

FOR IMMEDIATE RELEASE

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Investor Relations Inquiries:
Yasumitsu Kugenuma
Corporate Finance Department
Tel: +81-3-3218-2391

Yasumitsu.Kugenuma@hq.melco.co.jp

Media Contact:
Travis Woodward
Public Relations Department
Tel: +81-3-3218-2346

Travis.Woodward@hq.melco.co.jp

**MITSUBISHI ELECTRIC ANNOUNCES CONSOLIDATED AND
NON-CONSOLIDATED HALF-YEAR RESULTS FOR THE PERIOD
OF APRIL 1, 2004 – SEPTEMBER 30, 2004**

TOKYO, October 28, 2004 - Mitsubishi Electric Corporation today announced its consolidated and non-consolidated financial results for the half-year ended September 30, 2004 as follows:

Consolidated:

Net sales	1. ⁶⁰⁷⁹ trillion yen (3% increase from the previous semiannual period)
Operating income	43.2 billion yen (258% increase from the previous semiannual period)
Income before income taxes	32.0 billion yen (90% increase from the previous semiannual period)
Net income	19.0 billion yen (399% increase from the previous semiannual period)

Non-consolidated:

Net sales	928.2 billion yen (2% increase from the previous semiannual period)
Ordinary profit	22.2 billion yen (4% increase from the previous semiannual period)
Net income	7.0 billion yen (59% decrease from the previous semiannual period)

The business environment during the fiscal 2005 interim period saw the impact of rising crude oil prices and other factors but as a whole was sound with continued solid performance of production and capital investment in Japan, increased demand brought on by the heat wave and the Olympics and other factors within the continuing solid global economic recovery centering on the U.S. and East Asia.

Under these circumstances, net sales during this interim period totaled 1,607.9 billion yen, a year-on-year increase of 3% on a consolidated basis due to increased income in our Industrial Automation Systems segment and Home Appliances segment, which sustained expansion conditions based on solid demand. Operating income totaled 43.2 billion yen, a year-on-year increase of 258% due to increased income in our Industrial Automation Systems segment and

Home Appliances segment as well as a surplus in Electronic Devices segment.

Consolidated Results by Business Segment

In the **Energy and Electric Systems** segment, compared to the corresponding period in the previous year, sales decreased by 3% to 316.0 billion yen and operating loss was 4.8 billion yen, 0.8 billion yen improvement compared to the corresponding period of the previous fiscal year.

The social infrastructure system business fell short of their year-ago levels both for orders and net sales, despite the increases of export to China and other Asian countries where intense investment continues in order to improve their social infrastructures. This resulted mainly from the spinning off of electrical infrastructure business for the plants in manufacture industry as well as the restraint on capital investment, both private and public, by Japanese power companies and railroad businesses.

The building system business showed an increase both for orders and net sales, compared to the corresponding period in the previous year, due to the increased demand in China and other East Asian countries as well as large demand in Japan.

As a result, total sales for this segment showed 3% decrease while operating income showed an improvement of 0.8 billion yen due to such factors as cost reduction.

The **Industrial Automation Systems** segment, compared to the corresponding period in the previous year, experienced a 17% increase in sales to 395.7 billion yen while operating income increased by 17.2 billion yen to 43.3 billion yen.

The FA system business saw an increase from the corresponding period of the previous fiscal year in both orders and net sales through increases in programmable controllers, servo motors systems and numerical controllers for semiconductor and liquid crystal panel manufacturing equipment in the Japanese, Chinese and other Asian markets.

The automotive equipment business posted an increase from the corresponding period of the previous fiscal year both in orders and net sales due to increased demand for car navigation systems, ETC onboard units, as well as alternators and starters for both domestic and overseas automobile manufacturers.

As a result, total sales for this segment increased by 17% over the previous year while operating income showed an increase of 17.2 billion yen due to increased sales, etc.

The **Information and Communication Systems** segment posted a decrease in net sales of 19% to

269.3 billion yen and an operating loss of 9.7 billion yen, which was an increase of 6.3 billion yen from the corresponding period of the previous fiscal year.

