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***** For immediate use October 26, 2012

Consolidated Financial Results for the First Half of the Fiscal Year Ending March 31, 2013

Consolidated Financial Results

| | Six Months Ended September 30, 2011 | Six Months Ended September 30, 2012 | Change |
|------------------------------|---|---|--------|
| | In billions of yen | In billions of yen | % |
| Net Sales | 1,443.2 | 1,447.8 | 0.3 |
| Operating income (loss) | 6.8 | 47.4 | 597.7 |
| Ordinary income (loss) | -10.4 | 29.9 | - |
| Net income (loss) | -11.0 | 8.0 | - |
| Net income (loss) per share: | Yen | Yen | Yen |
| Basic | -4.23 | 3.08 | 7.31 |
| Diluted | - | - | - |

| | As of March 31, 2012 | As of September 30, 2012 | Change |
|--------------|-------------------------|-----------------------------|--------|
| | In billions of yen | In billions of yen | % |
| Total assets | 2,557.6 | 2,432.2 | -4.9 |
| Net assets | 777.6 | 766.3 | -1.4 |

(Notes)

Number of consolidated subsidiaries and affiliated companies accounted for by the equity method is as follows:

| | As of September 30, 2011 | As of September 30, 2012 | As of March 31, 2012 |
|---|-----------------------------|-----------------------------|-------------------------|
| Consolidated subsidiaries | 272 | 290 | 265 |
| Affiliated companies accounted for by the equity method | 55 | 54 | 55 |

1. Consolidated Business Results

As stated in the July 6, 2012 announcement, “NEC Revises Business Segments,” NEC has revised its business segments from the first quarter of the fiscal year ending March 31, 2013. Figures for the corresponding period of the previous fiscal year have been adjusted in accordance with the new segments.

(1) Overview of the first half of the fiscal year ending March 31, 2013 (six months ended September 30, 2012)

The worldwide economy during the six months ended September 30, 2012 was characterized by cautious investment activity and consumer spending in developed countries in response to financial market turmoil, mainly due to the financial crisis in Europe. Also, the growth rate of emerging countries slowed due to a slowdown in exports to developed countries and the raising of interest rates to control inflation.

The Japanese economy moved towards recovery through business demand related to recovery efforts from the Great East Japan Earthquake of March 2011, the gradual pick-up of corporate capital investment and robust consumer spending, in spite of the global economic slowdown and the appreciation of the yen.

Under this business environment, NEC recorded consolidated net sales of 1,447.8 billion yen for the six months ended September 30, 2012, an increase of 4.6 billion yen (0.3%) year-on-year. This increase was mainly due to increased sales from the IT Solutions business and the Carrier Network business, in spite of decreased sales from the Personal Solutions business, attributed mainly to the personal computer business for private users no longer being consolidated.

Regarding profitability, consolidated operating income (loss) improved by 40.6 billion yen year-on-year, for an operating income of 47.4 billion yen, mainly due to increased sales from the IT Solutions business and the Carrier Network business as well as the execution of structural reforms, an improved cost percentage and streamlined selling, general and administrative expenses.

In terms of ordinary income (loss), NEC recorded a profit of 29.9 billion yen, improving by 40.3 billion yen year-on-year, mainly due to the improvement of operating income (loss).

Income (loss) before income taxes and minority interests was a profit of 30.2 billion yen, a year-on-year improvement of 35.2 billion yen. This was primarily due to improved ordinary income (loss), in spite of decreased gain on sales of subsidiaries and affiliates' stocks.

Net income (loss) for the first half was a profit of 8.0 billion yen, a year-on-year improvement of 19.0 billion yen.

(2) Results by main business segment

Sales by segment (sales to external customers):

| Segments | Six months ended September 30, 2011 | Six months ended September 30, 2012 | Change |
|------------------------------|--|--|--------|
| | In billions of yen | In billions of yen | % |
| IT Solutions | 536.7 | 578.3 | 7.8 |
| Carrier Network | 283.5 | 312.0 | 10.1 |
| Social Infrastructure | 140.3 | 141.9 | 1.1 |
| Personal Solutions | 354.3 | 302.5 | -14.6 |
| Others | 128.5 | 113.0 | -12.0 |
| Total | 1,443.2 | 1,447.8 | 0.3 |

Operating income (loss) by segment:

| Segments | Six months ended September 30, 2011 | Six months ended September 30, 2012 | Change |
|------------------------------|--|--|--------------------|
| | In billions of yen | In billions of yen | In billions of yen |
| IT Solutions | 0.8 | 22.8 | 22.1 |
| Carrier Network | 15.3 | 27.0 | 11.7 |
| Social Infrastructure | 6.1 | 8.2 | 2.1 |
| Personal Solutions | 3.4 | 1.2 | -2.2 |
| Others | 3.0 | 13.0 | 10.0 |
| Adjustment | -21.8 | -24.7 | -2.9 |
| Total | 6.8 | 47.4 | 40.6 |

(Note) Amounts in this section “(2) Results by main business segment” are rounded to 0.1 billion yen. Amounts in millions of yen are shown in section “Segment information” of this news release.

