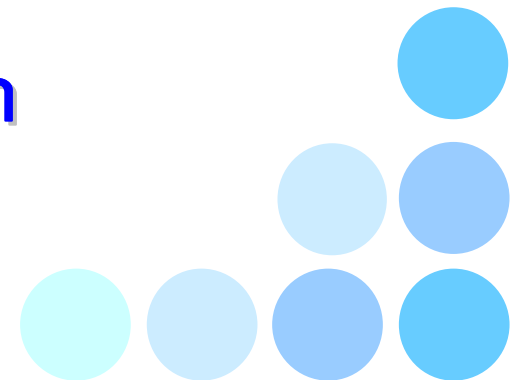




Financial Results for the 1st Half Ended September 30, 2007

October 31, 2007

OMRON Corporation



Contents

1. Executive Summary
2. Results for the 1st Half Ended September 30, 2007
3. Forecast for the Full Year Ending March 31, 2008
4. Reference

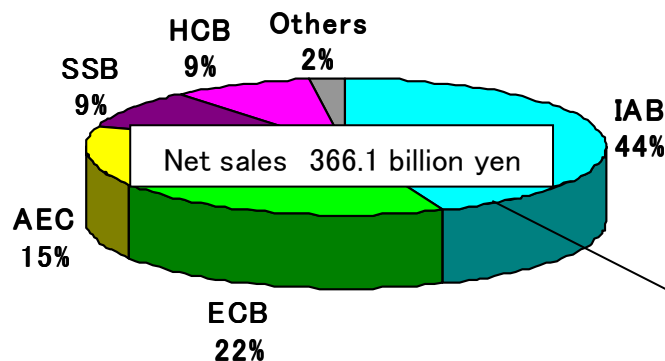
Notes:

1. The financial statements are prepared in accordance with U.S. GAAP.
2. Includes 164 consolidated subsidiaries and 23 affiliated companies accounted for by the equity method.
3. Projections of results and future developments are based on information available to the Company at the present time, as well as certain assumptions judged by the Company to be reasonable. Various factors could cause actual results to differ materially from these projections. Major factors influencing Omron's actual results include, but are not limited to, (i) the economic conditions surrounding the Company's businesses in Japan and overseas, (ii) demand trends for the Company's products and services, (iii) the ability of the Omron Group to develop new technologies and new products, (iv) major changes in the fund-raising environment, (v) tie-ups or cooperative relationships with other companies, and (vi) movements in currency exchange rates and stock markets.



Main Business Areas

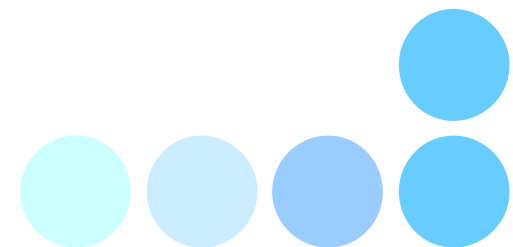
Industrial Automation	
IAB	: Sensing Devices, Control Devices, Safety Devices, Inspection Systems, etc.
Electronic components	
ECB	: Relays, Switches, Connectors, Micro Lens Arrays, Backlights for LCD, Optical Communications Devices, etc.
Automotive Electronics	
AEC	: Keyless Entry System, Power Window Switches, Automotive relays Components, Laser Radars, TPMS etc.
Social Systems	
SSB	: Passenger Gates, Ticket Vending Machines, Road Management System, Security Management Systems, Face Recognition Systems, etc.
Healthcare Equipment	
HCB	: Digital Blood Pressure Monitors, Body Composition Analyzers Nebulizer, etc.
Others	
Others	: Personal Computer Peripherals, RFID Systems, etc



Results for the 1H FY2007



1. Executive Summary



Executive Summary

FY2007 is the final year toward achieving second-stage objectives of GD2010

Laying the foundation of a profitable growth structure – ‘Prioritizing Profit to Achieve GD2010 Second-stage Goals’

* Pursuant to Statement of Financial Accounting Standards (SFAS), figures for the fiscal year ended March 2007 and the 1st Half ended Sept. 30, 2006 have been reclassified in relation to operations discontinued during the 1st Half ended Sept. 30, 2007

1st Half Results and Key Points

■ Consolidated sales and operating income increased from same period in previous year, but did not reach targets

Consolidated	Result	vs. same period in prev. year	vs. original target	
Net sales	¥366.1 billion	113.0%	97.6%	(Operating margin 7.3%)
Operating income	¥26.6 billion	114.2%	88.6%	(NIBT margin 7.5%)
NIBT	¥27.3 billion	93.9%	94.2%	(NI margin 5.1%)
Net income	¥18.8 billion	127.1%	94.0%	

■ Consolidated net sales: 13% increase over previous 1H due to factors including overseas sales increase and foreign exchange gains and sales increase from M&A; 2% short of target, mainly due to decline in domestic sales of control equipment (IAB) and weak sales of electronic components (ECB)

■ Operating income: Main factors behind the 14% increase over previous 1H are sales increase and the benefit of manufacturing structural reforms (refer to p.10 for details); 11% short of target due mainly to lower-than-expected sales (refer to p.11 for details)

■ NIBT: 6% decrease against original target, due mainly to lower-than-expected operating income

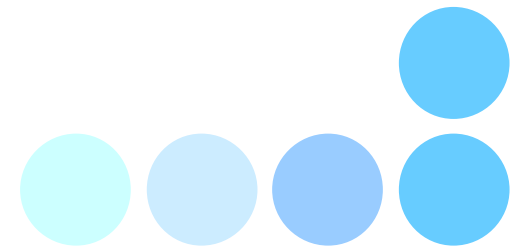
■ Business summary: Control equipment (IAB) in Japan and electronic components business (ECB) faced weak market conditions

Full-Year Forecasts and Key Points

■ Net sales, operating income and NIBT have been revised against original targets

Consolidated	Year ending March 31, 2008	vs. same period in prev. year	
Net sales	¥785.0 billion	108.4%	
Operating income	¥71.0 billion	114.4%	(Operating margin 9.0%)
NIBT	¥71.0 billion	110.5%	(NIBT margin 9.0%)
Net income	¥46.0 billion	120.2%	(NI margin 5.9%)

2. Results for the 1st Half Ended September 30, 2007



Sales: ¥366.1 b ; Operating margin : 7.3%
 Consolidated sales and operating income increased from same period
 in previous year, but did not reach targets

