

**Consolidated Financial Report for the First Half
of the Fiscal Year ending March 31, 2004
(April 1, 2003 - September 30, 2003)**

Summary of Consolidated Financial Results

1. Summary of consolidated statements of income

	Millions of yen			Millions of yen	Millions of U.S.dollars
	1st half	1st half	Change(%) (A)/(B)	Full year	1st half
	FY2003 (A)	FY2002 (B)		FY2002	FY2003
Net sales	347,975	359,695	96.7%	832,414	3,128
Operating income	8,039	9,663	-	12,909	72
Ordinary income	9,432	11,900	-	8,984	85
Net income	8,208	12,296	-	3,911	74
	Yen			Yen	U.S.dollars
Net income per share	11.47	17.22	-	5.28	0.10

2. Summary of consolidated financial position

	Millions of yen			Millions of U.S.dollars
	9/30/2003	9/30/2002	3/31/2003	9/30/2003
	Total assets	878,994	940,530	921,121
Shareholders' equity	175,345	167,010	161,188	1,576
Shareholders' equity ratio (%)	19.9%	17.8%	17.5%	-
	Yen			U.S.dollars
Shareholders' equity per share	245.07	235.02	225.06	2.20

3. Summary of consolidated statements of cash flows

	Millions of yen			Millions of U.S.dollars
	1st half	1st half	Full year	1st half
	FY2003	FY2002	FY2002	FY2003
Cash flows from operating activities	9,556	22,194	38,576	86
Cash flows from investing activities	19,779	11,807	14,454	178
Cash flows from financing activities	35,017	32,949	47,832	315
Cash and cash equivalents at end of year	9,214	16,088	15,038	83

Note: 1) U.S.dollar amounts in this financial report are translated, for convenience only, at the rate of ¥111.25=U.S.\$1.
2) The company has 57 consolidated subsidiaries.

4. Forecast of consolidated earnings for FY2003 (April 1, 2003 - March 31, 2004)

	<u>Millions of yen</u>
Net sales	865,000
Operating income	18,000
Ordinary income	16,000
Net income	6,000
	<u>Yen</u>
Net income per share	8.19

< Cautionary Statements With Respect to Forward-Looking Statements >

Statements made in this financial report with respect to Fuji Electric's future performance are forward-looking statements based on management's assumptions and beliefs in light of the information currently available to it. Accordingly, actual results could differ from those contained in any forward-looking statements. Potential risks and uncertainties include :

- Sudden changes in general economic conditions in Fuji Electric's markets and changes in its operating environment such as those resulting from changes in trade regulations
- Exchange rate, particularly between the yen and the U.S.dollar and Asian and European currencies
- The ability of Fuji Electric and its subsidiaries to develop and introduce products that incorporate new technology in a timely manner and to manufacture them in a cost-effective way
- The rapid pace of technological innovation, especially in the field of electronics
- Sudden changes in the supply and demand balance in the markets Fuji Electric serves
- Problems involving the intellectual property of Fuji Electric and other companies
- Stock market conditions in Japan