(Business segment figures in brackets below denote increases or decreases as compared with the corresponding period of the previous fiscal year.)

IT Solutions Business

| | | |
|---------------------------------|-------------------|--------------------|
| Sales: | 578.3 billion yen | (7.8%) |
| Operating Income (Loss): | 22.8 billion yen | (22.1 billion yen) |

In the IT Solutions business, sales were 578.3 billion yen, an increase of 41.7 billion yen (7.8%) year-on-year, mainly due to the steady growth of IT services in the communications and manufacturing fields as well as increased sales of hardware and software from large scale projects for the platform business.

Operating income (loss) improved by 22.1 billion yen year-on-year, to an operating income of 22.8 billion yen, mainly owing to increased sales and reduced costs.

Carrier Network Business

| | | |
|---------------------------------|-------------------|--------------------|
| Sales: | 312.0 billion yen | (10.1%) |
| Operating Income (Loss): | 27.0 billion yen | (11.7 billion yen) |

In the Carrier Network business, sales were 312.0 billion yen, an increase of 28.6 billion yen (10.1%) year-on-year, mainly due to steady growth in domestic business and the consolidation of the business support systems operations of United States-based Convergys Corporation.

Operating income (loss) improved by 11.7 billion yen year-on-year, to an operating income of 27.0 billion yen, mainly owing to increased sales.

Social Infrastructure Business

| | | |
|---------------------------------|-------------------|-------------------|
| Sales: | 141.9 billion yen | (1.1%) |
| Operating Income (Loss): | 8.2 billion yen | (2.1 billion yen) |

In the Social Infrastructure business, sales were 141.9 billion yen, an increase of 1.6 billion yen (1.1%) year-on-year, mainly due to steady growth in the aerospace and defense system fields.

Operating income (loss) improved by 2.1 billion yen year-on-year, to an operating income of 8.2 billion yen, mainly due to increased sales and reduced costs.

Personal Solutions Business

| | | |
|---------------------------------|-------------------|--------------------|
| Sales: | 302.5 billion yen | (-14.6%) |
| Operating Income (Loss): | 1.2 billion yen | (-2.2 billion yen) |

In the Personal Solutions business, sales were 302.5 billion yen, a decrease of 51.8 billion yen (-14.6%) year-on-year, mainly due to the personal computer business for private users no longer being consolidated from the second quarter of the fiscal year ended March 31, 2012 and a decrease in mobile phone shipments.

Operating income (loss) worsened by 2.2 billion yen year-on-year, to an operating income of 1.2 billion yen, mainly due to decreased sales.

Others

| | | |
|---------------------------------|-------------------|--------------------|
| Sales: | 113.0 billion yen | (-12.0%) |
| Operating Income (Loss): | 13.0 billion yen | (10.0 billion yen) |

In Others, sales were 113.0 billion yen, a decrease of 15.4 billion yen (-12.0%) year-on-year, mainly due to the panel business for LCD displays no longer being consolidated from the second quarter of the fiscal year ended March 31, 2012 and decreased sales in the electronic components business.

Operating income (loss) improved by 10.0 billion yen year-on-year, to an operating income of 13.0 billion yen, mainly owing to the sale of patents related to LCD displays.

2. Consolidated Financial Condition

Analysis of the condition of assets, liabilities, net assets, and cash flows

Total assets were 2,432.2 billion yen as of September 30, 2012, a decrease of 125.3 billion yen as compared with the end of the previous fiscal year. Current assets as of September 30, 2012 decreased by 123.8 billion yen compared with the end of the previous fiscal year to 1,390.6 billion yen, mainly due to the collection of accounts receivable-trade. Noncurrent assets as of September 30, 2012 decreased by 1.5 billion yen compared with the end of the previous fiscal year to 1,041.7 billion yen.

Total liabilities as of September 30, 2012 decreased by 114.0 billion yen compared with the end of the previous fiscal year, to 1,665.9 billion yen. This was mainly due to a decrease in notes and accounts payable-trade and a decrease in provision for business structure improvement. The balance of interest-bearing debt as of September 30, 2012 amounted to 683.3 billion yen, a decrease of 9.4 billion yen as compared with the end of the previous fiscal year. The debt-equity ratio as of September 30, 2012 was 1.06 (a worsening of 0.01 points as compared with the end of the previous fiscal year). The balance of net interest-bearing debt as of September 30, 2012, calculated by offsetting the balance of interest-bearing debt with the balance of cash and cash equivalents, amounted to 478.9 billion yen, an increase of 38.0 billion yen as compared with the end of the previous fiscal year. The net debt-equity ratio as of September 30, 2012 was 0.74 (a worsening of 0.07 points compared with the end of the previous fiscal year).

Total net assets were 766.3 billion yen as of September 30, 2012, a decrease of 11.3 billion yen as compared with the end of the previous fiscal year, mainly due to a decrease in valuation difference on available-for-sale securities due to a decline in the market value of shares, despite recording a net income for the first half.

As a result, the owner's equity as of September 30, 2012 was 647.1 billion yen and owner's equity ratio was 26.6% (an improvement of 0.9 points as compared with the end of the previous fiscal year).

