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Market Price Valuation Loss on Inventory Assets

SIIX Corporation hereby announces its intention to post a market price valuation loss on inventory assets as an extraordinary loss in the interim term for the fiscal year ending December 2005.

1. Market price valuation loss on inventory assets

Company's inventory assets (mobile telephone LCD modules, etc.) with a market price that is recognized to have declined notably with no outlook for recovery in possible sales price to the level of the cost of acquisition will be subjected to compulsory devaluation as indicated below.

< Consolidated >

Aggregate amount of inventory asset valuation loss as of the end of the interim term for the fiscal year ending December 2005 (A)	¥619 million
Net asset value in the fiscal year ending December 2004 (B)	¥9,416 million
(A) / (B) × 100	6.6%
Ordinary income for the fiscal year ending December 2004 (C)	¥2,217 million
(A) / (C) × 100	27.9%
Net income for the fiscal year ending December 2004 (D)	¥1,045 million
(A) / (D) × 100	59.2%

< Non consolidated >

Aggregate amount of inventory assets valuation loss as of the end of the interim term for the fiscal year ending December 2005 (A)	¥438 million
Net asset value in the fiscal year ending December 2004 (B)	¥6,329 million
(A) / (B) × 100	6.9%
Average ordinary income for the past 5 fiscal years (C)	¥484 million
(A) / (C) × 100	90.5%
Average net income for the term for the past 5 fiscal years (D)	¥241 million
(A) / (D) × 100	181.7%

2. Impact on performance

The impact of this market price valuation loss of inventory assets is incorporated in the Revised Performance Forecast announced separately today.