

30<sup>th</sup> January, 2008

To whom it may concern

Company Name: Nifco Inc.  
Head Office: 184-1 Maioka-cho, Totsuka-ku, Yokohama,  
Kanagawa Pref., Japan  
Comp. Code no. 7988 (1st Board TSE)  
Rep. Director: Ryuji Watanabe, President  
Contact Person: Kenichi Sakurai, Managing Director  
(tel 03-5476-4850)

### **Notice concerning the increase in capital of a subsidiary**

The Company would like to announce that a resolution was taken at a board of directors' meeting held today to increase the capital of a consolidated subsidiary of the Company, Nifco Deutschland GmbH, by €800,000 (c. ¥130 million).

The purpose is to increase our business further with the European automakers by strengthening out sales structure in order to permit us to establish firmly close connections with our customers.

#### **Notes**

##### **1. Outline of the new company**

- |                              |  |
|------------------------------|--|
| (1) Company name:            | Nifco Deutschland GmbH   |
| (2) Representative:          | Masanori Numata  |
| (3) Location:                | Megenthaler Allee 79-81, TOPAS II 65760<br>Eschborn, Germany                     |
| (4) Date of establishment:   | 8 <sup>th</sup> June, 2007   |
| (5) Lines of business:       | The sale and manufacture of industrial plastic fasteners,<br>dampers, and moulds |
| (6) Capital before increase: | €325,000 (c. ¥53 million)  |
| (7) Capital after increase:  | €1,125,000 (c. ¥180 million)   |
| (8) Capital ratio:           | Nifco Inc. 100%  |

##### **2. Date of increase**

It is planned to effect this increase in mid-February 2008.

##### **3. Future prospects**

There will be no effect from this increase on the Company's consolidated business results for the fiscal year ended March 2008.