

7<sup>th</sup> April, 2008

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 of capital (additional paid-in capital) in a subsidiary**

At a meeting of the Board of Directors of the Company held today, it was resolved to increase the capital of Nifco Poland Sp. z o. o., which is the company's subsidiary in Poland that is a member of the consolidated group. Further, it was resolved that this increase should take the form of additional paid-in capital to be taken up in its entirety by the company.

The reason is to strengthen the support for our customers in Europe and enlarge our core manufacturing capacity in Europe in response to the planned increases in production by the auto-manufacturers, including the Japanese and Korean makers.

### Notes

#### 1. Outline of the subsidiary:

a. Company name	Nifco Poland Sp. z o. o.
b. Representative	Eiji Suzuishi, (Senior Executive Officer in charge of European Operations)
c. Location	ul. Przemslowa, 41-43, 58-100 Swidnica, Poland
d. Date of establishment	9 <sup>th</sup> February, 2006
e. Business outline	Sale and manufacture of industrial plastic components and their moulds
f. Paid-in capital	8,000,000 zloty (c. ¥350 million)
g. Additional paid-in capital before increase	10,000,000 zloty (c. ¥440 million)
h. Additional paid-in capital after increase	30,000,000 zloty (c. ¥1.33 billion)
i. Shareholding	100% Nifco Inc.

2. Planned Execution date: In July 2008

3. Future prospects: The effect on the consolidated accounts of the company for the year ending March 2009 is expected to be slight.