



February 27, 2009

PRESS RELEASE

KOITO MANUFACTURING CO., LTD.

President: Masahiro Ohtake

(Stock Code: 7276 First Section, TSE)

Inquiries: Atsushi Inoue, Director

General Affairs Dept.

(Tel: 03-3443-7111)

Revision of the Full-Year Business Results Forecast for the Year Ending March 31, 2009 and Temporary Closure of Plants

KOITO MANUFACTURING CO., LTD. announces that, based on the recent operational trends and other factors, it has revised its full-year business results forecast (consolidated and non-consolidated) for the year ending March 31, 2009 that was released on January 28, 2009, as shown below.

KOITO also announces that, in view of the rapid worsening of the business situation, it will temporarily close two of its production plants in Japan (including a plant of its consolidated subsidiary) as part of the emergency measures.

1. Revision of the Full-Year Business Results Forecast for the Year Ending March 31, 2009 (April 1, 2008–March 31, 2009)

(1) Consolidated Results

| | Net sales | Operating income | Recurring profit | Net income | Net income per share |
|---|--------------------|------------------|------------------|------------------|----------------------|
| Previously-announced forecast (A) | (Mil.) ¥414,200 | (Mil.) ¥9,500 | (Mil.) ¥9,200 | (Mil.) ¥3,400 | ¥21.16 |
| Revised forecast (B) | ¥394,700 | ¥5,200 | ¥4,100 | ¥100 | ¥0.62 |
| Difference (B-A) | △¥19,500 | △¥4,300 | △¥5,100 | △¥3,300 | — |
| Change (%) | △¥4.7 | △¥45.3 | △¥55.4 | △¥97.1 | — |
| (Ref.) Actual results for year ended March 31, 2008 | ¥470,648 | ¥28,959 | ¥30,397 | ¥15,581 | ¥96.95 |

(2) Non-consolidated Results

| | Net sales | Operating income | Recurring profit | Net income | Net income per share |
|---|--------------------|------------------|-------------------|------------------|----------------------|
| Previously-announced forecast (A) | (Mil.) ¥227,100 | (Mil.) ¥6,300 | (Mil.) ¥13,300 | (Mil.) ¥7,800 | ¥48.53 |
| Revised forecast (B) | ¥213,500 | ¥3,700 | ¥10,400 | ¥6,100 | ¥37.96 |
| Difference (B-A) | △¥13,600 | △¥2,600 | △¥2,900 | △¥1,700 | — |
| Change (%) | △¥6.0 | △¥41.3 | △¥21.8 | △¥21.8 | — |
| (Ref.) Actual results for year ended March 31, 2008 | ¥247,896 | ¥15,026 | ¥21,232 | ¥12,866 | ¥80.06 |

2. Reasons for the Revision

In recent months, both the Japanese economy and the world economy have turned down simultaneously, as can be seen in the worsening investment environment, steep declines in stock prices, exchange fluctuations, etc. due to the global financial crisis. This has also affected the real economy, resulting in sluggish consumer spending, declines in corporate earnings, deteriorating employment conditions, and so on.

In the automotive industry, the market has shrunk due to falling demand for automobiles around the world.

In conjunction with large reductions in car manufacturers' production volumes, KOITO's consolidated and non-consolidated earnings have been declining, and thus we have made a downward revision to the full-year business results forecast.

3. Temporary Closure of Plants

(1) Reasons for the Temporary Closure

Amid the persistent worldwide economic turmoil, the production of automobiles in Japan continues to be scaled back, especially those for export. The harsh conditions are expected to continue, including automobile manufacturers adjusting production due to their temporary closure of business.

To respond to the large reductions in orders, KOITO has taken various measures to cut expenses, such as reducing investment in plants and equipment and cutting directors' remuneration and management employees' salaries. To reduce fixed costs further, KOITO has decided to accelerate the rationalization of its operation by temporarily closing two of its plants in Japan, thereby concentrating management resources.

(2) Details of the Temporary Closure

- Among its four production plants (Shizuoka Plant, Kikkawa Plant, Sagara Plant, and Haibara Plant), KOITO will shift Kikkawa Plant's production to Shizuoka and Sagara Plants and temporarily close Kikkawa Plant.
- KOITO's consolidated subsidiary KOITO KYUSHU LIMITED will temporarily close its Plant No. 2 and concentrate its entire production to Plant No. 1.
- Through the closure of these plants, KOITO will reduce the number of its surplus workers and cut the power cost and other expenses, while boosting productivity by increasing the operation rate of each plant.

| Company name | Plant name | Location | Closed period (scheduled) | Main production items |
|-------------------------------|---------------|-------------------------------|---|-----------------------|
| KOITO MANUFACTURING CO., LTD. | Kikkawa Plant | Shizuoka, Shizuoka Prefecture | For the time being, starting June 2009 | Automotive headlamps |
| KOITO KYUSHU LIMITED | Plant No. 2 | Saga, Saga Prefecture | For the time being, starting March 2009 | Automotive headlamps |

(3) Future Outlook

The forecast of business results for the year ending March 31, 2010, including effects by this measure, will be announced later.

(Note) The above projections are based on information available at the time of release of this news. Actual results could differ from projections due to a variety of factors.