January 10, 2012

To whom it may concern

Company Name:	Nifco Inc.
Head Office:	184-1 Maioka-cho, Totsuka-ku, Yokohama, Kanagawa, Japan
Comp. Code no.	7988 (1st Board TSE)
Rep. Director:	Masaru Onodera, President
Contact Person:	Akinobu Suzuki Executive Officer & General Manager of Corporate Admin. Division. (TEL 03-5476-4850)

Notice Concerning the Increase of Capital in a Subsidiary

The Company has decided to increase the capital of its subsidiary, Nifco South India Manufacturing Private Limited, in order to build a new plant. After this capital increase, it will become the Company's specified subsidiary.

1. Outline of the subsidiary

①	Company Name	:	Nifco South India Manufacturing Private Limited.
②	Representative	:	Lee, Jae-Hoon, Managing Director
③	Location	:	Chennai, State of Tamil Nadu, India
④	Establishment	:	July 19, 2010
⑤	Lines of Business	:	Manufacture and sale of plastic components
⑥	End of fiscal period	:	December
⑦	Amount of capital	:	202.7 million Indian Rupee（approx. 300 million Yen）
⑧	No. of shares issued	:	2,027,000
⑨	Shareholders	:	Nifco Inc. (25%), Nifco Korea Inc. (75%) (Nifco Korea Inc. is 100% owned by Nifco Inc.)

2. Outline of after the capital increase

①	Increased capital	:	738 million Indian Rupee (approx. 1.1 billion Yen)
②	After capital increase	:	940.7 million Indian Rupee (approx.1.4 billion Yen)
③	No. of shares acquired	:	9,407,000
④	Shareholders after increase	:	Nifco Inc. (25%), Nifco Korea Inc. (75%)
⑤	Expected Payment	:	January, May, 2012

3. Future prospects

The effect on the consolidated accounts of the Company for the year ending March 2012 is expected to be minimal.

【Contact】
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