



Fiscal year ending December 2008

First Quarter

(January – March)

Business Results

April 30, 2008

OTSUKA CORPORATION

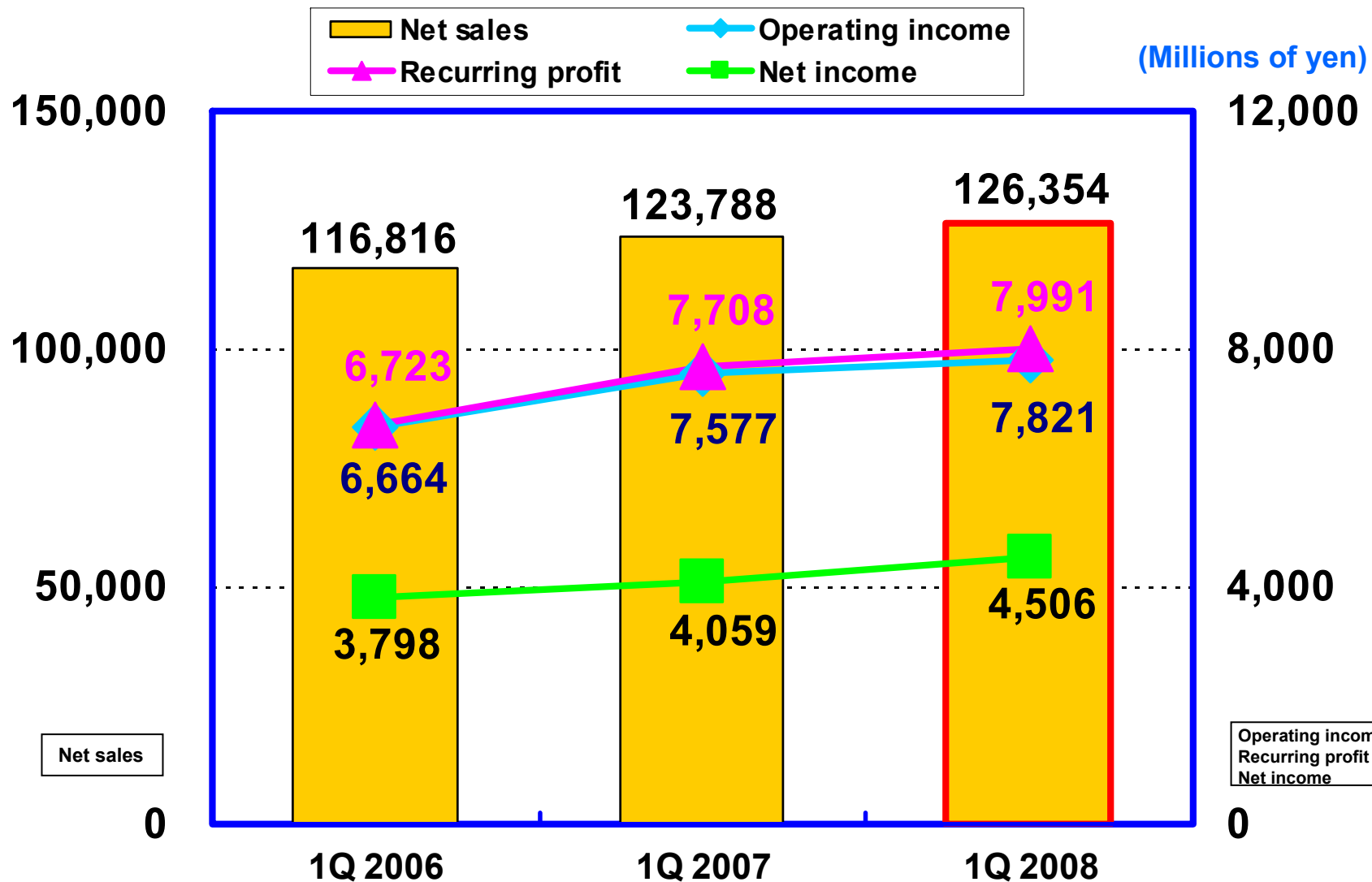
Summary of Business Results, January - March, 2008

(Millions of yen)

	Consolidated		Non-Consolidated	
	Amount	Change to Last year	Amount	Change to Last year
Net sales	126,354	+2.1%	117,194	+2.0%
Operating income	7,821	+3.2%	7,023	+4.4%
Recurring profit	7,991	+3.7%	7,277	+5.4%
Net income	4,506	+11.0%	4,241	+6.1%

Consolidated

Net sales and Profits



External Environment

**Corporates invest on IT
more cautiously**

Business confidence is degraded

**Skyrocketing crude oil price and raw material cost, declining dollar,
decelerating U.S. economy, falling stock prices, etc.**

