

**Summary of Consolidated Financial Statements
for the First Quarter of the Fiscal Year Ending March 31, 2008**



July 31, 2007

Company Name: Toshiba Plant Systems & Services Corporation

(Code number: 1983 TSE 1st Section)

(URL: <http://www.toshiba-tpsc.co.jp>)

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1. Consolidated Results for the First Quarter of the Fiscal Year Ending March 31, 2008 (from April 1, 2007 to June 30, 2007)

(Figures are all rounded off to the nearest million yen)

(1) Consolidated Operating Results

(percentages indicate changes compared to the same quarter in the previous fiscal year)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
End of 1 st Qtr. FY3/08	24,303	8.5	998	—	1,308	—	698	—
End of 1 st Qtr. FY3/07	22,404	33.3	-50	—	-34	—	-82	—
(Ref.) FY ended 3/07	164,737	—	8,929	—	9,168	—	5,024	—

	Net income per share	Net income per share, diluted
	Yen	Yen
End of 1 st Qtr. FY3/08	7.17	—
End of 1 st Qtr. FY3/07	-0.85	—
(Ref.) FY ended 3/07	51.52	—

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Million yen	Million yen	%	Yen
End of 1 st Qtr. FY3/08	148,639	64,768	43.5	663.39
End of 1 st Qtr. FY3/07	128,361	59,945	46.7	614.06
(Ref.) FY ended 3/07	159,022	65,560	41.2	671.55

2. Dividend

For the first quarter of the fiscal year ending March 31, 2008 and for the same quarter in the previous fiscal year, we have not paid out dividends from earnings with a record date falling on either of these quarterly accounting periods.

Additionally, the dividend forecasts released when the Company announced (on April 27, 2007) its fiscal year earnings ending March 31, 2007 have been revised as follows. For details, see “Projected results for the fiscal year ending March 31, 2008 and revision of dividend forecasts” released separately.

	Dividend per share		
	End of interim period	End of fiscal year	Annual
(Record date)	Yen	Yen	Yen
FY ended 3/07	—	15.00	15.00
FY ended 3/08 (forecast)	7.50	7.50	15.00

3. Projected Consolidated Results for Fiscal Year Ending March 31, 2008 (from April 1, 2006 to March 31, 2007)

We have revised the projected results released when the Company announced (on April 27, 2007) its fiscal year earnings ending March 31, 2007, as follows. For details, see “Projected results for the fiscal year ending March 31, 2008 and revision of dividend forecasts” released separately.

(percentages indicate changes compared to the previous fiscal year on full-year basis and the same interim period in the previous fiscal year on interim basis)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Interim period	79,000	20.1	3,000	63.5	3,300	69.1	1,900	80.1	19.49
Full fiscal year	167,000	1.4	7,200	-19.4	7,600	-17.1	4,300	-14.4	44.10

4. Others

(1) Material changes in subsidiaries during the period: No (change of specified subsidiary due to changes in scope of consolidation)

(2) Use of simplified accounting methods: Yes

For details, see “3. Others” on page 3, under “Qualitative information, financial statements, etc.”

(3) Change in accounting methods from recent consolidated fiscal years: No

***Explanation on appropriate usage of forecasts and other special instructions**

The forecast stated herein are based on information available as of the date of release hereof. Actual results may differ from the forecasts stated herein depending on a variety of factors going forward.

“Qualitative information, financial statements, etc.”

1. Qualitative information regarding consolidated business results

Against the backdrop of economic recovery, such as rising private sector capital expenditure due to improvements in corporate revenue, net sales grew 8.5% from the same quarter of the previous fiscal year. The increase in net sales is due mainly to increases in domestic general industry related products, such as semiconductor-related products targeting Toshiba and Toshiba group companies, at the Social and Industrial Systems Division, as well as increases in sales of industrial power generators targeting factories of domestic basic material manufacturers, such as steel, paper and chemicals, at the Power Systems Division. Moreover, increases in operating income, ordinary income and net income are due mainly to the rise in net sales and cost reduction.

2. Qualitative information regarding consolidated financial conditions

Assets, as of the end of the current first quarter, decreased ¥10,382 million from the end of the previous consolidated fiscal year to ¥148,639 million, due to decreases in cash and in group company deposits to Toshiba Capital Corporation amounting to ¥11,503 million, and other factors.

Liabilities, as of the end of the current first quarter, decreased ¥9,590 million from the end of the previous consolidated fiscal year to ¥83,871 million, due to decreases in trade notes and accounts payable of ¥3,323 million, and other factors.

Additionally, net assets, as of the end of the current first quarter, decreased ¥791 million from the end of the previous consolidated fiscal year to ¥64,768 million, due to the payment of dividends, and other factors.

3. Others

(1) Material changes in subsidiaries during the period: No

(2) Use of simplified accounting methods: Yes

Some simplified methods have been applied in accounting standards for reserves and allowances.

