

# The 29th term Business Report

From July 1, 2003 to June 30, 2004



**I-O DATA**

*I-O DATA DEVICE, INC.*

# Greetings to Our Shareholders

First, I would like to thank you for your special support to I-O DATA DEVICE, INC. I am pleased to have this opportunity to offer our shareholders my greetings and a few words.

We will report the outline of our sales for the 29th term (July 1, 2003 to June 30, 2004). We request your continued support, guidance, and encouragement as before.



*Akio Hosono.*

**Akio Hosono**, President  
September 2004

# The Outline of Our Sales

## **Business Overview**

During this fiscal year, the Japanese economy had a steady and strong showing toward recovery. This was due to revitalization in domestic capital investments caused by a steady and continued increase in exports to the United States, China and other Asian countries, as well as to a favorable turn in stock prices and improvement in the financial condition of private companies from the completion of the first stage of corporate restructuring for reduction of personnel expenses. Meanwhile, the sense of stagnation in the economy had not been wiped out completely because wage levels remained low and growth in consumer spending was still slow.

In the personal computer industry, to which we belong, market demand has been increasing mainly in the segment for corporate customers. According to an announcement by JEITA (Japan Electronics and Information Technology Industries Association) in July 2004, shipments of personal computers from July 2003 through June 2004 increased by nearly 9% on a year-on-year basis. On the back of a turnaround in the corporate business environment, the momentum for investment in information-oriented management grew sharply. However, the figure declined by nearly 10%, which reflects the increasingly tough price competition in the market.

Under such circumstances, we focused on implementing several business strategies for the production of high-value-added products and cost reduction. This was intended to increase profits for the entire group, while the growth in consumer spending remained slow. As a result, sales for this fiscal year totaled 72,870 million yen (up 12.1% on a year-on-year basis). In terms of our business profit, performance had been favorable before April of this fourth quarter. However, after the Golden Week holidays in May, the market price conditions of our products changed for the worse (shop prices continued to drop compared

with the cost of raw materials). Our profit was seriously influenced by a slowdown in sales of our products, which had been favorable through the fiscal year, and by a product price cut, which was part of a sales promotion. Consequently, operating income and ordinary income were 1,491 million yen (down 8.0% on a year-on-year basis) and 1,565 million yen (down 2.3% on a year-on-year basis), respectively. Net income amounted to 749 million yen (down 37.3% on a year-on-year basis). This figure exceeded the target announced on January 29, 2004 but was lower than that of the previous fiscal year due to the variance in valuation of the yen exchange rate in the long-term forward exchange agreement, which was slightly lower than the rate as of the interim term end.

The following is a summary, by division, of our business overview for this fiscal year.

## **Extension Memory Board Division**

Sales in the Extension Memory Division increased by 28.7% on a year-on-year basis because corporate investment in information-oriented management has been in full-scale recovery as seen from the demand for personal computers, which exceeded that of the previous fiscal year for the fifth consecutive quarter from the first quarter of fiscal year 2003 through the first quarter of fiscal year 2004, according to an announcement by JEITA; consumer demand for memory extension increased due to the need for extended-hour recording, editing of moving images, and creating DVDs, although business conditions had been tight since May during the second half of this fiscal year; and the expanding market for USB flash memory, which enables easy storage of data by direct insertion into the USB ports of a personal computer.

### **Storage Division**

The Storage Division had a tough time, as sales of CD-R/RW and MO products were below those of the previous fiscal year owing to changes in computer use and declines in unit prices. However, sales of HDD products grew significantly due to diversification in usage and improvement in design and functionality, in addition to their high capacity. Furthermore, sales of DVD products also grew largely on the back of the demand for digital electric household appliances although sales growth was slow due to the influence of a unit price decline in the second half of this fiscal year. Consequently, sales in the Storage Division increased by 3.1% on a year-on-year basis.

### **Liquid Crystal Division**

In the first half of this fiscal year, the Liquid Crystal Division faced an uphill battle in sales because of an insufficient response to demand. However, in the second half, the demand-and-supply balance was favorable, and sales recovered mainly in the segment for corporate customers. Consequently, sales in the Liquid Crystal Division increased by 8.6% on a year-on-year basis.

### **Peripheral Division**

Our AVeL products, which were launched this fiscal year based on the concept of “enjoying audio and video more freely,” produced a satisfactory outcome mainly in the area of link players. In the meantime, as in major products such as multimedia, extension boards, and network products, the division struggled in the face of a tough price competition from domestic competitors and competing products made in Taiwan. Consequently, sales in the Peripherals Division decreased by 7.4% on a year-on-year basis.

### **Custom Order Product Division**

Sales in the Custom Order Product Division increased by 112.6% on a year-on-year basis, as our USB flash memory

contributed to the sales increase in place of TV tuner boards launched as an OEM product for major personal computer manufacturers.