Needs of IT powered management reform are steady undertone

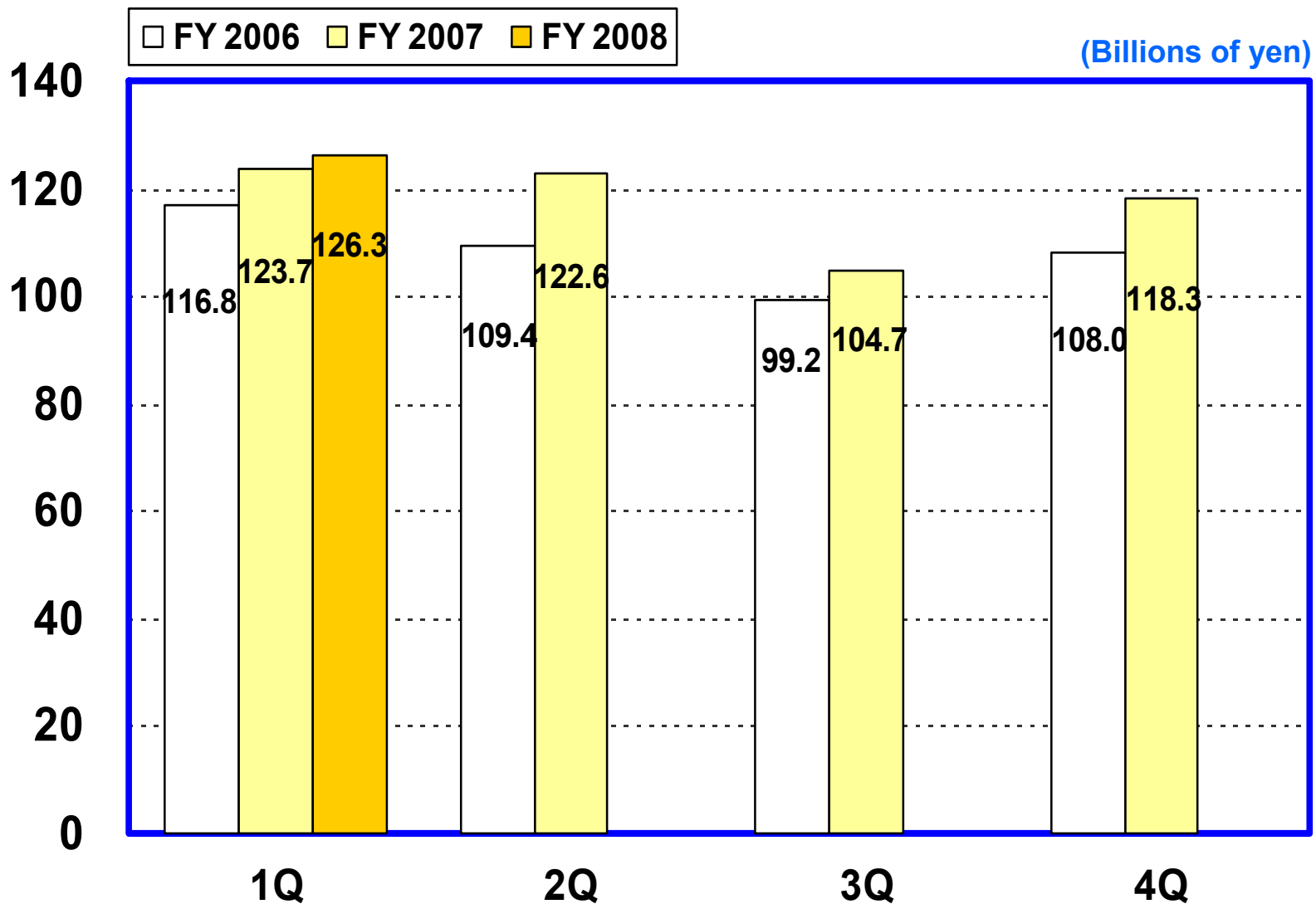
- **Handling computerized official procedures**
- **Internal control is in the execution phase**
- **System upgrades and infrastructure reassessment**
- **Enhancement of information security countermeasure**

OTSUKA Group's activities

- **Advanced competitiveness by complex system proposals and total proposals**
- **Concrete and quick-impact proposals**
- **Focus more energy on the accumulated business**
- **System proposals on the internal control**
- **Enhancement of the “SPR” and the thorough use of the “Sales Support Center”**
- **Productivity growth by reinforcement of project management**

