
Press Release

October 30, 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)

Acquisition of EIWA Co., Ltd. and MOSTEC Inc. by entering into Share Purchase Agreement

We, SUMIDA CORPORATION, hereby inform you that our newly incorporated 100% subsidiary, Sumida Power Electronics Co., Ltd. has completed the acquisition of EIWA Co., Ltd. ("EIWA") and MOSTEC Inc. ("MOSTEC") by entering into share purchase agreements.

1. Background

Being specialized in manufacturing electronic components and modules based on coil technology, we are focusing on growing power electronics markets as a new business opportunity which is related to the development of environment protection and conservation of energy.

Following our mid-term business plan "Triple Ex", we are taking proactive measures not only to further develop our core automotive business where energy saving and electronic-controlling technology are prevailing, but also to create new businesses especially for industrial electronics, energy conservative environment fields. In this respect, we plan to consolidate technologies that would complement our existing ones in order to enhance our capability to create higher value-added products based on our current components. To do this, we are very active to ally with and/or acquire suitable companies that have such technologies.

EIWA engages in development, manufacturing and sales of electronics devices including transformers and coils for switching supplies, and MOSTEC is specialized in developing coils and transformers for primary source for industry use. Both companies have been keeping close relationships with trusted customers owing to their

outstanding technologies, and their main businesses are promising in the future which we expect would accelerate further development in the new business fields on which we focus.

This time, judging that integrating Sumida, EIWA and MOSTEC's technology, manufacturing and sales competency would bring the competitive advantage so that three companies can cope with the growing business fields, we have entered into the share purchase agreement with these companies as of today.

2. Expected Business Effect after Share Purchase

By integrating the businesses of EIWA and MOSTEC through majority shareholding, we strongly expect the following synergy effects while expanding existing businesses:

(1) Wider-range of Product Lineups

Not just adding EIWA and MOSTEC's product lineups to Sumida, we plan to promote developing following product categories by utilizing both companies' technologies:

- ① Environment-related fields
e.g. coils for solar or wind power generators
- ② Electronic components for automotives
e.g. in addition to existing product lineups, transformers and high current coils for hybrid vehicles and electronic vehicles
- ③ Electronic components for industry or medical usage, OA equipments, communication devices
e.g. transformers and coils for primary source of industry or communication equipments

(2) Expansion of Customer Range

By utilizing customer databases of EIWA and MOSTEC, we expect to further expand sales channels of the product group, especially for automotive and industrial equipment.

(3) Contribution to "Sumida Silk Road" Strategy

Under the mid-term business plan "Triple Ex", we are in the midst of implementing our manufacturing strategy based on the concept "Sumida Silk Road" in order to further sharpen the low cost mass production capability in Asia. As EIWA has a manufacturing site in Thailand where we have planned to expand our satellite factory, we expect to further strengthen the capability by effectively utilizing the factory.

3. Outline of Share Purchase

(1) Incorporation of Sumida Power Electronics Co., Ltd.

In order to control power electronics business field which we focus on, we have incorporated our 100% owned Sumida Power Electronics Co., Ltd. ("SPE"). SPE will acquire and hold both shares of EIWA and MOSTEC.

SPE will proactively expand its businesses through the ways such as capital alliance with venture business companies who have outstanding technologies related to power electronics.

Basic Information:

(1) Representative	Representative Director and President Mr. Tomoharu Suseki
(2) Address	Asahi Building, 3-12-2, Nihonbashi, Chuo-ku, Tokyo, Japan
(3) Incorporation	October, 2008
(4) Major Business	Controlling Power Electronics Business
(5) Capital	50 million yen

(2) Outline of Share Acquisition of EIWA

① Number of Acquired Shares	165,725 shares
② Voting Ratio after Acquisition	Before: 0% After: 63.5%
③ Acquisition Amount	About 600 million yen
④ Precedent Shareholders	Eiwa Private Co., Ltd. etc
⑤ Contract Date	October 30, 2008 (today)
⑥ Share Acquisition Date	November 6, 2008
⑦ Future Plan	We plan to further acquire shares from other shareholders within this year.

(3) Outline of Share Acquisition of MOSTEC

① Number of Acquired Shares	80,000 shares
② Voting Ratio after Acquisition	Before: 0% After: 100%
③ Acquisition Amount	About 100 million yen
④ Precedent Shareholders	Mr. Takeo Kawashima (Representative Director of MOSTEC) etc.
⑤ Contract Date	October 30, 2008 (today)
⑥ Share Acquisition Date	October 30, 2008 (today)

