

Overseas Operations for Fiscal 2005

During the fiscal year under review, China, despite its conservative fiscal policy, led the Asian region in overall economic growth, along with the United States, while Europe continued in its slow rate of recovery.

Under such economic conditions, expanded foreign demand for our die-casting machines and machine tools resulted in total consolidated overseas sales of ¥59,580 million (US\$555 million), a 4.2% increase over the previous year, contributing to approximately 48.2% of total consolidated sales.

In terms of machine types, injection molding machines and die-casting machines continued to be our leading export products, with the Asian region, principally China, Korea, Taiwan, Indonesia, and Thailand, being the largest market for our products.

During the current fiscal year, we will continue in the further enhancement of our regional sales and service networks, along with providing our customers with machines of increasingly higher standards of quality, as well as a total type of Solution Business based on our value chain of products.