Net cash inflows from operating activities for the six months ended September 30, 2012 were 27.0 billion yen, a worsening of 4.6 billion yen as compared with the same period of the previous fiscal year, mainly due to outflows for voluntary early retirement, despite improved income (loss) before income taxes and minority interests.

Net cash outflows from investing activities for the six months ended September 30, 2012 were 58.9 billion yen, an increase of 36.6 billion yen as compared with the same period of the previous fiscal year, mainly due to increased outflows for business acquisitions.

As a result, free cash flows (the sum of cash flows from operating activities and investing activities) for the six months ended September 30, 2012 totaled a cash outflow of 32.0 billion yen, a worsening of 41.2 billion yen year-on-year.

Net cash flows from financing activities for the six months ended September 30, 2012 totaled a cash outflow of 12.2 billion yen, mainly due to the redemption of commercial papers.

As a result, cash and cash equivalents as of September 30, 2012 amounted to 204.4 billion yen, a decrease of 47.4 billion yen as compared with the end of the previous fiscal year.

3. Consolidated Financial Forecast

There is no change to the consolidated financial forecasts for the full fiscal year ending March 31, 2013, previously disclosed on July 31, 2012.

4. Others

Application of accounting procedures specific to the preparation of quarterly consolidated financial statements

Calculation of tax expenses:

After adjustment on individual significant items, tax expenses are calculated by multiplying income before income taxes by effective tax rate, which is estimated reasonably by using tax effect accounting, for the fiscal year including this second quarter.

CONSOLIDATED QUARTERLY BALANCE SHEETS

(In millions of yen, millions of U.S. dollars)

| | March 31, 2012 | September 30, 2012 | September 30, 2012 |
|---------------------------------------|----------------------|-----------------------|-----------------------|
| Current assets | JPY 1,514,437 | JPY 1,390,592 | \$ 17,828 |
| Cash and deposits | 195,443 | 187,902 | 2,409 |
| Notes and accounts receivable-trade | 810,579 | 705,412 | 9,044 |
| Short-term investment securities | 58,407 | 18,204 | 233 |
| Merchandise and finished goods | 91,898 | 101,744 | 1,304 |
| Work in process | 91,408 | 114,990 | 1,474 |
| Raw materials and supplies | 66,611 | 59,529 | 763 |
| Deferred tax assets | 76,222 | 72,494 | 929 |
| Other | 128,522 | 134,977 | 1,732 |
| Allowance for doubtful accounts | (4,653) | (4,660) | (60) |
| Noncurrent assets | 1,043,133 | 1,041,657 | 13,355 |
| Property, plant and equipment | 315,895 | 322,053 | 4,129 |
| Buildings and structures, net | 134,618 | 132,749 | 1,702 |
| Machinery and equipment, net | 35,445 | 37,183 | 477 |
| Tools, furniture and fixtures, net | 60,268 | 60,265 | 773 |
| Land | 72,317 | 71,309 | 914 |
| Construction in progress | 13,247 | 20,547 | 263 |
| Intangible assets | 201,662 | 243,313 | 3,120 |
| Goodwill | 75,969 | 99,779 | 1,279 |
| Software | 121,541 | 123,577 | 1,584 |
| Other | 4,152 | 19,957 | 257 |
| Investments and other assets | 525,576 | 476,291 | 6,106 |
| Investment securities | 153,688 | 115,033 | 1,475 |
| Stocks of subsidiaries and affiliates | 117,635 | 85,335 | 1,094 |
| Deferred tax assets | 96,476 | 95,454 | 1,224 |
| Other | 177,064 | 199,196 | 2,553 |
| Allowance for doubtful accounts | (19,287) | (18,727) | (240) |
| Total assets | JPY 2,557,570 | JPY 2,432,249 | \$ 31,183 |

(Note)

U.S. dollar amounts are translated from yen, for convenience only, at the rate of US\$1 = 78 yen.

CONSOLIDATED QUARTERLY BALANCE SHEETS (CONTINUED)

(In millions of yen, millions of U.S. dollars)

