

FY3/2008 Financial Announcement

April 1, 2007 – March 31, 2008

 **MEC COMPANY LTD.**

Amagasaki : May 15, 2008

Tokyo : May 16, 2008

Code : 4971

1st section - TSE

Hercules - OSE

<http://www.mec-co.com/>

Points of Business Results for FY2008

| | |
|------------------|----------------------------|
| Net sales | ¥9,115 mil (+16.5%, Y/Y) |
| Operating income | ¥2,103 mil (+17.9%, Y/Y) |
| Ordinary income | ¥2,057 mil (+14.3%, Y/Y) |
| Net income | ¥1,426 mil (+20.5%, Y/Y) |

Sales of agents for PCBs ¥7,855 mil

* Accounting for 86.2% of total sales.

* FY2007 : ¥7,089 mil (90.6%)

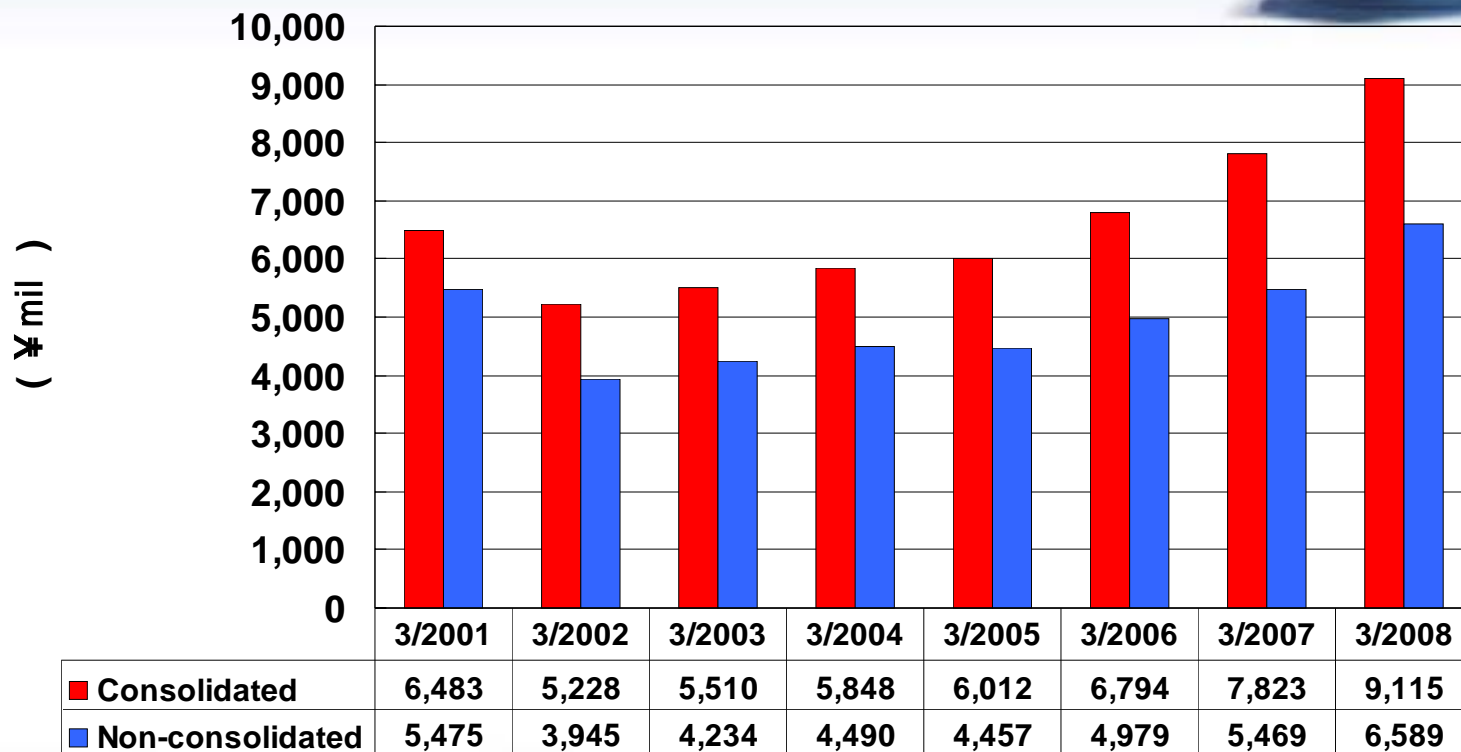
The ratio of overseas sales 44.6% (- 2.6point, Y/Y)

Sales of CZ series ¥4,133 mil

* Accounting for 52.6% of total sales.