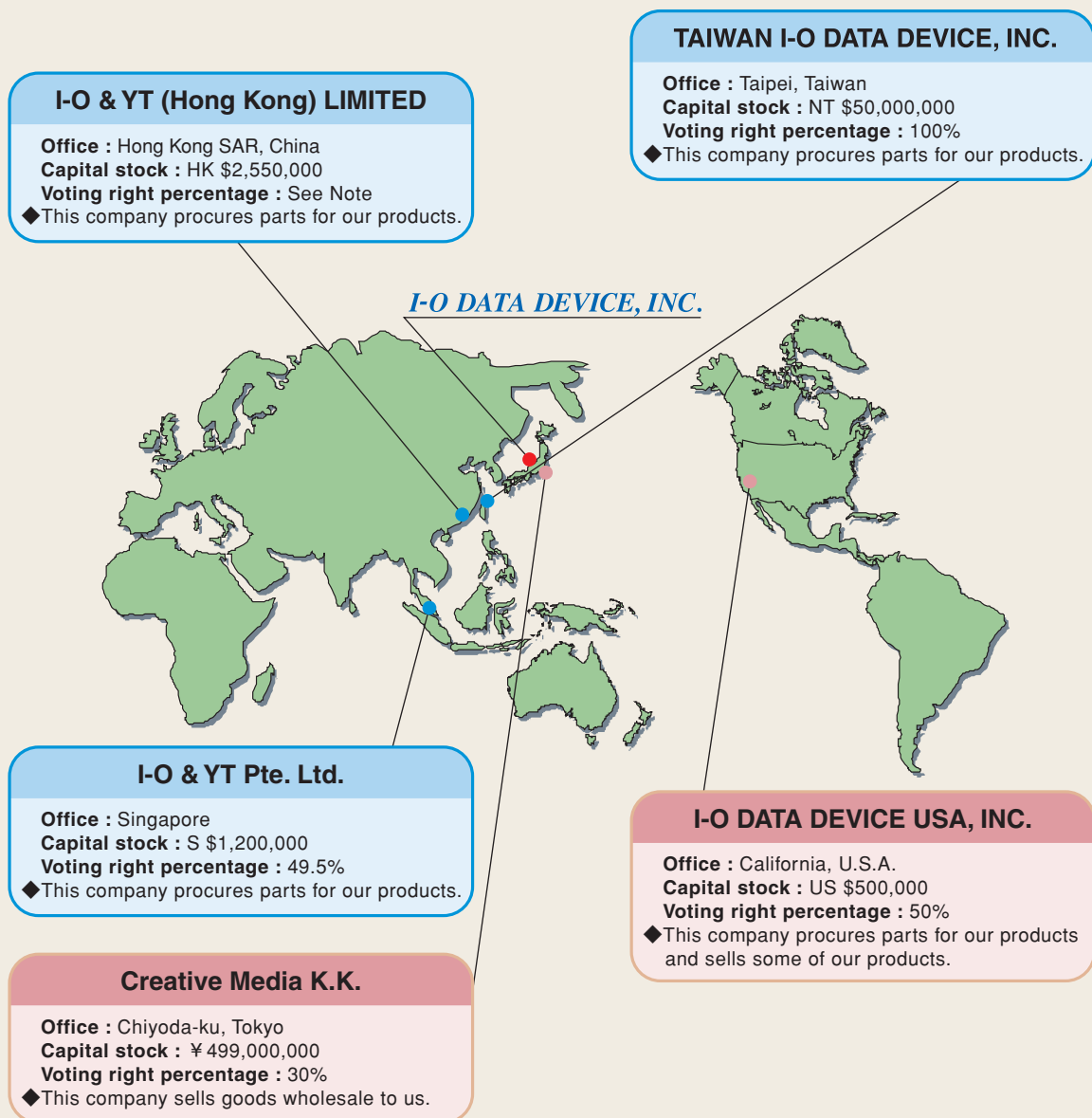
### **Others**

Sales in other divisions increased by 106.9% on a year-on-year basis because the Sound Blaster series, one of our product lines, contributed to the sales increase.

Going forward, we expect the Japanese economy to recover steadily, supported by a recovery in stock prices and the financial condition of private companies although the outlook for consumer spending and currency movement in the domestic economy is unclear. Meanwhile, the global economy is expected to be supported by the US economy, where employment and income have improved because of the effects of tax reductions; China, where high economic growth continues; and other Asian countries. We also expect the tight market environment for the personal computers industry to continue but expect that it will be supported by active corporate investment in information-oriented management, as seen in the e-Japan government project.

Under such circumstances, our forecast for sales, ordinary income, and net income for the next consolidated fiscal year is 76,800 million yen (up 5.4% on a year-on-year basis), 1,665 million yen (up 6.4% on a year-on-year basis), and 1,020 million yen (up 36.1% on a year-on-year basis), respectively. We plan to focus on development of new products for the future market, further bolster our sales force, and strengthen the AVeL brands of HDDs, DVDs, and liquid crystal products with TV tuners and other digital electric household appliances. This will be a driving force for future sales expansion in addition to our major product brands of extension memory boards, storage products, and liquid crystal displays.

# Status of Corporate Group



Note: TAIWAN I-O DATA DEVICES, INC. holds a 50% share and the remaining 50% belongs to I-O & YT Pte. Ltd.