(3) Change in accounting methods from recent consolidated fiscal years: No

4. Consolidated Financial Statements

(1) Summary of Consolidated Balance Sheet

(Unit: million yen)

Classification	End of Previous 1st Quarter (as of June 30, 2006)		End of Current 1st Quarter (as of June 30, 2007)		Change	End of Previous FY (as of March 31, 2007)	
	Amount	% of Total	Amount	% of Total		Amount	% of Total
(Assets)							
Current Assets							
Cash and deposits	2,940		1,913		-1,027	1,571	
Deposit to Toshiba Capital Corporation	14,040		19,800		5,760	31,645	
Trade notes and accounts receivable	52,513		70,919		18,406	78,827	
Uncompleted construction contracts	31,921		29,460		-2,461	19,828	
Other	6,794		5,905		-889	6,351	
Total current assets	108,210	84.3	127,998	86.1	19,788	138,224	86.9
Fixed Assets							
Property, plant, and equipment	7,084		7,145		61	7,162	
Intangible assets	180		128		-51	137	
Investments and other assets	12,886		13,366		480	13,497	
Total fixed assets	20,151	15.7	20,640	13.9	489	20,797	13.1
Total assets	128,361	100.0	148,639	100.0	20,278	159,022	100.0
(Liabilities and shareholders' equity)							
Current liabilities							
Trade notes and accounts payable	28,783		42,218		13,434	45,542	
Advances received on uncompleted contracts	12,337		12,345		8	11,167	
Other	5,713		7,583		1,869	15,096	
Total current liabilities	46,834	36.5	62,147	41.8	15,312	71,805	45.2
Long-term liabilities							
Accrued pension and severance liabilities	21,468		21,632		163	21,493	
Accrued directors' severance and retirement benefits	112		91		-21	162	
Total long-term liabilities	21,581	16.8	21,724	14.6	142	21,656	13.6
Total liabilities	68,415	53.3	83,871	56.4	15,455	93,461	58.8
(Net assets)							
Total shareholders' equity	59,499	46.4	63,824	42.9	4,324	64,595	40.6
Total valuation and currency translation adjustments	387	0.3	858	0.6	471	888	0.6
Minority interest in consolidated subsidiaries	58	0.0	85	0.1	27	77	0.0
Total net assets	59,945	46.7	64,768	43.6	4,823	65,560	41.2
Total liabilities and net assets	128,361	100.0	148,639	100.0	20,278	159,022	100.0

(2) Summary of Consolidated Income Statement

(Unit: million yen)

Classification	End of Previous 1st Quarter (as of June 30, 2006)		End of Current 1st Quarter (as of June 30, 2007)		Change	End of Previous FY (as of March 31, 2007)	
	Amount	% of Total	Amount	% of Total		Amount	% of Total
Net sales	22,404	100.0	24,303	100.0	1,899	164,737	100.0
Cost of sales	20,267	90.5	20,941	86.2	674	146,108	88.7
Gross profit	2,137	9.5	3,362	13.8	1,225	18,628	11.3
Selling, general, and administrative expenses	2,187	9.7	2,364	9.7	176	9,698	5.9
Operating income	-50	-0.2	998	4.1	1,048	8,929	5.4
Non-operating income	106	0.4	334	1.4	227	456	0.3
Non-operating expenses	91	0.4	23	0.1	-67	217	0.1
Ordinary income	-34	-0.2	1,308	5.4	1,343	9,168	5.6
Quarterly income before income taxes and minority interest	-34	-0.2	1,308	5.4	1,343	9,168	5.6
Income taxes	46	0.2	604	2.5	558	4,130	2.6
Minority interest in income of consolidated subsidiaries	1	0.0	5	0.0	3	13	0.0
Net quarterly income	-82	-0.4	698	2.9	781	5,024	3.0

5. Status of Consolidated Orders Received and Net Sales

(1) Orders

(Unit: million yen)

	As of the End of the 1 st Quarter Apr. 1, 2006 – Jun. 30, 2006	As of the End of the 1 st Quarter Apr. 1, 2007 – Jun. 30, 2007	Change
Power Systems Division	11,916	10,245	-1,671
Nuclear Systems Division	6,260	8,020	1,759
Infrastructure and Industrial Systems Division	16,218	29,125	12,906
Total	34,396	47,390	12,993

(2) Net Sales

(Unit: million yen)

	As of the End of the 1 st Quarter Apr. 1, 2006 – Jun. 30, 2006	As of the End of the 1 st Quarter Apr. 1, 2007 – Jun. 30, 2007	Change
Power Systems Division	8,774	9,920	1,146
Nuclear Systems Division	5,793	4,591	-1,201
Infrastructure and Industrial Systems Division	7,836	9,791	1,954
Total	22,404	24,303	1,899