In the telecommunications equipment business, both orders and net sales dropped due to the decrease of wireless base stations for China and domestic mobile handsets.

The information systems and services business posted a level of net sales similar to the corresponding period of previous fiscal year due to the increase of small to medium demand, despite the decrease of large demand in system integration business.

In the electronic system business, there was a decrease in both orders and net sales compared to the corresponding period of previous fiscal year due to a period between large governmental projects.

As a result, total sales for this segment showed a decrease of 19% from the corresponding period of the previous fiscal year while operating loss increased by 6.3 billion yen due to decreased sales, etc.

The **Electronic Devices** segment recorded net sales of 81.5 billion yen, a 7% decrease from the corresponding period of the previous fiscal year, while operating income improved by 8.2 billion yen to a profit of 3.6 billion yen.

The semiconductor business posted increase in both orders and net sales for power semiconductors, high-frequency and optical devices compared to the same period of the previous fiscal year due to the increase in power module for white goods including air conditioners and laundry machines and industrial machinery bound mainly for China as well as due to the increase in laser diodes for recordable DVD players. However, the impact from spinning off the system LSI led to decreases in net sales of the semiconductor business from the corresponding period of the previous fiscal year, since the sales figure in the last semiannual period, in comparison to the present, included net sales arising out of the first-quarter revenue from the Asian region, left behind the originally intended schedule of the business transfer and remained with Mitsubishi Electric Corporation during such a transitory period.

The liquid crystal business showed an increase in both orders and net sales from the corresponding period of the previous fiscal year due to an increase of small to medium sized products for mobile handsets and displays for manufacturing equipments in an industrial sector.

As a result, total sales for this segment decreased by 7% from the corresponding period of the previous fiscal year while operating income increased by 8.2 billion yen to 3.6 billion yen due to cost reduction, etc.

In the **Home Appliances** segment, compared to the corresponding period in the previous year, net sales increased 13% to 455.4 billion yen while operating income was 18.5 billion yen, an 8.9 billion yen increase.

In the home appliance business, net sales increased from the corresponding period of the previous fiscal year, due to net sales increases of home air conditioners, solar power generation systems and DVD-related equipment for both domestic and overseas market, packaged air conditioners for overseas market and refrigerators for domestic market.

As a result, total sales for this segment increased by 13% from the corresponding period of the previous fiscal year while operating income increased by 8.9 billion yen to 18.5 billion yen due to increased sales, etc.

In the **Others** segment, compared to the corresponding period in the previous year, net sales increased by 15% to 277.3 billion yen while operating income increased 2.2 billion yen to 4.4 billion yen.

Net sales mainly in affiliated companies for material procurement, logistics and system maintenance showed an increase compared to the corresponding period of the previous fiscal year.

As a result, total sales for this segment increased by 15% from the corresponding period of the previous fiscal year while operating income increased by 2.2 billion yen to 4.4 billion yen.

Dividend

The company plans to implement the fiscal 2005 interim dividend payment of 2 yen per share.

(As a reference, the fiscal 2004 interim dividend was nil; the year-end was 4 yen).

Financial Position (consolidated basis)

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Assets, liabilities and shareholders' equity:

The company's total assets declined from the end of the previous fiscal year by 27.8 billion yen to 3,197.3 billion yen. While the inventories for prospective sales for the upcoming half-year period increased by 67.4 billion yen, mainly in the Energy and Electric System segment, accounts receivables decreased by 91.5 billion yen due to extensive effort to accelerate collection of our credits.

As for liabilities, the balance of outstanding interest bearing debt fell by 59.0 billion yen from the end of the previous fiscal year to 845.4 billion yen, resulting in a reduction of its ratio against total assets down to 26.4% (a reduction by 1.6 point compared to the end of the previous fiscal year). Trade payables declined by 53.4 billion yen. Meanwhile, other current liabilities increased by 61.7 billion yen due to accrued income tax and advance receipt. In addition, retirement and severance benefits reserve increased by 19.5 billion yen due to an increased shortage in pension reserve triggered by a decline in stock prices.