# Consolidated Financial Statements

## Consolidated Balance Sheets

Item	Amount		Item	Amount	
	29th Term (As of June 30, 2004)	28th Term (As of June 30, 2003)		29th Term (As of June 30, 2004)	28th Term (As of June 30, 2003)
<b>ASSETS</b>			<b>LIABILITIES</b>		
Current Assets			Current Liabilities		
Cash and bank deposits	5,913,054	5,720,251	Notes and accounts payable-trade	10,301,451	8,480,576
Notes and accounts receivable-trade	14,635,539	12,486,373	Short-term borrowings	2,000,000	—
Inventories	6,933,545	4,334,406	Accrued income taxes	361,015	52,523
Deferred tax assets	279,373	364,870	Other	2,211,955	2,552,689
Other	276,922	1,542,463	<b>Total Current Liabilities</b>	<b>14,874,423</b>	<b>11,085,789</b>
Less: Allowance for doubtful accounts	(15,598)	(35,205)	Long-term Liabilities		
<b>Total Current Assets</b>	<b>28,022,836</b>	<b>24,413,161</b>	Reserve for retirement benefits	132,604	120,064
Fixed Assets			Reserve for directors' retirement allowances	138,669	129,080
Tangible fixed assets			Reserve for recycling expenses	75,078	—
Buildings and structures	1,681,183	1,774,755	Other	112,381	278,886
Land	3,204,955	3,204,955	<b>Total Long-term Liabilities</b>	<b>458,733</b>	<b>528,031</b>
Other	390,243	339,193	<b>Total Liabilities</b>	<b>15,333,157</b>	<b>11,613,821</b>
Total tangible fixed assets	5,276,381	5,318,904	MINORITY INTERESTS		
Intangible fixed assets	451,576	263,401	Minority interests	128,422	17,974
Investments and others			SHAREHOLDERS' EQUITY		
Investments in securities	781,236	700,170	Capital stock	3,588,070	3,588,070
Other	1,191,797	738,570	Additional paid-in capital	4,308,653	4,308,653
Less: Allowance for doubtful accounts	(1,900)	(56,000)	Retained earnings	12,696,757	12,149,142
Total investments and others	1,971,134	1,382,740	Difference in securities revaluation	59,669	36,869
<b>Total Fixed Assets</b>	<b>7,699,091</b>	<b>6,965,047</b>	Exchange adjustment	(101,111)	(45,606)
<b>Total Assets</b>	<b>35,721,928</b>	<b>31,378,208</b>	Treasury stock-at cost	(291,691)	(290,716)
			<b>Total Shareholders' Equity</b>	<b>20,260,347</b>	<b>19,746,412</b>
			Total Liabilities, Minority Interests, and Shareholders' Equity	35,721,928	31,378,208

Notes:1

## Consolidated Statements of Income

(Thousands of yen)

Item	Amount	
	29th Term (Year ended June 30, 2004)	28th Term (Year ended June 30, 2003)
Net sales	72,870,795	65,029,782
Cost of sales	64,431,077	57,066,425
<b>Gross profit</b>	<b>8,439,717</b>	<b>7,963,357</b>
Selling, general and administrative expenses	6,948,341	6,342,608
<b>Operating income</b>	<b>1,491,376</b>	<b>1,620,748</b>
Non-operating income	260,456	175,240
Interest received	8,822	11,524
Purchase discount	111,291	105,788
Investment return on equity method	26,258	—
Foreign exchange gain	44,509	—
Other	69,574	57,926
Non-operating expenses	186,383	193,330
Interest expense	2,961	3,998
Sales discount	125,853	90,621
Investment loss from the investment consortium	33,851	54,980
Investment loss on equity method	—	24,338
Foreign exchange loss	—	5,398
Other	23,716	13,993
<b>Ordinary income</b>	<b>1,565,450</b>	<b>1,602,657</b>
Extraordinary income	18,958	131,539
Reversal of allowance for doubtful accounts	18,958	110,072
Gain on sale of stocks of affiliated companies	—	21,467
Extraordinary loss	607,003	399,529
Loss on disposal of fixed assets	8,529	10,660
Loss on sale of fixed assets	71	153
Patent licensing fee	—	387,165
Write-down of memberships	1,999	1,550
Valuation loss from derivatives transactions	596,402	—
<b>Income before income taxes</b>	<b>977,404</b>	<b>1,334,668</b>
Income taxes-current	775,197	68,294
Income taxes-deferred	(590,091)	62,151
Minority interests	42,584	9,004
<b>Net income</b>	<b>749,714</b>	<b>1,195,217</b>

Notes:2

## Consolidated Statements of Cash Flow

(Thousands of yen)

Item	Amount	
	29th Term (Year ended June 30, 2004)	28th Term (Year ended June 30, 2003)
<b>Cash flows from operating activities:</b>		
Income before income taxes	977,404	1,334,668
Depreciation and amortization	449,207	425,042
Increase (Decrease) in reserve for directors' retirement allowances	9,588	(1,576)
Increase in reserve for recycling expenses	75,078	—
Decrease in allowance for doubtful accounts	(73,706)	(114,959)
Decrease (Increase) in trade receivables	(1,866,904)	657,047
Decrease (Increase) in inventories	(2,405,070)	3,079,664
Increase (Decrease) in trade payables	1,623,651	(1,269,325)
Others, net	633,220	890,941
<b>Subtotal</b>	<b>(577,530)</b>	<b>5,001,502</b>
Interest and dividends received	14,065	15,820
Interest paid	(3,112)	(3,559)
Income taxes paid	(479,902)	114,423
<b>Net cash used in operating activities</b>	<b>(1,046,479)</b>	<b>5,128,187</b>
<b>Cash flows from investing activities:</b>		
Acquisition of tangible and intangible fixed assets	(413,737)	(376,142)
Acquisition of investments in securities	(120,892)	(227,872)
Others, net	29,207	98,930
<b>Net cash used in investing activities</b>	<b>(505,423)</b>	<b>(505,083)</b>
<b>Cash flows from financing activities:</b>		
Net increase (decrease) in short-term borrowings	1,995,000	(1,495,000)
Cash dividends paid	(192,301)	(148,218)
Others, net	(974)	(1,216)
<b>Net cash provided by financing activities</b>	<b>1,801,724</b>	<b>(1,644,435)</b>
Effects of exchange rate changes on cash and cash equivalents	(69,512)	(18,163)
<b>Net increase in cash and cash equivalents</b>	<b>180,308</b>	<b>2,960,504</b>
Cash and cash equivalents at beginning of year	5,720,251	2,759,747
<b>Initial balance of cash or cash equivalents of new consolidated subsidiary companies</b>	<b>12,493</b>	<b>—</b>
<b>Cash and cash equivalents at end of year</b>	<b>5,913,054</b>	<b>5,720,251</b>

Notes:3

Notes:1	(Millions of yen)	
	29th Term (As of June 30, 2004)	28th Term (As of June 30, 2003)
1. Accumulated depreciation of tangible fixed assets	2,838	2,626
2. Investments in securities with regard to affiliated companies are as follows:		
Investments in securities (for shares of affiliated companies)	169	246

Notes:2	(Millions of yen)	
	29th Term (As of June 30, 2004)	28th Term (As of June 30, 2003)
1. Major expense items and amounts in selling, general and administrative expenses		
Advertising and general publicity expenses	666	646
Salaries, benefits and bonuses	1,869	1,831
Packing and freight charges	1,085	886
Research and development expense	1,196	1,109
Net income per share (unit:yen)	50.27	80.59

Notes:3

1. Cash and cash equivalents at end of year agree with "Cash and bank deposits" stated in the consolidated balance sheets.

