual segments.

Method of geographical segmentation:

Geographic proximity

Major areas and countries in geographical segments:

Asia: China, Taiwan, Singapore, Thailand, Philippines and Indonesia

Europe: Germany and Slovakia

Americas: USA