(billions of yen)

P/L	FY2006 1H Actual(1)	FY2007 1H Actual(2)	YoY Change (2)/(1)	FY2007 1H Original target(3)	Change from Original target (2)/(3)
Net sales	324.1	366.1	113.0%	375.0	97.6%
Gross profit	125.6	138.9	110.6%	141.5	98.2%
SG&A expense	78.2	87.5	111.9%	83.0	105.5%
R&D expense	24.1	24.8	102.8%	28.5	86.9%
Operating income	23.3	26.6	114.2%	30.0	88.6%
NIBT	29.1	27.3	93.8%	29.0	94.2%
NI from continuing OP	14.3	15.7	109.8%	17.0	92.6%
NI from discontinued OP	0.5	3.1	668.5%	3.0	101.8%
NIAT	14.8	18.8	127.1%	20.0	94.0%
					(yen)
USD	115.6	119.0	3.4	115.0	4.0
EUR	146.2	162.1	15.9	153.0	9.1

Sales increased over same period in previous year in Japan and overseas,
but fell short of target in Japan

IAB, ECB and AEC sales were higher than same period in previous year,
but only AEC and Others segments reached targets

(billions of yen)

	FY2006 1H	FY2007 1H	YoY Change	FY2007 1H	Change from Original target
Japan/Overseas	Actual(1)	Actual(2)	(2)/(1)	Original target(3)	(2)/(3)
Japan	165.4	166.2	100.5%	181.0	91.8%
Overseas*	158.7	199.9	125.9%	194.0	103.0%
Total	324.1	366.1	113.0%	375.0	97.6%
* Overseas includes direct exports					
By business	(1)	(2)	(2)/(1)	Original target(3)	(2)/(3)
IAB	146.9	160.9	109.6%	164.2	98.0%
ECB	62.1	79.3	127.8%	86.3	91.9%
AEC	42.8	53.1	124.2%	49.4	107.5%
SSB	34.3	33.0	95.9%	34.6	95.2%
HCB	30.6	32.2	105.0%	33.7	95.4%
Others	7.4	7.6	102.8%	6.8	112.1%
Total	324.1	366.1	113.0%	375.0	97.6%

AEC and HCB were close to original target

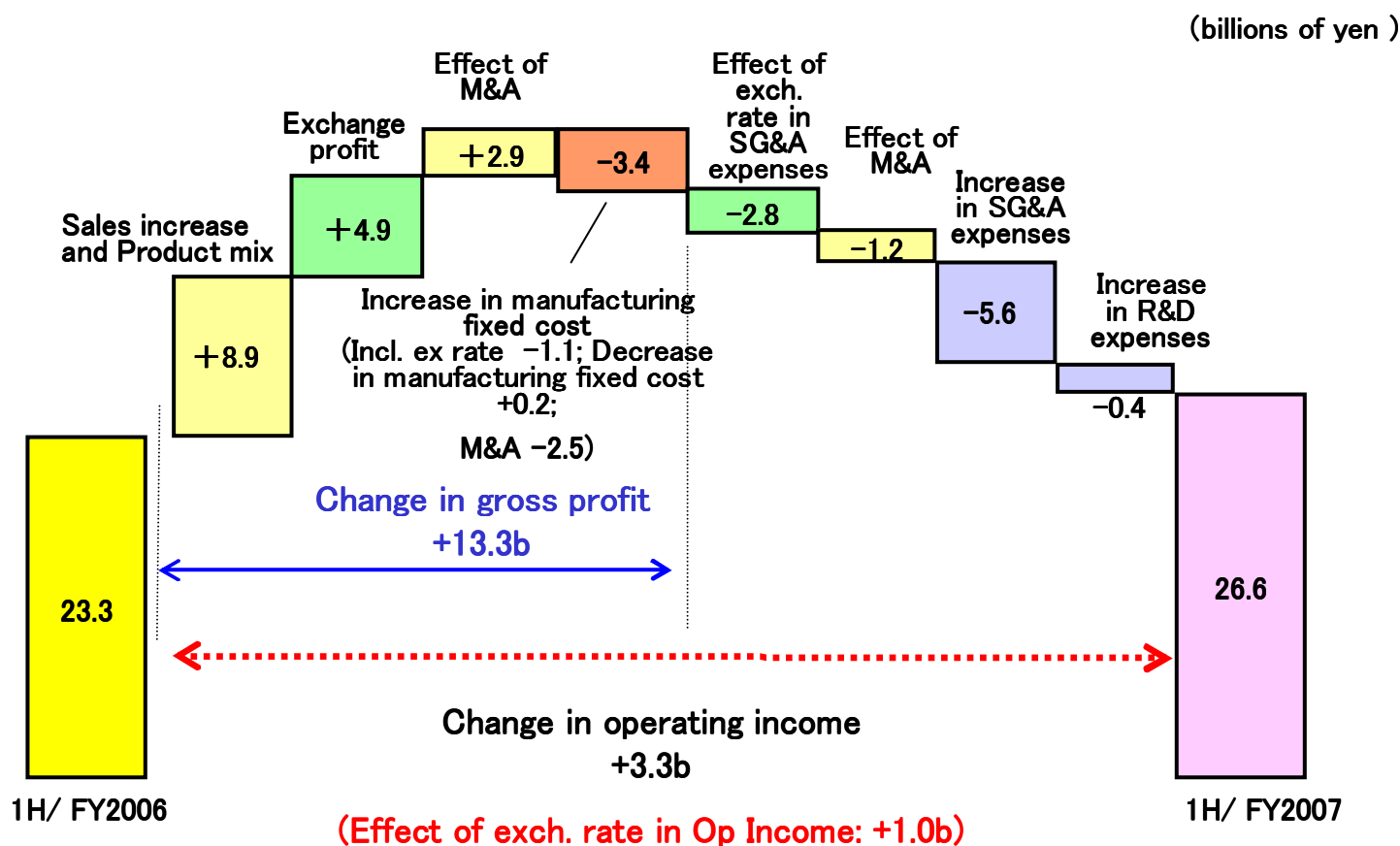
However IAB and ECB did not reach targets

(billions of yen)

