

Consolidated Financial Statements (Unaudited)

**SUMIDA CORPORATION
and Consolidated Subsidiaries**

Half Years ended June 30, 2004 and 2005

SUMIDA CORPORATION and Consolidated Subsidiaries

Consolidated Financial Statements (Unaudited)

Half Years ended June 30, 2004 and 2005

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SUMIDA CORPORATION and Consolidated Subsidiaries

Consolidated Balance Sheets (Unaudited)

June, 2004 and 2005

	June 30,		
	2004	2005	2005
	<i>(Millions of yen)</i>		<i>(Thousands of U.S.dollars)</i>
			<i>(Note 2)</i>
Assets			
Current assets:			
Cash and cash equivalents	¥4,355	¥9,500	\$87,156
Trade receivables:			
Notes	834	1,010	9,266
Accounts	7,238	8,411	77,165
Allowance for doubtful accounts	(18)	(38)	(349)
	<u>8,054</u>	<u>9,383</u>	<u>86,082</u>
Inventories <i>(Note 3)</i>	3,894	4,136	37,945
Deferred income taxes	905	1,400	12,844
Prepaid expenses and other current assets	548	1,579	14,486
Total current assets	<u>17,756</u>	<u>25,998</u>	<u>238,513</u>
Property, plant and equipment: <i>(Note 4)</i>			
Land	1,253	1,757	16,119
Buildings	6,283	6,188	56,771
Machinery and equipment	9,541	10,662	97,817
Furniture and fixtures	2,768	2,557	23,459
Construction in progress	196	872	8,000
	<u>20,041</u>	<u>22,036</u>	<u>202,166</u>
Accumulated depreciation	(10,306)	(11,153)	(102,321)
Property, plant and equipment, net	<u>9,735</u>	<u>10,883</u>	<u>99,845</u>
Investment and other assets:			
Intangible assets	666	1,390	12,752
Investment in securities <i>(Note 9)</i>	237	1,799	16,505
Investment in affiliate	681	710	6,514
Deferred income taxes	2,347	1,385	12,706
Other assets	337	274	2,514
Total investment and other assets	<u>4,268</u>	<u>5,558</u>	<u>50,991</u>
Total assets	<u>¥31,759</u>	<u>¥42,439</u>	<u>\$389,349</u>

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Consolidated Balance Sheets (Unaudited)

June 30, 2004 and 2005

	June 30,		
	2004	2005	2005
	<i>(Millions of yen)</i>	<i>(Thousands of U.S.dollars)</i>	
		<i>(Note 2)</i>	
Liabilities and shareholders' equity			
Current liabilities:			
Short-term bank borrowings <i>(Note 4)</i>	¥3,150	\$3,850	\$35,321
Current portion of long-term debt <i>(Note 4)</i>	866	1,752	16,073
Trade payables:			
Notes	7	29	266
Accounts	2,997	3,681	33,771
	<u>3,004</u>	<u>3,710</u>	<u>34,037</u>
Income taxes payable	201	396	3,633
Deferred income taxes	254	150	1,376
Accrued expenses and other current liabilities	1,423	1,506	13,817
Total current liabilities	<u>8,898</u>	<u>11,364</u>	<u>104,257</u>
Long-term liabilities:			
Long-term debt <i>(Note 4)</i>	1,858	8,106	74,367
Deferred income taxes	203	369	3,385
Others	134	210	1,927
Total long term liabilities	<u>2,195</u>	<u>8,685</u>	<u>79,679</u>
Total liabilities	<u>11,093</u>	<u>20,049</u>	<u>183,936</u>
Minority interests	-	53	486
Shareholders' equity <i>(Note 5)</i> :			
Common stock:			
Authorized-35,000,000 shares in 2004			
-70,000,000 shares in 2005			
Issued-2004-15,845,276 shares	6,574	-	-
2005-19,266,316 shares	-	6,653	61,037
Additional paid-in capital	6,386	6,465	59,312
Retained earnings	10,197	11,078	101,633
Net unrealized holding gain on securities	99	241	2,211
Translation adjustments	(2,564)	(2,039)	(18,706)
	<u>20,692</u>	<u>22,398</u>	<u>205,487</u>
Treasury stock, at cost:			
2004- 9,698 shares	(26)	-	-
2005-25,367 shares	-	(61)	(560)
Total shareholders' equity	<u>20,666</u>	<u>22,337</u>	<u>204,927</u>
Total liabilities, Minority interests and shareholders' equity	<u>¥31,759</u>	<u>\$42,439</u>	<u>\$389,349</u>

See accompanying notes to consolidated financial statements.

