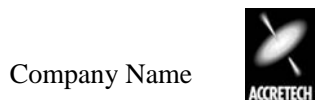


Consolidated Financial Statements for the First Quarter of the Fiscal Year Ending March 31, 2009

August 1, 2008



Company Name

Tokyo Seimitsu Co., Ltd.

ACCRETECH

Code number: 7729

(URL: <http://www.accretech.jp/>)

Representative: Sadakatsu Suzuki, Chairman & CEO

Inquiries: Kunimasa Ohta, CFO

Stock Listing: First Section TSE

Head office location: Tokyo

Tel: 0422 - 48 - 1011

(Millions of yen, rounded down)

1. Consolidated Results for 1Q of FY 2009 (April 1, 2008 - June 30, 2008)

(1) Consolidated sales and earnings

(Percentage figures represent changes from the 1Q of the previous year)

	Net Sales	Operating Income	Ordinary Income	Net Income
FY2009 1Q	14,942 -	1,222 -	1,741 -	- 623 -
FY2008 1Q	23,116 2.7%	2,685 -20.3%	2,928 -14.8%	1,540 -15.7%

	Net income per Share (yen)	Net income per Share (diluted) (yen)
FY2009 1Q	-15.50	--
FY2008 1Q	38.37	35.81

(2) Consolidated financial position

(Millions of yen; except as indicated)

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share (yen)
FY2009 1Q	106,254	53,589	50.1%	1,323.15
FY2008	107,667	55,487	51.2%	1,370.98

Notes: Equity in FY09 1Q: 53,188 million yen; in Full Year FY08 55,111 million yen.

2. Situation of Dividend

(Yen)

	Per Share Dividend				
	1Q	2Q	3Q	4Q	Full Year
FY2008	--	30.00	--	40.00	70.00
FY2009	--	--	--	--	--
FY2009 (Forecast)	--	15.00	--	25.00	40.00

Notes: Revision to dividend forecast: No

Composition of forecasted dividend: Ordinary dividend 30.00 per share, special dividend 10.00 yen per share.

3. Forecast for FY 2009 (April 1, 2008-March 31, 2009)

(Millions of yen)

(Percentage figures represent changes from the previous year)

	Net Sales	Operating Income	Ordinary Income	Net Income	Net Income per Share (yen)
Interim	32,000 --	2,400 --	2,400 --	-400 --	-9.95
Full Year	65,000 -29.2%	5,000 -52.2%	5,000 -46.7%	1,000 -79.2%	24.88

Note: Revisions to consolidated earnings forecast this quarterly: Yes

4. Others

(1) Significant changes in subsidiaries during the period under review (changes in specific subsidiaries involving changes in scope of consolidation): No

(2) Application of simplified accounting methods and special accounting methods in the preparation of quarterly consolidated financial statements: Yes

See Page 4, others for details

(3) Changes in accounting principles, procedures, method of presentation and other matters associated with preparation of consolidated financial statements (basic matters for preparation of consolidated financial

statements)

1) Changes due to revision of accounting standards, etc.: Yes

2) Changes other than 1): Yes.

See Page 4, others for details.

(4) Number of shares outstanding (common shares)

1) Number of shares outstanding at end of period (including treasury shares):

FY2009 1Q: 40,228,281 shares; FY2008: 40,228,281 shares.

2) Number of treasury shares at end of period:

FY2009 1Q:29,830 shares; FY2008:29,552 shares.

3) Average Number of shares outstanding during the period (cumulative for period, consolidated):

FY2009 1Q: 40,198,729 shares; FY2008 1Q: 40,160,588 shares.

Cautionary Statements with Respect to Forward-looking Statements

This summary and its related materials contain forward-looking statements based on information available to the management at the time of this announcement that it has judged to be rational, including such factors as economic conditions in Japan and other countries, or fluctuations in exchange rates, which may affect the Company's performance.

These forecasts and projects are subject to a number of risks and uncertainties, including market conditions, competition, and the global state of the semiconductor industry. Accordingly, actual results may differ materially from those projected in this earnings summary.