By Business	FY2006 1H Actual(1)	FY2007 1H Actual(2)	YoY Change (2)/(1)	FY2007 1H Original target(3)	Change from Original target (2)/(3)
IAB	22.5	24.6	109.4%	28.6	86.1%
ECB	6.7	6.0	90.1%	6.9	87.6%
AEC	-2.0	0.5	-	0.4	123.7%
SSB	-0.9	0.0	-	-1.5	-
HCB	3.7	3.3	87.9%	3.8	86.0%
Others	0.8	0.2	23.5%	-0.5	-
HQ Cost/Elimination	-7.5	-8.1	-	-7.7	-
Total	23.3	26.6	114.2%	30.0	88.6%

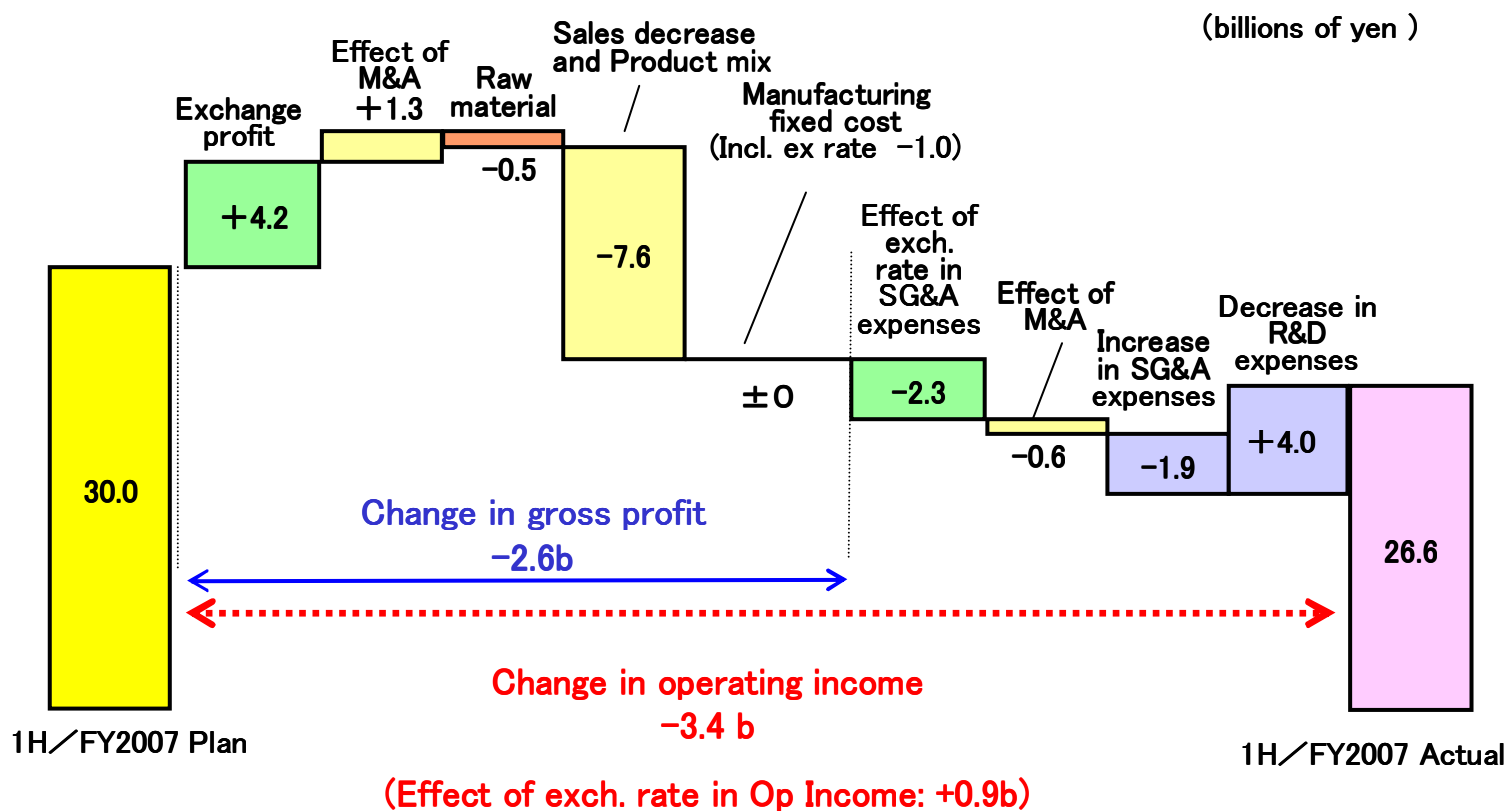
Breakdown of Changes in Operating Income (comparison to previous year)

Net increase in sales and benefits of manufacturing structural reforms were countered by increase in SG&A expenses, but operating income ultimately rose over same period in previous year due to foreign exchange gains



Breakdown of Changes in Operating Income (comparison to original target)

Efforts to contain fixed costs did not fully offset decline in gross profit due to shortfall in sales.
Operating income was below target



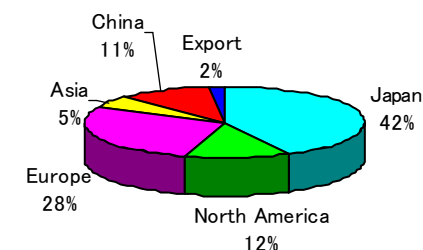
10% increase over previous 1H, Sales ¥160.9 billion; Operating margin 15.3%

Despite results from strengthening applications business,
domestic sales did not reach target. Overseas sales were steady

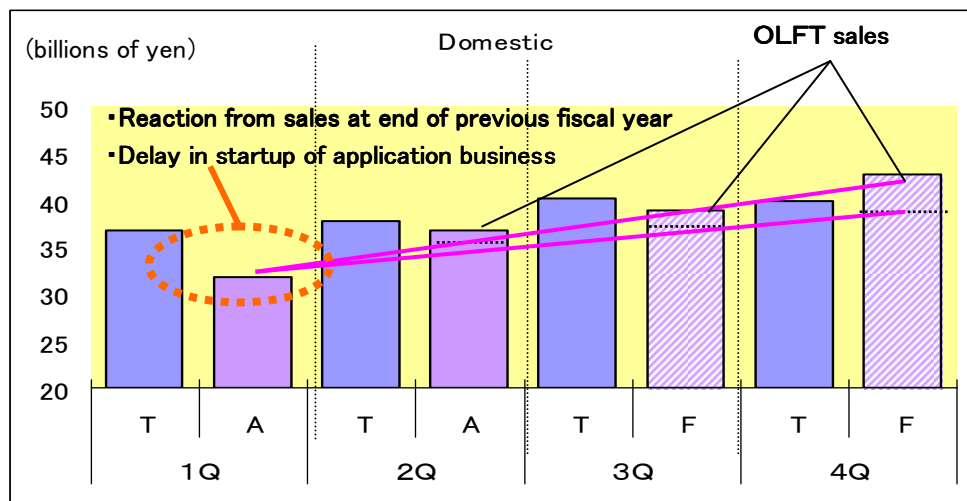
(billions of yen)