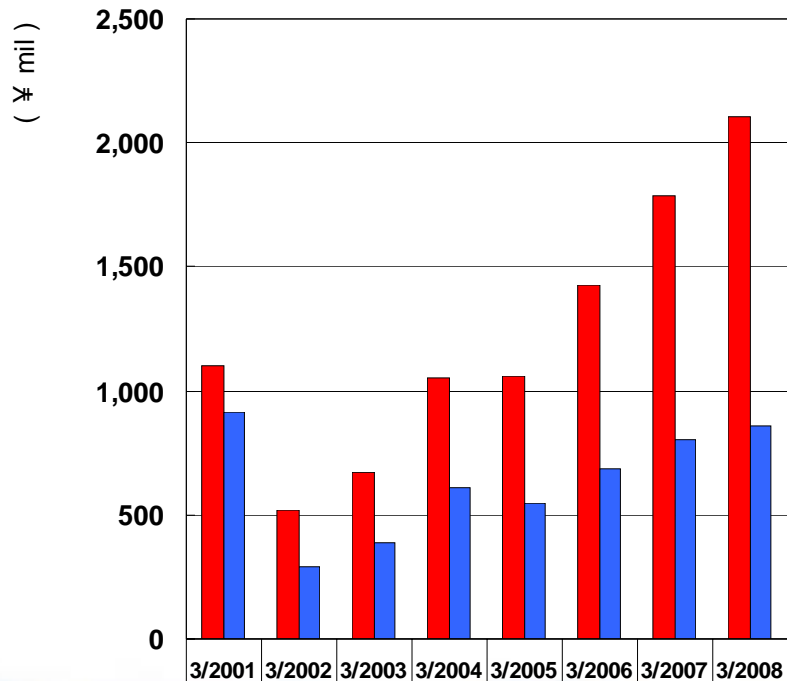
* FY2007 : ¥3,817 mil (53.9%)

Net Sales



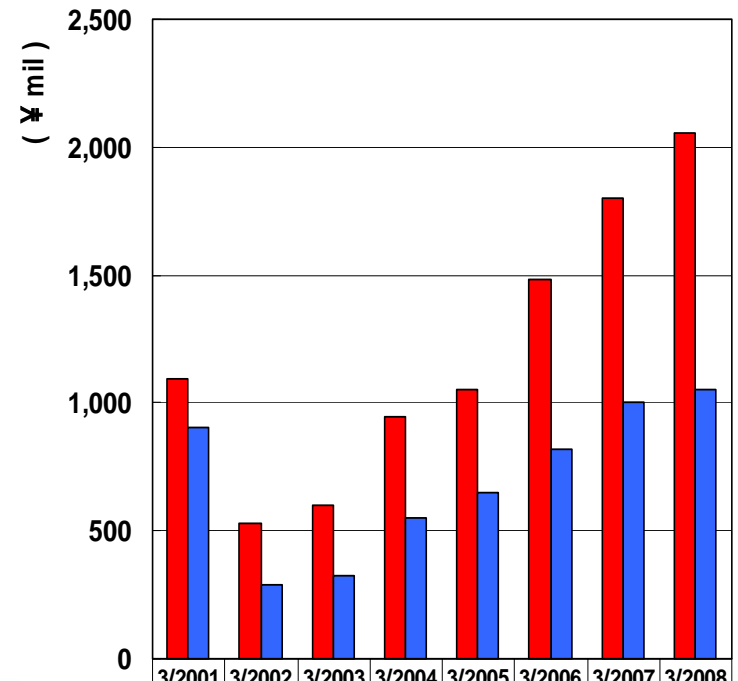
Operating Income / Ordinary Income

Operation income (¥ mil)



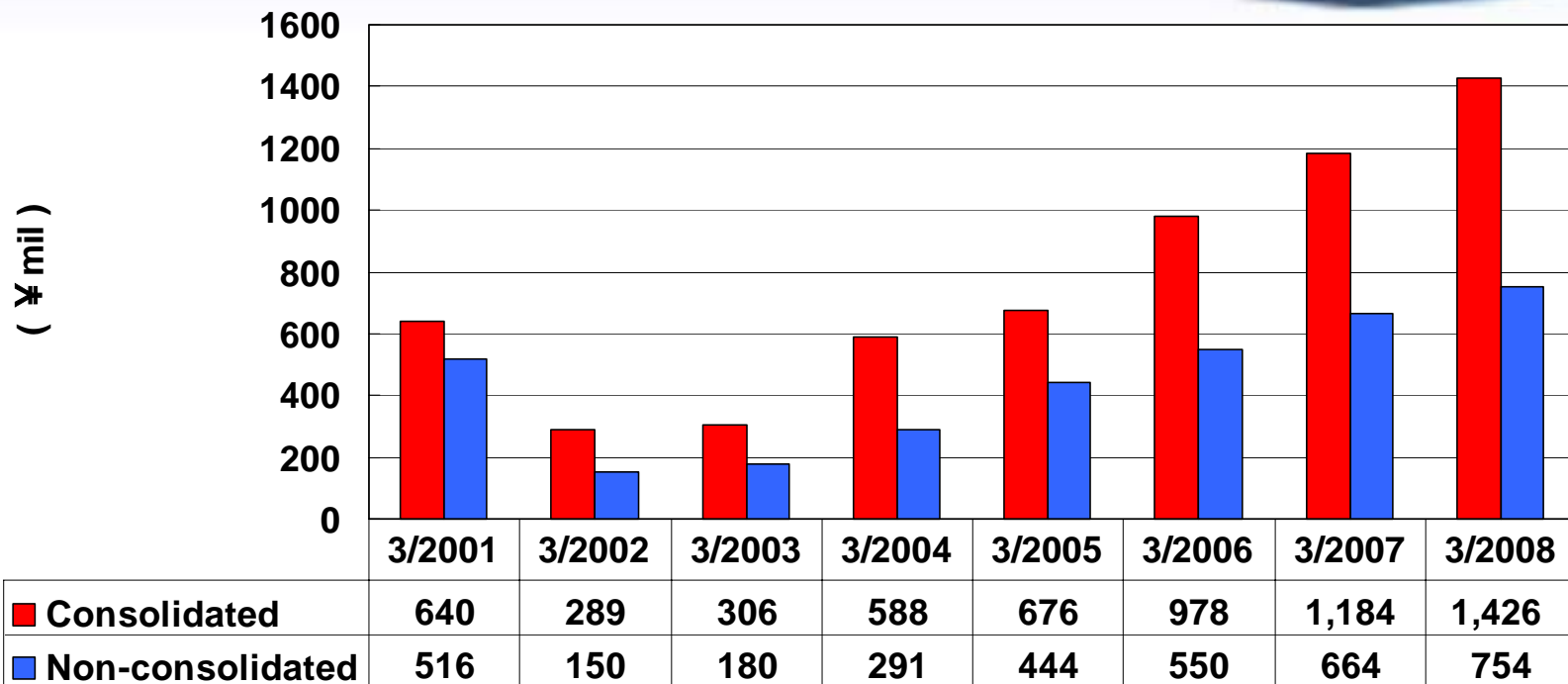
| | | | | | | | | |
|--------------------|-------|-----|-----|-------|-------|-------|-------|-------|
| ■ Consolidated | 1,102 | 518 | 670 | 1,053 | 1,062 | 1,426 | 1,784 | 2,103 |
| ■ Non-consolidated | 914 | 293 | 388 | 610 | 544 | 684 | 800 | 857 |

