

Trend Micro Announces Record First Quarter Consolidated Results

Sales grow 47% YoY and ordinary income rises 36% in 1Q 2002

Tokyo, Japan - April 19, 2002 - Trend Micro Inc. (TSE: 4704; Nasdaq: TMIC), a worldwide leader in network antivirus and Internet content security solutions, reported consolidated net sales of 9,752 million yen, or US \$ 75.02 million, and ordinary income of 3,068 million yen, or US \$23.60 million, for the first quarter of fiscal 2002, ended March 31, 2002. The figures reflect gains of 47.2% in sales and 36.3% in ordinary income compared with the same period a year ago. (Exchange rate 1US\$ = 130 JPY)

1. Consolidated Unaudited Results of Operations for First Quarter Ending March 31, 2002 (Japanese GAAP)

*Figures for the first quarter of 2002 and 2001 are not audited, and figures in US\$ are just pro forma, exchanged by rate: 1US\$=130JPY.

(1) Consolidated Results of Operations

	2002		2001		Growth Rate
	Current first quarter From January 1, 2002 To March 31, 2002		Previous first quarter From January 1, 2001 To March 31, 2001		
	Millions of yen	Millions of US\$	Millions of yen	Millions of US\$	%
Sales	9,752	75.02	6,626	50.97	47.2
Cost of sales	596	4.59	395	3.04	50.8
Gross profit	9,156	70.43	6,230	47.93	46.9
Selling, general and administrative expenses	6,125	47.12	4,226	32.51	44.9
Operating income	3,030	23.31	2,004	15.42	51.2
Non-operating income	119	0.92	458	3.53	-73.9
Non-operating expense	79	0.61	210	1.62	-62.2
Ordinary income	3,070	23.62	2,252	17.33	36.3
Unusual gains	-	-			
Unusual losses	2	0.02			
Income before taxes <Note>	3,068	23.60			
Corporate, inhabitant and enterprise tax	1,365				
Net income <Note>	1,702	13.10			

<Note> Trend Micro has begun reporting its income before taxes and net income in this first quarter of 2002.

Figures for Trend Micro's income before taxes and net income for the first quarter of 2001 are not available.

(2) Geographic segment information

Sales to third parties

	2002		2001	
	Current first quarter From January 1, 2002 To March 31, 2002		Previous first quarter From January 1, 2001 To March 31, 2001	
	Millions of yen	Millions of US\$	Millions of yen	Millions of US\$
Japan	3,967	30.52	2,619	20.15
North America	2,412	18.56	2,003	15.41
Europe	2,194	16.88	1,340	10.31
Asia and Oceania	892	6.87	480	3.69
Others	284	2.19	182	1.40
Total	9,752	75.02	6,626	50.97

<Note> 1. Classification of countries and regions is based on geographical proximity.

2. Classification of countries and regions into each geographic segment.

North America : U.S.A.

Europe : Italy, Germany, France, UK

Asia and Oceania : Taiwan, Korea, Australia, Hong Kong, Malaysia, New Zealand, China

Others : Brazil, Mexico

(3) Basis of consolidation

The number of consolidated subsidiaries 16 (16 in overseas)

The number of unconsolidated subsidiaries -

(4) Increase (Decrease) of major assets and liabilities

	As of March 31, 2002		Increase (Decrease)		As of December 31, 2001	
	Millions of yen	Millions of US\$	Millions of yen	Millions of US\$	Millions of yen	Millions of US\$
(Assets)						
Cash and bank deposits	43,067	331.29	2,214	17.04	40,853	314.26
Notes and accounts receivable, trade	10,180	78.31	-2,100	16.16	12,280	94.47
Investments in securities	2,917	22.45	388	3.00	2,529	19.45
(Liabilities)						
Deferred revenue (Total of short and long term)	11,222	86.33	963	7.41	10,259	78.92
Bonds (Total of short and long term)	14,500	111.54	0	0	14,500	111.54

<Note> In order for the warrants to be granted or transferred to the directors and certain employees of the Company and the directors and certain employees of an affiliated company, the Company issued unsecured bonds with detachable warrants. Under section 341-8-4 of the Japanese Commercial Code, the redemption and retirement of these bonds are restricted when the total amount of the bonds is less than the total amount of the issue price of the stocks from unexecuted warrants. To reduce interest costs, the Company repurchased some of the issued bonds after warrants were detached. Based on the above reason, the Company intends to hold the treasury bonds until they can be retired legally which is substantially the same as redemption. Thus, bonds and treasury bonds (6,800 millions of yen as of March 31, 2002 and as of December 31, 2001 respectively) are disclosed in net amount in the balance sheet.

2. Projected consolidated earnings

(1) Projected earnings for the current fiscal year (January 1, 2002 through December 31, 2002)

	Sales	Ordinary income	Net income
	Millions of yen (Millions of US\$*)	Millions of yen (Millions of US\$*)	Millions of yen (Millions of US\$*)
FY 2002	40,000 (307.69)	13,000 (100.00)	7,300 (53.15)

(2) Projected earnings for the next quarter (April 1, 2002 through June 30, 2002)

	Sales	Ordinary income	Net income
	Millions of yen (Millions of US\$*)	Millions of yen (Millions of US\$*)	Millions of yen (Millions of US\$*)
2 nd Qtr	9,800 - 10,300 (75.38 – 79.23)	2,450 – 2,750 (18.85 – 21.15)	1,350 – 1,550 (10.38 – 11.92)

*Exchange rate : 1US\$=130JPY

<Note> The business environment of the Trend Micro Group may change significantly and rapidly. Therefore, the Company has decided to disclose projected earnings range on a quarterly basis, but the actual earnings may deviate from the projection.

Notice Regarding Forward Looking Statements

These forward-looking statements include statements regarding our expectations about our earnings for the fiscal year ending December 31, 2002. Many important factors could cause our actual results to differ materially from those expressed in our forward-looking statements. These factors include:

Customer acceptance of our new products and services

The impact of competing products and services

Difficulties in adapting our products and services to the Internet

Difficulties in addressing new virus and other computer security problems

The potential lack of attractive investment targets and difficulties unsuccessfully executing our investment strategy

Declining prices for our products and services

We assume no obligation to update any forward-looking statements. For more details regarding risk factors relating to our future performance, please refer to our filings with the SEC including our annual report on Form 20-F which was filed on June 29,2001.

About Trend Micro

Trend Micro Inc. is a leader in network antivirus and Internet content security software and services. The Tokyo-based corporation has its North American headquarters in Cupertino, CA and business units worldwide. Trend Micro products are sold directly, through corporate, value-added resellers and managed service providers. For additional information and evaluation copies of all Trend Micro products, visit www.antivirus.com or www.trendmicro.com or call (800) 228-5651 in North America.

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