IAB	FY2006 1H Actual(1)	FY2007 1H Actual(2)	YoY Change (2)/(1)	FY2007 1H Original target(3)	Change from Original target (2)/(3)
Japan	68.8	68.5	99.6%	74.5	92.0%
Overseas	78.1	92.4	118.3%	89.7	103.0%
North America	15.6	19.0	121.1%	18.9	100.3%
Europe	38.3	44.7	116.7%	41.8	107.0%
Asia	6.9	7.8	113.2%	7.7	101.4%
China	14.3	18.1	126.7%	18.0	100.6%
Export	3.0	2.8	95.2%	3.3	85.2%
Total	146.9	160.9	109.6%	164.2	98.0%
Operating income	22.5	24.6	109.4%	28.6	86.1%
Operating income ratio	15.3%	15.3%		17.4%	

Sales by region



T: Target A: Actual F: Forecast

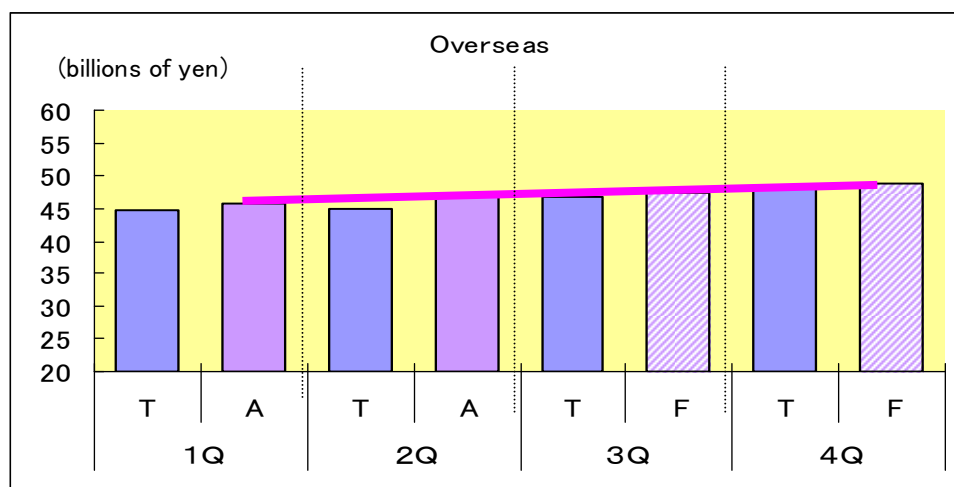


1H Domestic sales did not reach target

- Increase from M&A (OLFT) unable to cover 1Q shortfall
- Applications business began showing results in 2Q, but struggled in basic area

2H Domestic sales forecast and measures

- Generate stronger results in applications business, secure sales in basic area
- Focus further on LCD industry, with OLFT as linchpin



1H Overseas sales met original target

- Solid performance due in part to positive currency translation effect
- U.S.: Strong sales to oil and gas-related industry
- Europe: Generally strong, supported by buoyant economy
- Asia & China: Solid performance

2H Overseas sales forecast

- Outlook in line with original target

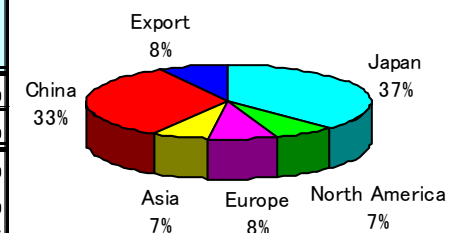
28% increase over previous 1H, Sales ¥79.3 billion; Operating margin 7.6%

Did not reach target due to weak sales of small-size backlight business
(Omron Precision Technology) and amusement business

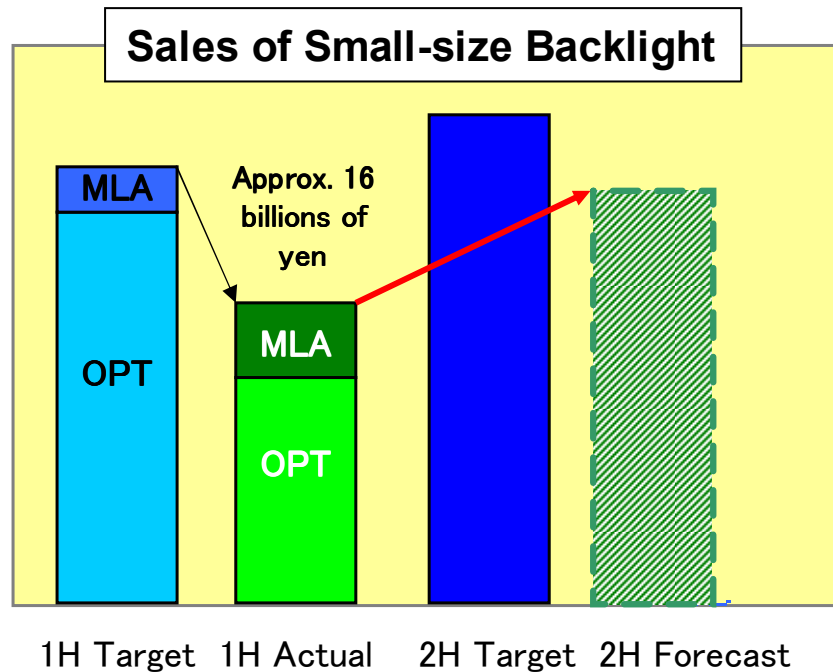
(billions of yen)

ECB	FY2006	FY2007	YoY Change (2)/(1)	FY2007	Change from Original target (2)/(3)
	1H Actual(1)	1H Actual(2)		1H Original target(3)	
Japan	27.0	29.7	110.2%	36.1	82.4%
Overseas	35.1	49.6	141.3%	50.2	98.7%
North America	5.5	5.5	100.4%	6.0	90.8%
Europe	5.7	6.1	107.3%	6.2	99.8%
Asia	3.9	5.2	133.3%	4.5	115.6%
China	12.6	26.2	208.5%	28.6	91.7%
Export	7.4	6.5	87.9%	4.9	133.0%
Total	62.1	79.3	127.8%	86.3	91.9%
Operating income	6.7	6.0	90.1%	6.9	87.6%
Operating income ratio	10.8%	7.6%		8.0%	

Sales by region



Sales of small-size backlights were up substantially from the previous year, but did not reach target due to customer circumstances
Recovery expected in second half from cultivation of new customer demand, etc., but reaching original target will be difficult, even over full year



MLA small-size backlights performed well, exceeding target

OPT small-size backlights on recovery track in second half with cultivation of new demand, etc.

