

DAISHINKU CORP.

Summary of Financial Results for the First Quarter Ended June 30, 2004

August 23, 2004

Osaka, August 23, 2004 - Daishinku Corp. today announced its consolidated financial results for the three months ended June 30, 2004.

1. Operating Results for the First Quarter of Fiscal Year 2004 (April 1, 2004 to June 30, 2004)

(1) Consolidated Operating Results

	Sales		Operating Income		Recurring Income		Net Income (first quarter)	
Fiscal Year	(Millions of yen)	%	(Millions of yen)	%	(Million of yen)	%	(Millions of yen)	%
2004(First quarter)	8,079	9.2	306	-	401	-	309	-
2003(First quarter)	7,399	-	-	-	-	-	-	-
(ref.) FY 2003	30,225		1,673		372		1,658	

	Net Income per Share (First Quarter)	Net income per Share, diluted
Fiscal Year	(Yen)	(Yen)
2004(First quarter)	6.88	6.06
2003(First quarter)	-	-
(ref.) FY 2003	40.37	31.93

(note)

Disclosure of consolidated financial results for the first quarter started this term. Therefore, the results of FY2003 are not available.

Business Results

The overall world economy for this first quarter showed a steady performance, with amid signs of brisk economic growth in U.S. and China's continued growth. In the electronic device market, mobile phones and other equipment were under production adjustment, but flat screen televisions, digital home electric appliances and PCs' production showed healthy movement. Along with this, the demand for quartz devices went well.

Under such circumstances, we concentrated on the production and expansion of miniature products, responding to the increased demand of 3225 size products. As a result, our sales for the current first quarter amounted ¥8,079 million, 9.2% increase compared with the previous year. Operating income totaled ¥306 million, recurring income were ¥401 million, and net income were ¥309 million, which were nearly as we have forecasted.

(2) Consolidated Financial Status

	Total Asset	Shareholders' Equity	Shareholders' Equity to Total Liabilities and Net Worth	Shareholders' Equity Per Share
Fiscal Year	(Millions of Yen)	(Millions of Yen)	%	(Yen)
2004(First quarter)	60,911	30,245	49.7	668.46
2003(First quarter)	-	-	-	-
(ref.) FY2003	61,090	29,981	49.1	672.83

(note)

Disclosure of consolidated financial results for the first quarter started this term. Therefore, the results of FY2003 are not available.

Financial Status

Total assets for the current first quarter amounted ¥60,911 million, ¥179 million decrease compared with the precious year. This is mainly due to decrease in cash and time deposits. Liabilities fell ¥490 million, and this decrease is attributable to loss in long-term debt. Shareholder's equity increased ¥263 million, mainly with the conversion of CB's into equity.

3. Forecast for Fiscal Year 2004 (April 1, 2004 to March 31, 2005)

	Sales	Recurring Income	Net Income
	(Millions of Yen)	(Millions of Yen)	(Millions of Yen)
Full Year	16,500	540	520
Interim	33,200	1,590	1,340

(reference) Forecast of net income per share (Consolidated): Yen 30.09

Note: The forecasts are based on assumptions of the future economic environment using the data available at the time of disclosure. Actual earnings may differ from the forecasts, due to a range of factors.