

23rd July, 2010

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: Masaru Onodera, President
Contact Person: Akira Nakamura,
General Manager, Corporate
Administration Division
(tel 03-5476-4850)

Notice concerning the establishment of a new subsidiary

The Company's would like to announce the establishment of new subsidiary companies as described below.

Notes

1. Purpose

By the establishment of group wholly-owned subsidiaries in north and south India, we aim to advance to India which is expected to become an important world market for automobiles. These companies will manufacture and sell automobile components for Japanese and Korean related automobile manufacturers in the beginning.

2. Outline of the new companies

<company in north India>

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|-------------------------------|---|
| ① Company name: | Nifco India Private Limited |
| ② Representative: | Managing Director, Katsuhito Kurachi |
| ③ Location: | Manesar, Gurgaon District, State of Haryana,
India |
| ④ Establishment: | 25 th June, 2010 |
| ⑤ Lines of Business: | Manufacture and sale of plastic components |
| ⑥ Fiscal period end: | December |
| ⑦ No. of Employees (planned): | 10 (for the first fiscal year) |
| ⑧ Amount of capital: | 250,000,000 Indian Rupee (circa ¥570 million) |
| ⑨ Shareholders: | More than 99.9% by Nifco Inc., less than 0.1% by
Nifco Singapore Private Ltd.
(Nifco Singapore Private Ltd. is 100% owned by Nifco
Inc.) |

<company in south India>

- | | |
|-------------------------------|--|
| ① Company name: | Nifco South India Manufacturing
Private Limited |
| ② Representative: | Managing Director, Jung Kwan Park |
| ③ Location: | Chennai, State of Tamil Nadu, India |
| ④ Establishment: | 19 th July, 2010 |
| ⑤ Lines of Business: | Manufacture and sale of plastic components |
| ⑥ Fiscal period end: | December |
| ⑦ No. of Employees (planned): | 4 (for the first fiscal year) |
| ⑧ Amount of capital: | 34,000 Indian Rupee (circa ¥77 million) |
| ⑨ Shareholders: | More than 99.9% by Nifco Korean Inc.,
less than 0.1% by Nifco Inc.
(Nifco Korean Inc. is 100% owned by Nifco Inc.) |

3. Effect on the Company's business

The effect of the establishment of this new company on the Company's business for the year ending March, 2011 will be slight.

【For questions related to this announcement, please contact the following】

Nifco Inc., Overseas Planning Department, Mr. Watanabe at telephone no. 03-5476-4850