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Company name: PHOENIX Electric Co., Ltd.  
President: Sadaichi Saito  
Stock code: 6927  
Stock exchange listing: JASDAQ  
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**Revision of Planned Year-end Dividend for Fiscal Year Ending March 2005**

The Board of Directors on January 21, 2005 approved a resolution to submit a proposal of an increase in the year-end dividend applicable to the current fiscal year ending March 2005 to the 29<sup>th</sup> Annual General Meeting of Shareholders.

**1. Reason for revision of planned dividend**

Phoenix believes that profit sharing with its shareholders is an important management issue. So far, the basic policy toward profit sharing with shareholders was to assure long-term stable dividends while at the same time reinforcing the company's financial position and its operating base. The Company has altered its policy from one of maintaining a stable dividend to distributing earnings in a manner that reflects changes in operating results.

In view of the projected consolidated results of operations, management plans to propose a dividend of 7.50 yen per share, calculated based on the number of shares outstanding after the stock split. The proposed dividend per share translates into a dividend of 30 yen per share based on the number of shares outstanding before the stock split, an increase from 15 yen per share distributed in the previous fiscal year.

**2. Dividend revision**

(yen)

	Interim dividend	Year-end dividend
Previous forecast (May 28, 2004)	7.50	2.50
Current revised	7.50	7.50

The interim dividend per share is calculated based on the number of shares outstanding before the stock split that became effective on November 19, 2004. The year-end dividend per share is calculated based on the number of shares outstanding after the three-for-one stock split.

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