From April 1,2008, the Company has applied the "Accounting Standard for Quarterly Financial Reporting" (ASBJ Statement No.12) and "Guideline on Accounting Standard for Quarterly Financial Reporting" (ASBJ Guideline No.14). Quarterly consolidated financial statements are prepared in accordance with specific rules governing the reporting of quarterly financial results in Japan.

【Qualitative Information・Financial Statements etc.】

1. Qualitative Information Regarding Consolidated Business Results

Semiconductor manufacturing equipment division have faced severe business environment in this first quarter because the semiconductor manufacturers have decreased or postponed the capital investment due to the oversupply of memory devices centered in DRAM, and the division had a sales of ¥9,142 million (down 49.8% from the 1Q of the previous year) and had operating loss of ¥61 million.

The measuring instrument division achieved its sales of ¥5,800 million (up 18.6%) and operating income of ¥1,284 million (up 16.2%) as demand continued strong.

As the application of newly established accounting guideline for evaluation of inventory inaugurated from April 2008, we recognized the inventory evaluation loss of ¥2,519 million and had total special loss of ¥2,545 million for the term.

Overall, the Company's net sales in the first quarter totaled ¥14,942 million (down 35.4%), operating income 1,222 million (down 54.5%), ordinary income amounted to ¥1,741 million (down 40.5%) and net loss for the term was 623 million.

Meanwhile, orders received by the Semiconductor Manufacturing Equipment Division in the first quarter was ¥8,798 million (down 50.5%) and that by the Measuring Instrument Division was ¥5,864 million (down 4.3%)

2. Qualitative Information Regarding the Financial Position

Total assets as of June 30, 2008, amounted to ¥106,254 million, a decrease of ¥1,412 million from that of the latest fiscal year end. (March 31, 2008) The major factors behind this decrease include a decrease in inventory of ¥516 million and decrease of notes and accounts receivable of ¥1,431 million.

Total liabilities were up ¥484 million, to ¥52,664 million. This was mainly because of a ¥4,760 million increase of long-term loan and decrease in notes and account payable of ¥2,567 million.

Net assets decreased 1,897 million from the previous fiscal year end (March 31, 2008) to ¥53,589 million, major factor of which was decrease of retained earning for ¥2,221 million.

(Situation of Cash Flows)

Net cash from operating activities for this term was an outflow of ¥1,952 million. The major factors were a decrease in trade liabilities (-¥2,950 million), a decrease in trade receivables (¥1,674 million) and the corporate income taxes payment (-¥1,971 million).

Net cash used in investing activities amounted to -¥749 million. This was mainly reflected by capital equipment expenditures of ¥670 million.

Net cash from financing activities came to ¥1,447 million. The major factors of this were an execution of long-term loan for ¥5 billion, decrease in short-term loans payable (¥1,606 million) and dividend payments (-¥1,607 million).

As a result, cash and cash equivalents at the end of the term amounted to ¥14,512 million, a decrease of ¥1,152 million from the latest fiscal year end (March 31, 2008).

3. Qualitative Information Regarding Forecasts

For the performance forecast for the fiscal year 2009, we suspect that it will take time to have the recovery of orders because there remains substantial uncertainty on the prospect of economy and capital investment of semiconductor manufacturers. So we revised our forecast which was released on May 14, 2008 for the fiscal year 2009 (April 1, 2008 to March 31, 2009) as follows. We will further try to improve the productivity, reduce fixed and variable costs in order to secure our profitability for this term.

