



September 7, 2012

To whom it may concern

Company Name: Ichikoh Industries Co., Ltd.
Name of Representative: Ali Ordoobadi
Representative Director & President
(Code: 7244; TSE I)
Contact: Daiki Shintaku, General Manager
Corporate Planning Department
(Phone: 0463-96-1442)

Information pertaining to the dissolution of the Affiliate Company and claims that are likely to be uncollectible

At the Board of Directors held on September 7, 2012, we have adopted a resolution to dissolve our affiliate company "Ichikoh Engineering, Ltd." around end of September 2012. We hereby announce that our claims to Ichikoh Engineering, Ltd. are likely to be uncollected partially as the result of this dissolution as follows:

1. Reason for the dissolution of the company

We have been promoting the reform of the business structure in order to strengthen the business quality thus far. As part of this reform, we have dealt with the reorganization of our affiliate companies in order to concentrate our management resources to the automobile parts production business that is our core business. Therefore, we decided to dissolve Ichikoh Engineering Ltd. from the viewpoint of the efficiency of our group management, because we could judge that it would take for a length of time in order to realize the improvement of its business operations.

2. The detail of the Ichikoh Engineering, Ltd. (As of March 31, 2012)

(1) Name	Ichikoh Engineering, Ltd.	
(2) Address	150 Ohmuro-cho Maebashi-City Gunma-Prefecture	
(3) Representative	Representative Director: Kazuyuki Nomura	
(4) Description of business	Production and sale of the automaton such as unloaders	
(5) Capital	100 Million Yen	
(6) Date of Establishment	April 10, 1968	
(7) Major shareholder and ratio	Ichikoh Industries Co., Ltd. 100%	
(8) Relation with Ichikoh Industries Co., Ltd.	Capital Relationship	Ichikoh Industries Co., Ltd. owns 100% shares of Ichikoh Engineering Ltd.
	Human Relationship	The employee (One person) of Ichikoh Industries Co., Ltd. holds the post of the Representative Director of Ichikoh Engineering Ltd.
	Business Relationship	Ichikoh Industries Co., Ltd. provides the loan to Ichikoh Engineering Ltd. for 500 Million Yen and guarantee for 425 Million Yen. And Ichikoh Engineering Ltd. sales the products to Ichikoh Industries Co., Ltd.

	Application to the Relevant party	Ichikoh Engineering Ltd. is the wholly-owned subsidiary of Ichikoh Industries Co., Ltd.	
(9) Financial Statement of the last 3 years (Unit : Million Yen)			
Fiscal Year	2010/3	2011/3	2012/3
Net Assets (Equity)	▲300	▲457	▲426
Gross Assets	828	611	795
Gross Assets per share	▲1,501 Yen	▲2,287 Yen	▲2,130 Yen
Sales	587	455	724
Operating Income	27	▲137	44
Ordinary Income	8	▲150	32
Net Income	8	▲156	31
Net Income per share	43 Yen	▲784 Yen	157 Yen
Dividend per share	— Yen	— Yen	— Yen

3. Schedule of the dissolution of Ichikoh Engineering, Ltd.

September 7, 2012	Board of Directors of Ichikoh Industries co., Ltd.
End of September 2012 (Scheduled)	Shareholders Meeting of Ichikoh Engineering, Ltd. (Resolution for the dissolution, Start of the Procedures of liquidation)
March 2013 (Scheduled)	Conclusion of dissolution process of Ichikoh Engineering, Ltd.

4. Kind and amount of the Claims to Ichikoh Engineering Ltd.

Kind of claims	Amount
Short-term Loan	500 Million Yen
The right to indemnification when we performed guarantee obligation	425 Million Yen
Total	925 Million Yen

5. Amount of loss attributed by the dissolution and the influence to the financial result

The partial debt forgiveness is expected to occur concerning the aforementioned claims through the procedure of the dissolution of Ichikoh Engineering Ltd. However, as the allowance for the amount of the possible uncollectible claims has already been reserved, the influence to the non-consolidated / consolidated financial statement of Ichikoh Industries Co., Ltd. (FY 2013) shall be insignificant. We shall disclose whenever the fact we need to be disclosed occurs without delay.

(Reference) The prospect of the FY 2012 Consolidated Financial Statement (announced on May 15, 2012) and Result of FY2011 Consolidate Financial Result

	Unit : Million Yen			
	Sales	Operating Income	Ordinary Income	Net Income
Prospect of FY2012 (March 2013 End)	85,500	400	3,300	2,900
Result of FY2011 (March 2012 End)	87,839	2,905	4,426	1,416

End