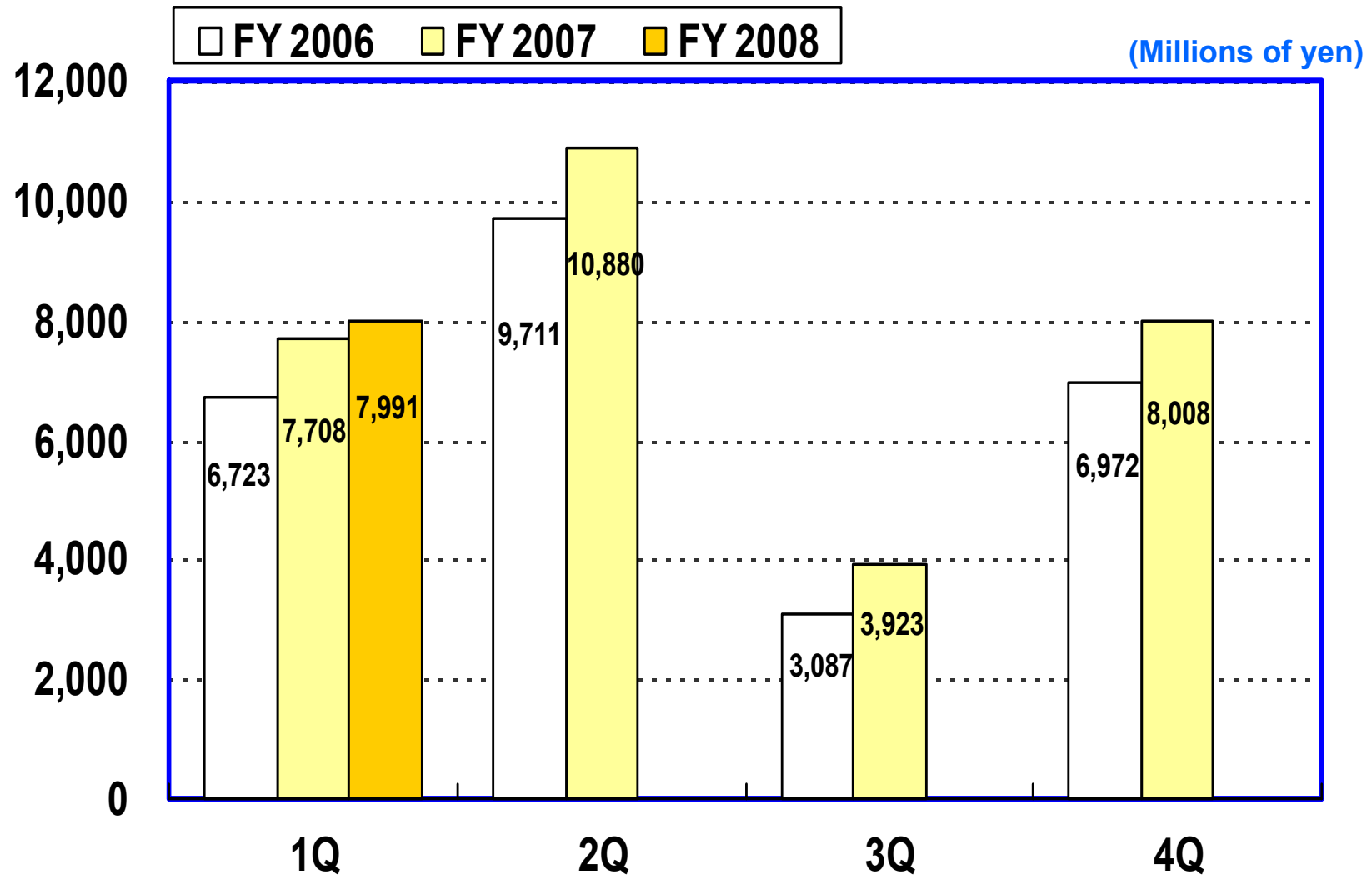
Consolidated

Quarterly change of Net sales



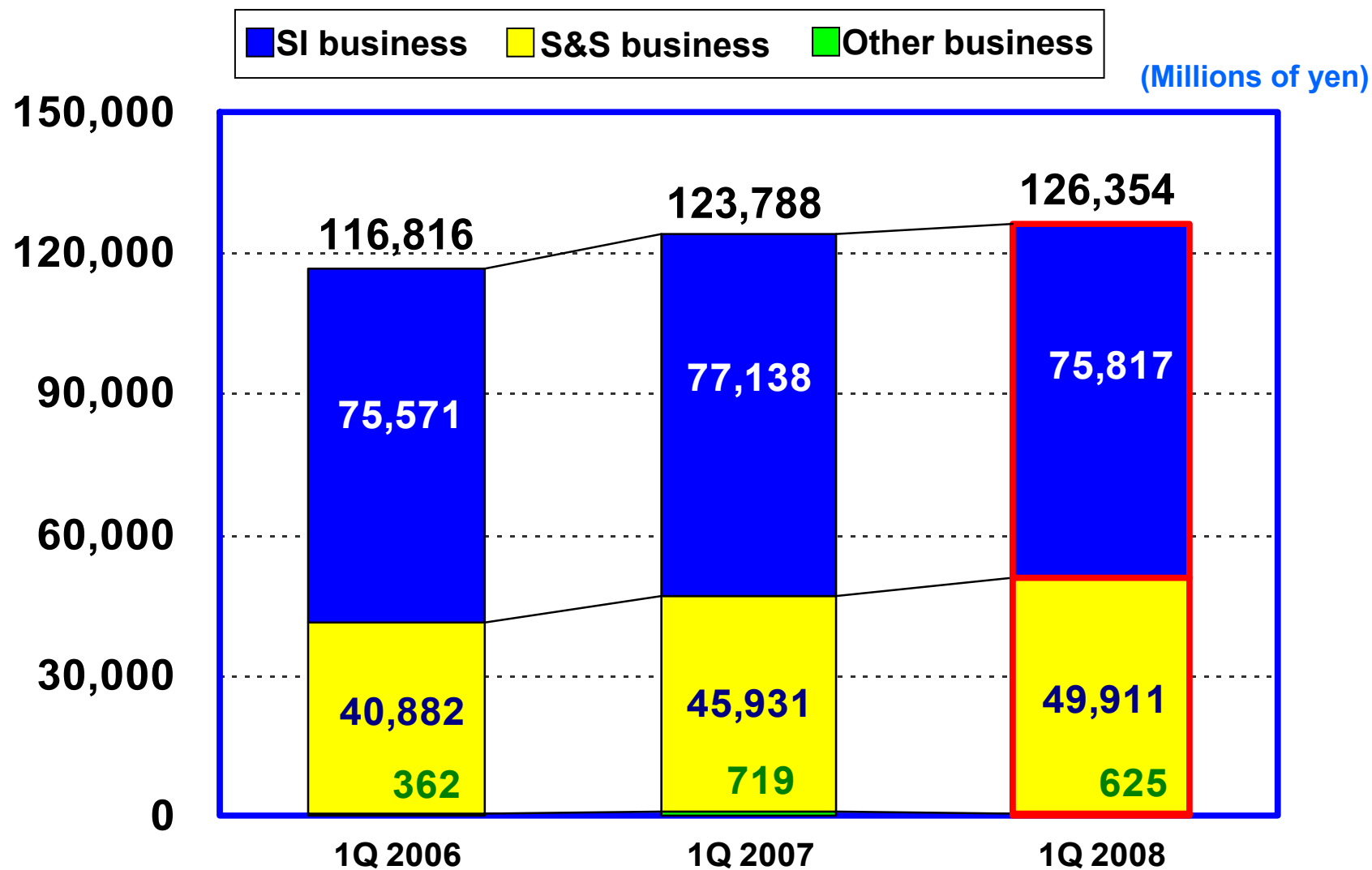
