

ETIC Completes Support for Yamagiwa Corporation

December 28th, 2012

Enterprise Turnaround Initiative Corporation of Japan

The Enterprise Turnaround Initiative Corporation of Japan (“ETIC”), following its decision on April 15th, 2011 to provide support to Yamagiwa Corporation under Article 25, Clause 4 of the Enterprise Turnaround Initiative Corporation of Japan Act (Act 63, of 2009, including amendments; hereafter “the ETIC Act”), on June 23rd of the same year resolved to implement debt purchase and capital injection respectively under Article 28, Clause 1 and Article 31, Clause 1 of the Act.

Since its decision to provide support, ETIC has proceeded with the business revitalization of Yamagiwa Corporation. Having reached a certain level of progress with regard to the revitalization, on December 3rd, 2012 all shares held by ETIC in Yamagiwa Corporation were transferred to MARUWA Co., Ltd., along with the settlement of debt to Yamagiwa Corporation. Accordingly, ETIC is deemed to have completed its support for Yamagiwa Corporation under Article 34, Clause 1 of the ETIC Act.

1. Name of company concerned
Yamagiwa Corporation

2. Amount of financial support, etc.

Of the ¥525 million owed to Yamagiwa Corporation following the company separation proceedings (after effective debt forgiveness), ETIC purchased ¥509 million from the financial institutions, for which full repayment was received by December 3, 2012.

Note: The abovementioned debt purchase includes the purchase of debt assumed by the continuing company in accordance with the company separation, as well as loans that were provided by ETIC to the continuing company for the repayment of debt transferred from the former company to the continuing company.

3. Outline of support provided by ETIC

ETIC’s role in supporting Yamagiwa Corporation was to facilitate coordination among the financial institutions, Yamagiwa Corporation and other stakeholders, to conduct debt purchasing, the capital injection and the appointment of specialists.

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