SUMIDA CORPORATION and Consolidated Subsidiaries

Consolidated Statements of Income (Unaudited)

Half years ended June 30, 2004 and 2005

	Half year ended June 30,		
	2004	2005	2005
	<i>(Millions of yen)</i>		<i>(Thousands of U.S.dollars)</i> <i>(Note 2)</i>
Net sales	¥17,367	¥19,124	\$175,450
Cost of sales	12,505	14,137	129,697
Gross profit	4,862	4,987	45,753
Selling, general and administrative expenses (Note 6)	3,119	3,575	32,798
Operating income	1,743	1,412	12,955
Other income (expense):			
Interest and dividend income	14	22	202
Interest expense	(23)	(20)	(183)
Foreign currency exchange loss	(31)	(19)	(174)
Other, net	(174)	(244)	(2,239)
(Loss) income before income taxes and minority interests	1,529	1,151	10,561
Income taxes:			
Current	315	232	2,128
Deferred	94	223	2,046
	409	455	4,174
(Loss) income before minority interests	1,120	696	6,387
Minority interests	-	4	37
Net (loss) income	¥1,120	¥692	\$6,350

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See accompanying notes to consolidated financial statements.

SUMIDA CORPORATION and Consolidated Subsidiaries

Consolidated Statements of Shareholders' Equity (Unaudited)

Half years ended June 30, 2004 and 2005

	Number of shares	Common stock	Additional paid-in capital	Retained earnings	Net unrealized holding gain (loss) on securities <i>(Millions of Yen)</i>	Translation adjustments	Treasury stock	Total
Balance as of December 31,2003	15,424,425	6,165	5,971	9,231	91	(2,626)	(23)	18,809
Net income				1,120				1,120
Unrealized gains on securities					8			8
Currency translation adjustments						62		62
Stock split								-
Warrant and stock option issuance	420,851	409	415					824
Cash dividends paid				(154)				(154)
Purchase of treasury stocks							(3)	(3)
Transfer to legal reserve								-
Balance as of June 30,2004	15,845,276	¥6,574	¥6,386	¥10,197	¥99	¥(2,564)	¥(26)	¥20,666
Balance as of December 31,2004	17,462,143	6,604	6,416	10,647	68	(3,183)	(41)	20,511
Net income				692				692
Unrealized gains on securities					173			173
Currency translation adjustments						1,144		1,144
Stock split	1,746,214							-
Warrant and stock option issuance	57,959	49	49					98
Cash dividends paid				(261)				(261)
Purchase of treasury stocks							(20)	(20)
Transfer to legal reserve								-
Balance as of June 30,2004	19,266,316	¥6,653	¥6,465	¥11,078	¥241	¥(2,039)	¥(61)	¥22,337

	Number of shares	Common stock	Additional paid-in capital	Retained earnings	Net unrealized holding gain on securities <i>(Thousands of U.S.dollars)</i> <i>(Note 2)</i>	Translation adjustments	Treasury stock	Total
Balance as of December 31,2003	17,462,143	\$60,587	\$58,862	\$97,678	\$624	\$(29,201)	\$(377)	\$188,173
Net income				6,349				6,349
Unrealized gains on securities					1,587			1,587
Currency translation adjustments						10,495		10,495
Stock split	1,746,214							-
Warrant and stock option issuance	57,959	450	450					900
Cash dividends paid				(2,394)				(2,394)
Purchase of treasury stocks							(183)	(183)
Transfer to legal reserve								-
Balance as of June 30,2004	19,266,316	\$61,037	\$59,312	\$101,633	\$2,211	\$(18,706)	\$(560)	\$204,927

See accompanying notes to consolidated financial statements.