As for shareholders' equity, consolidated retained earnings increased 10.4 billion yen due to the appropriation of net income of 19.0 billion yen and the dividend payment of 8.5 billion yen. Meanwhile, an increase of minimum pension liability adjustments, along with a reduction of net unrealized gains on securities and other factors, have resulted in total increase of shareholders' equity balance to 604.5 billion yen, 3.0 billion yen more than the end of the previous fiscal year, increasing the company's shareholders' equity ratio by 0.2 points to 18.9%.

Cash flow

The company's cash flows from operating activities were 119.6 billion yen (positive) due to such activities to improve our financial standing as inventory reduction. Meanwhile, cash flows from investment activities were 43.8 billion yen (used), mainly due to the increase of capital expenditure in production facilities for certain outperforming businesses. As a result, the free cash flow achieved an income of 75.7 billion yen.

On the other hand, cash flows from financial activities represented net cash used of 74.7 billion yen, mainly due to the progress in loan repayment and bond redemptions with objective of improving financial standing.

Annual Forecast for Fiscal 2005 (The year ending March 31st, 2005)

The solid economic recovery is expected to continue for the time being in both Japan and overseas, but there are fears about a deceleration of the U.S. economy in the future and negative impact on Japan due to a drop in external demand. This combined with fears over pricing trends for crude oil and materials means that the management environment's future is not transparent.

Under these circumstances, the Mitsubishi Electric Group is improving and reinforcing earnings from each business, expanding and enhancing our "Inventory Asset Contraction Project" and

group financing, implementing our “E-SIGMA21 Program” for reducing costs and continuing to conduct other cross-organizational company wide management improvement measures. These efforts are devoted to further improving our performance and financial constitution and also reinforcing our management foundation.

Our fiscal 2005 performance forecast is revised as follows from the one in the fiscal 2004 financial results announced on April 28, 2004:

Consolidated:	Previous forecast	Currently revised forecast
Net sales	3. ⁴⁰⁰⁰ trillion yen	3. ⁴⁰⁰⁰ trillion yen (3% increase year-on-year)
Operating income	110.0 billion yen	120.0 billion yen (29% increase year-on-year)
Income before income taxes	95.0 billion yen	100.0 billion yen (18% increase year-on-year)
Net income	60.0 billion yen	70.0 billion yen (56% increase year-on-year)

Non-consolidated:	Previous forecast	Currently revised forecast
Net sales	2. ⁰⁵⁰⁰ trillion yen	2. ⁰⁵⁰⁰ trillion yen (3% increase year-on-year)
Ordinary profit	45.0 billion yen	50.0 billion yen (20% increase year-on-year)
Net income	28.0 billion yen	28.0 billion yen (6% increase year-on-year)

Note: *The forecast of results above is based on assumptions deemed reasonable by the Company at the present time, and actual results may differ significantly from forecasts. Please refer to the Cautionary Statement in the last page.*

MANAGEMENT POLICY

Management Policy

The Mitsubishi Electric Group intends to contribute to a new society, industry and daily life based on the spirits of its corporate statement “Changes for the Better” as a foundation from which to achieve a “better tomorrow.” With this end in view, the group will seek to establish a solid management base and sustainable growth with the help of “balanced management” from the three critical areas of “growth,” “profitability and efficiency” and “soundness.”

Furthermore, we seek to fulfill the expectations of our customers, shareholders and other stakeholders by channeling our efforts to further enhance corporate value through our self-reformation as a strong conglomerate of electric and electronic businesses with robust synergy.

Policy on Profit Distribution

With the ultimate aim of enhancing corporate value, our basic policy is to seek a comprehensive improvement in enhancing shareholder value by distributing as much profit as may be permitted by our current year earnings position, while at the same time retaining sufficient profit to strengthen the group’s financial position.

Policy on Reducing Minimum Stock Purchase Requirement

Mitsubishi Electric recognizes that one of its most important management goals must be to enhance corporate value along with the number of stable, long-term shareholders. With this in mind, we will continue carrying out a meticulous study of the overall benefits and costs of reducing the size of purchase requirements for our stock-trading units.