Ordinary income (¥ mil)

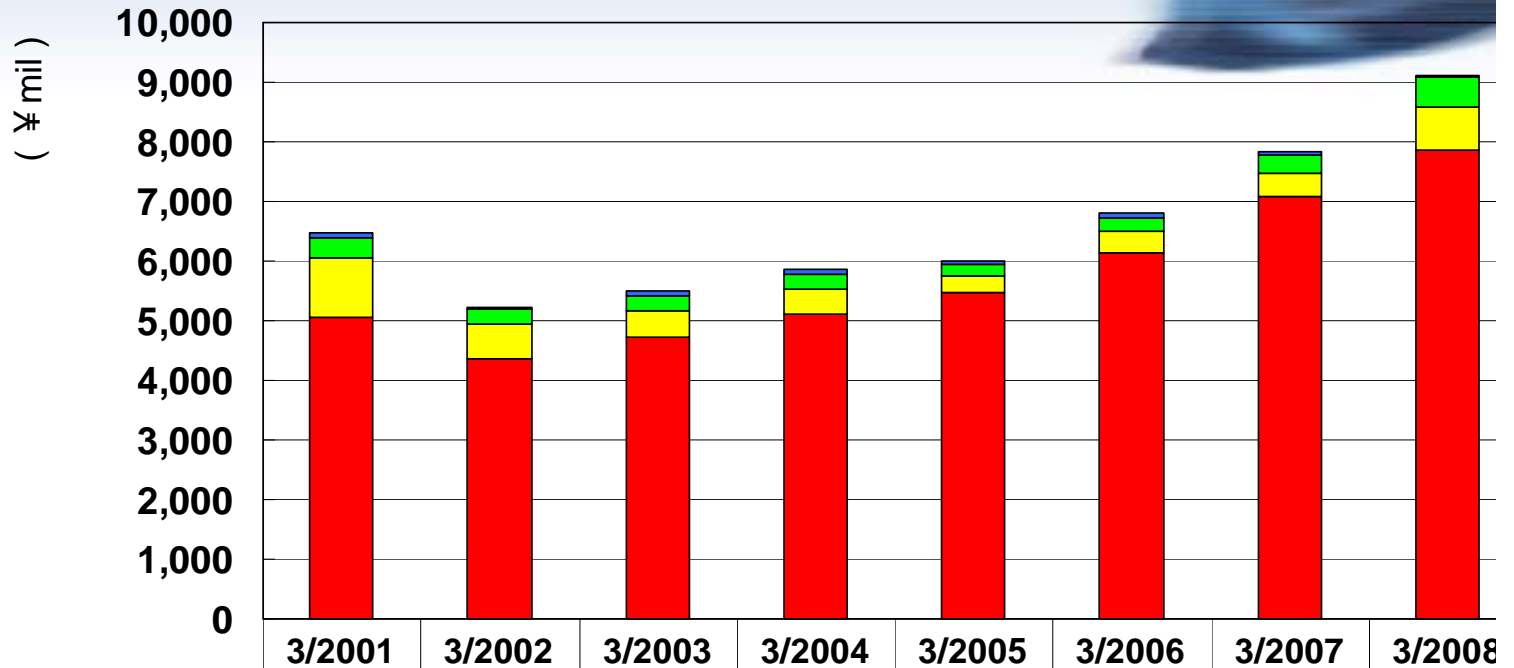


| | | | | | | | | |
|--------------------|-------|-----|-----|-----|-------|-------|-------|-------|
| ■ Consolidated | 1,096 | 530 | 597 | 946 | 1,051 | 1,484 | 1,800 | 2,057 |
| ■ Non-consolidated | 903 | 287 | 328 | 550 | 647 | 822 | 1,003 | 1,054 |