Consolidated

Quarterly change of Recurring profit

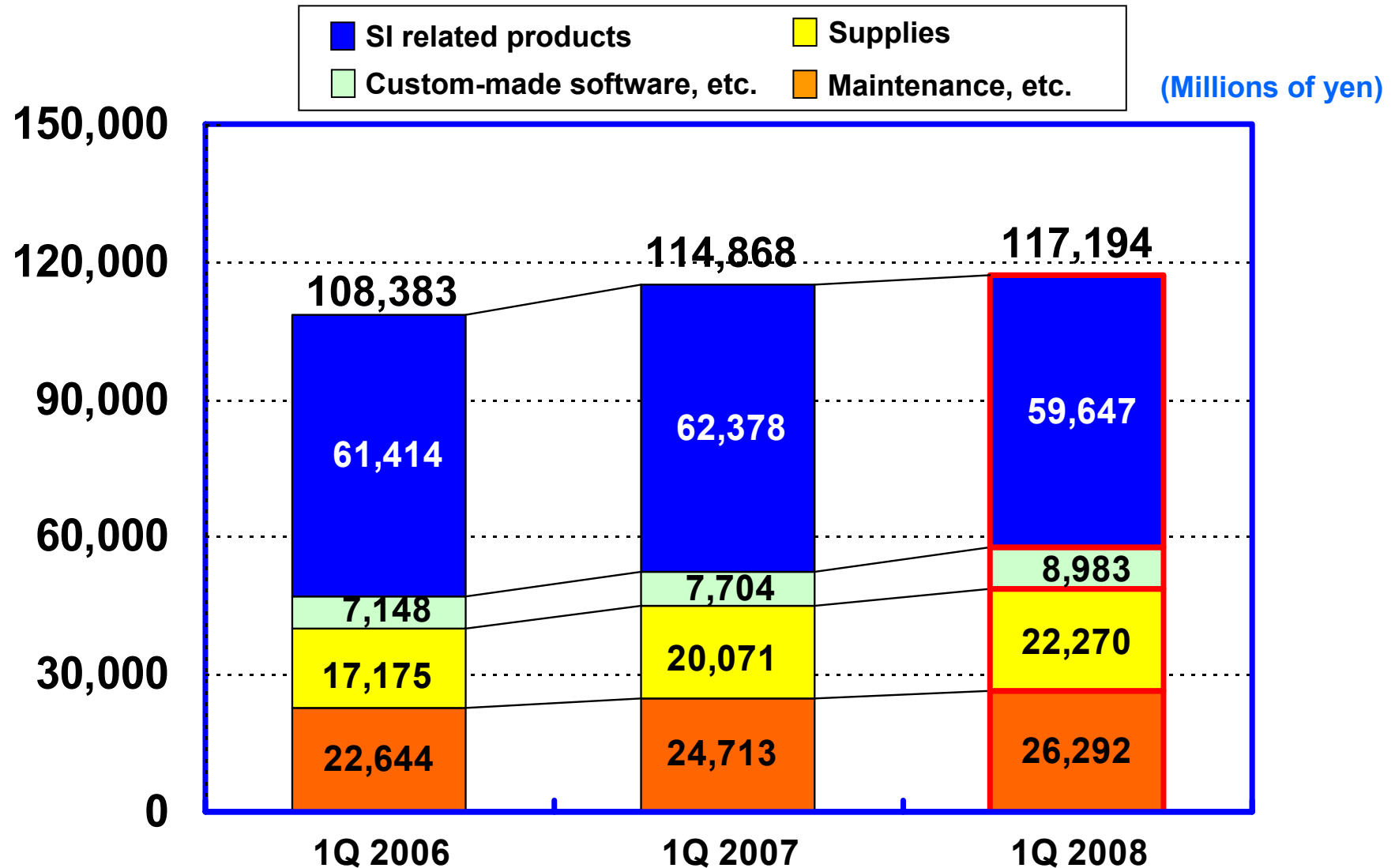


Consolidated

Net sales by segments

