

To whom it may concern,

Company Name: ASTI CORPORATION
 Stock Code: 6899
 Stock Exchange Listing: Second section of Tokyo
 Stock Exchange and Nagoya Stock Exchange
 Address of the Head Office: 626, Fukushima-Cho, Hamamatsu City, Shizuoka
 Contact Person: Goichi Watanabe,
 Director, Administration manager
 Telephone Number: 0538 (66) 5577

Announcement on the establishment of a subsidiary

ASTI Corporation ("ASTI ") hereby makes the following announcement:

The Board of Directors of ASTI, held on November 17, 2004, decided that ASTI shall establish a subsidiary in India.

1. Outline of the subsidiary

- (1) Trade Name: ASTI Electronics India Private Limited
 (2) Representative: Yosuke Suzuki
 (3) Address: IMT Manesar Industrial Park, Haryana, India
 (4) Foundation: November, 2004
 (5) Closing Date: March 31
 (6) Number of employees: About 60
 (7) Capital fund: 35 million rupee (About 90 million yen)
 (8) Capital investor and its percentage: ASTI CORPORATION 98.9%
 OM Planning Co. LTD. 1.1%
 (9) Main business: Manufacture and sale of electrical equipment for cars
 (10) Main products: Wire harnesses and switches for two-wheeled and four-wheeled vehicles

2. Reasons for the establishment of the subsidiary

With the economic development in India, the production of four-wheeled and two-wheeled vehicles is expected to grow even further in the future. Therefore we plan to establish the subsidiary as a production center in this area of electrical equipment for cars

3. Forecast turnover

(Unit: Million yen)

	Year ending March 31, 2005	Year ending March 31, 2006	Year ending March 31, 2007
Amount of sales	-	20	150

4. Time schedule

- (1) Organizing registration: November, 2004
 (2) Plant construction: Start of construction: March 2005
 Completion of construction: December 2005
 (lot area 15,750 m², total floor area 3,500 m²)

5. Influence on the consolidated results

Influence on the consolidated results for the period from April 2004 to March 2005 by the establishment of the new subsidiary is minor.