Net Income

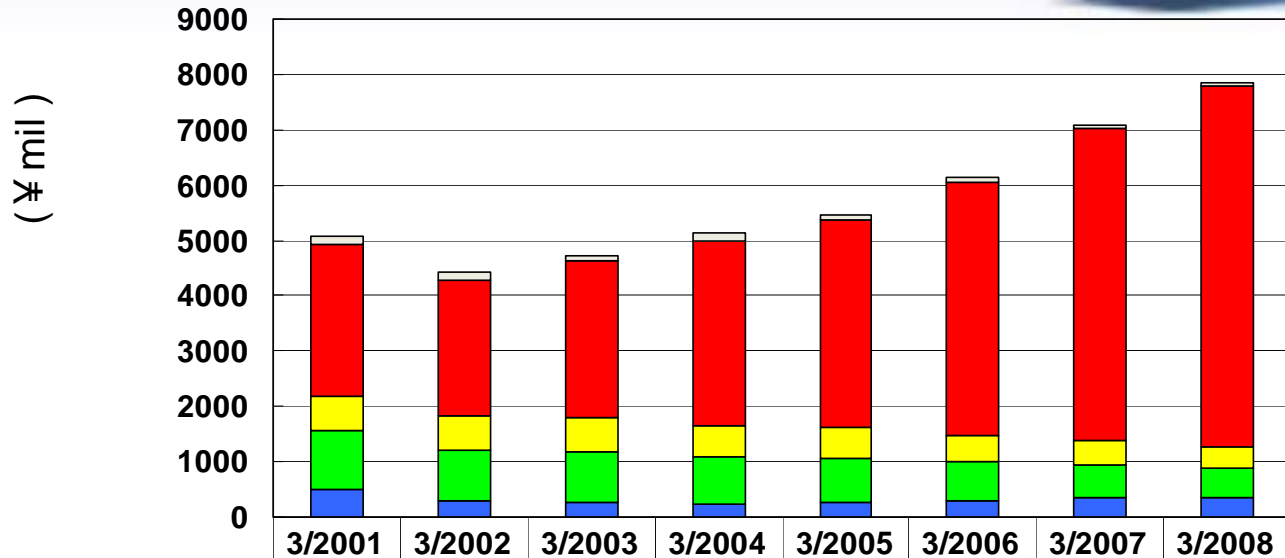


Sales Trends by Product - Consolidated



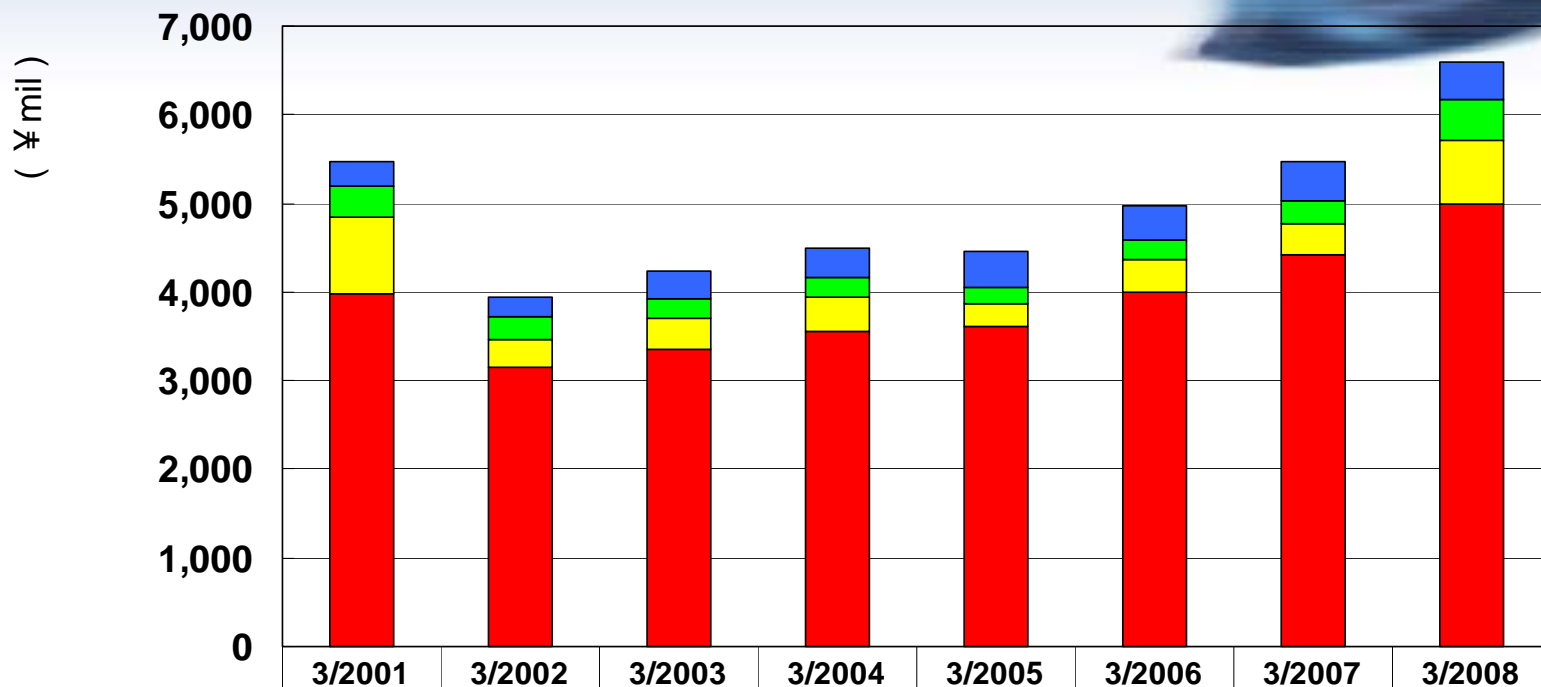
| | | | | | | | | |
|---------------------------|-------|-------|-------|-------|-------|-------|-------|-------|
| Others | 94 | 43 | 92 | 60 | 73 | 57 | 47 | 42 |
| Materials for PCBs | 333 | 252 | 244 | 254 | 194 | 231 | 306 | 498 |
| Equipment for PCBs | 987 | 563 | 437 | 411 | 270 | 368 | 379 | 719 |
| Agents for PCBs | 5,067 | 4,369 | 4,735 | 5,123 | 5,474 | 6,136 | 7,089 | 7,855 |