SUMIDA CORPORATION and Consolidated Subsidiaries

Consolidated Statements of Cash Flows (Unaudited)

Half years ended June 30, 2004 and 2005

	Half year ended June 30,		
	2004	2005	2005
	<i>(Millions of yen)</i>	<i>(Thousands of U.S.dollars)</i>	
		<i>(Note 2)</i>	
Cash flows from operating activities			
(Loss) income before income taxes and minority interests	¥1,529	¥1,151	\$10,560
Depreciation and amortization	735	750	6,881
Interest and dividend income	(14)	(22)	(202)
Interest expense	23	20	183
Loss on disposal of subsidiaries	-	-	-
Other, net	123	(195)	(1,789)
Changes in operating assets and liabilities:			
Trade receivables	(1,118)	64	587
Inventories	(707)	115	1,055
Trade payables	428	(104)	(954)
Subtotal	999	1,779	16,321
Interest and investment dividend received	14	22	202
Interest paid	(24)	(20)	(183)
Income taxes paid	(210)	(70)	(642)
Net cash provided by operating activities	779	1,711	15,698
Cash flows from investing activities			
Purchases of property, plant and equipment	(696)	(1,674)	(15,358)
Proceeds from sales of property, plant and equipment	3	60	550
Purchases of securities	-	(1,312)	(12,037)
Other, net	(428)	(797)	(7,312)
Net cash used in investing activities	(1,121)	(3,723)	(34,157)
Cash flows from financing activities			
Decrease in short-term bank borrowings	-	(1,000)	(9,174)
Repayment of long-term debt	(488)	(387)	(3,550)
Proceeds from issuance of changeable bonds	-	7,983	73,239
Proceeds from issuance of common stock and warrants	812	97	890
Cash dividends paid	(154)	(262)	(2,404)
Other, net	(4)	(21)	(193)
Net cash (used in) provided by financing activities	166	6,410	58,808
Effect of exchange rate changes on cash and cash equivalents	48	202	1,853
Net decrease in cash and cash equivalents	(128)	4,600	42,202
Cash and cash equivalents at beginning of year	4,471	4,900	44,954
Increase in cash and cash equivalents on new subsidiary	12	-	-
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	-	-	-
Cash and cash equivalents at end of year	¥4,355	¥9,500	\$87,156

See accompanying notes to consolidated financial statements.

Notes to Consolidated Financial Statements (Unaudited)

June 30, 2004 and 2005

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Presentation

SUMIDA CORPORATION (the "Company") and its domestic consolidated subsidiaries maintain their accounting records and prepare their financial statements in accordance with accounting principles generally accepted in Japan, and its overseas consolidated subsidiaries maintain their books of account in conformity with those of their countries of domicile.

The accompanying consolidated financial statements have been prepared from the accounts prepared by the Company in accordance with the provisions set forth in the Securities and Exchange Law of Japan and in conformity with accounting principles generally accepted in Japan, which are different in certain respects as to the application and disclosure requirements of International Financial Reporting Standards.

In addition, the notes to the consolidated financial statements include information which is not required under accounting principles generally accepted in Japan but is presented herein as additional information.

(b) Principles of consolidation and accounting for investments in unconsolidated subsidiaries and affiliates

The accompanying consolidated financial statements include the accounts of the Company and all of significant companies controlled directly or indirectly by the Company. Companies over which the Company exercises significant influence in terms of their operating and financial policies have been included in the consolidated financial statements on an equity basis. All significant intercompany accounts and transactions have been eliminated in consolidation.

The difference between the cost of investments in subsidiaries and the equity in their net assets at the dates of acquisition is amortized by the straight-line method over 5 years.

(c) Foreign currency translation

All monetary assets and liabilities denominated in foreign currencies are translated into yen at the rates of exchange in effect at the balance sheet date and the gain or loss on each translation is credited or charged to income.

Revenue and expense items arising from transactions denominated in foreign currencies are generally translated into yen at the average rates of exchange in effect during the year. Gain or loss on foreign exchange is credited or charged to income in the period in which such gain or loss is recognized for reporting purposes.

The financial statements of the overseas subsidiaries are translated into yen at the rates of exchange in effect at the balance sheet date except that the components of shareholders' equity are translated at their historical exchange rates. Adjustments resulting from translating the foreign currency financial statements are not included in the determination of net income and have been reported as "translation adjustments" in shareholders' equity in the consolidated balance sheets.

(d) Cash and cash equivalents

Cash and cash equivalents include cash on hand and in banks and other highly liquid investments with maturity of three months or less when purchased.

(e) Inventories

Inventories are stated principally at cost determined by average method.

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(f) Investment in securities

Securities other than equity securities issued by subsidiaries and affiliates are classified into three categories: trading, held-to-maturity or other securities. Marketable securities classified as other securities are stated at fair value with any changes in unrealized holding gain or loss, net of the applicable income taxes, included directly in shareholders' equity. Non-marketable securities classified as other securities are stated at cost. Cost of securities sold is determined by the moving average method.

