

## Effects of Sendai Earthquake

We would like to express our deepest sympathy to everyone who experienced damage due to the earthquake in the Pacific off the Tohoku region and the earthquake with its epicenter in northern Nagano Prefecture.

As for our company, we are fortunate not to have experienced any human loss, fires or the like. After the start of the earthquake at 2:46 p.m. on March 11, our main factory, in Kawasaki, was without power for more than nine hours. But after the power was restored, we carried out equipment inspections and began operating sequentially each piece that was confirmed to be safe. As of right now, March 14, 11 a.m., everything is back to the condition it was in before the earthquake.

Because of the situation with electricity and the distribution of goods resulting from the quake, and the overall state of our company's infrastructure going forward, our production situation may undergo changes. To avoid any inconvenience to you, our users, we will do our best to maintain stable operations, but we ask for your understanding should any problems occur.

Should we anticipate any serious influence on our performance for the current term, we will report this promptly.

March 14, 2011  
Nippon Yakin Kogyo Co., Ltd.