| | March 31, 2012 | September 30, 2012 | September 30, 2012 |
|---|-------------------|-----------------------|-----------------------|
| Current liabilities | JPY 1,058,612 | JPY 988,917 | \$ 12,679 |
| Notes and accounts payable-trade | 466,177 | 406,620 | 5,213 |
| Short-term loans payable | 28,990 | 71,890 | 922 |
| Commercial papers | 97,991 | 43,994 | 564 |
| Current portion of long-term loans payable | 64,793 | 37,364 | 479 |
| Current portion of bonds | - | 70,000 | 897 |
| Accrued expenses | 156,175 | 155,819 | 1,998 |
| Advances received | 57,013 | 66,754 | 856 |
| Provision for product warranties | 19,278 | 18,661 | 239 |
| Provision for directors' bonuses | 219 | 230 | 3 |
| Provision for loss on construction contracts and others | 9,945 | 9,617 | 123 |
| Provision for business structure improvement | 25,917 | 2,963 | 38 |
| Provision for contingent loss | 2,762 | 1,398 | 18 |
| Other | 129,352 | 103,607 | 1,329 |
| Noncurrent liabilities | 721,344 | 676,993 | 8,679 |
| Bonds payable | 230,000 | 160,000 | 2,051 |
| Long-term loans payable | 263,160 | 292,739 | 3,753 |
| Deferred tax liabilities | 3,040 | 2,685 | 34 |
| Provision for retirement benefits | 182,735 | 181,984 | 2,333 |
| Provision for product warranties | 2,676 | 2,525 | 32 |
| Provision for loss on repurchase of computers | 6,469 | 5,304 | 68 |
| Provision for business structure improvement | 979 | 752 | 10 |
| Provision for contingent loss | 8,622 | 7,487 | 96 |
| Other | 23,663 | 23,517 | 302 |
| Total liabilities | 1,779,956 | 1,665,910 | 21,358 |
| Shareholders' equity | 669,753 | 678,056 | 8,693 |
| Capital stock | 397,199 | 397,199 | 5,092 |
| Capital surplus | 192,834 | 148,406 | 1,903 |
| Retained earnings | 82,659 | 135,392 | 1,736 |
| Treasury stock | (2,939) | (2,941) | (38) |
| Accumulated other comprehensive income | (12,797) | (30,940) | (397) |
| Valuation difference on available-for-sale securities | 16,273 | 1,442 | 18 |
| Deferred gains or losses on hedges | (142) | (24) | (0) |
| Foreign currency translation adjustment | (28,928) | (32,358) | (415) |
| Subscription rights to shares | 24 | - | - |
| Minority interests | 120,634 | 119,223 | 1,529 |
| Total net assets | 777,614 | 766,339 | 9,825 |
| Total liabilities and net assets | JPY 2,557,570 | JPY 2,432,249 | \$ 31,183 |

**CONSOLIDATED QUARTERLY STATEMENTS OF OPERATIONS AND CONSOLIDATED
QUARTERLY STATEMENTS OF COMPREHENSIVE INCOME**

CONSOLIDATED QUARTERLY STATEMENTS OF OPERATIONS

(In millions of yen, millions of U.S. dollars)

| Six months ended September 30 | 2011 | 2012 | 2012 |
|--|---------------|----------------------|------------------|
| Net sales | JPY 1,443,205 | JPY 1,447,809 | \$ 18,562 |
| Cost of sales | 1,014,074 | 1,002,212 | 12,849 |
| Gross profit | 429,131 | 445,597 | 5,713 |
| Selling, general and administrative expenses | 422,342 | 398,229 | 5,106 |
| Operating income | 6,789 | 47,368 | 607 |
| Non-operating income | 10,252 | 7,677 | 99 |
| Interest income | 983 | 640 | 8 |
| Dividends income | 2,543 | 1,996 | 26 |
| Reversal of provision for contingent loss | 681 | 2,037 | 26 |
| Other | 6,045 | 3,004 | 39 |
| Non-operating expenses | 27,447 | 25,178 | 323 |
| Interest expenses | 2,933 | 2,910 | 37 |
| Retirement benefit expenses | 5,959 | 5,872 | 75 |
| Foreign exchange losses | 4,047 | 3,821 | 49 |
| Equity in losses of affiliates | 5,189 | 969 | 12 |
| Other | 9,319 | 11,606 | 150 |
| Ordinary income (loss) | (10,406) | 29,867 | 383 |
| Extraordinary income | 15,613 | 10,873 | 140 |
| Gain on sales of investment securities | 526 | 8,707 | 112 |
| Gain on sales of subsidiaries and affiliates' stocks | 15,035 | 1,064 | 14 |
| Gain on insurance claim | - | 906 | 12 |
| Gain on sales of noncurrent assets | 27 | 172 | 2 |
| Gain on reversal of subscription rights to shares | 7 | 24 | 0 |
| Gain on change in equity | 18 | - | - |
| Extraordinary loss | 10,148 | 10,496 | 135 |
| Loss on contribution of securities to retirement benefit trust | - | 5,898 | 76 |
| Business structure improvement expenses | 640 | 1,938 | 25 |
| Loss on valuation of investment securities | 8,264 | 1,393 | 18 |
| Loss on sales of stocks of subsidiaries and affiliates | 60 | 637 | 8 |
| Impairment loss | 620 | 600 | 8 |
| Loss on sales of investment securities | 1 | 30 | 0 |
| Relocation expenses | 539 | - | - |
| Loss on sales of noncurrent assets | 24 | - | - |
| Income (loss) before income taxes and minority interests | (4,941) | 30,244 | 388 |
| Income taxes | 2,748 | 21,366 | 274 |
| Income (loss) before minority interests | (7,689) | 8,878 | 114 |
| Minority interests in income | 3,293 | 880 | 11 |
| Net income (loss) | (JPY 10,982) | JPY 7,998 | \$ 103 |

CONSOLIDATED QUARTERLY STATEMENTS OF OPERATIONS AND CONSOLIDATED QUARTERLY STATEMENTS OF COMPREHENSIVE INCOME (CONTINUED)