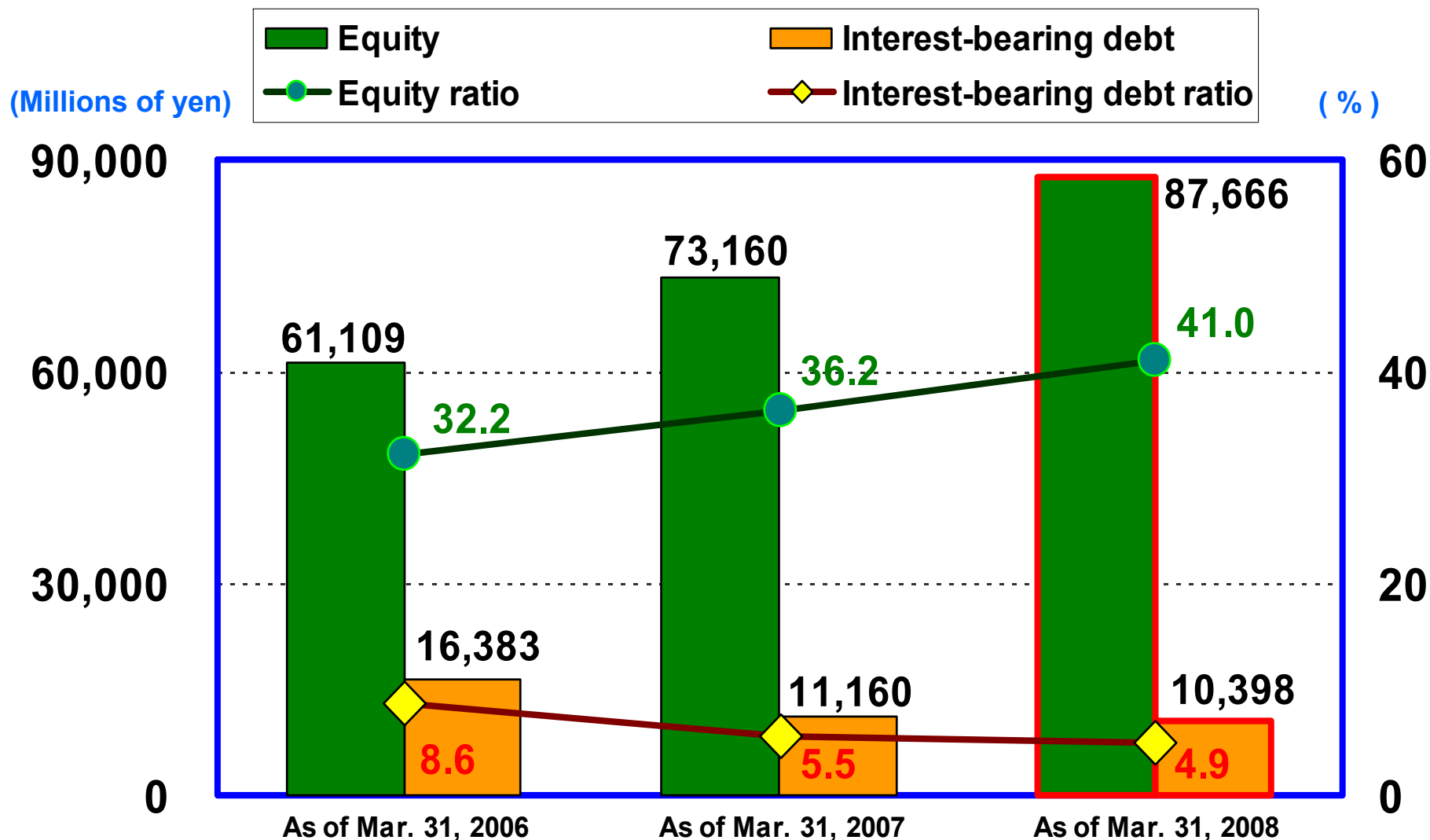


Net sales by 4 segments



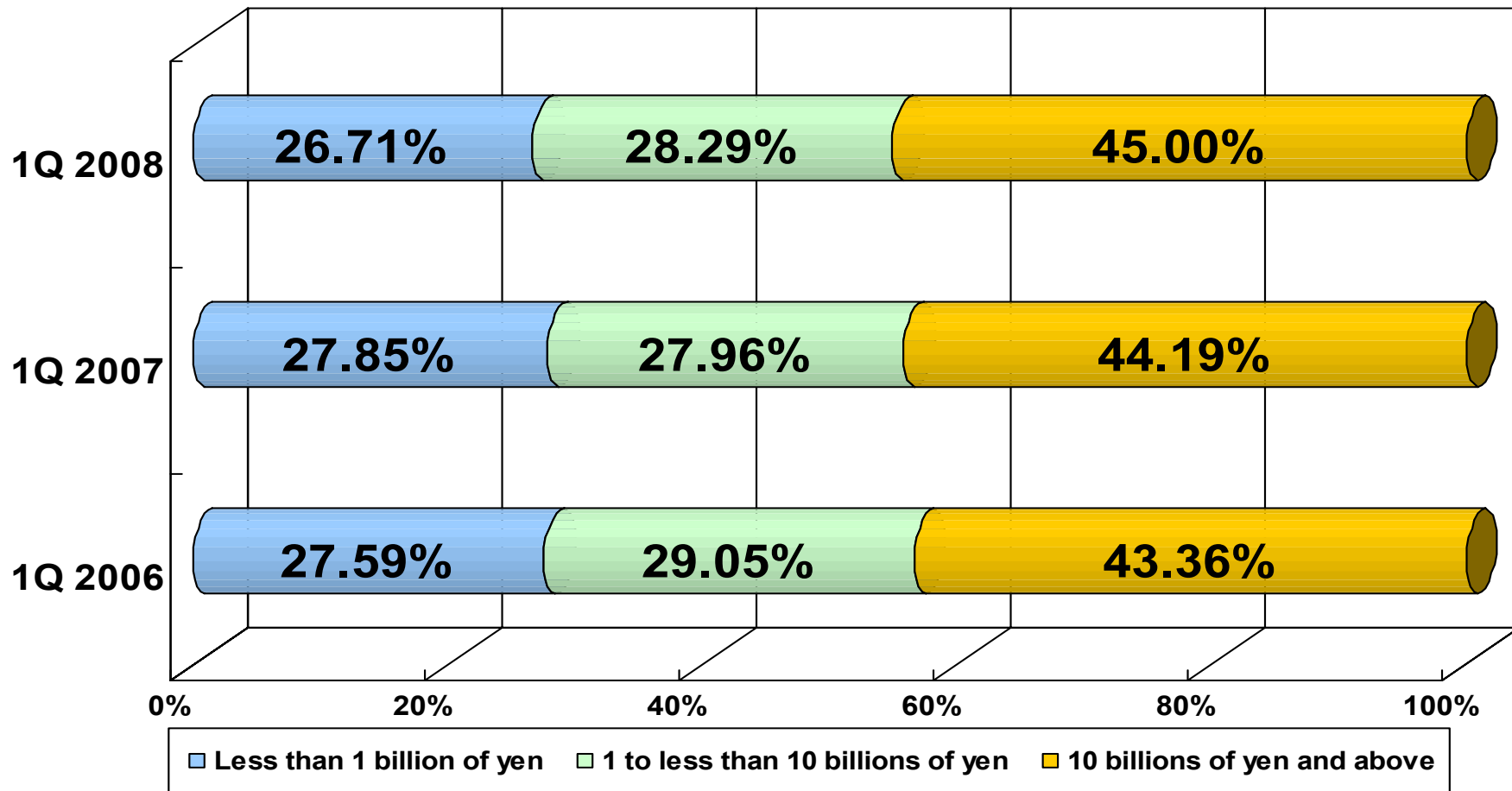
Consolidated

