

Current Business Environment

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Current Business Environment

Macro Economy

- Along with the stock price plunge, uncertainty is rising on the economic recovery in the U.S.
- Japanese economy has hit bottom but the pace of recovery seems gradual

Semiconductor / FPD Production Equipment Market

By Region

- Japan / U.S.: Continuous investment, but 2Q order volumes may be less than 1Q
- Taiwan: Steady investment will continue overall
- China & others: Big orders will slow down next few months

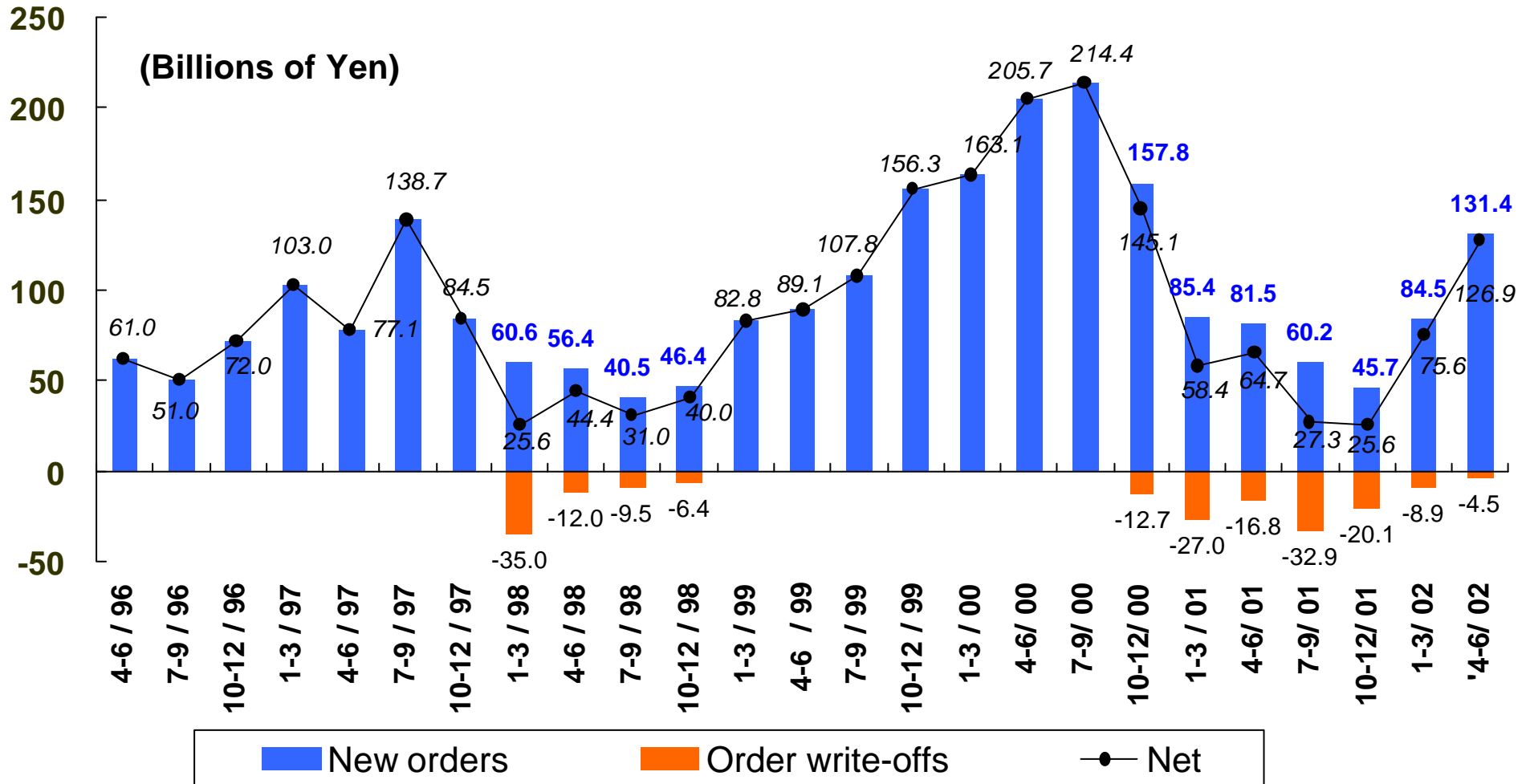
By Product

- Capacity expansion by 200mm is slowing down, 300mm investment ratio will increase
- Aggressive investment for FPD will continue



