

To Whom It May Concern

7th November, 2005

Name of Company : Sanshin Electronics Co., Ltd.
Representative : Mitsumasa Matsunaga (President)
(Code No. 8150 Listed in the First Section of the Tokyo Stock Exchange)
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Notice of Revisions of Business and Dividend Forecasts

Based on recent business trends, etc., please be advised of the following revisions of the forecasts for the consolidated business performance for the interim term, the consolidated as well as non-consolidated business performance for the whole term and dividend per share for the whole term of the March, 2006 Term (1st April, 2005 – 31st March, 2006) which were originally announced on 18th May, 2005 when the settlement of accounts was made public.

Description

I. Revisions of Forecast for Business Performance

1. Revisions of Forecast for Consolidated Business Performance for March, 2006 Term

(1) Interim Term (1st April, 2005 – 30th September, 2005)

(Units: ¥ million, %)

	Sales	Ordinary Profit	Net Profit for the Term
Previous Forecast (A)	93,000	1,700	850
Current Forecast (B)	99,100	1,970	1,100
Modified Amount (B – A)	6,100	270	250
Rate of Increase/Decrease (%)	6.6%	15.9%	29.4%
(Reference)			
Interim Results for Previous Term (March, 2005 Term)	95,581	1,907	1,049

(2) Whole Term (1st April, 2005 – 31st March, 2006)

(Units: ¥ million, %)

	Sales	Ordinary Profit	Net Profit for the Term
Previous Forecast (A)	202,000	4,000	2,300
Current Forecast (B)	202,000	4,100	2,400
Modified Amount (B – A)	-	100	100
Rate of Increase/Decrease (%)	-	2.5%	4.3%
(Reference)			
Results for Previous Term (March, 2005 Term)	190,541	3,747	2,045

2. Revisions of Non-Consolidated Business Performance for March, 2006 Term

(1) Whole Term (1st April, 2005 – 31st March, 2006)

(Units: ¥ million, %)

	Sales	Ordinary Profit	Net Profit for the Term
Previous Forecast (A)	142,000	3,050	1,750
Current Forecast (B)	145,000	3,200	1,800
Modified Amount (B – A)	3,000	150	50
Rate of Increase/Decrease (%)	2.1%	4.9%	2.9%
(Reference) Results for Previous Term (March, 2005 Term)	138,516	3,096	1,787

Note : There has been no change of the non-consolidated business performance for the interim term since the notice of revision issued on 19th October, 2005.

3. Reasons for Revisions

The consolidated sales for the interim term of the March, 2006 Term are now expected to exceed the original forecast due to favourable sales of memories for mobile phones and PCs, CMOS sensors and connectors for mobile phones and substrates Printed Circuit Boards for plasma display units. Accordingly, the size of the ordinary profit is expected to exceed the original forecast because of increased sales.

Both the sales and the ordinary profit in the second half are expected to fall short of the original forecasts because of the adjustment of production and price decrease. Consequently, the business performance for the whole term has been revised as stated above, reflecting the favourable business performance in the first half.

II. Revisions of Dividend Forecast

1. Revisions of Dividend Forecast for March, 2006 Term

(1st April, 2005 – 31st March, 2006)

(Unit: ¥)

	Interim	Term End	Annual Total
Previous Forecast (18 th May, 2005)	8	12	20
Revised Forecast	8	14	22
(Reference) Actual Divided per Share for Previous Term	6	12	18

2. Reasons for Revisions

The basic dividend policy of the Company is to decide the level of the dividend based on two primary principles, i.e. an increased return of the profit to shareholders and the consolidation of internal reserves. Under this policy, the Company is striving to continue to pay the dividend in a stable manner as well as to increase the amount of the dividend for shareholders, taking the consolidated business performance and the pay-out ratio into careful consideration.

In consideration of (i) the prospect that the consolidated business performance for the whole term is likely to exceed the original forecast announced on 18th May, 2005 and (ii) the consolidated pay-out ratio, it is now decided to revise the term end dividend per share for the March, 2006 Term and to increase it by ¥2 from the previous forecast of ¥12 to ¥14.

(Note)

Please note that the business forecast in this notice is a forecast based on the rational judgement of the Company, in turn based on data which is currently available, and may change due to various factors.

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