# Non-Consolidated Financial Statements

## Non-Consolidated Balance Sheets

Item	Amount	
	29th Term (As of June 30, 2004)	28th Term (As of June 30, 2003)
<b>ASSETS</b>		
Current Assets		
Cash and bank deposits	5,172,420	5,050,045
Notes and accounts receivable-trade	14,341,778	12,471,564
Inventories	6,129,854	3,974,079
Deferred tax assets	332,879	417,400
Other	565,312	1,832,734
Less: Allowance for doubtful accounts	(77,000)	(103,000)
<b>Total Current Assets</b>	<b>26,465,245</b>	<b>23,642,824</b>
Fixed Assets		
Tangible fixed assets		
Buildings and structures	1,680,698	1,773,954
Land	3,204,955	3,204,955
Other	376,633	337,220
Total tangible fixed assets	5,262,287	5,316,129
Intangible fixed assets		
Investments and others		
Investments in securities	1,032,185	874,480
Deferred tax assets	486,873	—
Other	667,900	701,357
Less: Allowance for doubtful accounts	(1,900)	(56,000)
Total investments and others	2,185,059	1,519,838
<b>Total Fixed Assets</b>	<b>7,897,876</b>	<b>7,097,655</b>
<b>Total Assets</b>	<b>34,363,122</b>	<b>30,740,479</b>

(Thousands of yen)		
Item	Amount	
	29th Term (As of June 30, 2004)	28th Term (As of June 30, 2003)
<b>LIABILITIES</b>		
Current Liabilities		
Notes and accounts payable-trade	9,808,230	8,421,859
Short-term borrowings	2,000,000	—
Accrued income taxes	301,403	20,000
Other	2,083,115	2,529,657
<b>Total Current Liabilities</b>	<b>14,192,750</b>	<b>10,971,516</b>
Long-term Liabilities		
Reserve for retirement benefits	132,604	120,064
Reserve for directors' retirement allowances	138,669	129,080
Reserve for recycling expenses	75,078	—
Other	48,102	213,935
<b>Total Long-term Liabilities</b>	<b>394,454</b>	<b>463,080</b>
<b>Total Liabilities</b>	<b>14,587,204</b>	<b>11,434,596</b>
<b>SHAREHOLDERS' EQUITY</b>		
Capital stock	3,588,070	3,588,070
Additional paid-in capital	4,308,653	4,308,653
Retained earnings	12,111,215	11,663,006
Other gain or loss from securities revaluation	59,669	36,869
Treasury stock-at cost	(291,691)	(290,716)
<b>Total Shareholders' Equity</b>	<b>19,775,917</b>	<b>19,305,882</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>34,363,122</b>	<b>30,740,479</b>

Notes:4



# Appropriation of Retained Earnings

## Non-Consolidated Statements of Income

(Thousands of yen)

Item	Amount	
	29th Term (Year ended June 30, 2004)	28th Term (Year ended June 30, 2003)
Net sales	71,416,110	64,268,010
Cost of sales	63,621,163	56,796,639
Gross profit	7,794,946	7,471,370
Selling, general and administrative expenses	6,366,516	6,044,197
Operating income	1,428,430	1,427,172
Non-operating income	248,479	182,133
Interest received	15,001	17,194
Dividends received	53,031	—
Purchase discount	111,291	105,788
Other	69,155	59,150
Non-operating expenses	328,969	178,266
Interest expense	2,699	3,128
Sales discount	125,853	90,621
Investment loss from the investment consortium	33,851	54,980
Foreign exchange loss	142,883	24,151
Other	23,681	5,385
Ordinary income	1,347,939	1,431,039
Extraordinary income	26,180	60,787
Reversal of allowance for doubtful accounts	26,180	41,112
Gain on sale of stocks of affiliated companies	—	19,675
Extraordinary loss	606,940	397,937
Loss on disposal of fixed assets	8,466	9,068
Loss on sale of fixed assets	71	153
Patent licensing fee	—	387,165
Write-down of memberships	1,999	1,550
Valuation loss from derivatives transactions	596,402	—
Income before income taxes	767,179	1,093,889
Income taxes-current	703,834	14,845
Income taxes-deferred	(586,964)	(5,410)
Net income	650,309	1,084,454
Profit brought forward from the previous year	248,717	154,392
Reversal from legal reserve	—	215,515
Unappropriated retained earnings for the year	899,027	1,454,362

Notes:5

Item	Amount	
	29th Term (Year ended June 30, 2004)	28th Term (Year ended June 30, 2003)
Unappropriated retained earnings for the year	899,027,109	1,454,362,509
Reversal of reserve for fixed assets reduction	1,045,781	1,087,094
Total	900,072,890	1,455,449,603
Profit was appropriated as follows:		
Reserve for fixed assets reduction	—	4,631,381
Dividends	190,992,958 (¥ 13 per share)	191,000,498 (¥ 13 per share)
Bonuses to directors and corporate auditors (Of which, bonuses to corporate auditors)	11,100,000 (1,050,000)	11,100,000 (1,050,000)
Special reserve	500,000,000	1,000,000,000
Profit to be carried forward	197,979,932	248,717,724

