

**TOYO COMMUNICATION EQUIPMENT CO., LTD.**

**Summary of Consolidated Financial Results for the 1st Half of Fiscal Year 2004**

Date: October 29, 2004

1. Interim Consolidated Operating Performance (April 1, 2004 to September 30, 2004)

(1) Consolidated Operating Results

Fiscal Year	Sales		Operating Income		Ordinary Income	
	(Millions of Yen)	%	(Millions of Yen)	%	(Millions of Yen)	%
2004 (Interim)	26,647	-5.0	606	-	836	-
2003 (Interim)	28,044	4.7	-192	-	-404	-
2003 (Full Year)	58,070		1,181		797	

Fiscal Year	Net Income		Net Income per share	Net Income per share after adjustment with potential shares
	(Millions of Yen)	%	(Yen)	(Yen)
2004 (Interim)	-436	-	-7.77	-
2003 (Interim)	-1,015	-	-18.09	-
2003 (Full Year)	-417		-7.44	-

(notes)

- (a) Return on Investment of Equity Method: FY2004(Interim) – million yen, FY2003(Interim) – million yen, FY2003(Full Year) –million yen
- (b) Average number of shares for the term (consolidated): FY2004(Interim) 56,115,709 shares, FY2003(Interim) 56,139,361 shares, FY2003(Full Year) 56,132,776 shares
- (c) Changes of Accounting Method: Changed
- (d) Percent at Sales, Operating Income, Ordinary Income and Net Income shows the change to the same term of the previous year.

(2) Consolidated Financial Status

Fiscal Year	Total Asset	Shareholders' Equity	Shareholders' Equity to Total Liabilities and Net Worth	Shareholders' Equity Per Share
	(Millions of Yen)	(Millions of Yen)	%	(Yen)
2004 (Interim)	63,892	26,089	40.8	464.97
2003 (Interim)	79,580	26,104	32.8	465.08
2003 (Full Year)	84,383	26,541	31.5	472.94

(note) Number of Shares Issued and Outstanding(consolidated): FY2004(Interim) 56,110,612 shares, FY2003(Interim) 56,130,262 shares, FY2003(Full Year) 56,120,519 shares

(3) Consolidated Statements of Cash Flows

Fiscal Year	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at End of Period
	(Millions of Yen)	(Millions of Yen)	(Millions of Yen)	(Millions of Yen)
2004 (Interim)	2,077	5,988	-14,519	9,033
2003 (Interim)	646	-5,894	-275	10,456
2003 (Full Year)	2,854	-5,003	1,803	15,455

(4) Application of Consolidation and Equity Method

Number of Consolidated Subsidiaries: 13 companies

(5) Change for application of Consolidation and Equity Method

Consolidated Subsidiaries (excluded): 1 company

2. Forecast for FY2004 (April 1, 2004 to March 31, 2005)

	Sales	Ordinary Income	Net Income
	(Millions of Yen)	(Millions of Yen)	(Millions of Yen)
Full Year	54,000	1,700	400

(note) Forecast of Net Income per Share(Full Year): Yen 7.13

\* This forecast was prepared based on estimates using information currently available. Actual results may differ from the forecast.