Sales Trends by Agents - Consolidated



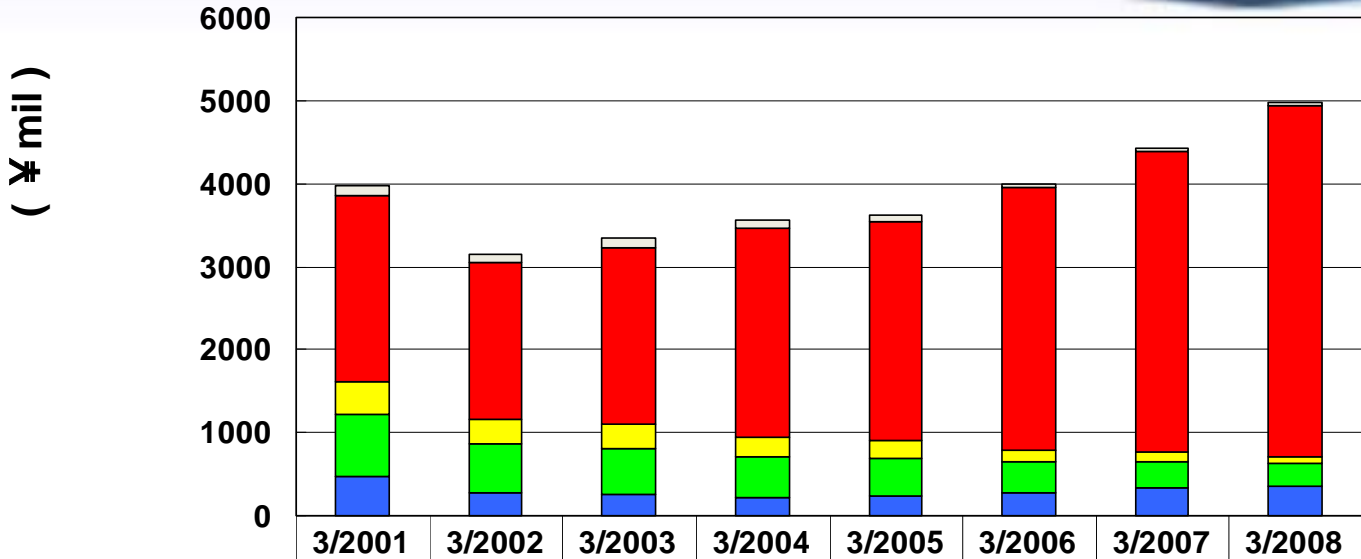
| | 3/2001 | 3/2002 | 3/2003 | 3/2004 | 3/2005 | 3/2006 | 3/2007 | 3/2008 |
|-----------------------|--------|--------|--------|--------|--------|--------|--------|--------|
| Others | 135 | 128 | 109 | 123 | 112 | 82 | 70 | 77 |
| copper surface agents | 2,749 | 2,475 | 2,831 | 3,347 | 3,728 | 4,576 | 5,625 | 6,516 |
| Anti-tarnish agents | 612 | 607 | 607 | 561 | 559 | 459 | 439 | 371 |
| Flux agents | 1,082 | 903 | 913 | 840 | 822 | 719 | 610 | 526 |
| Stripping agents | 488 | 307 | 273 | 249 | 251 | 299 | 343 | 363 |