Earning Outlook for the 6 months (April 1, 2008 to September 30, 2008) Unit: Million Yen

	Sales	Operating Income	Ordinary Income	Net Income	Net Income per Share (yen)
Previous forecast (A) (As of May 14,2008)	36,500	3,300	3,300	100	2.49
Revised Forecast(B)	32,000	2,400	2,400	-400	-9.95
Margin (B-A)	-4,500	-900	-900	-500	-12.44
Percent Increase(B/A)	-12.3%	-27.3%	-27.3%	-	-
Last fiscal Term (April 2007, to Sept.2007)	49,868	5,899	5,964	3,345	83.31

Earning Outlook for the FY 2009 (April 1, 2008 to March 30, 2009) Unit: Million Yen

	Sales	Operating Income	Ordinary Income	Net Income	Net Income per Share (yen)
Previous forecast(A) (As of May 14,2008)	76,000	7,800	7,800	2,400	59.70
Revised Forecast(B)	65,000	5,000	5,000	1,000	24.88
Margin (B-A)	-11,000	-2,800	-2,800	-1,400	-34.82
Percent Increase(B/A)	-14.5%	-35.9%	-35.9%	-58.3%	-58.3%
Last fiscal Term (April 2007 to March 2008)	91,823	10,450	9,375	4,813	119.84

4. Others

- (1) Significant changes in subsidiaries during the term under review (changes in specific subsidiaries involving changes in scope of consolidation): No.
- (2) Changes in accounting principles, procedures, method of presentation and other matters associated with preparation of quarterly consolidated financial statements.
 - 1, Application of simplified accounting procedure
 - 1) Evaluation of Inventory:

For the calculation of term-end inventory amount, the company omitted the actual inventory counting and calculated them on the rational method based on the number actually counted at the previous fiscal year end.
 - 2) Calculation method of depreciation for the fixed asset.

For the fixed assets using the constant ratio depreciation calculation, depreciation amount was calculated by allocation of that of the full year.
 - 2, Accounting procedure specific to the preparation of quarterly consolidated financial statements: None.
- (3) Change of accounting principle, procedure, and method of presentation on Quarterly Consolidated Financial Statements
 1. From April 1,2008, the Company has applied the “Accounting Standard for Quarterly Financial Reporting” (ASBJ Statement No.12) and “Guideline on Accounting Standard for Quarterly Financial Reporting” (ASBJ Guideline No.14). Quarterly consolidated financial statements are prepared in accordance with specific rules governing the reporting of quarterly financial results in Japan.
 2. Application of accounting procedures for inventory evaluation.
 3. Application of accounting procedures for Leasing transaction

5. Consolidated Quarterly Financial Statement

(1) Consolidated Quarterly Balance Sheets

(Millions of yen, rounded down)

	FY09 1Q 30-Jun-08	FY08 31-Mar-08
ASSETS		
Current Assets		
Cash and cash equivalents	14,540	15,693
Notes and accounts receivable	30,850	32,282
Purchased parts	4	4
Finished goods	4,628	3,984
Raw materials	3,660	3,790
Work in process	18,852	19,882
Others	2,780	2,011
Allowance for doubtful accounts	△ 46	△ 45
Total Current Assets	75,271	77,603
Fixed Assets		
Property, plant and equipment	19,774	18,969
Intangible fixed assets		
Goodwill	2,412	2,495
Others	726	692
Total Intangible fixed assets	3,139	3,188
Investments and other assets		
Others	8,169	8,009
Allowance for investment loss	△ 82	△ 82
Allowance for doubtful accounts	△ 17	△ 21
Total Investments and other assets	8,069	7,905
Total Fixed Assets	30,983	30,063
Total Assets	106,254	107,667
LIABILITIES		
Current Liabilities		
Notes and accounts payable, trade	16,962	19,530
Short-term debt	212	1,800
Current portion of bonds	13,965	13,965
Income taxes payable	670	1,777
Allowance	463	903
Others	8,404	6,563
Total Current Liabilities	40,679	44,540
Long-term Liabilities		
Long-term debt	7,251	3,471
Allowance for employee retirement benefit	3,974	3,891
Allowance for director retirement benefits	109	106
Others	649	170
Total Long-term Liabilities	11,985	7,640
Total Liabilities	52,664	52,180

(Millions of yen, rounded down)

