

March 22, 2013

PRESS RELEASE

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## Cease and Desist Order and Administrative Monetary Penalty Payment Order Issued by the Japan Fair Trade Commission

KOITO MANUFACTURING CO., LTD. ("KOITO") underwent an on-site inspection by the Japan Fair Trade Commission (the "JFTC") on March 13, 2012 on suspicion of violating the Act on Prohibition of Private Monopolization and Maintenance of Fair Trade concerning transactions for automotive lighting equipment, and thereafter, KOITO has fully cooperated with the investigation by the JFTC.

KOITO hereby announces as follows that KOITO received a cease and desist order and an administrative monetary penalty payment order from the JFTC today, on March 22, 2013, for the reason that, as the JFTC held, there was a violation by KOITO of Article 3 (unreasonable restraint of trade) of the Act on Prohibition of Private Monopolization and Maintenance of Fair Trade.

KOITO takes these orders very seriously, will ensure further enhancement of compliance systems and thorough implementation of recurrence prevention measures, and will make efforts to restore trust.

## 1. Outline of Cease and Desist Order

It was held that there was a violation by KOITO of Article 3 (unreasonable restraint of trade) of the Act on Prohibition of Private Monopolization and Maintenance of Fair Trade concerning transactions for automotive lighting equipment, and KOITO was ordered to confirm the cessation of such violation, to promote awareness of the behavioral guidelines regarding compliance with the Act on Prohibition of Private Monopolization and Maintenance of Fair Trade, and to take measures, such as implementation of training and audits on a regular basis.

2. Outline of Administrative Monetary Penalty Payment Order

Amount of administrative monetary penalty to be paid: 3,428,590,000 yen Due date: June 24, 2013

3. Future Measures

KOITO will carefully deliberate on the contents of the cease and desist order and the administrative monetary penalty payment order, and based on such deliberation, it will determine future measures.

4. Influence on Financial Results

The administrative monetary penalty stated above will be recorded as extraordinary losses for the fiscal year ending March 31, 2013. For details, please see the "Announcement Regarding Posting of Extraordinary Losses and Revision of Financial Forecast" released today.