CONSOLIDATED QUARTERLY STATEMENTS OF COMPREHENSIVE INCOME

(In millions of yen, millions of U.S. dollars)

| Six months ended September 30 | 2011 | 2012 | 2012 |
|---|--------------|---------------------|-----------------|
| Income (loss) before minority interests | (JPY 7,689) | JPY 8,878 | \$ 114 |
| Other comprehensive income | (12,117) | (18,232) | (234) |
| Valuation difference on available-for-sale securities | (1,866) | (14,573) | (186) |
| Deferred gains or losses on hedges | 30 | 177 | 2 |
| Foreign currency translation adjustment | (8,181) | (5,895) | (76) |
| Share of other comprehensive income of associates accounted for using equity method | (2,100) | 2,059 | 26 |
| Comprehensive income | (JPY 19,806) | (JPY 9,354) | (\$ 120) |
| Breakdown: | | | |
| Comprehensive income attributable to owners of the parent | (JPY 22,819) | (JPY 10,145) | (\$ 130) |
| Comprehensive income attributable to minority interests | 3,013 | 791 | 10 |

CONDENSED CONSOLIDATED QUARTERLY STATEMENTS OF CASH FLOWS

(In millions of yen, millions of U.S. dollars)

| Six months ended September 30 | 2011 | 2012 | 2012 |
|---|--------------------|--------------------|-----------------|
| I . Cash flows from operating activities: | | | |
| Income (loss) before income taxes and minority interests | (JPY 4,941) | JPY 30,244 | \$388 |
| Depreciation and amortization | 44,125 | 41,073 | 527 |
| Equity in losses of affiliates | 5,189 | 969 | 12 |
| Gain on change in equity | (18) | - | - |
| Decrease in notes and accounts receivable-trade | 92,669 | 104,076 | 1,334 |
| Increase in inventories | (35,380) | (29,358) | (376) |
| Decrease in notes and accounts payable-trade | (27,695) | (57,874) | (742) |
| Income taxes paid | (13,342) | (16,137) | (207) |
| Others, net | (29,081) | (46,030) | (590) |
| Net cash provided by operating activities | 31,526 | 26,963 | 346 |
| II . Cash flows from investing activities: | | | |
| Net proceeds from (payments of) acquisitions and sales of property, plant and equipment | (16,975) | (20,694) | (265) |
| Purchase of intangible assets | (9,506) | (8,398) | (108) |
| Net proceeds from (payments of) purchases and sales of securities | 2,792 | (28,640) | (367) |
| Others, net | 1,374 | (1,189) | (15) |
| Net cash used in investing activities | (22,315) | (58,921) | (755) |
| III . Cash flows from financing activities: | | | |
| Net proceeds from (payments of) bonds and borrowings | (29,267) | (10,015) | (128) |
| Cash dividends paid | (35) | (2) | (0) |
| Others, net | (1,496) | (2,219) | (29) |
| Net cash used in financing activities | (30,798) | (12,236) | (157) |
| IV . Effect of exchange rate changes on cash and cash equivalents | (3,683) | (3,242) | (42) |
| V . Net decrease in cash and cash equivalents | (25,270) | (47,436) | (608) |
| VI . Cash and cash equivalents at beginning of period | 203,879 | 251,843 | 3,229 |
| VII . Cash and cash equivalents at end of period | JPY 178,609 | JPY 204,407 | \$ 2,621 |

NOTES

[Notes to significant changes in shareholders' equity]

In the first quarter of the fiscal year ending March 31, 2013, NEC Corporation covered deficit in retained earnings brought forward by transferring a part of other capital surplus of 44,426 million yen into retained earnings.

SEGMENT INFORMATION

[Segment information]

Information about sales and segment income (loss) by reportable segments

Six months ended September 30, 2011 (From April 1, 2011 to September 30, 2011)

(In millions of yen)

| | Reportable Segments | | | | | Others | Adjustment | Consolidated total |
|--|---------------------|-----------------|-----------------------|--------------------|------------------|----------------|------------------|--------------------|
| | IT Solutions | Carrier Network | Social Infrastructure | Personal Solutions | Total | | | |
| Sales | | | | | | | | |
| 1. Sales to customers | 536,663 | 283,462 | 140,310 | 354,294 | 1,314,729 | 128,476 | — | 1,443,205 |
| 2. Intersegment sales and transfers | 27,459 | 15,019 | 6,254 | 19,650 | 68,382 | 35,049 | (103,431) | — |
| Total sales | 564,122 | 298,481 | 146,564 | 373,944 | 1,383,111 | 163,525 | (103,431) | 1,443,205 |
| Segment income (loss) (Operating income (loss)) | 754 | 15,270 | 6,098 | 3,429 | 25,551 | 3,022 | (21,784) | 6,789 |

Six months ended September 30, 2012 (From April 1, 2012 to September 30, 2012)