	FY09 1Q 30-Jun-08	FY08 31-Mar-08
NET ASSETS		
Shareholders' Equity		
Common stock	9,633	9,633
Capital Surplus	20,653	20,653
Retained Earnings	22,678	24,900
Treasury Stock	△ 106	△ 105
Total Shareholders' Equity	52,859	55,081
Accumulated gains from valuation and translation adjustments		
Unrealized holding gain on investment	265	65
Foreign currency translation adjustment	63	△ 35
Total Accumulated gains from valuation and translation adjustments	329	29
Share subscription rights	401	375
Total Net Assets	53,589	55,487
Total Liabilities and Net Assets	106,254	107,667

(2) Consolidated Quarterly Statement of Income

(Millions of yen, rounded down)

FY09 1Q

(April 1, 2008 – June 30, 2008)

Net sales	14,942
Cost of sales	10,912
Gross Profit on Sales	4,029
Selling, general and administrative expenses	
Selling expenses	2,149
General and administrative expenses	657
Total Selling, general and administrative expenses	2,806
Operating income	1,222
Non-operating income	
Interest income	4
Dividend income	173
Foreign exchange gain	415
Others	17
Total Non-operating income	611
Non-operating expenses	
Interest expenses	64
Others	28
Total Non-operating expenses	92
Ordinary income	1,741
Extraordinary gains	
Total Extraordinary gains	—
Extraordinary losses	
Loss on valuation of inventories	2,519
Effect of changes of lease accounting	25
Total Extraordinary losses	2,545
Quarterly loss before taxes and minority interests	△ 804
Income tax	913
Adjustment on income tax	△ 1,094
Total Income tax	△ 180
Quarterly loss	△ 623

(3) Consolidated Quarterly Statement of Cash Flows

(Millions of yen, rounded down)

FY09 1Q

(April 1, 2008 – June 30, 2008)

Cash flows from operating activities:	
Quarterly losses before income taxes and minority interest	-804
Depreciation and amortization	573
Amortization of goodwill	83
Stock related expense	25
Change in allowance for employee retirement benefits	83
Change in allowance for director retirement benefits	3
Change in allowance for doubtful accounts	-5
Interest and dividend income	-177
Interest expense	64
Change in trade notes and accounts receivable	1,674
Change in inventories	587
Change in trade notes and accounts payable	-2,950
Others	845
Sub-total	4
Proceeds from interest and dividend income	53
Payment of interest	-38
Payment of income taxes	-1,971
Net cash provided by operating activities	-1,952
Cash flows from investing activities:	
Payment for time deposits	-1
Proceeds from time deposits	1
Payment for purchase of investment securities	-5
Payment for purchase of property, plant and equipment	-670
Payment for purchase of intangible assets	-74
Proceeds from repayment of loans	1
Others	0
Net cash used in investing activities	-749
Cash flows from financing activities:	
Change in short-term loans payable	-1,606
Proceeds from long-term debt	5,000
Repayment of long-term debt	-239
Repayment of lease liabilities	-98
Dividend payments	-1,607
Others	△0
Net cash provided by (used in) financing activities	1,447
Effect of exchange rate changes on cash and cash equivalents	102
Net increase (decrease) in cash and cash equivalents	-1,152
Cash and cash equivalents at beginning of period	15,665
Cash and cash equivalents at end of period	14,512

From April 1,2008, the Company has applied the “Accounting Standard for Quarterly Financial Reporting” (ASBJ Statement No.12) and “Guideline on Accounting Standard for Quarterly Financial Reporting” (ASBJ Guideline No.14). Quarterly consolidated financial statements are prepared in accordance with specific rules governing the reporting of quarterly financial results in Japan.

(4) Notes for Continuation of Business Operation

None

(5) Segment Information

1) Business segments

FY2009 1Q (April 1, 2008 – June 30, 2008)

(Millions of yen, rounded down)

	SPE Business	Metrology Business	Total	Corporate and elimination	Consolidation
Sales					
(1) Sales to external parties	9,142	5,800	14,942	—	14,942
(2) Intersegment sales or transfers	—	—	—	(—)	—
Total	9,142	5,800	14,942	(—)	14,942
Operating expenses	9,204	4,515	13,719	(—)	13,719
Operating income(or Operating loss)	-61	1,284	1,222	—	1,222

(Notes)1 The Company’s business segments are determined with consideration for product types and properties, as well as similarities in the selling markets and other factors.