Equity and Interest-bearing debt



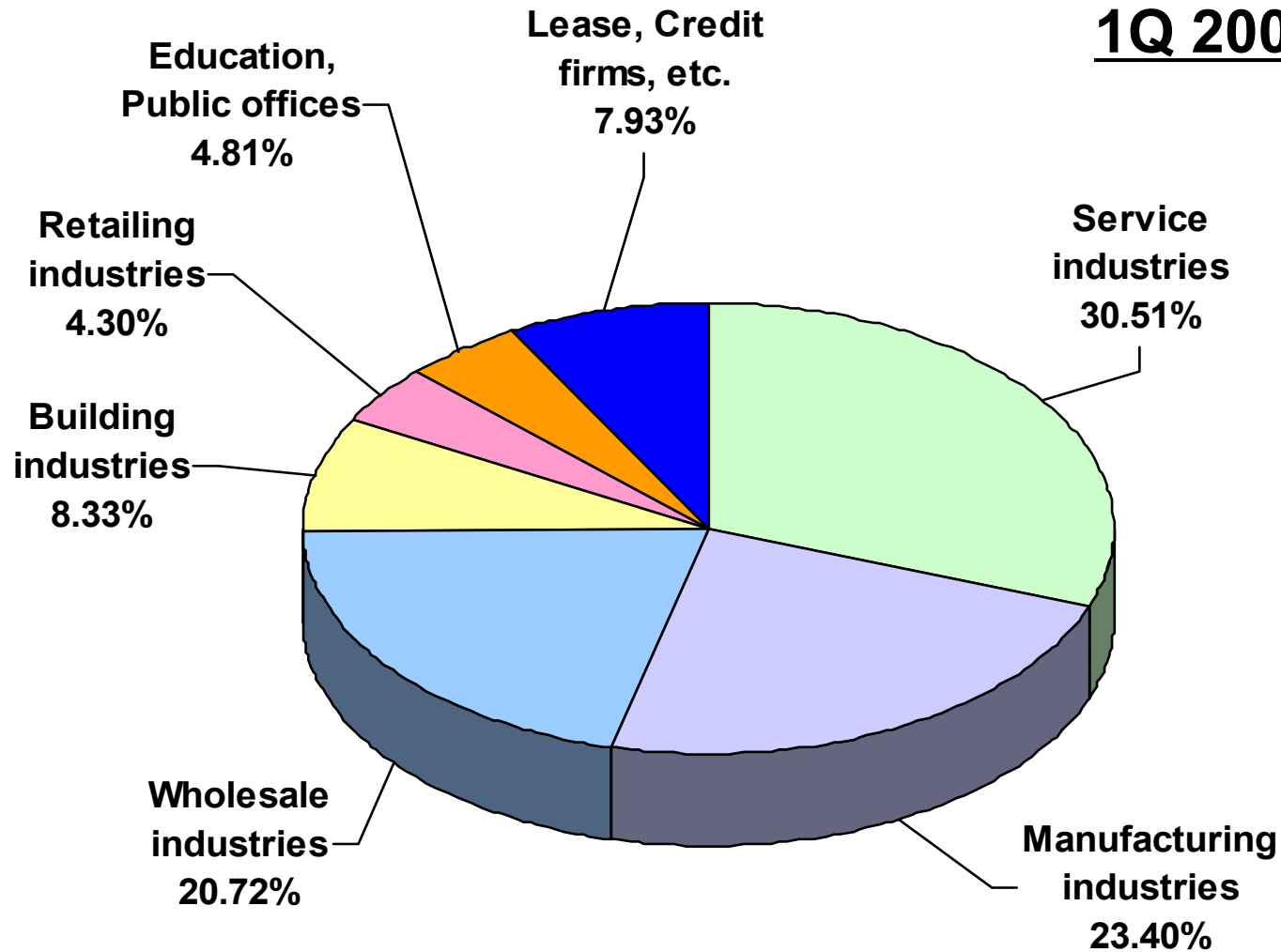
Non-Consolidated

Net sales structure on customers' total annual business scale



Sales breakdown by customers' type of industry

1Q 2008





Key strategic business

<Amount of Sales>

(Millions of yen)

