

PRESS RELEASE

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KOITO MANUFACTURING CO., LTD.

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Announcement Regarding Posting of Extraordinary Losses

KOITO MANUFACTURING CO., LTD. ("KOITO") announces that it has posted extraordinary losses for the first quarter (from April 1 to June 30, 2012) of the year ending March 31, 2013, as follows:

1. Extraordinary Losses

KOITO applies write-down treatment to financial products in case their market value falls below their book value by 30% or more, which is stricter than the generally accepted level of 50% decline or more.

Due to this internal standard and as a result of the recent fall in stock prices and deteriorating market conditions, in the non-consolidated results, KOITO has posted extraordinary losses of 2.6 billion yen as a loss on revaluation of investment securities and of 1.0 billion yen as a loss on revaluation of shares of affiliated companies.

In the consolidated results, KOITO has posted an extraordinary loss of 2.6 billion yen as a loss on revaluation of investment securities.

2. Business Outlook

In view of recent operating trends, KOITO revised the forecast of the first half and full-year business results for the year ending March 31, 2013. The revisions are as stated in the First Quarter Consolidated Earnings Report released today.