



January 17, 2014

PRESS RELEASE

KOITO MANUFACTURING CO., LTD.
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(Stock Code: 7276 First Section, TSE)
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**Plea Agreement with the United States Department of Justice
Regarding Automotive Lamps and Ballasts for Automotive HID Lamps,
and Posting of an Extraordinary Loss**

On January 16, 2014 (U.S. Eastern Standard Time), KOITO MANUFACTURING CO., LTD. (“KOITO”) has entered into a plea agreement with the United States Department of Justice (the “DOJ”), agreeing to pay a fine in the amount of 56.60 million U.S. dollars (5.9 billion yen), regarding transactions for automotive lamps and ballasts for automotive HID lamps.

KOITO has fully cooperated with the investigation by the DOJ into Koito and other manufacturers of automotive lamps and ballasts for automotive HID lamps. As a result of comprehensive consideration of various circumstances, KOITO has decided that it would be a reasonable solution to enter into a plea agreement with the DOJ.

KOITO has been striving to ensure enhancement of compliance systems and thorough implementation of recurrence prevention measures, including the partial return of officers’ remuneration. KOITO takes this situation very seriously, and will continue to make efforts to comply with corporate ethics and restore trust.

The above-mentioned amount will be posted as an extraordinary loss for the third quarter of the year ending March 31, 2014. The impact on the financial results for the year ending March 31, 2014 is currently being reviewed, and KOITO will disclose it as soon as practicably possible after it is determined.

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