

27 July 2005

Company Name **SUMIDA CORPORATION**

Representative Shigeyuki Yawata
Representative Executive Officer(CEO)
(Code 6817, 1st Section, Tokyo Stock
Exchange)

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**Announcement of revision of consolidated business forecast for the 2nd
Quarter of 2005 &
Notice of interim dividend for the fiscal year ending December 31, 2005**

This is to announce that the consolidated business forecast for the 2nd Quarter of 2005 (4/1/05 ~ 6/30/05) announced on April 25, 2005 has been revised. We are pleased to announce that an interim dividend payment for the fiscal year ending December 31, 2005 was approved by the board at the BOD meeting held on July 27, 2005. Details are as follows:

1. Revision of consolidated business forecast

- (1) Revision of the consolidated business forecast for the 2nd Quarter of 2005
(4/1/05 ~ 6/30/05)

(Unit: million yen)

	Sales	Operating profit	Recurring profit
Previous estimates (A) (announced on 4/25/05)	11,290	1,185	1,060
Revised estimates (B) (announced on 7/27/05)	9,700	713	529
Variance (B-A)	△1,590	△472	△531
% of variance (B/A)	△14.1	△39.8	△50.1
Previous year's actual for the same period (C)	9,179	979	917
Variance (B-C)	521	△266	△388
% of variance (B/C)	5.7	△27.2	△42.3

(2) Reasons for Revision

While sales in the Automotive and Inverter businesses were good, the Legacy coil businesses (Power Solution, Power Inductor and Signal) were affected by the following, leading to a revision of the business forecast.

- ① In our original business forecast, we had anticipated a slight rise in the legacy coil market. With our strategy to increase market share, we had expected sales quantity to grow by approximately 35%. Furthermore, we anticipated that coil prices would drop by about 15%.
- ② However, as it turned out, the legacy coil market did not experience the anticipated growth but fell slightly instead. While coil prices were down 15% as anticipated, sale quantities only increased 15%.
- ③ As a result, what we had thought was the bottoming out of the market in Q1 (January – March), dragged on into the next quarter causing many manufacturers to postpone their new product launches. We anticipate that the business contribution from these delayed “new product” projects will be positively reflected in the 3rd and 4th quarter this year.
- ④ Due to the shortfall of the sales figures, the estimated operating profit is down JPY 508 million.

2. Interim dividend for fiscal 2005 ending on December 31, 2005

It is the company’s mid-term and long-term policy to continue stable payment of dividends while substantiating internal reserve toward business expansion by positioning the return of earnings to shareholders linked with consolidated business results. Based on our company policy mentioned above, it has been contemplated and decided that the interim dividend for fiscal 2005 will be as follows:

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|----------------------------|---------------------------------|
| 1. Interim Dividend | 15.00 yen per share |
| 2. Start of payment | August 19, 2005 (Friday) |