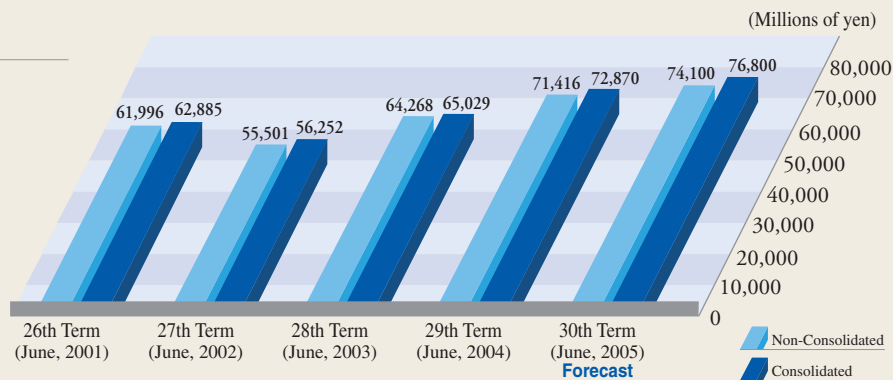
Note: Calculation of the reserve for fixed assets reduction is based on the revised legal effective tax rate to be used for calculation of deferred tax liability.

Notes:4	(Millions of yen)	
	29th Term (As of June 30, 2004)	28th Term (As of June 30, 2003)
1. Short-term receivable due from subsidiaries	236	316
Short-term payable due to subsidiaries	1,105	1,143
2. Accumulated depreciation of tangible fixed assets	2,821	2,619
3. Liabilities for guarantee TAIWAN I-O DATA DEVICES, INC.	996	817
Those denominated in foreign currencies therein: (US\$9,187 thousand)	(US\$6,820 thousand)	—
I-O & YT Pte. Ltd.	184	—
Those denominated in foreign currencies therein: (US\$1,698 thousand)	(—)	(—)
4. Dividend limitation Amounts of net assets stipulated in the third paragraph of Article 124 of enforcement regulations of the Commercial Law	59	36

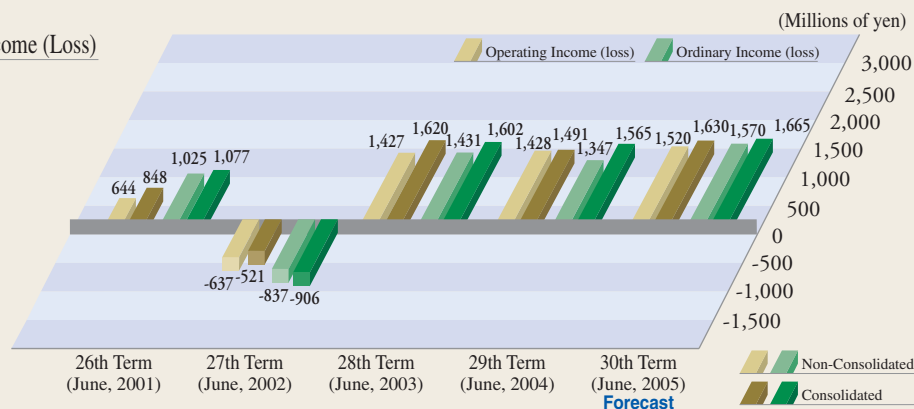
Notes:5	(Millions of yen)	
	29th Term (Year ended June 30, 2004)	28th Term (Year ended June 30, 2003)
1. Sales to subsidiaries	418	638
Purchases, etc. from subsidiaries	21,531	13,917
Non-operating transactions with subsidiaries	58	17
2. Research and development costs included in selling, general and administrative expenses	1,196	1,109
3. Net income per share (unit:yen)	43.51	73.05

