



## **Correction of Earnings Announcement Report for the fiscal year ending December 31, 2007**

**TOKYO, Japan, March 25, 2008** – Trend Micro (TSE: 4704), a leader in network antivirus and Internet content security software and services, today is restating its Consolidated Financial Statements for the fiscal year ending December 31, 2007, which were previously announced on February 14, 2008.

**Amendments** (Revised figures are underlined.)

### **1. Management Policy and Business Performance**

#### **5. RISK FACTORS;**

**BECAUSE OF THE INFLUENCE OF OUR PRINCIPAL SHAREHOLDERS, OUR OTHER SHAREHOLDERS MAY BE UNABLE TO INFLUENCE OUR BUSINESS**

#### **<As Originally Reported>**

Our principal shareholders, including major shareholders who beneficially own more than 5% of the issued shares of our common stock and directors, beneficially owned approximately 39.5% of our outstanding shares as of December 31, 2007. These shareholders, if they act together, would be able to significantly influence all matters requiring approval by our shareholders, including the election of directors and the approval of mergers or other business combination transactions. Our principal shareholders may have strategic or other interests that conflict with the interests of our other shareholders. As a result, the concentration in our shareholdings may have the effect of delaying or preventing a change in control of Trend Micro, which could result in the loss of a significant financial gain to our shareholders.

#### **<As Amended>**

Our principal shareholders, including major shareholders who beneficially own more than 5% of the issued shares of our common stock and directors, beneficially owned approximately 34.6% of our outstanding shares as of December 31, 2007. These shareholders, if they act together, would be able to significantly influence all matters requiring approval by our shareholders, including the election of directors and the approval of mergers or other business combination transactions. Our principal shareholders may have strategic or other interests that conflict with the interests of our other shareholders. As a result, the concentration in our shareholdings may have the effect of delaying or preventing a change in control of Trend Micro, which could result in the loss of a significant financial gain to our shareholders.

### **4. CONSOLIDATED FINANCIAL STATEMENTS**

#### **(1) CONSOLIDATED BALANCE SHEETS**

<As Originally Reported>

(Thousands of yen)

Account		December 31, 2006		December 31, 2007	
		Amount	%	Amount	%
(Assets)					
II	Non-current assets				
	1. Property and equipment				
	(1) Office furniture & equipment	2,595,401		<u>3,855,314</u>	
	(2) Others	841,881		<u>954,447</u>	
	Total Property and equipment	3,437,282		4,809,760	
Account		December 31, 2006		December 31, 2007	
		Amount	%	Amount	%
(Liabilities)					
II	Long-term liabilities				
	1. Deferred revenue	7,681,730		12,833,730	
	2. Allowance for retirement benefits	<u>1,005,785</u>		1,098,343	
	3. Other	<u>39,784</u>		17,859	
	Total long-term liabilities	8,727,299	5.3	13,949,932	6.9
	Total liabilities	75,313,546	45.4	90,321,464	44.9

<As Amended>

(Thousands of yen)

Account		December 31, 2006		December 31, 2007	
		Amount	%	Amount	%

(Assets)					
II	Non-current assets				
	1. Property and equipment				
	(1) Office furniture & equipment	2,595,401		<u>3,855,313</u>	
	(2) Others	841,881		<u>954,446</u>	
	Total Property and equipment	3,437,282		4,809,760	
Account		December 31, 2006		December 31, 2007	
		Amount	%	Amount	%
(Liabilities)					
II	Long-term liabilities				
	1. Deferred revenue	7,681,730		12,833,730	
	2. Allowance for retirement benefits	<u>997,688</u>		1,098,343	
	3. Other	<u>47,881</u>		17,859	
	Total long-term liabilities	8,727,299	5.3	13,949,932	6.9
	Total liabilities	75,313,546	45.4	90,321,464	44.9

### About Trend Micro

Trend Micro Incorporated (TSE: 4704), a global cloud security leader, creates a world safe for exchanging digital information with its Internet content security and threat management solutions for businesses and consumers. A pioneer in server security with over 20 years' experience, we deliver top-ranked client, server and cloud-based security that fits our customers' and partners' needs, stops new threats faster, and protects data in physical, virtualized and cloud environments. Powered by the [Trend Micro™ Smart Protection Network™](#) cloud security infrastructure, our industry-leading cloud-computing security technology, products and services stop threats where they emerge, on the Internet, and are supported by 1,000+ threat intelligence experts around the globe.

Additional information about Trend Micro Incorporated and the products and services are available at [Trend Micro.com](#) This Trend Micro news release and other announcements are available at <http://trendmicro.mediaroom.com/> and as part of an RSS feed at [www.trendmicro.com/rss](http://www.trendmicro.com/rss) Or follow our news on Twitter at @TrendMicro.

**Information**

**Mr. Mahendra Negi**

Chief Operating Officer / Chief Financial Officer / IR Officer

Phone: +813-5334-4899

Fax: +813-5334-4874

[ir@trendmicro.co.jp](mailto:ir@trendmicro.co.jp)