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PRESS Release

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JVC Announces Revision of Consolidated Business Forecast for the First Half of Fiscal 2007 and Difference for the Non-consolidated Business Results for the First Half of Fiscal 2007 from the Results in the First Half Last Year

Victor Company of Japan, Limited (JVC) revised its earlier consolidated business forecast for the first half of fiscal 2007 (April 1, 2006 through September 30, 2006) and the difference for the non-consolidated business results for the first half of fiscal 2007 from the results in the first half last year as in the tables below. Previous forecast was announced on April 27, 2006.

- Revision of consolidated business forecast for the first half of fiscal 2007 (April 1, 2006 through September 30, 2006)

	Millions of yen		
	Net Sales	Ordinary Income (Loss)	Net Income (Loss)
Original Forecast (A) (Announced on April 27, 2006)	390,000	(5,000)	(7,000)
Revised Forecast (B)	371,241	(3,436)	5,025
(B-A)	(18,759)	1,564	12,025
Rate of Change (%)	(4.8%)	-	-
1H of FY 2006	387,264	(8,467)	(15,310)

- Difference for the non-consolidated business results for the first half of fiscal 2007 (April 1, 2006 through September 30, 2006) from the results in the first half last year

	Millions of yen		
	Net Sales	Ordinary Income (Loss)	Net Income (Loss)
1H of FY2006 (A)	214,660	(3,227)	(9,633)
1H of FY2007 (B)	182,517	(2,539)	10,796
(B-A)	(32,143)	688	20,429
Rate of Change (%)	(15.0%)	-	-

*JVC usually doesn't announce non-consolidated business forecast for the first half, but the company will do so, depending on the difference for the non-consolidated business results for the first half of the fiscal year from the results in the same period of the year before.

- Reasons for Revisions and Differences

(Revised forecasts of consolidated results for the first half of fiscal 2007)

The profitability of the Consumer Electronics segment improved, and idle assets were sold as part of the effort to improve the health of the financial structure, so we have revised the previous forecast of consolidated business results for the first half of fiscal 2007.

(Difference for the non-consolidated business results for the first half of fiscal 2007 from the results in the first half last year)

Sales declined from the first half last year, mainly in the Consumer Electronics segment. In addition, profits improved from the first half last year for the same reasons as described above. An extraordinary loss is included for restructuring in the results in the first half last year.

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