Corporate Agenda

The Mitsubishi Electric Group will strive to further improve its performance and financial base and reinforce its management foundation. This shall be done by resolutely pursuing the following management measures from the three perspectives of a balanced management – “growth,” “profitability and efficiency” and “soundness.” As a result, we will strive to further improve performance and the financial constitution while also reinforcing our business foundation.

Specifically, we will pursue a growth strategy from the perspective of “further strengthening our strong businesses” (“VI strategy”: reinforcing individual businesses; and “AD strategy”:

reinforcing the solutions business across multiple business fields. Further, we will promote “global integration,” in which we aim to establish an optimal business structure from a global perspective and reinforce our business organization including area marketing and risk management centering on the high growth Chinese market. In addition, we will continue to tackle measures to further improve the financial organization, reduce costs and shrink fixed costs.

Additionally, we will proactively promote the “corporate philosophy” and “Seven Guiding Principles (trust, quality, technology, citizenship, ethics, environment and growth)” of the Mitsubishi Electric Group from the perspective of Corporate Social Responsibility.

Fundamental Concept of Corporate Governance and Status of the Implementation of Measures

Mitsubishi Electric has reformed its management structure by transforming to a “Company with Committee” structure. This transformation is further heightening the dynamistic and transparency of our management while also being used to reinforce the supervision of management and achieve sustainable growth.

The transfer to “Company with Committee” structure has enabled a separation of supervision over management from executive functions, and now the board of directors is exercising the supervision over management and the executive officers are handling the management execution function. In addition, certain broad authority that had been within the exclusive realm of the board of directors has been transferred to the executive officers.

Mitsubishi Electric presently has twelve directors (of which five are outside directors) providing advice and supervision to our company’s management from an objective perspective.

An auditing committee, nomination committee and compensation committee have been established as internal organizations of the board of directors and each committee is comprised of five directors (of which three are outside directors). The auditing committee has dedicated independent staff assigned to it and assists the auditors.

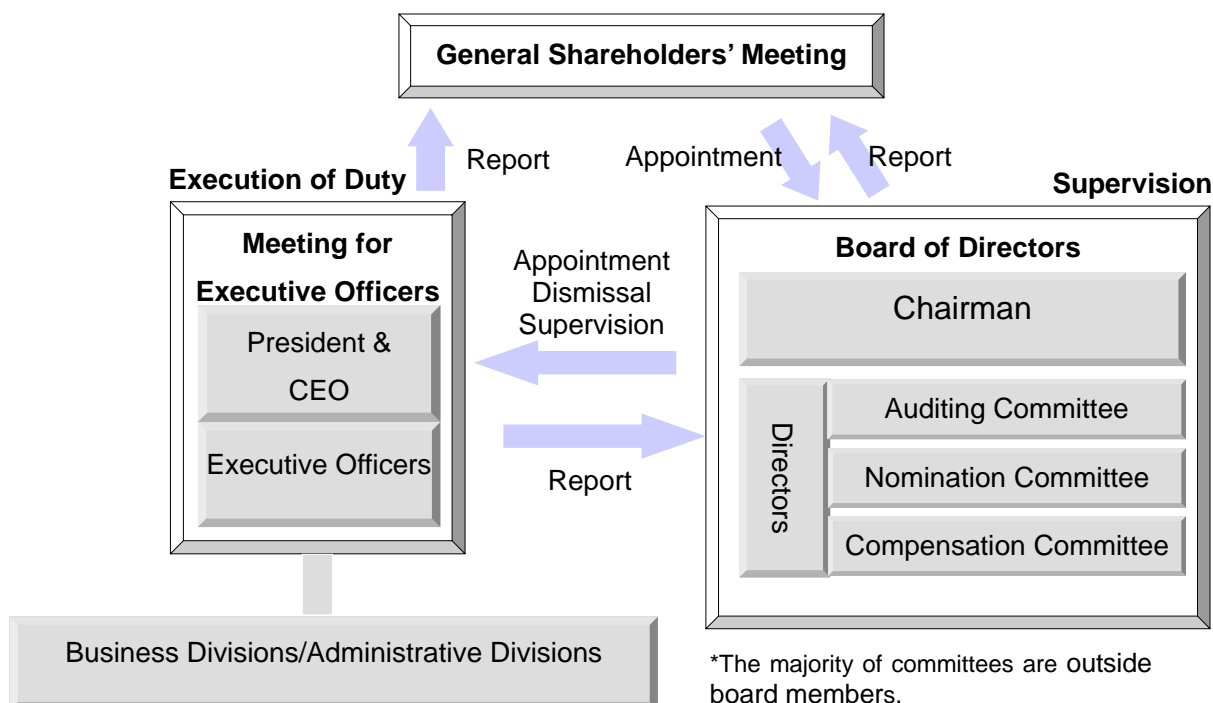
A key characteristic of our management structure is separation of the chairman of the board, who is the head of our management supervisory function, and the president, who is the chief executive officer. In addition, both the chairman and president are not members of the nomination and compensation committees. Clear-cut implementation of the separation of management supervision and execution is making our corporate governance much more effective.

