

March 13, 2009

Dear Shareholders,

Company name: KROSAKI HARIMA CORPORATION  
Representative: Hideki Furuno, President  
Securities Code: 5352  
(Listed on the First Section of the Tokyo Stock Exchange and the Fukuoka Stock Exchange)

## **Establishment of a Consolidated Subsidiary**

Krosaki Harima Corporation (“the Company”) today announced that its Board of Directors resolved to establish a consolidated subsidiary as follows at their meeting held on March 13, 2009.

### **1. Purpose of the Establishment**

The consolidated subsidiary will be established in the Netherlands as a company that oversees the Krosaki Harima group’s operations in Europe to facilitate the pursuit of the group’s overseas strategies.

### **2. Outline of the Subsidiary**

- (1) Trade Name: Krosaki Harima Europe B.V. (tentative)
- (2) Representative: Hiroshi Odawara, Corporate Officer and Overseas Sales Department General Manager at Krosaki Harima Corporation
- (3) Location: Amsterdam, Netherlands (planned)
- (4) Period of Establishment: June 2009 (planned)
- (5) Major Businesses: Management of business strategies for overseas investment companies (especially in Europe); Fund and capital management and support for financial, legal and other indirect business affairs for affiliated companies
- (6) Book Closing Month: December
- (7) Capital: Capital at the time of establishment is expected to be 3,858,000 Euro (about ¥463 million). Following an increase in capital slated for December 2009, capital would be 15,525,000 Euro (about ¥1,863 million).
- (8) Equity structure: 100% owned by the Company

### **3. Future Outlook**

The Company expects the effect of the establishment of this subsidiary on its consolidated performance to be immaterial.