

June 7, 2007

To Whom It May Concern:

KIRIU Corporation  
Toshio Nakagawa, President

Re: KIRIU Corporation entered into MOU for forming JV in India

KIRIU Corporation (with corporate headquarters in Ashikaga-Shi, Tochigi-Ken, Japan, under President Toshio Nakagawa) today announced that KIRIU Corporation officially agreed to launch a consultation on forming JV in India between local auto parts manufacturer, Hero Motors Limited (with corporate headquarters in New Delhi, India, under President Mr. Pakaj Munjal) for expanding its business of manufacturing in India and the MOU was entered into on June 6<sup>th</sup>.

The plan of this joint venture is that Kiriu will put 33.4% fund into the new JV company being established by Hero and existing Hero's foundry will be transferred to the new JV company.

KIRIU will provide technical assistance and dispatch a director to new JV company. KIRIU is an automotive parts supplier affiliated with Sumitomo Corporation.

KIRIU makes a strategic move in exploding Indian car market by setting up the production site in India. The new JV company will aim to manufacture casting and manufactured part of car brake disc, drum, knuckle etc., which KIRIU's main product and deliver to Suzuki, Nissan, Toyota and other Japanese car maker.

The New JV company will be KIRIU's seventh overseas production facility, after those located in Indonesia, the United States, China, Korea, Thailand, and Mexico. The profile of the new company is shown below:

Profile of the New Company

Company Name: Not yet determined

Address: IMT Industrial Estate, Manesar, Haryana, India

President: Mr. Pankaj Munjal

Principal Business: Casting and machining of car brake parts

Production Capacity: Casting: 2,500 tons per month      Machining: 200,000 units per month

For more information, contact Masahiko Terasaki, General Manager, General Affaires Dept.

(Phone: +81-284-62-2321, Fax: +81-284-62-3796)