Each executive officer has responsibility within the scope of power conferred to him to maintain compliance and secure efficient management. The conditions of their operation are audited by internal auditors (audit department). The internal auditors (audit department) and external auditors provide auditing reports to the auditing committee and responsible executive officer.

The risk management organization is constructed by each executive officer at his own responsibility for within his own scope of responsibility. As for material matters concerned with the implementation of management, these are debated and decided by a board of executive officers constructed of all executive officers. This board enacts management participation and information sharing by all executive officers, pursuit of managing synergy effects and multi-lateral risk management by the Mitsubishi Electric Group.

Furthermore, there is no special interest relationship between our company and any of our outside directors.

The outline of corporate governance and management structure is as follows:



CONSOLIDATED AND NON-CONSOLIDATED FINANCIAL RESULTS

1. CONSOLIDATED HALF-YEAR RESULTS OF MITSUBISHI ELECTRIC

(In billions of yen except where noted)

	FY '05 1 st half (A)	FY '04 1 st half (B)	(A)/(B) (%)	FY '04
Net sales	1,607.9	1,564.1	103	3,309.6
Operating income	43.2	12.0	358	92.7
Income before income taxes	32.0	16.8	190	84.7
Net income	19.0	3.8	499	44.8
Net income per share	8. ⁸⁹ yen	1. ⁷⁸ yen	499	20. ⁷⁴ yen

Note: 1) Consolidated financial charts made according to U.S. GAAP.
2) Company has 138 consolidated subsidiaries.

FY '05 1st half: Apr. 1, 2004 – Sept. 30, 2004
FY '04 1st half: Apr. 1, 2003 – Sept. 30, 2003
FY '04: Apr. 1, 2003 – Mar. 31, 2004

2. NON-CONSOLIDATED HALF-YEAR RESULTS OF MITSUBISHI ELECTRIC

(In billions of yen except where noted)

	FY '05 1 st half (A)	FY '04 1 st half (B)	(A)/(B) (%)	FY '04
Net sales	928.2	911.3	102	1,996.5
Ordinary profit	22.2	21.4	104	41.7
Net income	7.0	17.2	41	26.3
Dividend per share	2 yen (Interim dividend)	None (Interim dividend)	-	Annual dividend 4. ⁰⁰ yen [Biannual dividend] 4. ⁰⁰ yen
Net income per share	3. ²⁷ yen	8. ⁰² yen	41	12. ²⁷ yen

FY '05 1st half: Apr. 1, 2004 – Sept. 30, 2004
FY '04 1st half: Apr. 1, 2003 – Sept. 30, 2003
FY '04: Apr. 1, 2003 – Mar. 31, 2004

CONSOLIDATED PROFIT AND LOSS STATEMENT

(In millions of yen)