# Changes in Operating Results

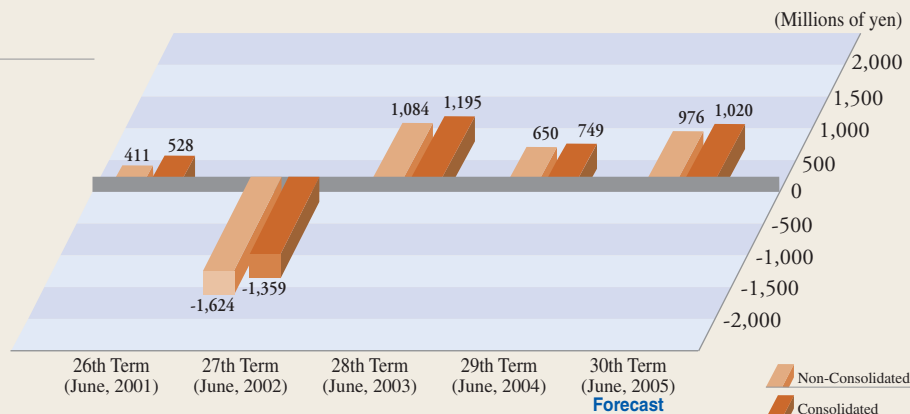
## Net Sales



## Operating Income (Loss), Ordinary Income (Loss)

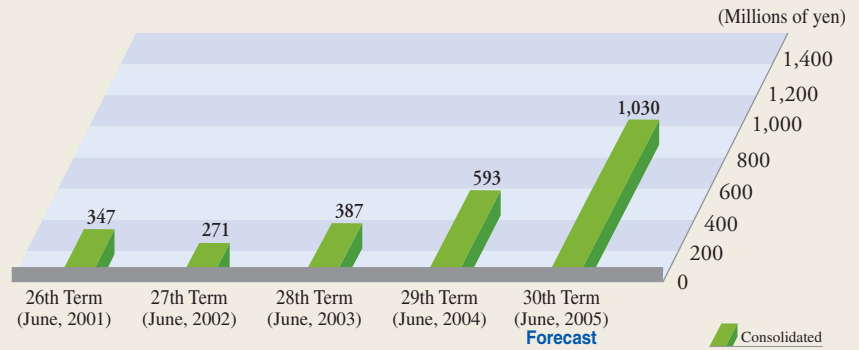


## Net Income (Loss)

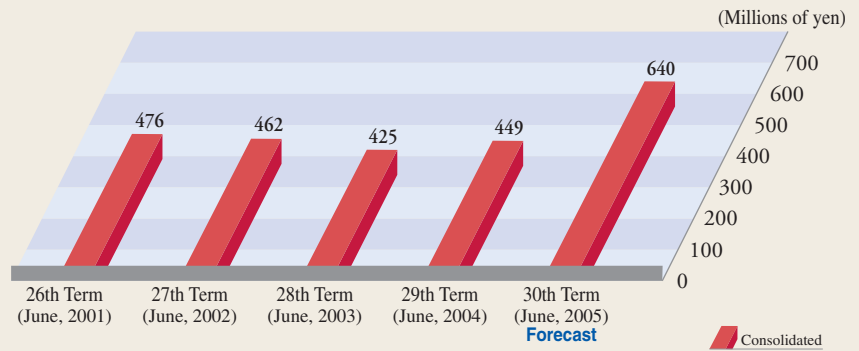


# Changes in Capital Investments, Depreciation and Research and Development

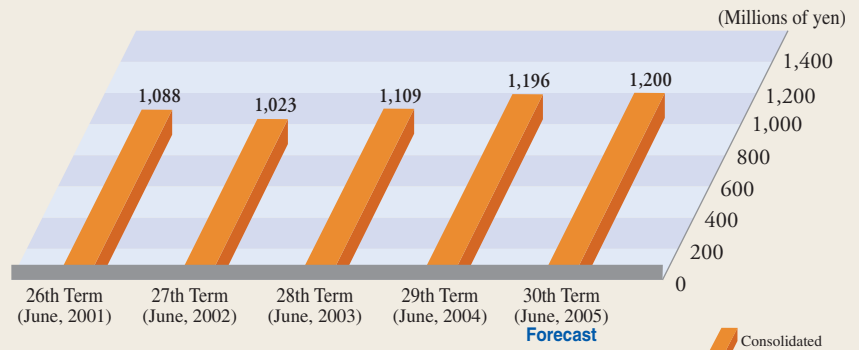
## Capital Investments



## Depreciation Expense

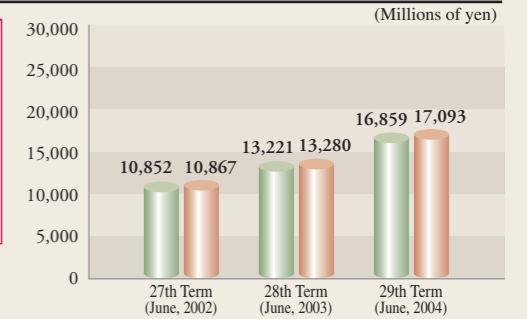
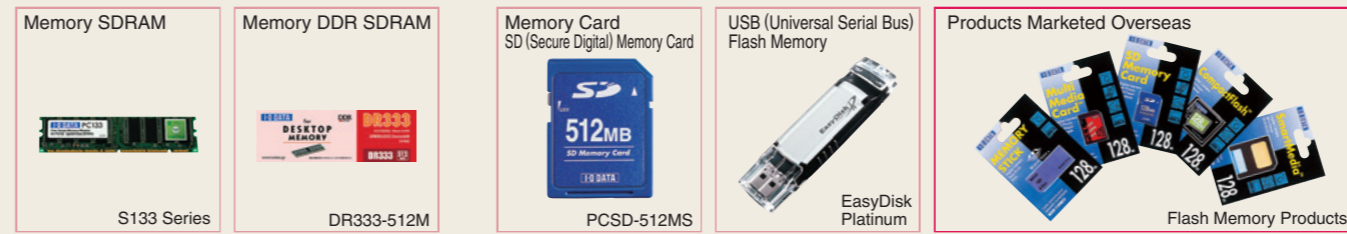


## Research and Development Costs

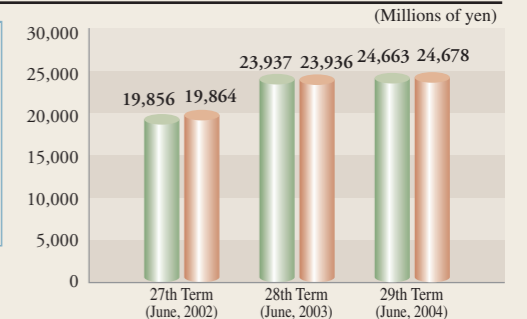


# Sales by Division

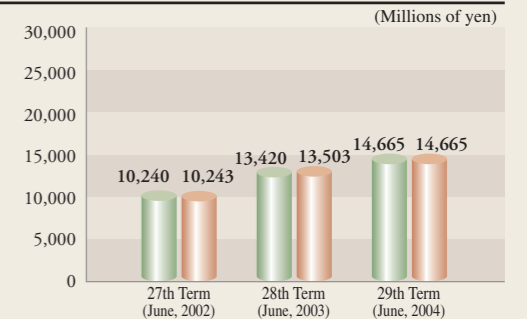
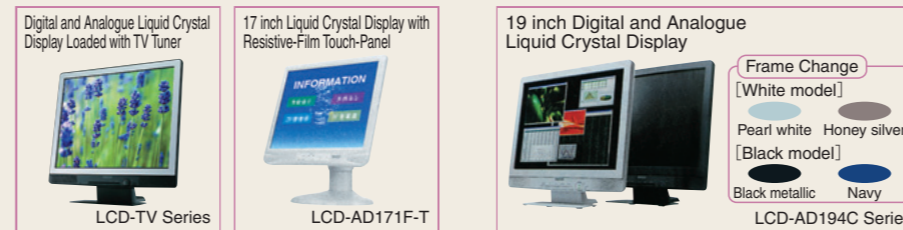
## Extension Memory Board Division



