

January 20, 2009

Brother Industries, Ltd. ("Brother") corrected the "Consolidated Results for the 2nd Quarter of Fiscal Year ending March 31, 2009" and "Consolidated Statements of Cash Flows" of six months ended September 30, 2008. Corrections are underlined.

[Corrections]

1. On page 3 of "Consolidated Results for the 2nd Quarter of Fiscal Year ending March 31, 2009"

(Before correction)

CONSOLIDATED STATEMENTS OF INCOME

	Millions of yen		Thousands of U.S. dollars
	Six months ended September 30, 2008	Six months ended September 30, 2007	Six months ended September 30, 2008
Net sales	Y 256,597	Y 278,339	\$ 2,565,977
Cost of sales	145,818	163,500	1,458,184
Gross profit	110,779	114,838	1,107,794
Selling, general and administrative expenses	93,541	88,335	935,412
Operating income	17,238	26,502	172,382
Non-operating income (expenses):			
Interest and dividend income	<u>2,338</u>	1,572	<u>23,382</u>
Interest expenses	<u>(432)</u>	(306)	<u>(4,320)</u>
Other, net	<u>(3,051)</u>	(6,233)	<u>(30,514)</u>
Current profits	16,092	21,534	160,930

(After correction)

CONSOLIDATED STATEMENTS OF INCOME

	Millions of yen		Thousands of U.S. dollars
	Six months ended September 30, 2008	Six months ended September 30, 2007	Six months ended September 30, 2008
Net sales	Y 256,597	Y 278,339	\$ 2,565,977
Cost of sales	145,818	163,500	1,458,184
Gross profit	110,779	114,838	1,107,794
Selling, general and administrative expenses	93,541	88,335	935,412
Operating income	17,238	26,502	172,382
Non-operating income (expenses):			
Interest and dividend income	<u>1,709</u>	1,572	<u>17,094</u>
Interest expenses	<u>(222)</u>	(306)	<u>(2,221)</u>
Other, net	<u>(2,632)</u>	(6,233)	<u>(26,325)</u>
Current profits	16,092	21,534	160,930

2. On page 4 of “Consolidated Results for the 2nd Quarter of Fiscal Year ending March 31, 2009”

(Before correction)

CONSOLIDATED STATEMENTS OF INCOME

	Millions of yen	Thousands of U.S. dollars
	Three months ended September 30, 2008	Three months ended September 30, 2008
Net sales	Y 130,493	\$ 1,304,937
Cost of sales	<u>73,908</u>	<u>739,080</u>
Gross profit	56,585	565,857
Selling, general and administrative expenses	<u>48,554</u>	<u>485,545</u>
Operating income	8,031	80,312
Non-operating income (expenses):		
Interest and dividend income	<u>1,309</u>	<u>13,092</u>
Interest expenses	<u>(318)</u>	<u>(3,189)</u>
Other, net	<u>(2,546)</u>	<u>(25,465)</u>
Current profits	6,474	64,750

(After correction)

CONSOLIDATED STATEMENTS OF INCOME

	Millions of yen	Thousands of U.S. dollars
	Three months ended September 30, 2008	Three months ended September 30, 2008
Net sales	Y 130,493	\$ 1,304,937
Cost of sales	<u>73,908</u>	<u>739,080</u>
Gross profit	56,585	565,857
Selling, general and administrative expenses	<u>48,554</u>	<u>485,545</u>
Operating income	8,031	80,312
Non-operating income (expenses):		
Interest and dividend income	<u>680</u>	<u>6,804</u>
Interest expenses	<u>(108)</u>	<u>(1,089)</u>
Other, net	<u>(2,127)</u>	<u>(21,276)</u>
Current profits	6,474	64,750

3. "Consolidated Statements of Cash Flows" of six months ended September 30, 2008.

(Before correction)

CONSOLIDATED STATEMENTS OF CASH FLOWS

	Millions of yen		Thousands of U.S. dollars	
	Six months ended September 30, 2008		Six months ended September 30, 2008	
<b>OPERATING ACTIVITIES:</b>				
Income before income taxes and minority interests	Y	16,356	\$	163,565
Adjustments for:				
Depreciation and amortization		10,980		109,803
Amortization of goodwill		350		3,508
Provision for (Reversal of) allowance for doubtful accounts		313		3,140
Provision for (Reversal of) retirement benefits		(26)		(268)
Provision for (Reversal of) product warranty		(806)		(8,065)
Provision for (Reversal of) copyright fees		2,084		20,849
Interest and dividend income		<u>(2,338)</u>		<u>(23,382)</u>
Interest expenses		<u>432</u>		<u>4,320</u>
Foreign exchange loss (gain)		2,685		26,859
Equity in loss (earnings) of affiliates		(91)		(920)
Loss (Gain) on sales of property, plant and equipment, net		75		754
Valuation loss (gain) on investment securities		58		587
Decrease (Increase) in trade notes and accounts receivable		610		6,100
Decrease (Increase) in inventories		(10,344)		(103,450)
Increase (Decrease) in trade notes and accounts payable		7,282		72,821
Increase (Decrease) in accrued expenses		(1,093)		(10,937)
Other, net		<u>(3,178)</u>		<u>(31,781)</u>
Cash generated from operations		<u>23,350</u>		<u>233,503</u>
Interest and dividend received		<u>2,338</u>		<u>23,382</u>
Interest paid		<u>432</u>		<u>4,321</u>
Income taxes paid		<u>(6,004)</u>		<u>(60,048)</u>
Net cash provided by operating activities	Y	<u>19,251</u>	\$	<u>192,515</u>

(After correction)

CONSOLIDATED STATEMENTS OF CASH FLOWS

	Millions of yen		Thousands of U.S. dollars	
	Six months ended September 30, 2008		Six months ended September 30, 2008	
<b>OPERATING ACTIVITIES:</b>				
Income before income taxes and minority interests	Y	16,356	\$	163,565
Adjustments for:				
Depreciation and amortization		10,980		109,803
Amortization of goodwill		350		3,508
Provision for (Reversal of) allowance for doubtful accounts		313		3,140
Provision for (Reversal of) retirement benefits		(26)		(268)
Provision for (Reversal of) product warranty		(806)		(8,065)
Provision for (Reversal of) copyright fees		2,084		20,849
Interest and dividend income		<u>(1,709)</u>		<u>(17,094)</u>
Interest expenses		<u>222</u>		<u>2,221</u>
Foreign exchange loss (gain)		2,685		26,859
Equity in loss (earnings) of affiliates		(91)		(920)
Loss (Gain) on sales of property, plant and equipment, net		75		754
Valuation loss (gain) on investment securities		58		587
Decrease (Increase) in trade notes and accounts receivable		610		6,100
Decrease (Increase) in inventories		(10,344)		(103,450)
Increase (Decrease) in trade notes and accounts payable		7,282		72,821
Increase (Decrease) in accrued expenses		(1,093)		(10,937)
Other, net		<u>(3,178)</u>		<u>(31,781)</u>
Cash generated from operations		<u>23,769</u>		<u>237,691</u>
Interest and dividend received		<u>1,709</u>		<u>17,094</u>
Interest paid		<u>(222)</u>		<u>(2,221)</u>
Income taxes paid		<u>(6,004)</u>		<u>(60,048)</u>
Net cash provided by operating activities	Y	<u>19,251</u>	\$	<u>192,515</u>