	FY '05 1 st half		FY '04 1 st half		A - B	A/B (%)	FY '04	
	A	% of total	B	% of total				% of total
Net sales	1,607,958	100.0	1,564,121	100.0	43,837	103	3,309,651	100.0
Cost of sales	1,199,000	74.6	1,195,563	76.4	3,437	100	2,508,519	75.8
Selling, general and administrative expenses	365,689	22.7	356,461	22.8	9,228	103	708,415	21.4
Operating income	43,269	2.7	12,097	0.8	31,172	358	92,717	2.8
Other income	17,156	1.1	29,840	1.9	(12,684)	57	62,181	1.9
Interest and Dividends	4,598	0.3	4,393	0.3	205	105	8,868	0.3
Other	12,558	0.8	25,447	1.6	(12,889)	49	53,313	1.6
Other expenses	28,407	1.8	25,083	1.6	3,324	113	70,114	2.1
Interest	5,776	0.4	8,296	0.5	(2,520)	70	14,823	0.4
Other	22,631	1.4	16,787	1.1	5,844	135	55,291	1.7
Income before income taxes	32,018	2.0	16,854	1.1	15,164	190	84,784	2.6
Income taxes	19,442	1.2	11,332	0.8	8,110	172	45,598	1.4
Equity in earnings (losses) of affiliated companies	6,506	0.4	(1,699)	(0.1)	8,205	-	5,653	0.2
Net income	19,082	1.2	3,823	0.2	15,259	499	44,839	1.4

FY '05 1st half: Apr. 1, 2004 – Sept. 30, 2004
 FY '04 1st half: Apr. 1, 2003 – Sept. 30, 2003
 FY '04: Apr. 1, 2003 – Mar. 31, 2004

CONSOLIDATED BALANCE SHEETS

(In millions of yen)

	FY '05 1 st half (A) ending Sept. 30 th , 2004	FY '04 (B) ending March 31 st , 2004	(A) – (B)
(Assets)			
Current assets	1,706,240	1,743,381	(37,141)
Cash and cash equivalents	334,776	330,596	4,180
Short-term investments	25,358	32,240	(6,882)
Trade receivables	661,128	748,293	(87,165)
Inventories	469,051	401,619	67,432
Prepaid expenses and other current assets	215,927	230,633	(14,706)
Long-term trade receivables	11,619	15,998	(4,379)
Investments	469,114	464,943	4,171
Net property, plant and equipment	560,006	566,383	(6,377)
Other assets	450,380	434,518	15,862
Total assets	3,197,359	3,225,223	(27,864)
(Liabilities and shareholders' equity)			
Current liabilities	1,249,902	1,315,739	(65,837)
Bank loans and current portion of long-term debt	270,995	345,147	(74,152)
Trade payables	565,976	619,407	(53,431)
Other current liabilities	412,931	351,185	61,746
Long-term debt	574,498	559,408	15,090
Retirement and severance benefits	703,727	684,222	19,505
Other fixed liabilities	15,222	15,810	(588)
Minority interests	49,458	48,512	946
Shareholders' equity	604,552	601,532	3,020
Common stock	175,820	175,820	-
Capital surplus	210,686	210,672	14
Retained earnings	399,747	389,250	10,497
Accumulated other comprehensive income (loss)	(181,338)	(173,837)	(7,501)
Treasury stock at cost	(363)	(373)	10
Total liabilities and shareholders' equity	3,197,359	3,225,223	(27,864)
Balance of Debt	845,493	904,555	(59,062)
Accumulated other comprehensive income (loss):			
Foreign currency translation adjustments	(11,055)	(16,448)	5,393
Minimum pension liability adjustments	(200,240)	(192,844)	(7,396)
Net unrealized gains on securities	29,957	35,455	(5,498)

FY'05 1st half: Apr. 1, 2004 – Sept. 30, 2004
 FY'04 1st half: Apr. 1, 2003 – Sept. 30, 2003
 FY '04: Apr. 1, 2003 – Mar. 31, 2004

CONSOLIDATED CASH FLOW STATEMENT

(In millions of yen)

