

## IRCJ to sell equity in K.K. Konsei

**Tokyo, April 28, 2006** – The Industrial Revitalization Committee of the Industrial Revitalization Corporation of Japan (“the IRCJ”) has decided to sell the equity it holds in K.K. Konsei (“Konsei”). As a result of this sale, the IRCJ will no longer hold any debt or other obligations of Konsei.

### **1. Name of company concerned**

K.K. Konsei

### **2. Process to date**

On December 8, 2004 the IRCJ approved an application for assistance by Konsei under Article 22, Clause 3 of the Industrial Revitalization Corporation Act of 2003. On January 13, 2006, the IRCJ reached agreement on the purchase of Konsei’s debt from financial institutions under Article 25, Clause 1 of the same act.

In March 2005, in accordance with the revitalization plan, a capital decrease and subsequent recapitalization was carried out and, through a capital investment of ¥16 million, the IRCJ acquired ordinary shares in Konsei corresponding to 40% of voting rights.

Since then, a measurable degree of progress has been made towards revitalization, enabling the IRCJ to make preparations for, and reach agreement on, the sale of equity to a third-party individual. A sale contract has now been concluded and the sale is scheduled to take place at the end of May 2005.

### **3. Capital amounts, etc.**

Through a capital investment of ¥16 million, the IRCJ acquired ordinary shares in Konsei corresponding to 40% of voting rights. The IRCJ will sell all of its ordinary shares in Konsei.

### **4. Debt amounts, etc.**

The principal value of Konsei’s debt was ¥1 million, for which the IRCJ paid ¥9,500 to financial institutions. Following debt forgiveness of ¥990,000 according to the revitalization plan, payment was received in full for the remaining debt of ¥10,000 as of April 2005.

### **5. Comment from the State Ministers in charge of the Industrial Revitalization Corporation of Japan**

None expressed

Note on comments from ministers: The IRCJ is a quasi-governmental organization. As such, the IRCJ is required to obtain comments about decisions to assist private-sector companies from the three government ministers in charge of the IRCJ.

### **For more information, please contact**

Corporate Planning Department  
The Industrial Revitalization Corporation of Japan  
Tel: 03-6212-6437

# # #

### **About the IRCJ**

The IRCJ was established jointly by the public and private sector on April 16, 2003, with the aim of providing revitalization assistance beneficial to both the industrial and the financial sectors in Japan. It targets assistance at companies that have sound business fundamentals but are unable to thrive because of excessive debt levels or other factors. The IRCJ has approximately 200 employees and is based in Tokyo. For more information please visit [www.ircj.co.jp](http://www.ircj.co.jp)