

ETIC Reaches Agreement on Purchase of Debt from Fuji Technica Inc. and other company

November 12th, 2010

Enterprise Turnaround Initiative Corporation of Japan

The Enterprise Turnaround Initiative Corporation of Japan (“ETIC”), following its decision on September 17th, 2010 to provide support to Fuji Technica Inc. and the other 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 by the companies.

1. Name(s) of persons or companies concerned

Fuji Technica Inc. (hereafter, “Fuji Technica”) and Fuji Assembly Systems, Inc. (hereafter “FAS”); collectively, “the Fuji Technica companies”

2. Amount of debt to be purchased

(1) Fuji Technica

Principal value of total subject debt	¥9,700 million (A)
Principal value of debt to be purchased	¥1,886 million (B)
Principal value of debt of which are to be under administration or deposit in accordance with the revitalization plan	¥7,814 million (A-B)

(2) FAS

Principal value of total debt	¥1,952 million (A)
Principal value of debt to be purchased	¥1,952 million (B)
Principal value of debt of which are to be under administration or deposit in accordance with the revitalization plan	¥0 million (A-B)

* The principal value of total debt is the amount remaining after partial repayment from the sale of collateral assets, etc.

* The above amounts 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 opinions expressed*

Minister of Health, Labour and Welfare: *“I have no objection to the decision. However, in the process of supporting and directing the implementation of the business revitalization plan, I ask that ETIC ensures that the target companies conform to all laws and regulations and secure sufficient opportunities for discussions with employees with due consideration of employment stability and other such factors.”*

4. Amount of financial support

Financial support requested from financial institutions: ¥4,296 million*

**This amount includes both a) underwriting a debt equity swap with implementation of a third party share subscription through investment-in-kind by the relevant creditors, and b) the loans so changed to be treated as the subordinated loan or the quasi-capital.*

5. Treatment of trade and general creditors

This agreement on the purchase of debt involves agreement between ETIC and financial institutions providing loans to the Fuji Technica companies. There continues to be no impact on trade and general creditors.

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