(g) Property, plant and equipment

Property, plant and equipment are stated at cost.

Depreciation of buildings (except for structures attached to the buildings) acquired subsequent to April 1, 1998 is calculated principally by the straight-line method over the estimated useful lives of the respective assets. Depreciation of other property, plant and equipment is computed by the declining-balance method for domestic companies and for the straight-line method for overseas subsidiaries over the useful lives of the respective assets.

The useful lives of property, plant and equipment are summarized as follows

Buildings and structures	3 to 65 years
Machinery and equipment	2 to 15 years
Furniture and fixtures	2 to 20 years

Significant renewals and additions are capitalized at cost. Maintenance and repairs are charged to income as incurred.

(h) Leases

Non-cancelable leases related to the Company and the domestic consolidated subsidiaries are accounted for as operating leases (whether such leases are classified as an operating or finance lease) except those lease which stipulate the transfer of ownership of the leased assets to the lessee which are accounted for as finance leases.

(i) Research and development costs and computer software

Research and development costs are charged to income when incurred. Expenditures relating to computer software developed for internal use are charged to income as incurred unless these are deemed to contribute to the generation of future income or cost savings. Such expenditures are capitalized as assets and amortized by the straight-line method over their useful lives, generally a period of 5 years.

(j) Income taxes

For the year ended December 31, 2003, the Company was permitted to file consolidated tax returns in Japan. Income taxes are calculated based on taxable income and charged to income on an accrual basis. Certain temporary differences exist between taxable income and income reported for financial statement purposes which enter into the determination of taxable income in a different period. The Company has recognized the tax effect of such temporary differences in the accompanying consolidated financial statements.

(k) Derivative financial instruments

The Company and certain consolidated subsidiaries have entered into various derivative transactions in order to manage certain risks arising from adverse fluctuations in foreign currency exchange rates. Derivative financial instruments are stated at fair value with any changes in unrealized gain or loss charged or credited

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to income, except for those which meet the criteria for deferral hedge accounting under which unrealized gain or loss is deferred as an asset or a liability. Receivables and payables hedged by qualified forward foreign exchange contracts are translated at the corresponding foreign exchange contract rates.

(I) Appropriation of retained earnings

Under the Commercial Code of Japan, the appropriation of retained earnings with respect to a given financial year is made by resolution of the Board of Directors held subsequent to the close of such financial year. The accounts for that year do not, therefore, reflect such appropriations.

2. U.S. DOLLAR AMOUNTS

Solely for the convenience of the reader and as a matter of arithmetic computation only, the amounts in the consolidated financial statements have been translated from Japanese yen into U.S. dollars, at the rate of ¥109=U.S.\$1, the approximate rate prevailing on June 30, 2005. The translation should not be construed as a representation that Japanese yen could be converted into U.S. dollars at this or any other rate.

3. INVENTORIES

Inventories as of June 30, 2004 and 2005 were summarized as follows:

	June 30,		
	2003	2004	2004
	<i>(Millions of yen)</i>		<i>(Thousands of U.S. dollars)</i>
Finished products	¥1,549	¥1,701	\$15,750
Work in process	306	442	4,093
Raw materials and supplies	1,440	1,877	17,380
Reserve for obsolete inventories	(160)	(126)	(1,167)
	¥3,135	¥3,894	\$36,056

4. SHORT-TERM BANK BORROWINGS AND LONG-TERM DEBT

Short-term bank borrowings bore interest at rates ranging, from 0.55% to 2.08% and from 0.44% to 0.60% per annum as of June 30, 2003 and 2004, respectively.

Long-term debt consisted of the followings:

	June 30,		
	2003	2004	2004
	<i>(Millions of yen)</i>		<i>(Thousands of U.S. dollars)</i>
Bank borrowings	¥1,848	¥1,524	\$14,111
Unsecured bonds	-	1,200	11,112
	1,848	2,724	25,223
Less : current portion	(877)	(866)	(8,019)
	¥971	¥1,858	\$17,204

Due of bank borrowings is in installments through 2006 and their interest rates range from 1.42% to 1.88% and from 0.46% to 1.88% per annum as of June 30, 2003 and 2004, respectively.

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Due of unsecured bonds is September 30, 2005, and its interest rate is 0.53% per annum as of June 30, 2004.