Consolidation strategy of Small-size Backlight Business

Consolidation

- MLA will be consolidated into OPT in Nov. 2007; will aim to speed up integration effects
- Strengthen business by consolidating Omron's optical control and precision machining technologies and OPT's production technology

Mid and long term target

- Full-scale expansion into medium-sized backlights

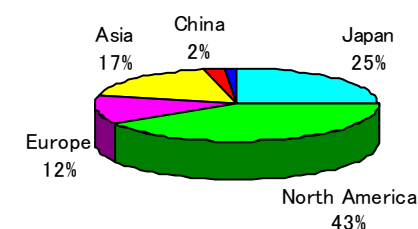
24% increase over previous 1H, Sales ¥53.1 billion; Operating margin 1.0%

Secured operating profit with solid domestic sales, overseas sales growth due to positive exchange rate effect, and improvement of manufacturing structure

(billions of yen)

AEC	FY2006 1H	FY2007 1H	YoY Change	FY2007 1H	Change from Original target
	Actual(1)	Actual(2)	(2)/(1)	Original target(3)	(2)/(3)
Japan	13.1	12.9	99.1%	12.3	105.2%
Overseas	29.7	40.2	135.2%	37.1	108.3%
North America	17.7	22.3	126.4%	21.3	104.8%
Europe	4.5	6.6	146.4%	6.2	105.6%
Asia	7.1	9.2	130.0%	8.4	109.9%
China	0.5	1.3	275.8%	1.2	107.8%
Export	0.0	0.8	-	0.0	-
Total	42.8	53.1	124.2%	49.4	107.5%
Operating income	-2.0	0.5	-	0.4	123.7%
Operating income ratio	-	1.0%		0.9%	

Sales by region

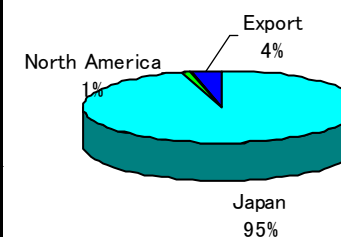


Net sales: ¥33.0 billion; Did not reach sales target as themes were delayed until Q3. Major improvement on operating income basis

(billions of yen)

SSB	FY2006 1H	FY2007 1H	YoY Change	FY2007 1H	Change from Original target
	Actual(1)	Actual(2)	(2)/(1)	Original target(3)	(2)/(3)
Japan	33.2	31.4	94.4%	33.4	93.9%
Overseas	1.1	1.6	142.3%	1.2	133.3%
North America	0.1	0.4	253.3%	0.5	73.0%
Europe	0.0	0.0	-	0.0	-
Asia	0.0	0.0	-	0.0	-
China	0.0	0.0	-	0.0	-
Export	1.0	1.2	125.8%	0.7	175.8%
Total	34.3	33.0	95.9%	34.6	95.2%
Operating income	-0.9	0.0	-	-1.5	-
Operating income ratio	-	0.1%	-	-	-

Sales by region



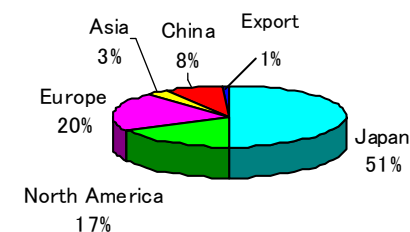
Sales ¥32.2 billion; Operating margin 10.1%

Weak domestic sales of medical equipment. Overseas, European and Chinese sales remain strong

(billions of yen)

HCB	FY2006 1H Actual(1)	FY2007 1H Actual(2)	YoY Change (2)/(1)	FY2007 1H Original target(3)	Change from Original target (2)/(3)
Japan	16.0	16.1	100.7%	18.0	89.9%
Overseas	14.6	16.1	109.7%	15.7	102.0%
North America	6.6	5.6	85.8%	6.3	88.9%
Europe	5.7	6.5	114.7%	6.2	105.3%
Asia	0.8	1.0	131.3%	1.0	105.7%
China	1.5	2.6	175.3%	2.0	132.2%
Export	0.1	0.3	231.0%	0.3	98.3%
Total	30.6	32.2	105.0%	33.7	95.4%
Operating income	3.7	3.3	87.9%	3.8	86.0%
Operating income ratio	12.1%	10.1%		11.2%	

Sales by region



Net worth ratio: 62.7%
Increased from previous fiscal year end by 2.0 points
due to increase in retained earnings

(billions of yen)

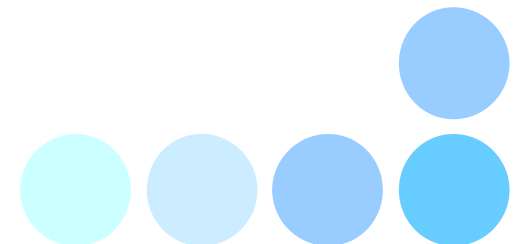
B/S	Sep. 2006	March 2007	Sep. 2007
Total Assets	610.4	630.3	620.5
Cash and cash equivalents	46.6	43.0	39.1
Notes and accounts receivable – trade	147.1	173.4	151.1
Inventories	100.1	94.1	103.7
Other current assets	31.5	31.5	31.5
Net Property, Plant and Equipment	158.8	159.3	159.5
Investments and Other Assets	126.3	129.0	135.7
Total Liabilities	253.1	247.5	231.6
Bank Loans / Current portion of L/T debt	30.2	20.1	17.6
Long-term debt	1.8	1.7	2.2
Other liabilities	221.1	225.7	211.8
Shareholders' Equity	357.3	382.8	388.9

**Net cash used in investing activities was ¥19.3 billion
due to future-oriented business acquisitions**

(billions of yen)

