

(This notice has been translated from the original notice in Japanese. In the event of any discrepancy, the original in Japanese shall prevail.)

9th March, 2006

To Whom It May Concern

Name of Company : Sanshin Electronics Co., Ltd.
Representative : Mitsumasa Matsunaga (President)
(Code No. 8150 Listed in the First Section of the Tokyo Stock Exchange)
Enquiries to : Hitoshi Suzuki (Associate Senior Vice-President)
(Tel: 03-3453-5111)

Establishment of Local Subsidiary in the Republic of Korea

Please be advised that Sanshin Electronics Co., Ltd. has established a local subsidiary in the Republic of Korea as of 9th March, 2006. The commencement of business by this local subsidiary is scheduled to start on 1st April, 2006 and an annual turnover of 3 billion won for the March, 2007 Term is aimed at.

1. Purpose of Establishing a Local Subsidiary

To deepen the business relationship with existing Korean clients through the presence of a local subsidiary and to discover, strengthen and expand new businesses in the Korean market.

2. Outline of the Local Subsidiary

- (1) Name (in English) : Sanshin Electronics Korea Co., Ltd.
(2) Representative : Yoichiro Takahashi (Mr.)
(3) Address : Room 605, Textile Center Bldg. 944-31, Daechi-3, Dong, Kangnam-ku, Seoul, Korea
(4) Date of Establishment : 9th March, 2006 (business operation will commence on 1st April, 2006)
(5) Capital : W 5 billion

- (6) Shareholders : 100% shareholding by Sanshin Electronics Co., Ltd.; Sanshin Electronics Korea Co., Ltd. will be included in the scope of consolidated accounting from the March, 2006 Term.
- (7) Number of Employees : 14 (at the time of establishment)
- (8) Businesses : ① Development, production, marketing and trading of semiconductors, electronic parts, communication equipment and electronic equipment
② Development, production and marketing of devices and application technologies related to the products listed in above
- (9) Closing Date : 31st March every year