Sales Trends by Product - Non-consolidated



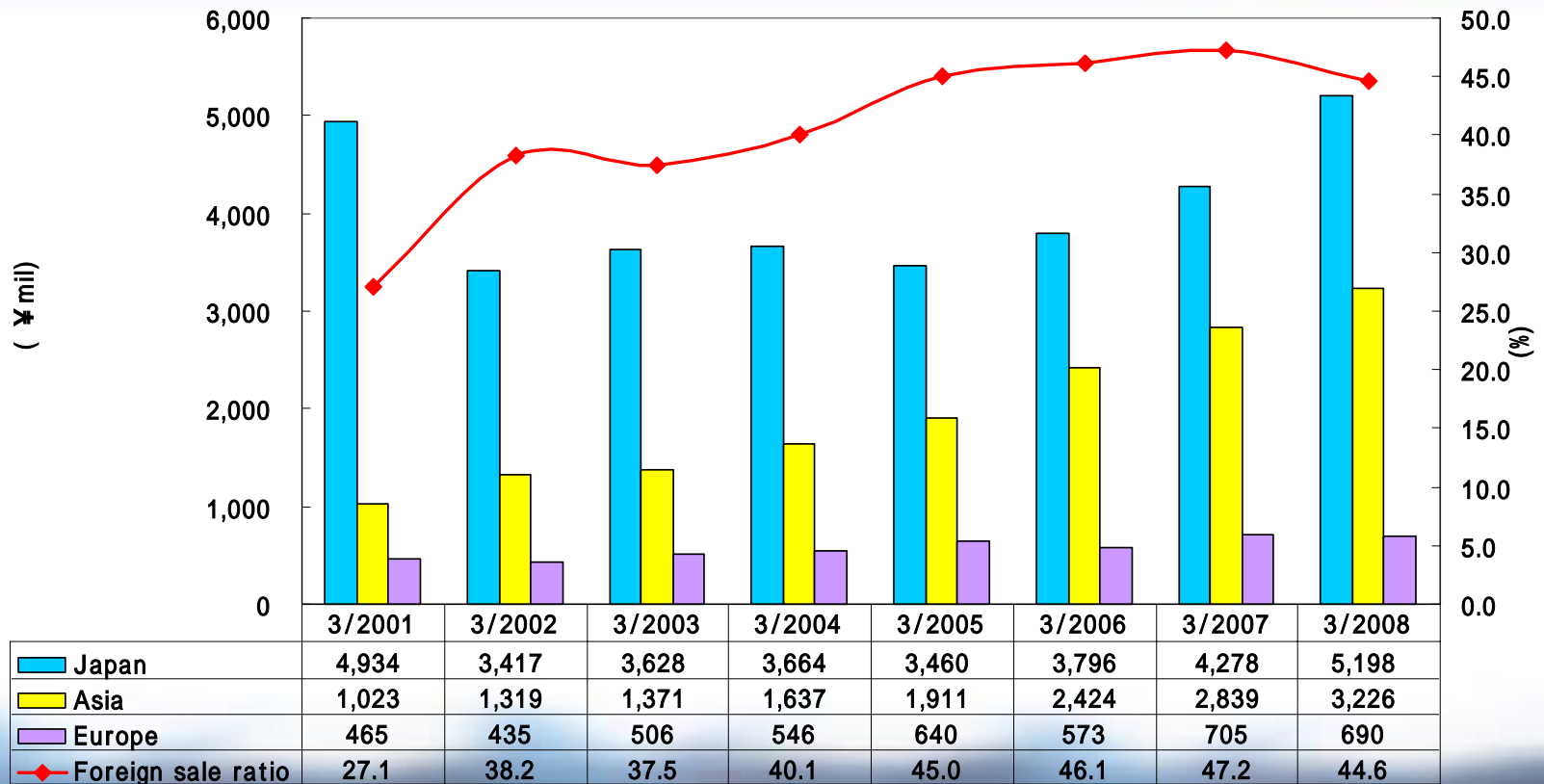
| | | | | | | | | |
|------------------------|-------|-------|-------|-------|-------|-------|-------|-------|
| ■ Oters | 282 | 225 | 305 | 323 | 411 | 399 | 430 | 423 |
| ■ Materials for agents | 341 | 264 | 229 | 227 | 169 | 214 | 274 | 462 |
| ■ Equipment for PCBs | 878 | 312 | 352 | 378 | 258 | 361 | 339 | 718 |
| ■ Angets for PCBs | 3,973 | 3,142 | 3,346 | 3,560 | 3,618 | 4,004 | 4,425 | 4,985 |