C/F	Sep. 2006	Sep. 2007	(Reference) March 2007
Net cash provided by operating activities	10.9	32.1	40.5
Net cash provided by (used in) investing activities	-26.6	-19.3	-47.1
Free cash flow	-15.7	12.8	-6.6
Net cash used in financing activities	9.0	-17.9	-4.7
Effect of exchange rate changes	1.0	1.1	1.9
Net increase (decrease)	-5.7	-3.9	-9.3
Cash and cash equivalents at end of the period	46.6	39.1	43.0

3. Forecast for the Full Year Ending March 31, 2008



Despite net increase from currency translation and M&A (OLFT), original target revised due to weak sales of IAB (domestic) and ECB (backlights)

(billions of yen)

	FY2006 Actual	FY2007 Forecasts	YOY Change %	FY2007 Target	Change from Original target %
Net sales	723.9	785.0	108.4%	800.0	98.1%
Gross profit	278.2	303.5	109.1%	309.5	98.1%
SG&A	164.2	177.5	108.1%	178.0	99.7%
R&D	52.0	55.0	105.7%	56.5	97.3%
Operating income	62.0	71.0	114.4%	75.0	94.7%
NIBT	64.3	71.0	110.5%	72.0	98.6%
NI from continuing OP	37.1	42.9	115.8%	43.0	99.9%
NI from discontinued OP	1.2	3.1	257.6%	3.0	101.8%
NIAT	38.3	46.0	120.2%	46.0	100.0%

* Results for the year ended March 2007(FY2006) after reclassification of discontinued operations

Despite net increase from currency translation and M&A (OLFT), original target revised due to weak sales of IAB (domestic) and ECB (backlights)

(billions of yen)

Japan/Overseas	FY2006 Actual	FY2007 Forecasts	YoY Change	FY2007 Original target	Change from Original target
Japan	375.2	377.5	100.6%	396.5	95.2%
Overseas*	348.7	407.5	116.9%	403.5	101.0%
Total	723.9	785.0	108.4%	800.0	98.1%

*Direct export is included in Overseas amount.

By business	(1)	(2)	(2)/(1)	(3)	(2)/(3)
IAB	305.6	339.0	110.9%	339.5	99.9%
ECB	138.4	162.5	117.5%	180.5	90.0%
AEC	93.3	105.0	112.5%	100.0	105.0%
SSB	105.9	88.0	83.1%	90.0	97.8%
HCB	65.7	73.5	111.8%	73.5	100.0%
Others	15.0	17.0	113.6%	16.5	103.1%
Total	723.9	785.0	108.4%	800.0	98.1%

* Results for the year ended March 2007(FY2006) after reclassification of discontinued operations

Automotive electronics (AEC), social systems (SSB) and healthcare (HCB) are performing in line with target, but targets for IAB and ECB revised

(billions of yen)

By Business	FY2006 Actual	FY2007 Forecasts	YoY Change	FY2007 Original target	Change from Original target
IAB	48.5	61.0	125.8%	64.6	94.5%
ECB	13.1	14.0	107.0%	15.3	91.6%
AEC	-1.2	1.4	-	1.4	100.0%
SSB	8.1	7.3	90.4%	7.3	100.0%
HCB	8.7	9.5	109.4%	9.5	100.0%
Others	0.4	0.1	22.0%	-0.6	-
HQ Cost/Elimination	-15.6	-22.2	-	-22.4	-
Total	62.0	71.0	114.5%	75.0	94.7%



(Reference)