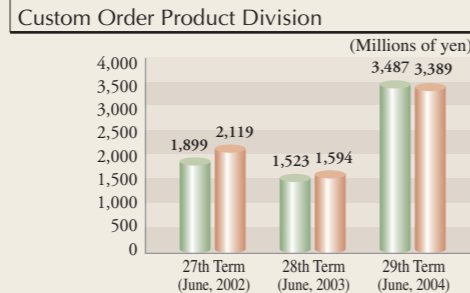
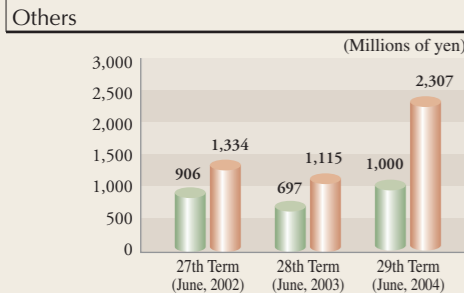
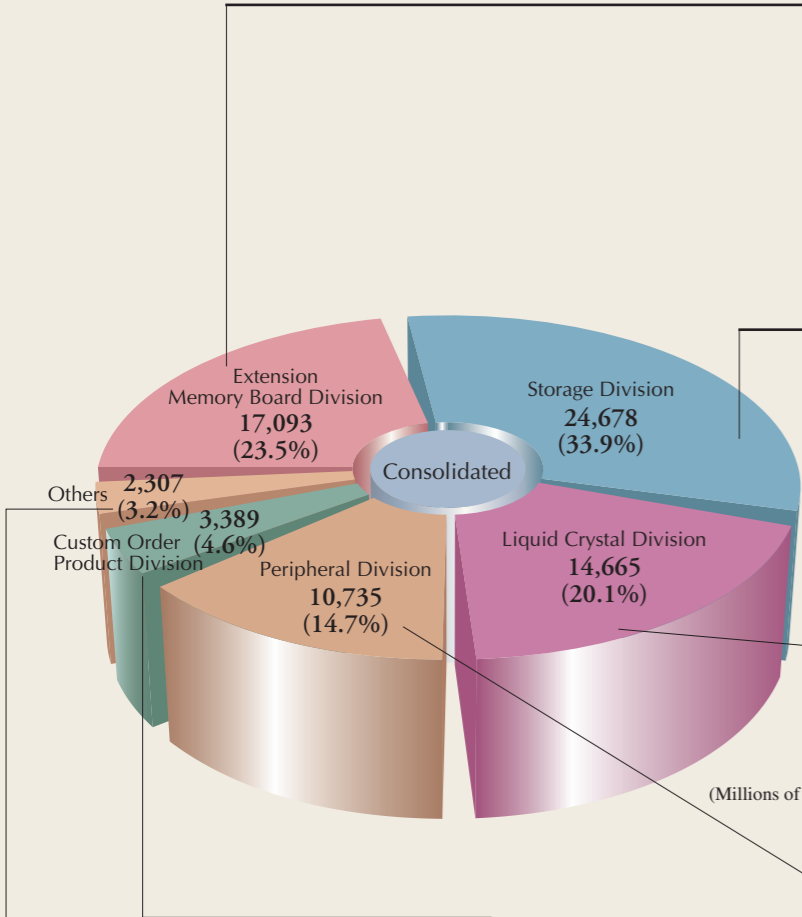
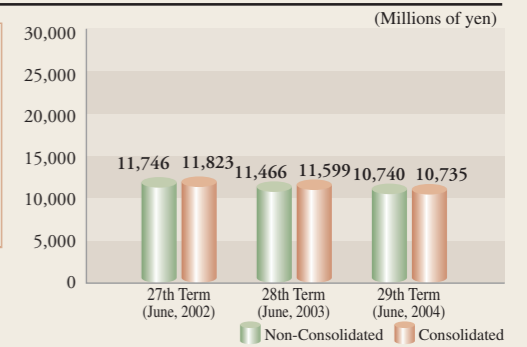
## Storage Division



## Liquid Crystal Division



## Peripheral Division



■ Non-Consolidated ■ Consolidated

# Company Profile (As of June 30, 2004)



Head Office 2nd Building

## Board of Directors (As of September 28, 2004)

President	Akio Hosono
Executive Director	Nobuo Ikeda
Managing Director	Takeji Shimada
Director	Sakae Myokan
Director	Taku Tsuchida
Director	Masaaki Nakagawa
Director	Toru Nagano
Standing Statutory Auditor	Yoshio Hirabayashi
Statutory Auditor	Fumio Miyazaki
Statutory Auditor	Akira Mizutani
Statutory Auditor	Tsunehiro Kometani

Notes: All auditors are independent auditors and are pursuant to the provisions set forth in the first clause of Article 18 of Exception Act of the Commercial Law.

