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## Press Release

7 January, 2008

Company Name	<b>SUMIDA CORPORATION</b>
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)

### **Resolution and Basic Agreement regarding Partial Transfer of Inverter Business and Related Subsidiaries**

We, SUMIDA CORPORATION, hereby announce that, after having reviewed the R&D, manufacturing and sale of unit business of Inverter Business, we have reached the agreement on transfer of the business. Accordingly, we have passed the resolution to enter into the basic agreement, the details of which are described as follows:

#### **1. Reason for Business Transfer**

We have developed the business of manufacture and sales of inverter transformers and circuit modules used for backlight of LCD panel etc. ("Inverter Business".) In order to focus business resources on electronics component business for consumer products and automotive components, we have reviewed the unit business of Inverter Business and decided to transfer the business related to R&D, manufacturing and sales of inverter unit.

#### **2. Detail of the Business Transfer**

##### (1) Description of Inverter Business

Manufacture and sale of inverter trances and inverter units for Notebook PC, LCD monitor, LCD TV, entertainment equipments etc.

##### (2) Profile of Subsidiaries to be Transferred

###### ① Taiwan Sumida Electronics Inc.

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|-------------------------------|--|
| (i) Company Name              | Taiwan Sumida Electronics Inc.   |
| (ii) Representative           | Chiu Ka Sheung   |
| (iii) Date of Incorporation   | 21 <sup>st</sup> October, 1969   |
| (iv) Location of Headquarters | 4/F, No. 552, Sec.5, Zhongxiao E. Rd,<br>Xinyi District, Taipei City 110, Taiwan, R.O.C. |
| (v) Capital                   | NT\$ 115 million   |
| (vi) Shareholder Composition  | 100% subsidiary of Sumida Group  |

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② Suzhou Sumida Electric Co., Ltd.

- (i) Company Name Suzhou Sumida Electric Co., Ltd.
- (ii) Representative Mr. Wu Dau Shen
- (iii) Date of Incorporation 24<sup>th</sup> December, 2001
- (iv) Location of Headquarters No. 15, Dongxing Road, Loufeng, Sub-district, Suzhou Industrial Park, Suzhou, Jiangsu, China P.R.C.
- (v) Capital US\$ 5 million
- (vi) Shareholder Composition 100% subsidiary of Sumida Group

(3) Business Performance of the Subsidiaries to be Transferred

Net Sales: JPY 5,577 million (estimation of fiscal year 2007)

\*Estimation of Sumida Group consolidated amount: JPY 70,200 million

Gross Asset: JPY 5,602 million (as of 31<sup>st</sup> October, 2007)

(4) Amount of Transfer and Settlement Procedure

Amount of Transfer: JPY 1,787 million

\*The amount may be changed according to the JPY/NS\$ exchange rate.

Settlement Procedure: Transferring the share of the business in cash at the date of business transfer.

**3. Schedule**

31 <sup>st</sup> December, 2007	Basic agreement regarding transfer of business
Until mid January, 2008	Transfer of business

In accordance with the business transfer, Sumida Group plans to set up a new company together with the substantial assignee. By making investment to the new company, Sumida Group aims to maintain cooperative relationship in respect of the R&D, manufacturing and sales of inverter unit business and continue contributing to the business.

The scheme etc. of the new company will be disclosed upon the completion of further discussion with the substantial assignee.

**4. Effect on Financial Results**

As the accounting regarding the business transfer will be executed in the fiscal year 2008, there will be no impact on the closing of consolidated financial result of the fiscal year 2007. The outline of accounting procedure will be disclosed upon confirmation, but we estimate about JPY 200 million of extraordinary profit at this point (the amount may be changed according to JPY/NT\$ exchange rate).

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