SPE Quarterly Order Trend

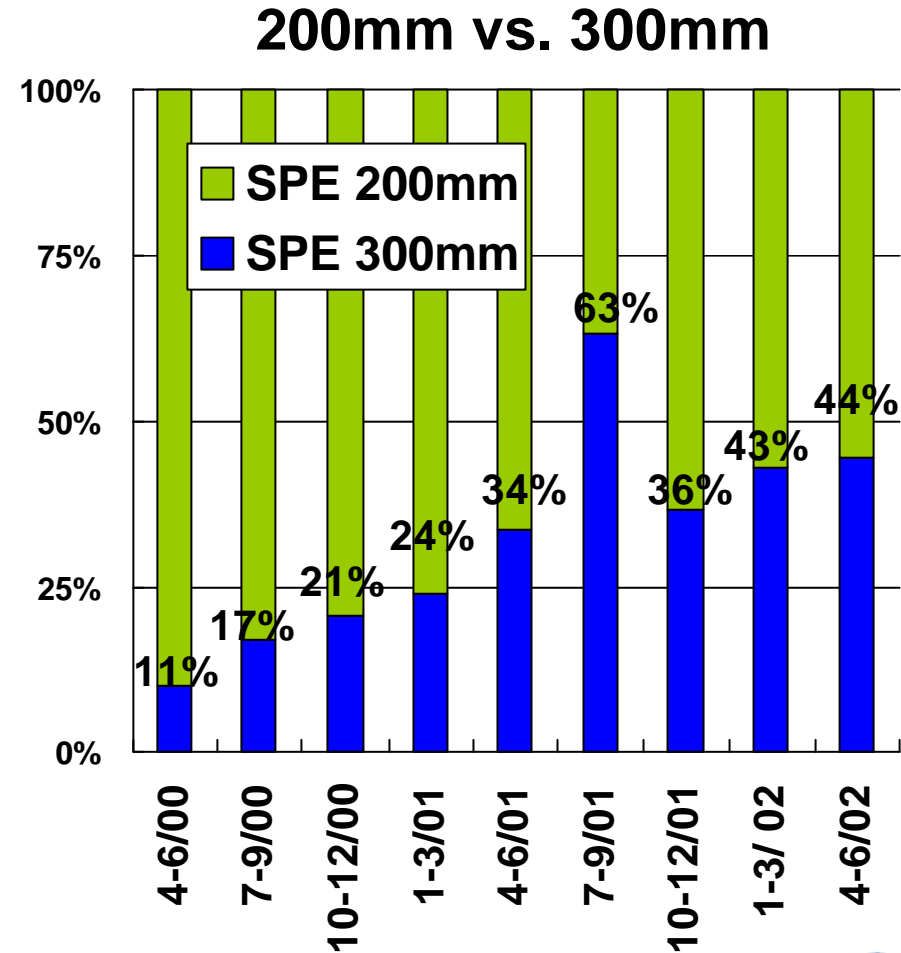
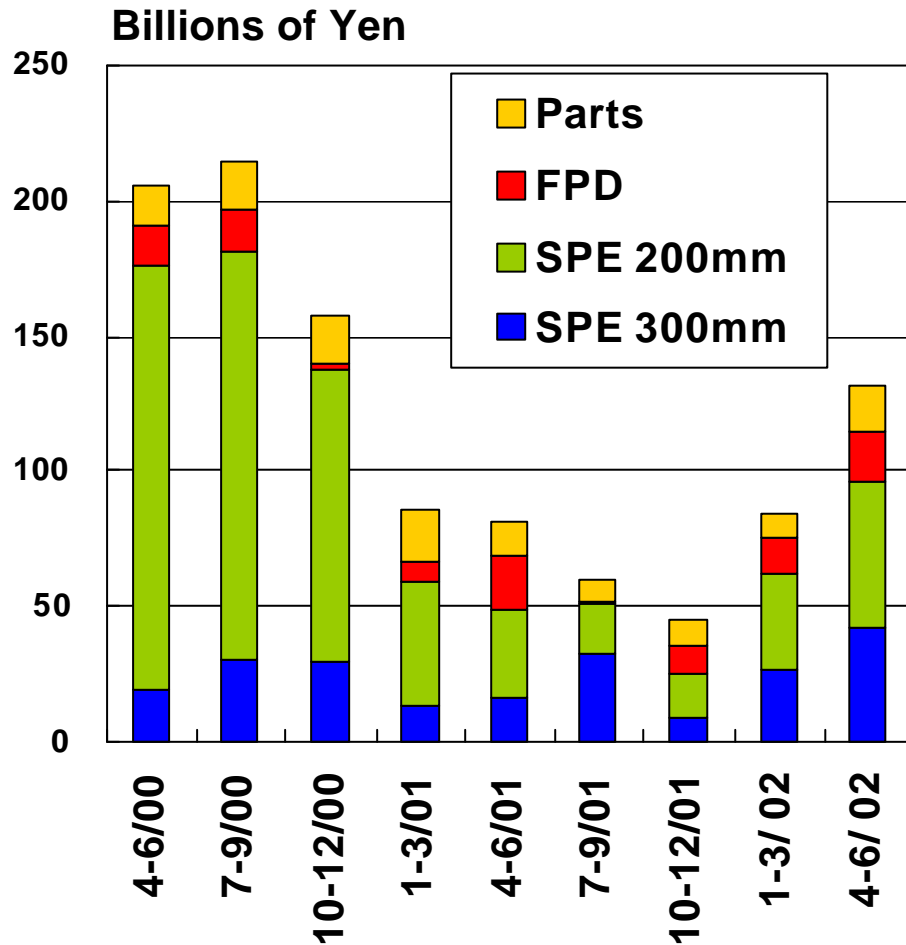
Non-consolidated Basis



Orders for FPD production equipment are included.



200mm Vs. 300mm (Bookings)



FPD Production Equipment Quarterly Bookings and Sales

Non-consolidated Basis



- Order amounts for and prior to 1-3/2000 period were for systems only.
- TEL began quarterly financial reporting from 4-6/2000 period.



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TOKYO ELECTRON

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The projections outlined in this presentation were created based on the best information available at the time they were created. The semiconductor production equipment industry is characterized by large and rapid technological change and fierce competition. There are also various factors such as world economic conditions and semiconductor market conditions which directly and indirectly impact the Company's results. As a result, future projections may differ from those in this presentation. The Company makes announcements when the changes are large.

