

ETIC Reaches Agreement on Purchase of Debt from Okiso Construction Co., Ltd. and Related Company

July 15th, 2011

Enterprise Turnaround Initiative Corporation of Japan

The Enterprise Turnaround Initiative Corporation of Japan (“ETIC”), following its decision on April 28th, 2011 to provide support to Okiso Construction Co., Ltd. and Related Company under Article 25, Clause 4 of the Enterprise Turnaround Initiative Corporation of Japan Act (Act 63, of 2009, hereafter “the ETIC Act”) today, under Article 28, Clause 1 of the same Act, reached agreement on the purchase of debt owed to Okiso Construction and Related Company.

1. Name of persons or companies concerned

Okiso Construction Co., Ltd. and Kenso Co., Ltd. (hereafter the “Okiso Companies”)

2. Amount of debt to be purchased

	(Million yen)	
Principal value of total debt	Approx. 6,420	(A)
Principal value of debt to be purchased	Approx. 466	(B)
	(the principal : Approx.465. the interest : Approx.1)	
Principal value of debt for which financial support has been agreed by the financial institutions in accordance with revitalization plan	Approx. 5,954	(A - B)

Notes:

1. The principal value of total debt is the amount before repayment from the sale of collateral assets, etc., and is the total amount of debt owed to the Okiso Companies.
2. The amounts listed above may change during the course of proceedings up to the time of actual debt purchase.

3. Comments from State Ministers in charge of ETIC

Prime Minister, Minister of Internal Affairs and Communications, Minister of Finance, Minister of Economy, Trade and Industry: No opinion expressed

Minister of Health, Labour and Welfare: “I have no objection to the decision. However, I ask that in advising on and guiding the implementation of the corporate revitalization plan, ETIC should aim to ensure that Okiso Companies comply with related laws and regulations, and that Okiso Companies also provide adequate opportunities for substantive discussions with the workforce with due consideration of employment stability and other such factors.”

4. Amount of financial support

Approx. 3,954 million yen (estimation)

The amount calculated based on the premise that disposal of collateral assets proceeds in line with estimated amounts

5. Treatment of trade and general creditors

This agreement on the purchase of debt involves agreement between ETIC and the financial institutions providing the loans to the Okiso Companies. There will continue to be no impact on trade and general creditors.

ENDS