	FY '05 1 st half (A)	FY '04 1 st half (B)	A-B	FY '04
I Cash flows from operating activities				
1 Net income	19,082	3,823	15,259	44,839
2 Adjustments to reconcile net income to net cash provided by operating activities				
(1) Depreciation of tangible fixed assets and	52,928	50,371	2,557	118,386
(2) Deferred income taxes (increase)	(14,327)	(1,435)	(12,892)	20,119
(3) Decrease (increase) in trade receivables	97,168	133,158	(35,990)	(1,316)
(4) Decrease (increase) in inventories	(62,881)	6,259	(69,140)	50,686
(5) Decrease (increase) in prepaid expenses and other assets	20,891	(16,642)	37,533	(21,308)
(6) Increase (decrease) in trade payables	(55,319)	(47,455)	(7,864)	17,758
(7) Increase in other liabilities	63,098	24,238	38,860	18,874
(8) Other, net	(1,036)	(10,057)	9,021	(4,527)
Net cash provided by operating activities	119,604	142,260	(22,656)	243,511
II Cash flows from investing activities				
1 Capital expenditure	(58,323)	(43,194)	(15,129)	(96,253)
2 Proceeds from sale of property, plant and equipment	12,305	7,829	4,476	17,722
3 Purchase of short-term investments and investment securities	(27,255)	(37,675)	10,420	(71,233)
4 Proceeds from sale of short-term investments and investment securities	27,599	34,581	(6,982)	75,252
5 Other, net	1,840	3,080	(1,240)	4,425
Net cash used in investing activities	(43,834)	(35,379)	(8,455)	(70,087)
I +II Free cash flow	75,770	106,881	(31,111)	173,424
III Cash flows from financing activities				
1 Proceeds from long-term debt	45,051	83,381	(38,330)	97,183
2 Repayment of long-term debt	(58,408)	(186,979)	128,571	(274,355)
3 Increase (decrease) in bank loans, net	(52,819)	(785)	(52,034)	(15,280)
4 Dividends paid	(8,585)	(6,440)	(2,145)	(6,440)
5 Purchase of treasury stock	(20)	(283)	263	(310)
6 Reissuance of treasury stock	44	-	44	6
Net cash provided by (used in) financing activities	(74,737)	(111,106)	36,369	(199,196)
IV Effect of exchange rate changes on cash and cash equivalents	3,147	(1,887)	5,034	(7,227)
V Net increase (decrease) in cash and cash equivalents	4,180	(6,112)	10,292	(32,999)
VI Cash and cash equivalents at beginning of period	330,596	363,595	(32,999)	363,595
VII Cash and cash equivalents at the end of period	334,776	357,483	(22,707)	330,596

FY '05 1st half: Apr. 1, 2004 – Sept. 30, 2004

FY '04 1st half: Apr. 1, 2003 – Sept. 30, 2003
 FY '04: Apr. 1, 2003 – Mar. 31, 2004

CONSOLIDATED SEGMENT INFORMATION

1. Business Segment

(In millions of yen)

Business Segment	FY '05 1 st half			FY '04 1 st half			(A)/(B) (%)	FY '04		
	Sales (A)	% of total	Operating income (loss)	Sales (B)	% of total	Operating income (loss)		Sales	% of total	Operating income (loss)
Energy and Electric Systems	316,006	17.6	(4,897)	324,760	18.8	(5,713)	97	797,448	21.9	25,912
Industrial Automation Systems	395,722	22.0	43,315	336,815	19.5	26,022	117	709,695	19.4	66,413
Information and Communication Systems	269,321	15.0	(9,766)	331,625	19.2	(3,428)	81	681,757	18.7	511
Electronic Devices	81,555	4.5	3,653	87,338	5.1	(4,599)	93	170,442	4.7	(4,678)
Home Appliances	455,430	25.4	18,544	403,420	23.4	9,624	113	782,256	21.4	19,317
Others	277,353	15.5	4,470	240,770	14.0	2,256	115	508,475	13.9	8,266
Subtotal	1,795,387	100.0	55,319	1,724,728	100.0	24,162	104	3,650,073	100.0	115,741
Eliminations	(187,429)	-	(12,050)	(160,607)	-	(12,065)	-	(340,422)	-	(23,024)
Consolidated Total	1,607,958	-	43,269	1,564,121	-	12,097	103	3,309,651	-	92,717

*Note: Intersegment sales are included in the above chart.