2 Primary products of each business segment

(1) SPE business

Wafer inspection systems, CMPs, polish grinders, wafer probing machines, wafer dicing machines, wafer manufacturing machines

(2)Metrology business

Roundness and cylindrical profile measuring instruments, surface texture and contour measuring instruments, 3D coordinate measuring machines, electric micrometers, machine control gauges, various automated measuring, sorting, and assembling machines

3 From April 1,2008, the Company changed the accounting procedures as stated in 【Qualitative Information・Financial Statements etc.】 4. Others (3) Change of accounting principle, procedure, and method of presentation on Quarterly Consolidated Financial Statements, 1. 3. Application of accounting procedures for Leasing transaction. The adoption of these changes has resulted in the ¥10 million decrease of operating expenses and operating loss for the SPE business, compared with the previous accounting methods. In Metrology business, no change was resulted in the operating expenses and in operating income.

4 From April 1,2008, the Company changed “durable years of fixed assets” as stated in 【Qualitative Information・Financial Statements etc.】 4. Others (3) Accounting principle, procedure, and method of presentation on Quarterly Consolidated Financial Statements. The adoption of the change has resulted in the ¥38 million increases of operating expenses and operating loss for the SPE business, compared with the previous accounting methods. In Metrology business, the change resulted in an increase of ¥11 million in the operating expenses and a decrease of the same amount in operating income.

2) Geographical segments

FY2009 1Q (April 1, 2008 – June 30, 2008)

(Millions of yen, rounded down)

	Japan	USA	Germany	Korea	Total	Corporate and elimination	Consolidation
Sales							
(1) Sales to external parties	12,662	1,215	896	168	14,942	—	14,942
(2) Intersegment sales or transfers	1,414	105	—	193	1,713	(1,713)	—
Total	14,076	1,321	896	361	16,656	(1,713)	14,942
Operating expenses	12,871	1,520	852	233	15,477	(1,757)	13,719
Operating income(or Operating loss)	1,204	-199	44	128	1,178	44	1,222

(Notes) 1 Method of determining country segments

Country segments are determined based on the regional independence of the business activities.

2 From April 1,2008, the Company changed the accounting procedures as stated in 【Qualitative Information・Financial Statements etc.】 4. Others (3) principle, procedure, and method of presentation on Quarterly

Consolidated Financial Statements, 1. 3. Application of accounting procedures for Leasing transaction. The adoption of these changes has resulted in the ¥10 million decrease of operating expenses and an increase of operating income for Japan, compared with the previous accounting methods.

- 3 From April 1, 2008, the Company changed "durable years of fixed assets" as stated in 【Qualitative Information・Financial Statements etc.】 4. Others (3) Change of accounting principle, procedure, and method of presentation on Quarterly Consolidated Financial Statements. The adoption of the change has resulted in the ¥49 million increases of operating expenses and a decrease of the same amount in operating income for Japan.

3) Overseas sales

FY2009 1Q (April 1, 2008 — June 30, 2008)

(Millions of yen, rounded down)

	East Asia	South east Asia	Europe	North America	Other regions	Total
I Overseas sales	3,768	1,541	981	449	246	6,987
II Consolidated sales	—	—	—	—	—	14,942
III Percentage of overseas sales in consolidated sales (%)	25.2	10.3	6.6	3.0	1.6	46.7

(Notes)1 Overseas sales are the sales of the Company and its consolidated subsidiaries in countries and regions outside Japan.

2 Method of classifying countries and regions, and primary countries and regions in each category

(1) Countries and regions are determined according to geographical proximity.