Progress of Key Strategic Themes



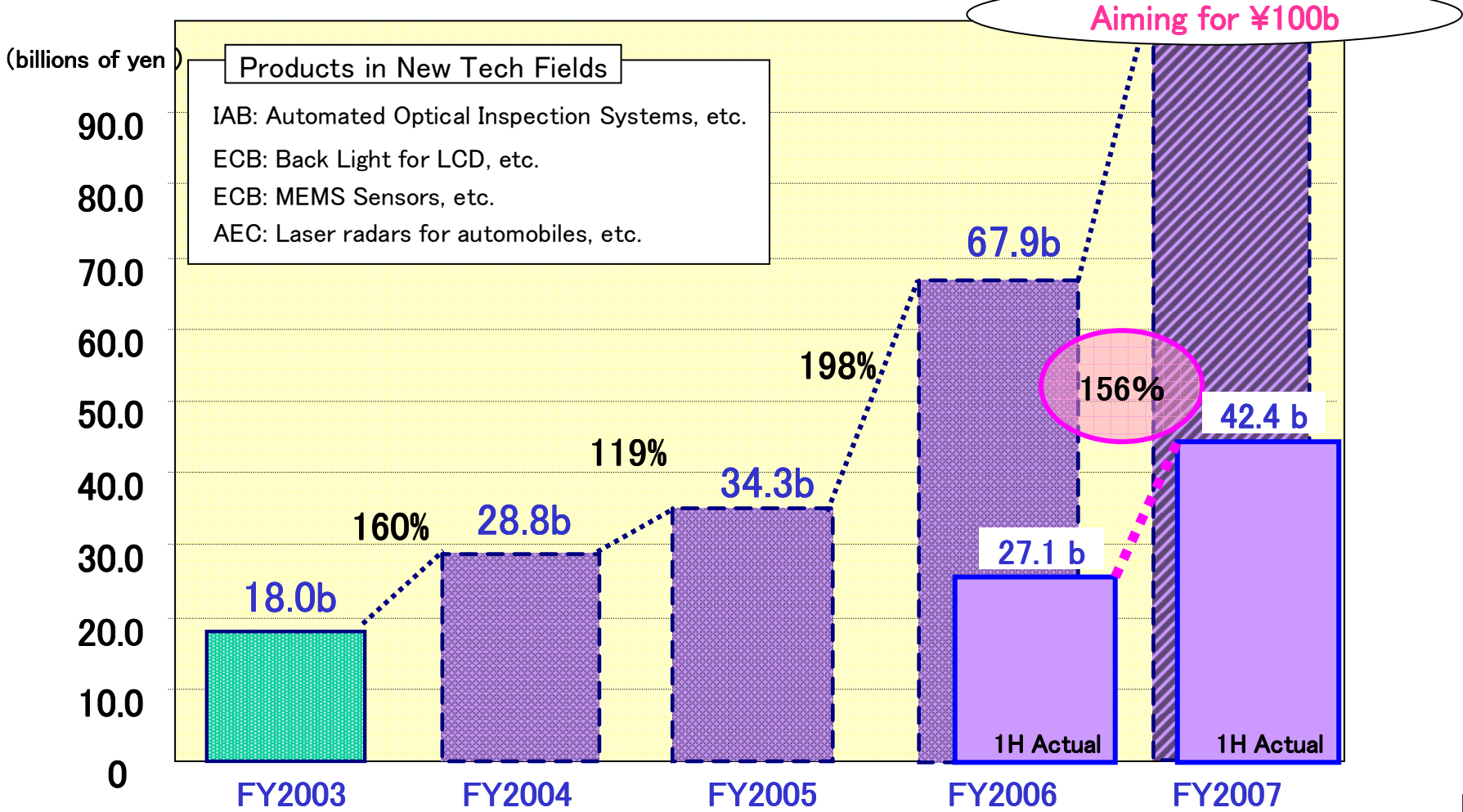
FY2007

Progress of Key Strategic Themes (1) Sales Growth in New Tech Fields

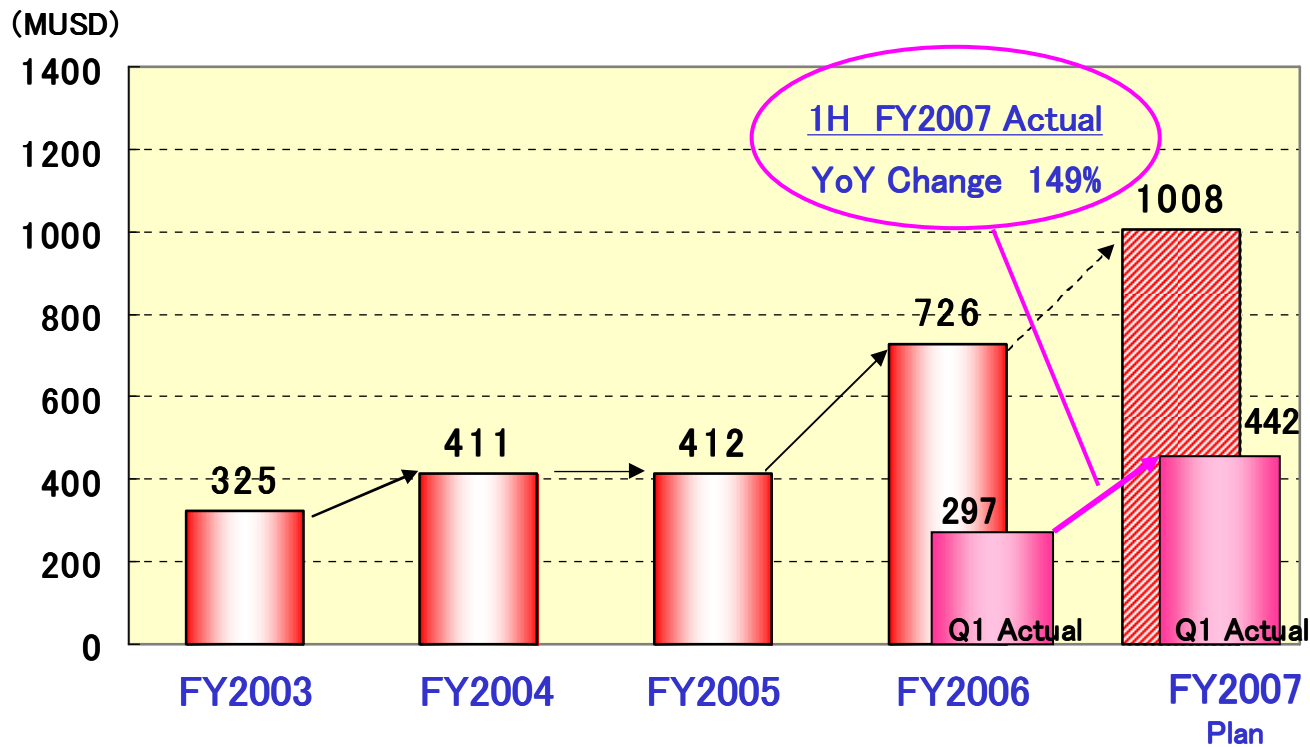


Sensing tomorrow™

Sharp increase over previous period due to contribution of M&A (OPT/OLFT), etc.