(In millions of yen)

| | Reportable Segments | | | | | Others | Adjustment | Consolidated total |
|--|---------------------|-----------------|-----------------------|--------------------|------------------|----------------|-----------------|--------------------|
| | IT Solutions | Carrier Network | Social Infrastructure | Personal Solutions | Total | | | |
| Sales | | | | | | | | |
| 1. Sales to customers | 578,332 | 312,048 | 141,907 | 302,485 | 1,334,772 | 113,037 | — | 1,447,809 |
| 2. Intersegment sales and transfers | 22,699 | 13,074 | 6,584 | 19,736 | 62,093 | 31,488 | (93,581) | — |
| Total sales | 601,031 | 325,122 | 148,491 | 322,221 | 1,396,865 | 144,525 | (93,581) | 1,447,809 |
| Segment income (loss) (Operating income (loss)) | 22,819 | 26,957 | 8,159 | 1,192 | 59,127 | 12,972 | (24,731) | 47,368 |

Six months ended September 30, 2012 (From April 1, 2012 to September 30, 2012)

(In millions of U.S. dollars)

| | Reportable Segments | | | | | Others | Adjustment | Consolidated total |
|--|---------------------|-----------------|-----------------------|--------------------|---------------|--------------|----------------|--------------------|
| | IT Solutions | Carrier Network | Social Infrastructure | Personal Solutions | Total | | | |
| Sales | | | | | | | | |
| 1. Sales to customers | 7,415 | 4,001 | 1,819 | 3,878 | 17,113 | 1,449 | — | 18,562 |
| 2. Intersegment sales and transfers | 291 | 167 | 85 | 253 | 796 | 404 | (1,200) | — |
| Total sales | 7,706 | 4,168 | 1,904 | 4,131 | 17,909 | 1,853 | (1,200) | 18,562 |
| Segment income (loss) (Operating income (loss)) | 293 | 346 | 105 | 15 | 759 | 166 | (318) | 607 |

(Notes)

- From the first quarter of the fiscal year ending March 31, 2013, the reportable segment has been changed from five reportable segments, which are composed of "IT Services," "Platform," "Carrier Network," "Social Infrastructure" and "Personal Solutions," to four reportable segments, which are composed of "IT Solutions," "Carrier Network," "Social Infrastructure" and "Personal Solutions," due to the organizational reform on April 1, 2012. This change is the integration of "IT Services" and "Platform" into "IT Solutions" to drive the creation of powerful cloud services and the build-up of cloud platforms that enable flexible business procedures, as well as the consolidation of the energy business from "Carrier Network" into "Others" following the setup of the business operation unit, which will supervise the vertical integration of the energy business. With this change, segment information for the six months ended September 30, 2011 has been reclassified to conform with six months ended September 30, 2012 presentation.

SEGMENT INFORMATION (CONTINUED)

- "Others" represents businesses such as Smart Energy (Electrodes/Energy Storage System, Solutions for Utilities, etc.), Electronic Components and Lighting Equipment, which are not included in reportable segments.
- "Adjustment" of segment income (loss) for six months ended September 30, 2011 includes corporate expenses of (21,352) million yen unallocated to each reportable segment and noncurrent assets related adjustment of 1,603 million yen, respectively. "Adjustment" of segment income (loss) for six months ended September 30, 2012 includes corporate expenses of (20,157) million yen ((258) millions of U.S. dollars) unallocated to each reportable segment and noncurrent assets related adjustment of (958) million yen ((12) millions of U.S. dollars), respectively. The corporate expenses, unallocated to each reportable segment, are mainly both general and administrative expenses incurred at headquarters of the Company, and research and development expenses.

[Related information]

Information about geographic areas

Sales

Six months ended September 30, 2011 (From April 1, 2011 to September 30, 2011)

(In millions of yen)

| Japan | Asia | Europe | Others | Total |
|-----------|--------|--------|---------|-----------|
| 1,189,297 | 79,739 | 55,782 | 118,387 | 1,443,205 |

Six months ended September 30, 2012 (From April 1, 2012 to September 30, 2012)

(In millions of yen)

| Japan | Asia | Europe | Others | Total |
|------------------|---------------|---------------|----------------|------------------|
| 1,214,163 | 79,128 | 40,753 | 113,765 | 1,447,809 |

Six months ended September 30, 2012 (From April 1, 2012 to September 30, 2012)

(In millions of U.S. dollars)

| Japan | Asia | Europe | Others | Total |
|---------------|--------------|------------|--------------|---------------|
| 15,566 | 1,014 | 522 | 1,460 | 18,562 |

(Note)

Sales are classified into country or region based on the locations of customers.