The aggregate annual maturities of long-term debt at June 30, 2004 are summarized as follows:

<u>Year ending December 31,</u>	<u>Millions of yen</u>	<u>Thousands of U.S. dollars</u>
2004	¥866	\$8,019
2005	1,752	16,222
2006	106	982
	<u>¥2,724</u>	<u>\$25,223</u>

Property, plant and equipment with a carrying value amounting to ¥2,260 million (\$20,926 thousand), was pledged as collateral for bank borrowings of ¥1,691 million (\$15,657 thousand) as of June 30, 2004.

5. SHAREHOLDERS' EQUITY

On December 6, 2004, CEO of the Company declared a 10% stock split of common stock, effective on February 21, 2005, for each share held of records at the close of business on December 31, 2004. As a result of the stock split, the number of shares of common stock issued increased by 1,746,214 shares. The historical weighted average number of shares and per share amounts presented in the accompanying consolidated financial statements have been adjusted to reflect the stock split.

The Commercial Code of Japan (the "Code") provides that an amount equal to at least 10% of the amounts to be disbursed as a distribution of earnings be appropriated to the legal reserve until the total of such reserve and the additional paid-in capital account equals 25% of the common stock account. The Code also stipulates that, to the extent that the sum of additional paid-in capital account and the legal reserve account exceed 25% of the common stock account, the amount of the excess (if any) is available for appropriations by resolution of the Board of Directors of the Company.

Retained earnings include the legal reserve provided in accordance with the provisions of the Code. The legal reserve of the Company and its consolidated subsidiaries included in retained earnings at June 30, 2004 and 2005 amounted to ¥296 million and ¥296 million (\$2,716 thousand), respectively.

6. RESEARCH AND DEVELOPMENT COSTS

Research and development costs included in selling, general and administrative expenses and manufacturing costs for the half years ended June 30, 2004 and 2005 amounted to ¥ 643 million and ¥574 million (\$5,266 thousand), respectively.

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7. LEASE TRANSACTIONS

The following pro forma amounts represent the acquisition costs, accumulated depreciation and net book value of the leased assets as of June 30, 2005, which would have been reflected in the consolidated balance sheet if finance lease accounting had been applied to the finance leases currently accounted for as operating leases:

	June 30, 2005					
	<i>(Millions of yen)</i>			<i>(Thousands of U.S. dollars)</i>		
	Acquisition costs	Accumulated depreciation	Net book value	Acquisition costs	Accumulated depreciation	Net book value
Machinery and equipment	¥302	¥222	¥80	\$2,771	\$2,037	\$734
Furniture and fixtures	63	42	21	578	385	193
Total	¥365	¥264	¥101	\$3,349	\$2,422	\$927

Lease payments relating to finance leases accounted for as operating leases in the accompanying consolidated financial statements amounted to ¥7 million and ¥59 million (\$541 thousand) for the half years ended June 30, 2004 and 2005, respectively. Depreciation of the leased assets computed by the straight-line method over the respective lease terms and the interest portion included in lease payments amounted to ¥7 million and ¥59 million (\$541 thousand) for the half years ended June 30, 2004 and 2005, respectively.

Future minimum lease payments subsequent to June 30, 2005 on finance lease accounted for as finance leases are summarized as follows:

<u>Half Years ending June 30,</u>	<u><i>Millions of yen</i></u>	<u><i>Thousands of U.S. dollars</i></u>
2005	¥73	\$670
2006 and thereafter	29	266
Total	¥102	\$936

Future minimum lease payments subsequent to June 30, 2005 for non-cancelable operating leases are as follows:

<u>Half Years ending June 30,</u>	<u><i>Millions of yen</i></u>	<u><i>Thousands of U.S. dollars</i></u>
2005	¥39	\$358
2006 and thereafter	40	367
Total	¥79	\$725

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8. AMOUNTS PER SHARE

	Half year ended June 30,		
	2004	2005	2005
	<i>(Yen)</i>		<i>(U.S. dollars)</i>
Net (loss) income :			
Basic	¥71.50	¥36.04	\$0.33
Diluted	69.42	31.48	0.29
Interim cash dividends applicable to the period	¥15.00	¥15.00	\$0.14
	June 30,		
	2004	2005	2005
	<i>(Yen)</i>		<i>(U.S. dollars)</i>
Net assets	¥1,305.03	¥1,160.90	\$10.65

Basic net income per share was computed based on the net income available for distribution to shareholders of common stock and the weighted average number of shares of common stock outstanding during the period, and diluted net income per share was computed based on the net income available for distribution to the shareholders and the weighted average number of shares of common stock outstanding during each period after giving effect to the dilutive potential of shares of common stock to be issued upon the exercise of warrants and stock options.