4. Basic Information of EIWA Co., Ltd.

(1)	Company Name	EIWA Co., Ltd.
(2)	Representative	Representative Director and President Mr. Tomohiro Kashina
(3)	Address	1-20-23 Kamiikedai, Ota-ku, Tokyo, Japan
(4)	Incorporation	June, 1972
(5)	Major Business	High-frequency transformers, Unit for switching power supplies, motor coils and stator coils for HDDs
(6)	Major Operation Sites	Japan: Nagano (R&D, Sales), Aomori (Manufacturing) Outside Japan: Thailand (Manufacturing), Guangdong, China (Manufacturing)
(7)	Financial Year End	March 31
(8)	Employees	3,000 (including subsidiaries)
(9)	Net Sales	6,046 million yen (as of March 31, 2008)
(10)	Capital	261 million yen
(11)	Listed or Unlisted	Unlisted

5. Basic Information of MOSTEC Inc.

(1)	Company Name	Mostec Inc.
(2)	Representative	Representative Director Mr. Takeo Kawashima
(3)	Address	47-1 Miyazu Haisaki, kyotanabe-City, Kyoto, Japan
(4)	Incorporation	January, 1970
(5)	Major Business	coils for primary source used in electric vehicles, wind-power generators and other industrial machineries, transformers for ultra-thin power supplies
(6)	Financial Year End	September 30
(7)	Employees	15
(8)	Net Sales	170 million yen (as of September 30, 2007)
(9)	Capital	40 million yen
(10)	Listed or Unlisted	Unlisted

6. Accounting Procedure and Impact on Sumida's Financial Results

(1) Accounting Procedure

In view of accounting, we regard October 1, 2008 as the acquisition date of EIWA and MOSTEC and plan to consolidate both companies from the 4th quarter of FY 2008.

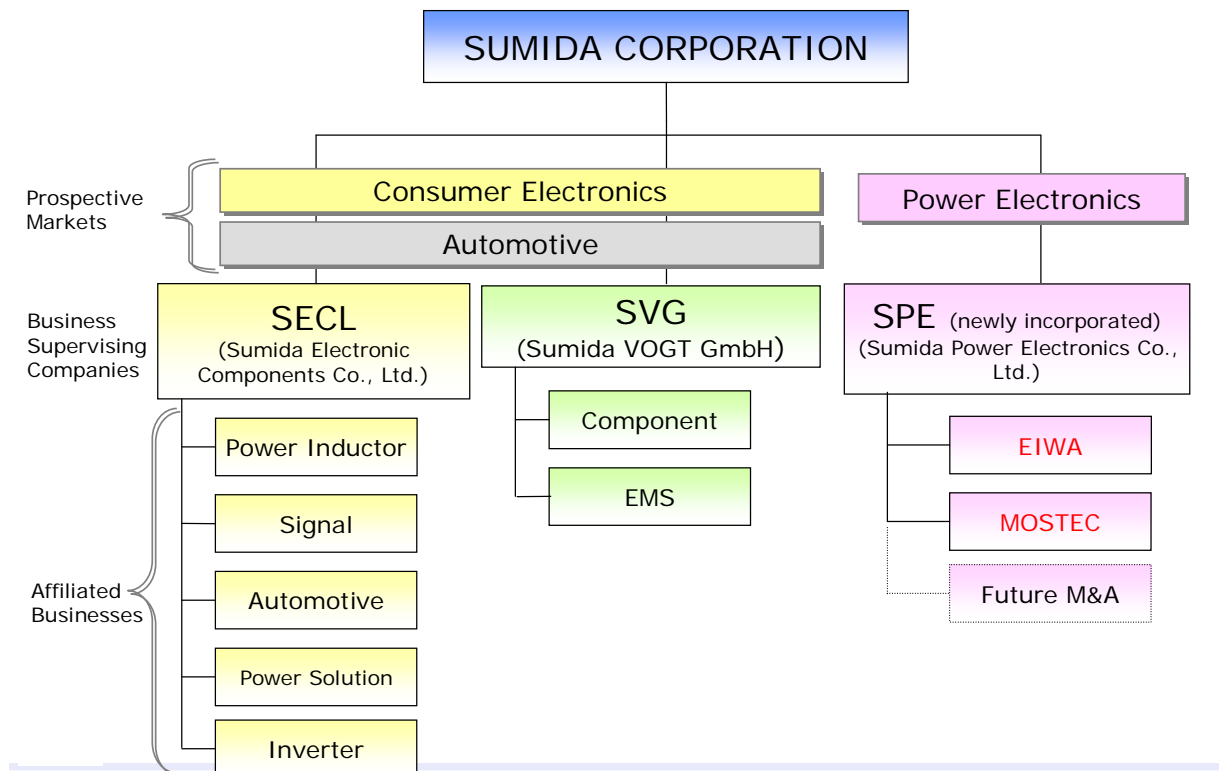
(2) Impact on Sumida's Financial Results

The impact on the financial results of FY08 is reflected in the consolidated forecast which we disclosed on October 28, 2008.

7. Future Business Structure

We will operate Consumer Electronics, Automotive and Power Electronics businesses by the following three business controlling companies.

Future Business Structure



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