[THREE MONTHS PERIOD INFORMATION]
CONSOLIDATED QUARTERLY STATEMENTS OF OPERATIONS AND CONSOLIDATED
QUARTERLY STATEMENTS OF COMPREHENSIVE INCOME

CONSOLIDATED QUARTERLY STATEMENTS OF OPERATIONS

(In millions of yen, millions of U.S. dollars)

| Three months ended September 30 | 2011 | 2012 | 2012 |
|--|-------------|--------------------|------------------|
| Net sales | JPY 774,090 | JPY 816,276 | \$ 10,465 |
| Cost of sales | 538,494 | 557,576 | 7,148 |
| Gross profit | 235,596 | 258,700 | 3,317 |
| Selling, general and administrative expenses | 209,367 | 203,452 | 2,609 |
| Operating income | 26,229 | 55,248 | 708 |
| Non-operating income | 5,413 | 2,941 | 38 |
| Interest income | 450 | 363 | 5 |
| Dividends income | 1,264 | 576 | 7 |
| Other | 3,699 | 2,002 | 26 |
| Non-operating expenses | 12,401 | 16,140 | 207 |
| Interest expenses | 1,492 | 1,509 | 19 |
| Retirement benefit expenses | 2,946 | 2,937 | 38 |
| Equity in losses of affiliates | 473 | 1,708 | 22 |
| Foreign exchange losses | 3,332 | 1,073 | 14 |
| Other | 4,158 | 8,913 | 114 |
| Ordinary income | 19,241 | 42,049 | 539 |
| Extraordinary income | 15,462 | 6,689 | 86 |
| Gain on sales of investment securities | 513 | 4,196 | 54 |
| Gain on insurance claim | - | 1,273 | 16 |
| Gain on sales of subsidiaries and affiliates' stocks | 14,922 | 1,053 | 14 |
| Gain on sales of noncurrent assets | 27 | 147 | 2 |
| Gain on reversal of subscription rights to shares | - | 20 | 0 |
| Extraordinary loss | 7,685 | 3,972 | 51 |
| Business structure improvement expenses | 262 | 1,938 | 25 |
| Loss on valuation of investment securities | 6,718 | 1,104 | 14 |
| Loss on sales of stocks of subsidiaries and affiliates | 57 | 462 | 6 |
| Impairment loss | 84 | 438 | 6 |
| Loss on sales of investment securities | 1 | 30 | 0 |
| Relocation expenses | 539 | - | - |
| Loss on sales of noncurrent assets | 24 | - | - |
| Income before income taxes and minority interests | 27,018 | 44,766 | 574 |
| Income taxes | 5,936 | 18,690 | 240 |
| Income before minority interests | 21,082 | 26,076 | 334 |
| Minority interests in income | 2,361 | 218 | 2 |
| Net income | JPY 18,721 | JPY 25,858 | \$ 332 |

[THREE MONTHS PERIOD INFORMATION]**CONSOLIDATED QUARTERLY STATEMENTS OF OPERATIONS AND CONSOLIDATED QUARTERLY STATEMENTS OF COMPREHENSIVE INCOME (CONTINUED)**

CONSOLIDATED QUARTERLY STATEMENTS OF COMPREHENSIVE INCOME

(In millions of yen, millions of U.S. dollars)

| Three months ended September 30 | 2011 | 2012 | 2012 |
|---|-------------|-------------------|---------------|
| Income before minority interests | JPY 21,082 | JPY 26,076 | \$ 334 |
| Other comprehensive income | (10,993) | (5,247) | (67) |
| Valuation difference on available-for-sale securities | (2,855) | (4,703) | (59) |
| Deferred gains or losses on hedges | 90 | 36 | 0 |
| Foreign currency translation adjustment | (6,702) | (273) | (4) |
| Share of other comprehensive income of associates accounted for using equity method | (1,526) | (307) | (4) |
| Comprehensive income | JPY 10,089 | JPY 20,829 | \$ 267 |
| Breakdown: | | | |
| Comprehensive income attributable to owners of the parent | JPY 7,957 | JPY 20,557 | \$ 264 |
| Comprehensive income attributable to minority interests | 2,132 | 272 | 3 |

[THREE MONTHS PERIOD INFORMATION]

SEGMENT INFORMATION

[Segment information]

Information about sales and segment income (loss) by reportable segments

Three months ended September 30, 2011 (From July 1, 2011 to September 30, 2011)

(In millions of yen)

| | Reportable Segments | | | | | Others | Adjustment | Consolidated total |
|--|---------------------|-----------------|-----------------------|--------------------|----------------|---------------|-----------------|--------------------|
| | IT Solutions | Carrier Network | Social Infrastructure | Personal Solutions | Total | | | |
| Sales | | | | | | | | |
| 1. Sales to customers | 299,271 | 155,984 | 81,533 | 170,754 | 707,542 | 66,548 | — | 774,090 |
| 2. Intersegment sales and transfers | 12,597 | 7,648 | 3,775 | 8,825 | 32,845 | 17,495 | (50,340) | — |
| Total sales | 311,868 | 163,632 | 85,308 | 179,579 | 740,387 | 84,043 | (50,340) | 774,090 |
| Segment income (loss) (Operating income (loss)) | 13,558 | 12,891 | 5,665 | 2,090 | 34,204 | 4,328 | (12,303) | 26,229 |

Three months ended September 30, 2012 (From July 1, 2012 to September 30, 2012)