Amounts per share of net assets are computed based on the net assets available for distribution to the shareholders and the number of shares of common stock outstanding at the period end.

Cash dividends per share represent the interim cash dividends resolved by the Board of Directors as applicable to the respective periods.

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9. SECURITIES

Securities classified as other securities at June 30, 2004 and 2005 were as follows:

a) Marketable securities

June 30, 2004					
	Cost	Book value (estimated fair value)	Difference		
<i>(Millions of yen)</i>					
Equity securities	¥92	¥234	¥142		
Other	2	3	1		
Total	¥94	¥237	¥143		

June 30, 2005						
	Cost	Book value (estimated fair value)	Difference	Cost	Book value (estimated fair value)	Difference
<i>(Millions of yen)</i>			<i>(Thousands of U.S. dollars)</i>			
Equity securities	¥1,221	¥1,483	¥262	\$11,202	\$13,606	\$2,404
Other	191	316	125	1,752	2,899	1,147
Total	1,412	1,799	¥387	\$12,954	\$16,505	\$3,551

10. SEGMENT INFORMATION

a) Business segments

The business segment information for the Company and consolidated subsidiaries for the half years ended June 30, 2004 was as follow, but business segment information is not presented for the half year ended June 30, 2005. Because the Company and consolidated subsidiaries was coil business, a single segment to cut out unprofitable business last fiscal year including the Electromagnetics division and the OEM production of optical pickups.

Half year ended June 30, 2004						
	Coil business	Optoelectronics	Electromagnetics	Total	Elimination	Consolidated
<i>(Millions of yen)</i>						
Sales and operating income (loss)						
(1)Sales to third parties	¥15,207	¥1,334	¥826	¥17,367	-	¥17,367
(2)Inter-segment sales or transfers	-	-	-	-	-	-
Total sales	15,207	1,334	826	17,367	-	17,367
Operating expenses	12,386	1,284	986	14,656	¥968	15,624
Operating income (loss)	¥2,821	¥50	¥(160)	¥2,711	¥(968)	¥1,743

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b) Geographical areas

The geographical segment information for the Company and consolidated subsidiaries for years ended June 30, 2003 and 2004 were as follows:

Half year ended June 30, 2003								
	Japan	Hong Kong /China	ASEAN	Taiwan	NAFTA	Total	Elimination	Consolidated
<i>(Millions of yen)</i>								
Sales and operating (loss) income								
(1)Sales to third parties	¥4,206	¥4,833	¥1,038	¥2,664	¥1,623	¥14,364	-	¥14,364
(2)Inter-segment sales and transfers	837	5,154	11	138	701	6,841	¥(6,841)	-
Total sales	5,043	9,987	1,049	2,802	2,324	21,205	(6,841)	14,364
Operating expenses	5,980	8,453	1,057	2,526	2,467	20,483	(6,991)	13,492
Operating (loss) income	¥(937)	¥1,534	¥(8)	¥276	¥(143)	¥722	¥150	¥872
Half year ended June 30, 2004								
	Japan	Hong Kong /China	ASEAN	Taiwan	NAFTA	Total	Elimination	Consolidated
<i>(Millions of yen)</i>								
Sales and operating (loss) income								
(1)Sales to third parties	¥4,533	¥6,161	¥1,400	¥3,162	¥2,111	¥17,367	-	¥17,367
(2)Inter-segment sales and transfers	1,003	5,606	14	249	534	7,406	¥(7,406)	-
Total sales	5,536	11,767	1,414	3,411	2,645	24,773	(7,406)	17,367
Operating expenses	5,745	9,707	1,386	3,319	2,810	22,967	(7,343)	15,624
Operating (loss) income	¥(209)	¥2,060	¥28	¥92	¥(165)	¥1,806	¥(63)	¥1,743
Half year ended June 30, 2004								
	Japan	Hong Kong /China	ASEAN	Taiwan	NAFTA	Total	Elimination	Consolidated
<i>(Thousands of U.S. dollars)</i>								
Sales and operating (loss) income								
(1)Sales to third parties	\$41,972	\$57,046	\$12,963	\$29,279	\$19,546	\$160,806	-	\$160,806
(2)Inter-segment sales and transfers	9,287	51,907	130	2,306	4,944	68,574	\$(68,574)	-
Total sales	51,259	108,953	13,093	31,585	24,490	229,380	(68,574)	160,806
Operating expenses	53,194	89,880	12,834	30,731	26,019	212,658	(67,991)	144,667
Operating (loss) income	\$(1,935)	\$19,073	\$259	\$854	\$(1,529)	\$16,722	\$(583)	\$16,139

