



June 29, 2011

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(Code Number: 4971)
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Receipt of Correction Notice Relating to Transfer Pricing Taxation

The Company has received a notice from the Osaka Regional Taxation Bureau demanding that we make a correction with respect to transactions conducted between the Company and foreign subsidiaries for the period from the fiscal year ended March 31, 2005 to the fiscal year ended March 31, 2010. The said bureau judged that the prices of those transactions differed from arm's-length prices. Today we received a notice from the bureau demanding that we make a correction based on a of transfer pricing taxation system. This correction means that the amount of income we need to transfer overseas comes to about 560 million yen and the additional tax we need to pay including local taxes, etc. is estimated to total approximately 240 million yen.

We at the Company recognize that the prices of transactions with foreign subsidiaries have ultimately been proper and that we have made the proper tax payments so far in accordance with the taxation laws in various countries. We find it extremely regrettable that the situation has reached one where we have received this kind of notice of correction. We will fully examine the details of the notice, and we intend to respond accordingly after consulting with tax and legal experts.