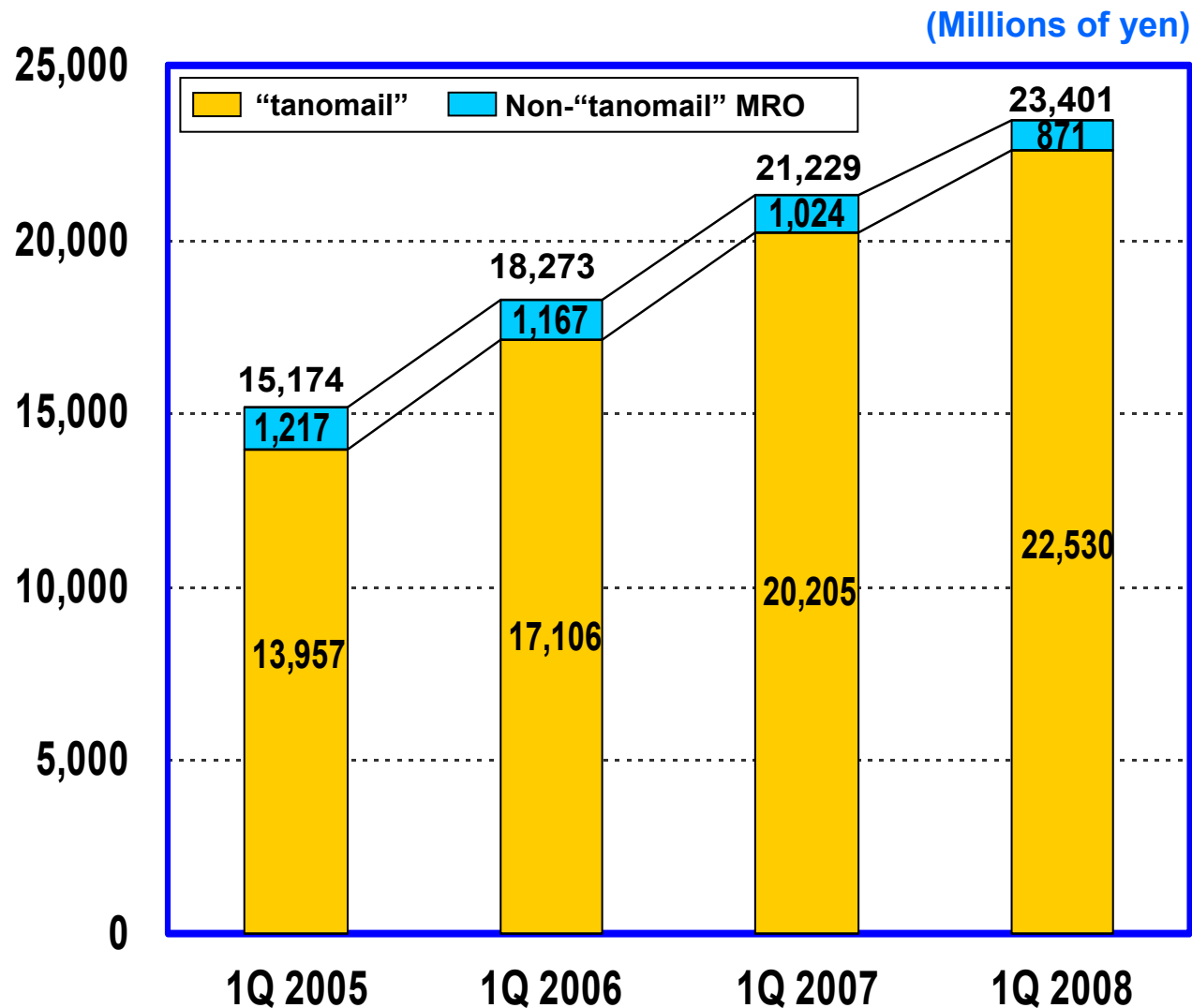
	1Q 2006	1Q 2007		1Q 2008		
	Amount	Amount	Change to Last year	Amount	Difference to Last year	Change to Last year
MRO	18,273	21,229	+16.2%	23,401	+2,172	+10.2%
SMILE (software)	1,744	1,741	-0.2%	1,426	-315	-18.1%
ODS21	8,114	9,590	+18.2%	9,677	+87	+0.9%
OSM	6,498	9,883	+52.1%	12,006	+2,122	+21.5%

<Number of Sales>

(Units)

Copier	7,751	7,682	-0.9%	7,576	-106	-1.4%
(of which Color copier)	4,462	4,982	+11.7%	5,130	+148	+3.0%
Server	9,991	10,618	+6.3%	8,636	-1,982	-18.7%
PC	171,162	145,072	-15.2%	139,953	-5,119	-3.5%

Sales change of MRO business



1Q 2008

Sales change to last year

- MRO Business +10.2%
- "tanomail" +11.5%
- "tanomail" proportion within MRO 96.3%
- MRO Business 23.4 Billion Yen
- "tanomail" 22.5 Billion Yen

Plans for FY 2008

(Millions of yen)

	Consolidated		
	1Q 2008 (Result)	1H 2008 (Plan)	FY 2008 (Plan)
Net sales	126,354	255,500	489,000
Operating income	7,821	18,430	30,900
Recurring profit	7,991	18,600	31,200
Net income	4,506	9,685	16,030



Cautionary statement

1. Our quarterly business performance shown here has not been audited by Independent Auditors.
2. This material is intended to provide information about the business performance of the 1st quarter of fiscal year 2008 and strategy of the OTSUKA CORPORATION and Group companies. It is not intended and should not be construed as an inducement to purchase or sell stocks of OTSUKA CORPORATION.
3. Forward-looking statements in this material with respect to OTSUKA CORPORATION's strategies, plans, beliefs, and other statements related to future trends and performance are not historical facts, and as such involve risks and uncertainties. Such statements are not guarantees of future performance. Actual results may differ considerably from projections due to unpredictable changes to the economic situation, and a number of factors. Key factors that could affect actual results are general economic conditions, social trends, change of relative competitiveness in demand action for products and services provided by OTSUKA CORPORATION. Key factors that may affect business performance are not limited to these items described here.
4. Statements in this document are based on the current beliefs, estimates and expectations of management. OTSUKA CORPORATION undertakes no obligation to update any forward-looking statements.
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