

ETIC Reaches Agreement on Purchase of Debt from Shibamasa Kanko Co., Ltd.

March 24th, 2011

Enterprise Turnaround Initiative Corporation of Japan

The Enterprise Turnaround Initiative Corporation of Japan (“ETIC”), following its decision on March 3rd, 2011 to provide support to Shibamasa Kanko Co., Ltd. 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 Shibamasa Kanko.

1. Name of persons or companies concerned

Shibamasa Kanko Co., Ltd. (hereafter “Shibamasa Kanko”)

2. Amount of debt to be purchased

	(Million yen)	
Principal value of total debt, etc.	12,870	(A)
Principal value of debt to be purchased	6,364	(B)
Principal value of debt for which financial support has been agreed by financial institutions in accordance with revitalization plan	6,506	(A - B)

Note: 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 opinion expressed.

Minister of Health, Labour & 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 Shibamasa Kanko complies with related laws and regulations, and that Shibamasa Kanko also provides adequate opportunities for substantive discussions with the workforce with due consideration of employment stability and other such factors.”

4. Amount of financial support

Debt forgiveness: 12,327 million yen

**Unchanged from time of decision to support*

**Amounts calculated based on the premise that the 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 financial institutions providing loans to Shibamasa Kanko. There will continue to be no impact on trade and general creditors.

ENDS