

**Supplement for Financial Review**  
for the year ended March 31, 1998

May 20, 1998 (R)

**Tokyo Electron Limited**  
3-6 Akasaka 5-chome,  
Minato-ku, Tokyo 107-8481 Japan

**1. Financial review for the year ended March 31, 1998**

(¥B)

	Non-consolidated		Consolidated	
	Full Year	Y on Y change	Full Year	Y on Y change
Sales	423.7	0%	455.5	5.3%
Semiconductor production equipment	371.4	5.2%	380.1	6.8%
LCD	24.2	34.7%	24.2	34.7%
Electronic components	36.7	-34.2%	60.1	-3.8%
Computer Systems	15.5	7.4%	15.2	5.9%

**2. Corporate financial estimates for the year ending March 31, 1999**

(¥B)

	Non-consolidated				Consolidated	
	Interim	Y on Y change	Full Year	Y on Y change	Full Year	Y on Y change
Sales	155.0	-28.8%	345.0	-18.5%	400.0	-12.1%
Semiconductor production equipment	140.0	-26.1%	322.0	-13.3%	322.0	-15.3%
LCD	7.0	-54.2%	16.0	-33.9%	16.0	-33.9%
Electronic components	7.0	-65.7%	7.0	-81.0%	62.0	3.2%
Computer systems	8.0	2.6%	16.0	3.2%	16.0	6.7%
Operating income	7.5	-67.0%	19.5	-57.9%	23.0	-59.3%
Ordinary income	10.0	-62.2%	23.5	-54.5%	21.5	-62.5%
Net income	6.0	-57.7%	13.5	-51.4%	7.5	-75.0%

**3. Semiconductor production equipment sales by region (consolidated)**

(¥B)

	3/31/98			3/31/99(E)		
	Amount	Composition	Y on Y change	Amount	Composition	Y on Y change
Japan	155.9	41.0%	-13.5%	103.0	32.0%	-33.9%
Korea	28.7	7.6%	-41.7%	14.0	4.3%	-51.2%
USA	70.6	18.6%	146.6%	72.0	22.4%	2.0%
Europe	25.7	6.8%	-10.3%	31.0	9.6%	20.6%
Taiwan	76.1	20.0%	41.1%	80.0	24.8%	5.1%
Others	22.8	6.0%	53.6%	22.0	6.8%	-3.5%
TOTAL	380.1	100.0%	6.8%	322.0	100.0%	-15.3%

**4. Results and corporate estimates for capital expenditure, depreciation and R&D expenses**

(¥B)

	Capital expenditure		Depreciation expense		R&D expense	
	Non-consolidated	Group	Non-consolidated	Group	Non-consolidated	Group
Year ended 3/31/97	6.5	21.0	3.2	9.8	2.8	21.0
Year ended 3/31/98	14.1	39.0	4.4	13.1	3.7	26.8
Year ending 3/31/99	5.0	28.0	6.0	18.0	6.0	34.0

**5. Number of employees (Group)**

	As of 3/31/97	As of 3/31/98	As of 3/31/99 (E)
Domestic	5,977	6,510	7,000
Parent	1,242	1,265	1,200
Overseas	1,011	1,732	2,000
USA	561	1,091	1,300
Europe	198	334	400
Asia	252	307	300
TOTAL	6,988	8,242	9,000