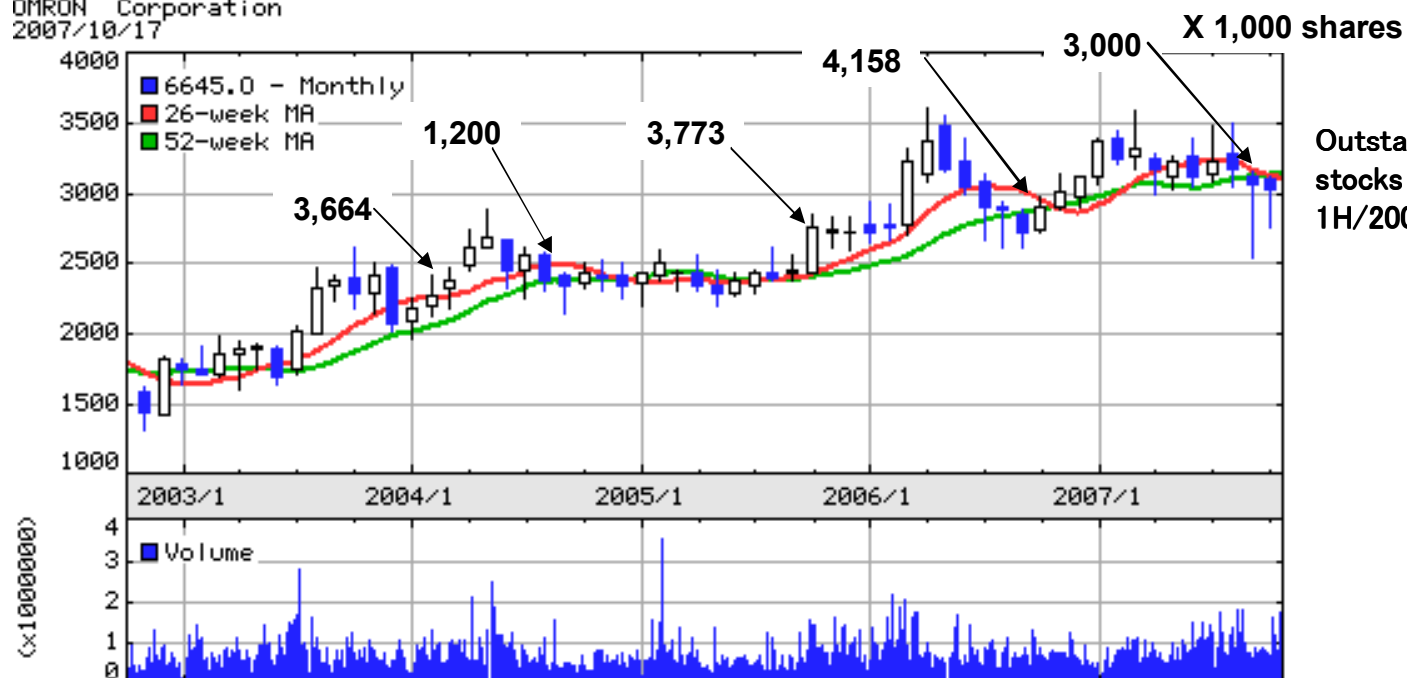


Sales of OPT made strong contribution
Sales up 149% year-on-year



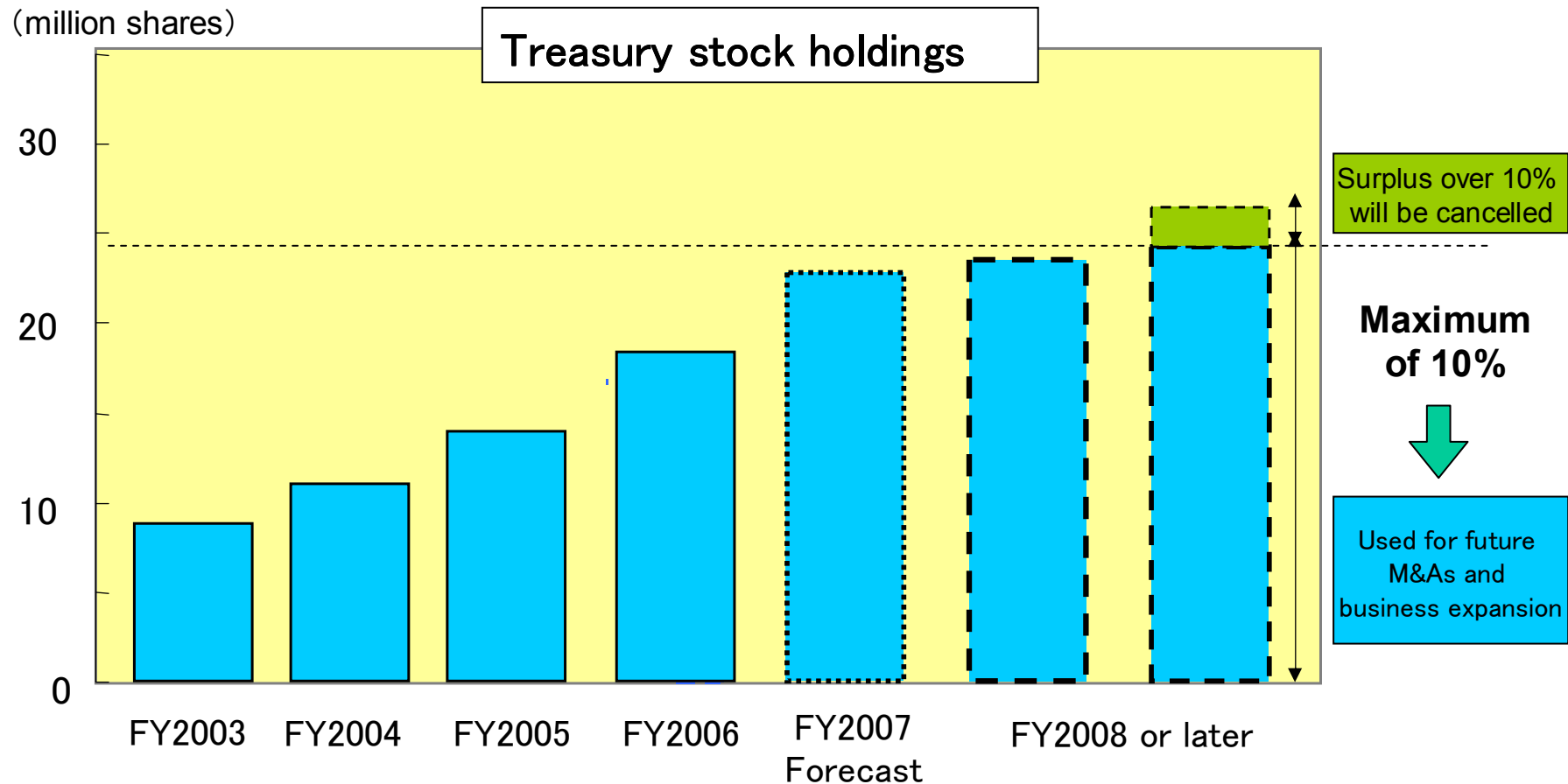
Implementing annual share repurchases by resolution of general shareholders' meeting
 Repurchased 3 million shares in first half of current fiscal year at cost of approximately
 ¥8.9 billion

	2004/2/6 (Actual)	2004/8/3 (Actual)	2005/11/10 (Actual)	2006/8/10 (Actual)	2007/9/14 (Actual)	Total
Purchased shares	3,664,200	1,200,000	3,773,000	4,158,500	3,000,000	15,795,700
Price/share	2,260	2,400	2,650	2,675	2,975	2,609 (avg.)

 OMRON Corporation
 2007/10/17


Outstanding Treasury
 stocks at the end of
 1H/2007: 21,445,542shares

Treasury stock holdings will be limited to a maximum of 10% of total outstanding shares including treasury stock (approx. 249 million shares). Surplus treasury stock will be cancelled
Holdings of treasury stock will be used for future M&As and business expansion



Supplementary Information

- Stock Listings : Osaka, Tokyo, Nagoya, Frankfurt
- Ticker Symbol Number : 6645
- American Depositary Receipts
 - Type : Level 1 with sponsorship
 - ADR Ratio : 1 Common Stock of Omron = 1ADR
 - Listing : Over the Counter (OTC)
 - Symbol : OMRNY
 - Depository : JPMorgan Chase Bank
- Homepage :
 - <http://www.omron.co.jp> (Japanese)
 - <http://www.omron.com> (English)
- Contact :
 - Investor Relations Department
 - Tel. : 81-3-3436-7170
 - E-mail : omron_ir@omron.co.jp