## Outline

Name	I-O DATA DEVICE, INC.
Established	January 10, 1976
Capital	3,588.07 million yen
Business area	1. Development, manufacturing, and sales of electronic computer devices and peripherals 2. Development, manufacturing, and sales of software 3. Development, manufacturing, and sales of automatic control electronic devices 4. All businesses involved in the above
Employees	565 (Consolidated)

## Offices

Head Office and Factory	3-10 Sakurada-machi, Kanazawa, Ishikawa
Tokyo Office	17 Kanda-higashimatsushita-cho, Chiyoda-ku, Tokyo
Osaka Office	2-1-10 Minamisenba, Chuo-ku, Osaka, Osaka
Sapporo Office	4-1, Kitajujonishi, Kita-ku, Sapporo, Hokkaido
Sendai Office	2-2-10 Tsutsujigaoka, Miyagino-ku, Sendai, Miyagi
Yokohama Office	3-18-5 Shinyokohama, Kohoku-ku, Yokohama, Kanagawa
Nagoya Office	1-4-12 Kamimaezu, Naka-ku, Nagoya, Aichi
Hiroshima Office	7-14 Hashimoto-cho, Naka-ku, Hiroshima, Hiroshima
Fukuoka Office	1-31 Tenya-machi, Hakata-ku, Fukuoka, Fukuoka
I-O PLAZA AKIBA	4-7-1 SotoKanda, Chiyoda-ku, Tokyo

# Status of Shares (As of June 30, 2004)

Authorized shares	41,000,000
Total number of shares outstanding	14,839,349
Number of shares per unit	100
Number of shareholders at the term-end	11,528

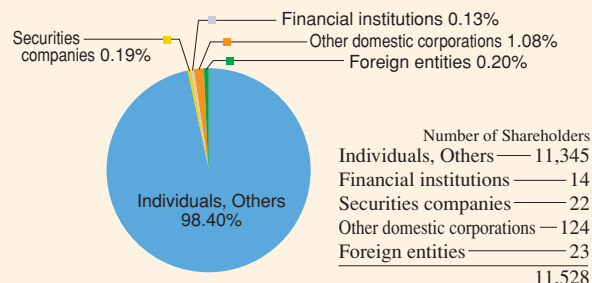
## Ten Major Shareholders

Names	Investment by these shareholders in the Company		Investment by the Company in these shareholders	
	Number of shares held	Voting right percentage	Number of shares held	Voting right percentage
Akio Hosono	4,510,811	30.76%	—	— %
Yukie Hosono	763,780	5.21	—	—
THE HOKKOKU BANK, LTD.	306,662	2.09	510,000	0.15
Kanazawa Ligament Co., Ltd.	269,675	1.84	—	—
The Nomura Trust and Banking Co., Ltd. (Investment Trust)	258,100	1.76	—	—
The Master Trust Bank of Japan, Ltd. (Trust Account)	222,300	1.52	—	—
BBH for Fidelity Japan Small Company Fund	202,200	1.38	—	—
The Bank of New York Europe Limited 131704	157,500	1.07	—	—
The Mizuho Bank, Ltd.	153,331	1.05	—	—
Ireland Special JASDEC Lending Account	111,500	0.76	—	—
Japan Trustee Service Bank, Ltd. (Trust Account)	110,600	0.75	—	—

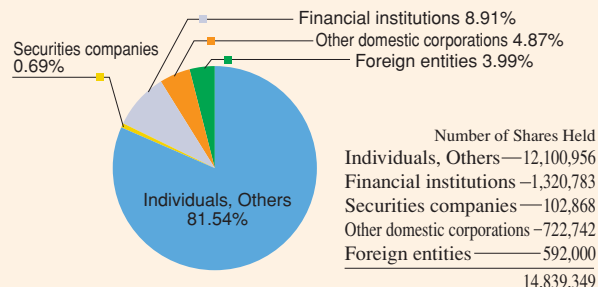
※Our own shares number 147,583

## Distribution of Shares by Shareholder Type

Number of Shareholders (Percentage)



Number of Shares Held (Percentage)



## Information for Shareholders

**Closing Date of Accounts:** June 30

**Ordinary General Meeting of Shareholders:** Annually in September

**Record Date for Ordinary General Meeting of Shareholders:** June 30

Other record dates shall be set up and announced in advance when necessary.

**Listed Stock Exchange:** JASDAQ

(Japan Association of Securities Dealers Automated Quotations)

**Securities Code:** 6916

**Media of Public Notice:** Nihon Keizai Newspaper

However, information concerning the Balance Sheet and Income Statement pursuant to the provisions set forth in the third clause of Article 16 of Exception Act of the Commercial Law will be offered at <http://www.iodata.jp/kessankoukoku/>

**Stock Transfer Agent:** The Sumitomo Trust & Banking Co., Ltd.

4-5-33 Kitahama, Chuo-ku, Osaka

**Handling Office:** The Sumitomo Trust & Banking Co., Ltd. Stock Transfer Agency Department

4-5-33 Kitahama, Chuo-ku, Osaka

**Mailing Address:** The Sumitomo Trust & Banking Co., Ltd. Stock Transfer Agency Department

1-10 Nikko-cho, Fuchu, Tokyo 183-8701

**Calling Center:**

Requests for address change notification documents Tel : 0120-175-417

Other inquiries Tel : 0120-176-417

**Website:**

<http://www.sumitomotrust.co.jp/STA/retail/service/daiko/index.html>

**Service Offices:**

Head Office and domestic branch offices of The Sumitomo Trust & Banking Co., Ltd.



**I·O DATA**

***I-O DATA DEVICE, INC.***

3-10 Sakurada-machi, Kanazawa, Ishikawa, JAPAN  
<http://www.iodata.jp>