(In millions of yen)

| | Reportable Segments | | | | | Others | Adjustment | Consolidated total |
|--|---------------------|-----------------|-----------------------|--------------------|----------------|---------------|-----------------|--------------------|
| | IT Solutions | Carrier Network | Social Infrastructure | Personal Solutions | Total | | | |
| Sales | | | | | | | | |
| 1. Sales to customers | 329,160 | 170,718 | 82,663 | 169,995 | 752,536 | 63,740 | — | 816,276 |
| 2. Intersegment sales and transfers | 11,686 | 7,311 | 3,832 | 10,427 | 33,256 | 16,551 | (49,807) | — |
| Total sales | 340,846 | 178,029 | 86,495 | 180,422 | 785,792 | 80,291 | (49,807) | 816,276 |
| Segment income (loss) (Operating income (loss)) | 28,612 | 15,745 | 6,764 | 4,150 | 55,271 | 14,372 | (14,395) | 55,248 |

Three months ended September 30, 2012 (From July 1, 2012 to September 30, 2012)

(In millions of U.S. dollars)

| | Reportable Segments | | | | | Others | Adjustment | Consolidated total |
|--|---------------------|-----------------|-----------------------|--------------------|---------------|--------------|--------------|--------------------|
| | IT Solutions | Carrier Network | Social Infrastructure | Personal Solutions | Total | | | |
| Sales | | | | | | | | |
| 1. Sales to customers | 4,220 | 2,189 | 1,060 | 2,179 | 9,648 | 817 | — | 10,465 |
| 2. Intersegment sales and transfers | 150 | 93 | 49 | 134 | 426 | 212 | (638) | — |
| Total sales | 4,370 | 2,282 | 1,109 | 2,313 | 10,074 | 1,029 | (638) | 10,465 |
| Segment income (loss) (Operating income (loss)) | 367 | 202 | 87 | 53 | 709 | 184 | (185) | 708 |

(Notes)

- From the first quarter of the fiscal year ending March 31, 2013, the reportable segment has been changed from five reportable segments, which are composed of "IT Services," "Platform," "Carrier Network," "Social Infrastructure" and "Personal Solutions," to four reportable segments, which are composed of "IT Solutions," "Carrier Network," "Social Infrastructure" and "Personal Solutions," due to the organizational reform on April 1, 2012. This change is the integration of "IT Services" and "Platform" into "IT Solutions" to drive the creation of powerful cloud services and the build-up of cloud platforms that enable flexible business procedures, as well as the consolidation of the energy business from "Carrier Network" into "Others" following the setup of the business operation unit, which will supervise the vertical integration of the energy business. With this change, segment information for the three months ended September 30, 2011 has been reclassified to conform with three months ended September 30, 2012 presentation.

[THREE MONTHS PERIOD INFORMATION]

SEGMENT INFORMATION (CONTINUED)

2. "Others" represents businesses such as Smart Energy (Electrodes/Energy Storage System, Solutions for Utilities, etc.), Electronic Components and Lighting Equipment, which are not included in reportable segments.
3. "Adjustment" of segment income (loss) for three months ended September 30, 2011 includes corporate expenses of (11,606) million yen unallocated to each reportable segment and noncurrent assets related adjustment of 379 million yen, respectively. "Adjustment" of segment income (loss) for three months ended September 30, 2012 includes corporate expenses of (11,380) million yen ((146) millions of U.S. dollars) unallocated to each reportable segment and noncurrent assets related adjustment of (1,223) million yen ((16) millions of U.S. dollars), respectively. The corporate expenses, unallocated to each reportable segment, are mainly both general and administrative expenses incurred at headquarters of the Company, and research and development expenses.

[Related information]

Information about geographic areas

Sales

Three months ended September 30, 2011 (From July 1, 2011 to September 30, 2011)

(In millions of yen)

| Japan | Asia | Europe | Others | Total |
|---------|--------|--------|--------|---------|
| 635,309 | 48,735 | 31,483 | 58,563 | 774,090 |

Three months ended September 30, 2012 (From July 1, 2012 to September 30, 2012)

(In millions of yen)

| Japan | Asia | Europe | Others | Total |
|----------------|---------------|---------------|---------------|----------------|
| 680,063 | 43,062 | 22,999 | 70,152 | 816,276 |

Three months ended September 30, 2012 (From July 1, 2012 to September 30, 2012)

(In millions of U.S. dollars)

| Japan | Asia | Europe | Others | Total |
|--------------|------------|------------|------------|---------------|
| 8,719 | 552 | 295 | 899 | 10,465 |

(Note)

Sales are classified into country or region based on the locations of customers.

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This material contains forward-looking statements pertaining to strategies, financial targets, technology, products and services, and business performance of NEC Corporation and its consolidated subsidiaries (collectively "NEC"). Written forward-looking statements may appear in other documents that NEC files with stock exchanges or regulatory authorities, such as the Director of the Kanto Finance Bureau, and in reports to shareholders and other communications. NEC is relying on certain safe-harbors for forward-looking statements in making these disclosures. Some of the forward-looking statements can be identified by the use of forward-looking words such as "believes," "expects," "may," "will," "should," "seeks," "intends," "plans," "estimates," "targets," "aims," or "anticipates," or the negative of those words, or other comparable words or phrases. You can also identify forward-looking statements by discussions of strategy, beliefs, plans, targets, or intentions. Forward-looking statements necessarily depend on currently available assumptions, data, or methods that may be incorrect or imprecise and NEC may not be able to realize the results expected by them.

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