SUMIDA CORPORATION and Consolidated Subsidiaries

c) Overseas sales

Overseas sales, which include export sales of the Company and domestic consolidated subsidiaries and sales (other than exports to Japan) of the foreign consolidated subsidiaries, for the years ended June 30, 2003 and 2004 are summarized as follows:

Half year ended June 30, 2004

	Japan	Hong Kong /China	ASEAN	Taiwan	NAFTA	Total	Elimination	Consolidated
<i>(Millions of yen)</i>								
Sales and operating (loss) income								
(1)Sales to third parties	¥4,533	¥6,161	¥1,400	¥3,162	¥2,111	¥17,367	-	¥17,367
(2)Inter-segment sales and transfers	1,003	5,606	14	249	534	7,406	¥(7,406)	-
Total sales	5,536	11,767	1,414	3,411	2,645	24,773	(7,406)	17,367
Operating expenses	5,745	9,707	1,386	3,319	2,810	22,967	(7,343)	15,624
Operating (loss) income	¥(209)	¥2,060	¥28	¥92	¥(165)	¥1,806	¥(63)	¥1,743

Half year ended June 30, 2005

	Japan	Hong Kong /China	ASEAN	Taiwan	NAFTA	Other	Total	Elimination	Consolidated
<i>(Millions of yen)</i>									
Sales and operating (loss) income									
(1)Sales to third parties	¥4,613	¥6,496	¥1,413	¥4,423	¥1,253	¥926	¥19,124	-	¥19,124
(2)Inter-segment sales and transfers	1,467	6,053	1	74	656	101	8,352	¥(8,352)	-
Total sales	6,080	12,549	1,414	4,497	1,909	1,027	27,476	(8,352)	19,124
Operating expenses	6,316	10,904	1,412	4,446	1,911	1,045	26,037	(8,325)	17,712
Operating (loss) income	¥(209)	¥1,645	¥2	¥51	¥(2)	¥(18)	¥1,439	¥(27)	¥1,412

Half year ended June 30, 2005

	Japan	Hong Kong /China	ASEAN	Taiwan	NAFTA	Other	Total	Elimination	Consolidated
<i>(Thousands of U.S. dollars)</i>									
Sales and operating (loss) income									
(1)Sales to third parties	\$42,321	\$59,596	\$12,963	\$40,578	\$11,495	\$8,495	\$175,448	-	\$175,448
(2)Inter-segment sales and transfers	13,459	55,532	9	679	6,018	927	76,624	\$(76,624)	-
Total sales	55,780	115,128	12,972	41,257	17,513	9,422	252,072	(76,624)	175,448
Operating expenses	57,945	100,037	12,954	40,789	17,532	9,587	238,844	(76,376)	162,468
Operating (loss) income	\$(2,165)	\$15,091	\$18	\$468	\$(19)	\$(165)	\$13,228	\$248	\$12,980

12. SUBSEQUENT EVENTS

The Company, on behalf of the CEO, a Take Over Bid (TOB) against Saia-Burgess Electronics Holding AG.

1. Aims of TOB

2. Target profile

(1)Company name

Saia-Burgess Electronics Holding AG

(2)Major business

SUMIDA CORPORATION and Consolidated Subsidiaries

R&D, manufacturing and sales of electronics devices

(3)Head office

Murten, Switzerland

(4)Capital

30,673 thousand CHF

(5)Number of outstanding shares

613,450 shares

(6) Scale of operation

(unit : thousand CHF)

Sales	568,350
Net profit	26,346
Net asset	182,036
Total asset	444,378

3. Period of TOB

From August 8, 2005 to September 2, 2005/09/15

4. TOB price

950 CHF

5. No. of shares to be purchased through TOB

328,907 shares

6. Financing

Debt payable, issued bond and own fund