Sales Trends by Agents - Non-consolidated

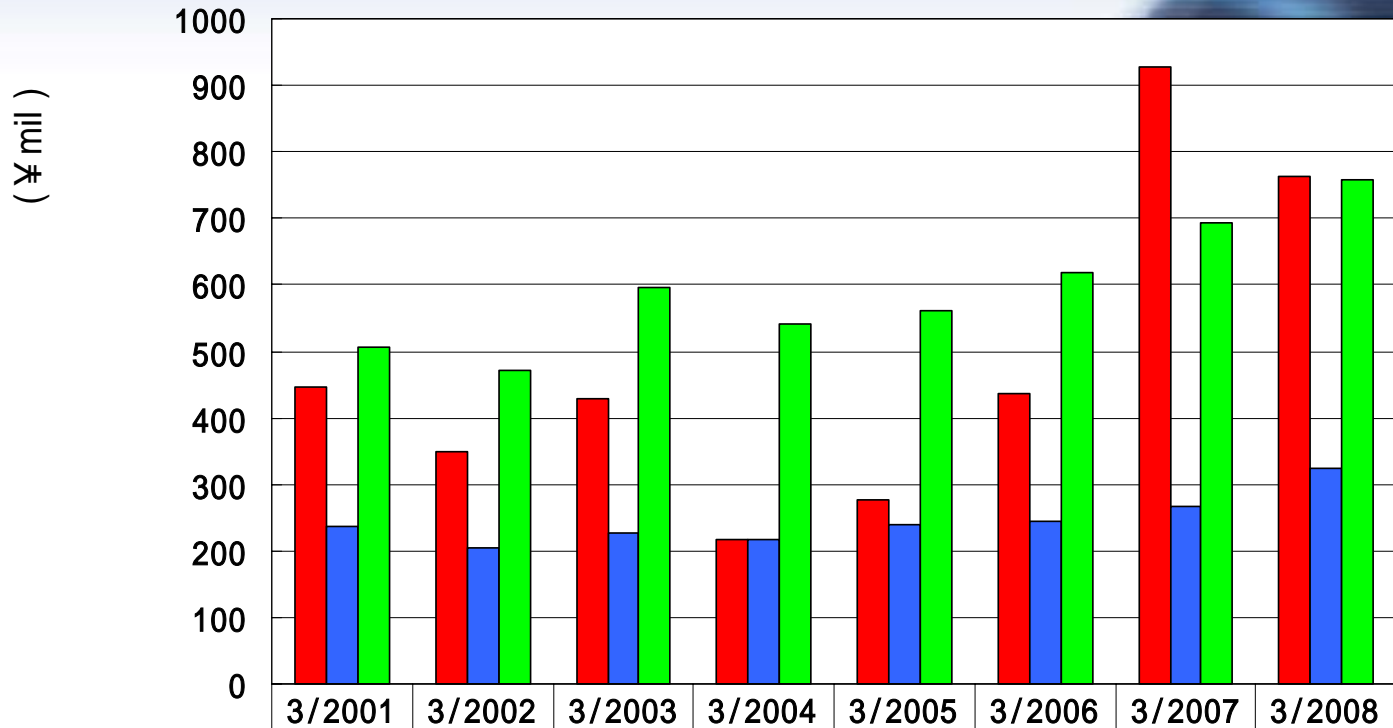


| | | | | | | | | |
|-----------------------|-------|-------|-------|-------|-------|-------|-------|-------|
| Others | 119 | 84 | 109 | 97 | 77 | 53 | 42 | 36 |
| Copper surface agents | 2,230 | 1,886 | 2,131 | 2,518 | 2,624 | 3,155 | 3,611 | 4,233 |
| Anti-tarnish agents | 394 | 306 | 299 | 228 | 219 | 149 | 115 | 90 |
| Flux agents | 764 | 578 | 551 | 490 | 465 | 362 | 325 | 277 |
| Stripping agents | 464 | 285 | 255 | 226 | 230 | 283 | 330 | 346 |

Sales Trends by Region and Foreign Sales ratio



Capital Investment, Depreciation, R&D



| | | | | | | | | |
|----------------------|-----|-----|-----|-----|-----|-----|-----|-----|
| ■ Capital investment | 447 | 348 | 428 | 217 | 277 | 436 | 928 | 764 |
| ■ Depreciation | 236 | 205 | 228 | 216 | 239 | 244 | 268 | 325 |
| ■ R&D | 506 | 471 | 597 | 540 | 560 | 619 | 693 | 759 |

