
Press Release

4 February, 2008

Company Name	SUMIDA CORPORATION
Representative	Shigeyuki Yawata, Representative Executive Officer (CEO) (Code 6817, 1st Section, Tokyo Stock Exchange)
For Inquiries	Toru Fujinawa, Corporate Office Officer (Phone: 81-3-3272-7801)

Result of Re-examination of Tax Assessment Notice **based on Tax Haven Adjustment**

We, SUMIDA CORPORATION, hereby announce that we have received a written verdict from the National Tax Tribunal regarding our appeal for re-examination of the tax assessment notice based on the Tax Haven Adjustment. The details of which are described as follows:

In June 2005, we have received the notice of tax assessment based on the tax haven adjustment from Tokyo Regional Tax Bureau stating that unitary tax will be imposed to the internal reserve of our subsidiary in Hong Kong, Sumida Electric (H.K.) Co., Ltd. ("SHK"), for the fiscal year 2002 and 2003. The ground upon which their argument and judgment are based is that SHK doesn't meet requirements as exempt from the unitary tax treatment. (Please refer to our press release disclosed on 1st July, 2005 "Receipt of the Notice of Tax Assessment based on the Tax Haven Adjustment")

Following August, we have filed our appeal to the National Tax Tribunal for re-examination of the notice and endeavored to obtain agreement and understanding from the Tribunal in order for rescission of the notice from the Bureau. However, this time, we have received a written verdict from the Tribunal stated that our appeal has been declined.

We deem this verdict has no legal basis and thus unacceptable. Accordingly, we will seek for the court decision upon thoroughly reviewing the verdict with the outside experts. We will disclose further development accordingly.

There will be no impact on the consolidated business result for the fiscal year 2007.

END

(For Reference)

Press Release

1 July, 2005

To Whom It May Concern

Company Name	SUMIDA CORPORATION
Representative	Shigeyuki Yawata, Representative Executive Officer(CEO) (Code 6817, 1st Section, Tokyo Stock Exchange)
For Inquires	Hitoshi Aizawa, Corporate Office Officer (TEL 03-3667-3382)

Receipt of the Notice of Tax Assessment based on the Tax Heaven Adjustment

Yesterday, SUMIDA CORPORATION (“Sumida”) received the notice of tax assessment based on the tax heaven adjustment from Tokyo Regional Tax Bureau stating that, in the Bureau's judgment, unitary tax will be imposed to the internal reserve of Sumida Electric (H.K.) Company Limited, subsidiary of Sumida, from fiscal year 2001 to 2003. The notice indicates that the amount should be adjusted upwards to JPY 1.8 billion and the additional tax will be approximately JPY 700 million. However, the amount of loss carried forward will be pulled down, so cash out will not be generated.

Sumida continues to promote the localization of the management of its regional operations. As a global company, Sumida also places heavy importance on its Corporate Social Responsibilities (CSR); each regional operations paying local taxes and providing scholarships in an effort to contribute to the local communities. Furthermore, Sumida also pays Japanese taxes on the dividends derived from its regional operations.

The Bureau states that, Hong Kong where Sumida Electric (H.K.) Company Limited is established, is considered as a “Tax Heaven” by Japanese Tax Law. This Hong Kong subsidiary adopted the “Commission on Processing” operation method which was strongly promoted by Hong Kong and China government since 1984. Sumida has consistently done honest and appropriate declaration in every countries including Japan up till now.

It is regrettable in any case that the Company has received such a notice. Sumida will endeavor to obtain agreement and understanding from the tax authority on Sumida's view and the situation of its subsidiary in Hong Kong. Sumida disagrees with this assessment and will file an appeal to the tax tribunal.

Press release will be further issued for reporting the process of appeal and the influence to the business result of the current fiscal year.

END