FY '05 1st half: Apr. 1, 2004 – Sept. 30, 2004
 FY '04 1st half: Apr. 1, 2003 – Sept. 30, 2003
 FY '04: Apr. 1, 2003 – Mar. 31, 2004

2. Geographic Segment

(In millions of yen)

	FY '05 1 st half		FY '04 1 st half		A/B (%)	FY '04	
	Sales (A)	Operating income	Sales (B)	Operating income (loss)		Sales	Operating income
Japan	1,348,470	23,523	1,315,178	(6,766)	103	2,842,354	55,880
North America	108,925	980	114,327	1,214	95	216,639	2,918
Asia (excluding Japan)	246,913	16,566	202,212	12,807	122	390,921	26,087
Europe	124,308	4,220	99,187	1,455	125	205,507	2,710
Others	10,551	244	10,137	481	104	21,498	1,211
Subtotal	1,839,167	45,533	1,741,041	9,191	106	3,676,919	88,806
Eliminations	(231,209)	(2,264)	(176,920)	2,906	-	(367,268)	3,911
Consolidated Total	1,607,958	43,269	1,564,121	12,097	103	3,309,651	92,717

*Note: Intersegment sales are included in the above chart

FY '05 1st half: Apr. 1, 2004 – Sept. 30, 2004
 FY '04 1st half: Apr. 1, 2003 – Sept. 30, 2003
 FY '04: Apr. 1, 2003 – Mar. 31, 2004

3. Overseas Sales

(In millions of yen)

	FY '05 1 st half		FY '04 1 st half		A/B (%)	FY '04	
	Sales (A)	% of total net sales	Sales (B)	% of total net sales		Sales	% of total net sales
North America	170,077	10.6	156,523	10.0	109	305,712	9.3
Asia (excluding Japan)	193,149	12.0	190,247	12.2	102	358,133	10.8
Europe	136,500	8.5	109,447	7.0	125	220,935	6.7
Others	34,135	2.1	26,892	1.7	127	60,150	1.8
Total overseas sales	533,861	33.2	483,109	30.9	111	944,930	28.6

FY '05 1st half: Apr. 1, 2004 – Sept. 30, 2004
 FY '04 1st half: Apr. 1, 2003 – Sept. 30, 2003
 FY '04: Apr. 1, 2003 – Mar. 31, 2004

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Cautionary Statement

The expectation of operating results herein and any associated statement to be made orally with respect to the Company's current plans, estimates, strategies and beliefs and any other statements that are not historical facts are forward-looking statements. Words such as "expects", "anticipates", "plans", "believes", "scheduled", "estimated", "targeted" along with any variations of these words and similar expressions are intended to identify forward-looking statements which include but are not limited to projections of revenues, earnings, performance and production. While the statements herein are based on certain assumptions and premises that the Company trusts and considers to be reasonable under the circumstances to the date of announcement, you are requested to kindly take note that actual operating results are subject to change due to any of the factors as contemplated hereunder and/or any additional factor unforeseeable as of the date of this announcement. Such factors materially affecting the expectations expressed herein shall include but are not limited to the following:

- (1) Any change in worldwide economic and social conditions as well as laws, regulations, taxation and other legislation
- (2) Changes in foreign currency exchange rates, especially yen/dollar rates
- (3) Changes in stock markets, especially in Japan
- (4) Changes in balance of demand and supply of products that may affect prices and volume, as well as material procurement conditions
- (5) Changes in the ability to acquire financing, especially in Japan
- (6) Changes in any patent and its licensing, including any dispute involving patent infringement, that may affect operations
- (7) Technological change, the development of products using new technology, manufacturing and time-to-market
- (8) Business alliances with other companies

About Mitsubishi Electric

With over 80 years of experience in providing reliable, high-quality products to both corporate clients and general consumers all over the world, Mitsubishi Electric Corporation (TSE: 6503) is a recognized world leader in the manufacture, marketing and sales of electrical and electronic equipment used in information processing and communications, space development and satellite communications, consumer electronics, industrial technology, energy, transportation and building equipment. The company recorded consolidated group sales of 3,309 billion yen (US\$31.2 billion*) in the year ended March 31, 2004.

For more information visit <http://global.mitsubishielectric.com>

*At an exchange rate of 106 yen to the US dollar, the rate given by the Tokyo Foreign Exchange Market on March 31, 2004.