Forecast for the Year Ending March 31,2009

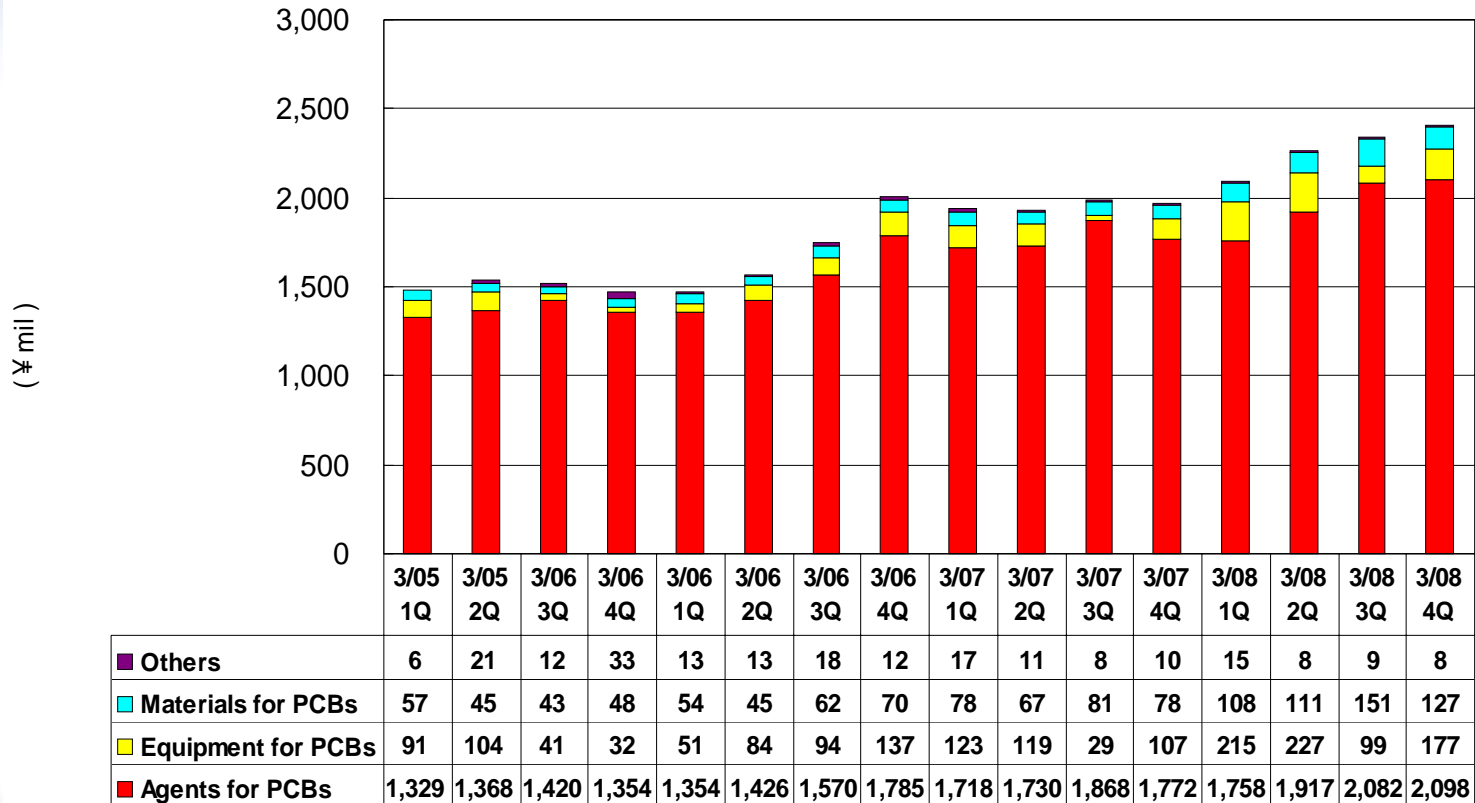
Consolidated

| | 3/2008 (¥ mil) | 3/2009 | | |
|------------------|---------------------|-----------------------|-----------------|-----------------------------------|
| | | Forecast (¥ mil) | Change (%) | Increase(Decrease) (¥ mil) |
| Net Sales | 9,115 | 9,323 | +2.3 | 207 |
| Operating Income | 2,103 | 2,110 | +0.3 | 6 |
| Ordinary Income | 2,057 | 2,085 | +1.3 | 27 |
| Net Income | 1,426 | 1,495 | +4.8 | 68 |

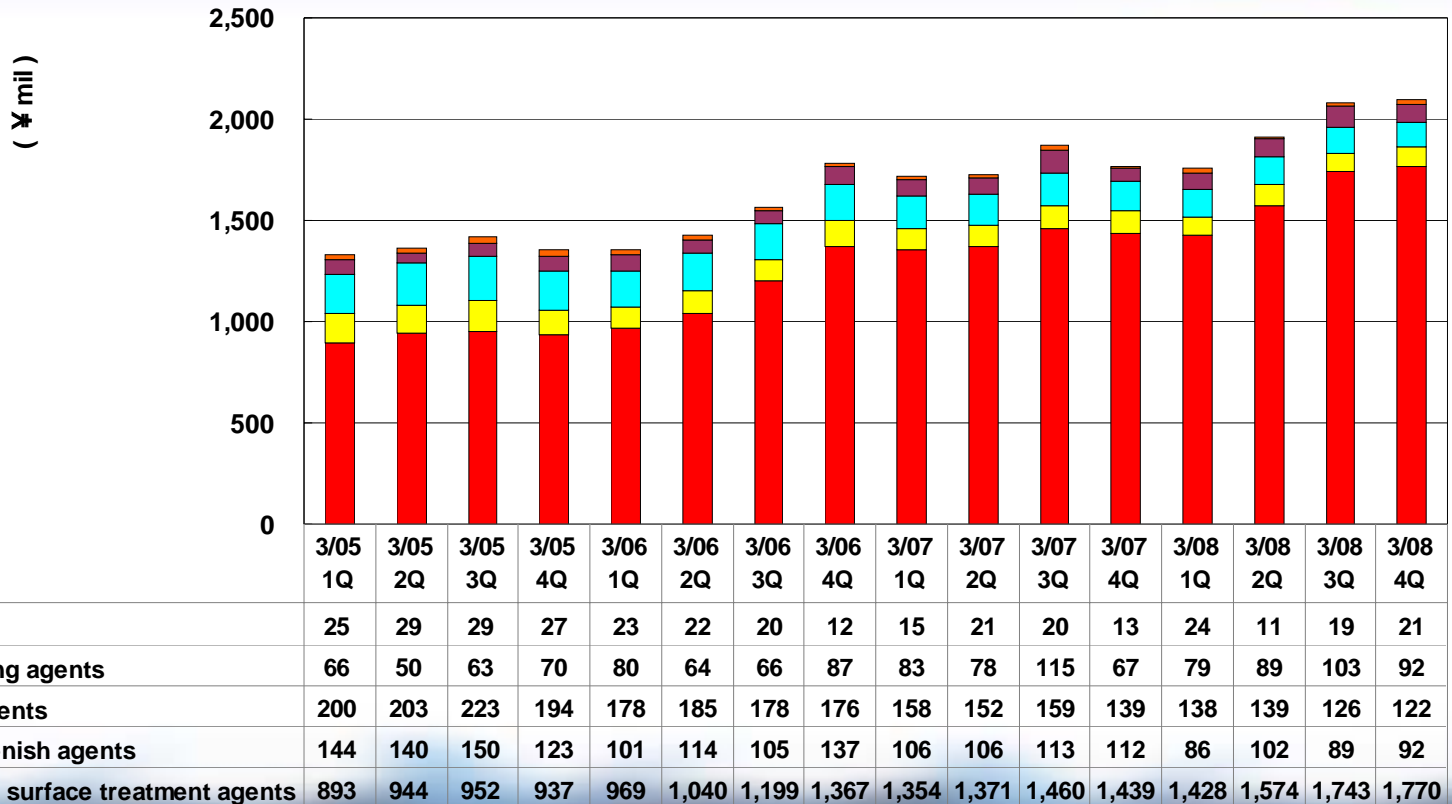
Non-consolidated

| | 3/2008 (¥ mil) | 3/2009 | | |
|------------------|---------------------|-----------------------|-----------------|-----------------------------------|
| | | Forecast (¥ mil) | Change (%) | Increase(Decrease) (¥ mil) |
| Net Sales | 6,589 | 6,452 | -2.1 | (136) |
| Operating income | 857 | 735 | -14.3 | (122) |
| Ordinary Income | 1,054 | 960 | -8.9 | (93) |
| Net Income | 754 | 738 | -2.1 | (15) |

Sales Trends by Product - Consolidated



Sales Trends by Agents - Consolidated



Planning Points in the Future

1. Complete control over state-of-the-art process.
2. Deployment to a new PCBs* process.
3. Energy focused on vehicle-mounted PCBs.
4. Approach that contributes to reduce customer's environmental load.