

December 13, 2007

KIRIU Corporation
Toshio Nakagawa, President & CEO

KIRIU Corporation to Enter India Market (through joint venture with local company)

KIRIU Corporation (with corporate headquarters in Ashikaga-shi, Tochigi, under President Toshio Nakagawa) signed a joint venture agreement on December 12, 2007 with Hero Motors Limited, a local manufacturer of automotive parts, after deciding to enter the India market with Sumitomo Corporation (with corporate headquarters in Chuo-ku, Tokyo, under President Susumu Kato). KIRIU and Sumitomo (including Sumitomo's local subsidiary in India) will acquire a controlling interest totaling 33.4% in the new joint venture.

KIRIU decided to enter India in order to gain a foothold in the local automobile market, which is rapidly expanding. At the current pace, India is expected to produce 2 million or more passenger cars annually by 2010. The joint venture will manufacture cast/machined parts of car brake discs, drums and knuckles, and will supply them to Suzuki, Renault-Nissan, GM and other auto makers having a local presence, as well as to Bosch and other manufacturers of brake parts and systems. The joint venture plans to generate approximately 5.5 billion yen in annual sales by 2015.

KIRIU is actively expanding overseas. India will be KIRIU's seventh overseas operation center, after those located in Indonesia, the U.S., China, South Korea, Thailand and Mexico. The profile of the new joint venture is shown below:

Profile of Joint Venture

Company Name	Munjal Kiri Industries Pvt. Limited
Location	Haryana, India Manesar IMT Industrial Area
President	Pankaj Munjal
Principal Business	Casting and machining of automotive parts

Profile of Joint Venture Partner

Company Name	Hero Motors Limited
Location	Head office in New Delhi, India
President	Pankaj Munjal
Principal Business	A car/motorcycle parts manufacturing/marketing arm of the Hero Group, a renowned industrial group in India

For more information, contact Masahiko Terasaki, General Manager, General Affairs Dept.
Phone: 0284-62-2321