(2) Primary countries and regions in each category

East Asia: Korea, Taiwan, China

South East Asia: Singapore, Malaysia, Philippines

Europe: Germany, UK, Italy

North America: USA, Canada

Other regions: India, Brazil, Mexico

【Reference】

Financial Statement of the 1Q in the previous fiscal year

(1) Income statement of 1Q (Summary)

Items	FY08 1Q From April 1, 2007 to June 30, 2007
	Million Yen
I Net sales	23,116
II Cost of sales	16,996
Gross Profit on Sales	6,120
III Selling, general and administrative expenses	3,435
Operating income	2,685
IV Non-operating income	335
1 Interest and dividend income	43
2 Foreign exchange gain	234
3 Others	57
V Non-operating expenses	92
1 Interest expenses	65
2 Others	26
Ordinary income	2,928
Quarterly income before taxes and minority interests	2,928
Income tax	1,387
Quarterly income	1,540

(2) Consolidated Statements of Cash Flows (Summary)

(Millions of yen, rounded down)

	FY08 1Q (April 1, 2007– June 30, 2007)
I Cash flows from operating activities:	
Income before income taxes and minority interests	2,928
Depreciation and amortization	558
Amortization of goodwill	103
Interest and dividend income	△ 43
Interest expense	65
Change in trade notes and accounts receivable	△ 909
Change in inventories	△ 2,795
Change in trade notes and account payable	2,924
Income in other operating activities	27
Subtotal	2,859
Proceeds from interest and dividend income	43
Payment of interest	△ 40
Payment of income taxes	△ 3,404
Net cash provided by operating activities	△ 542
II Cash flows from investing activities:	
Payment for purchase of property, plant and equipment	△ 2,809
Proceeds from sales of property, plant and equipment	46
Payment for other investing activities	△ 5
Net cash used in investing activities	△ 2,767
III Cash flows from financing activities:	
Change in short-term loans payable	△ 123
Payment for redemption of long-term loans	△ 239
Payment for redemption of bonds	△ 100
Dividend payments	△ 1,003
Change in other financing activities	10
Net cash provided by (used in) financing activities	△ 1,456
IV Effect of exchange rate changes on cash and cash equivalents	62
V Net increase (decrease) in cash and cash equivalents	△ 4,704
VI Cash and cash equivalents at beginning of year	16,800
Increase of cash and cash equivalents by newly consolidated subsidiaries at beginning of the period.	173
VII Cash and cash equivalents at end of year	12,271

(3) Quarterly Segment Information

1) Business segments

1Q in the previous fiscal year (April 1, 2007 – June 30, 2007)

(Millions of yen, rounded down)

	SPE business	Metrology business	Total	Corporate and elimination	Consolidation
Sales					
(1) Sales to external parties	18,227	4,889	23,116	—	23,116
(2) Intersegment sales or transfers	—	—	—	(—)	—
Total	18,227	4,889	23,116	(—)	23,116
Operating expenses	16,647	3,784	20,431	(—)	20,431
Operating income(or Operating loss)	1,580	1,104	2,685	(—)	2,685

2) Geographical segments

1Q in the previous fiscal year (April 1, 2007 – June 30, 2007)

(Millions of yen, rounded down)

	Japan	USA	Germany	Korea	Total	Corporate and elimination	Consolidation
Sales							
(1) Sales to external parties	18,048	2,476	2,379	212	23,116	—	23,116
(2) Intersegment sales or transfers	2,452	—	—	146	2,599	(2,599)	—
Total	20,501	2,476	2,379	358	25,716	(2,599)	23,116
Operating expenses	18,256	2,649	1,983	248	23,138	(2,707)	20,431
Operating income(or Operating loss)	2,244	△ 172	395	110	2,577	107	2,685

3) Overseas sales

1Q in the previous fiscal year (April 1, 2007 – June 30, 2007)

(Millions of yen, rounded down)

	East Asia	Europe	North America	South east Asia	Other regions	Total
I Overseas sales	6,504	2,253	1,797	1,352	73	11,980
II Consolidated sales	—	—	—	—	—	23,116
III Percentage of overseas sales in consolidated sales (%)	28.1	9.7	7.8	5.9	0.3	51.8