

March 7, 2006

(Translation)

To whom it may concern:

**Announcement of Issuance of Convertible Bonds**  
**(Convertible Bond Type - Bonds with Stock Acquisition Rights,**  
**tenkanshasaigata shinkabu yoyakuken-tsuki shasai)**

The Company, at an ordinary meeting of the Board of Directors held on March 7, 2006, resolved to issue JPY 50,000,000,000 Floating Rate Convertible Bonds due 2011 Series A, JPY 50,000,000,000 Fixed Rate Convertible Bonds due 2011 Series B (JPY 100,000,000,000 in aggregate), JPY 50,000,000,000 Floating Rate Convertible Bonds due 2013 Series A and JPY 50,000,000,000 Fixed Rate Convertible Bonds due 2013 Series B (JPY 100,000,000,000 in aggregate) (Convertible Bond Type - Bonds with Stock Acquisition Rights, *tenkanshasaigata shinkabu yoyakuken-tsuki shasai*, hereinafter referred to as the "**Bonds**"), the aggregate principal amount of which is JPY 200,000,000,000. The outline is as follows:

**Scope and Background of Issuance of the Bonds**

The Company, in order to accomplish its mid-term management plan entitled "Vision 75" in accordance with the basic policies of "development of new growth strategy", "overall intensive structural reform of management" and "strengthening of consolidated management", has been working on the implementation of various measures and policies for the past two years. The Imaging Solution Division, influenced by a drop in profits caused by intensification of competition due to the decline of demand for color film products and a deceleration of growth in the digital camera market, has recently undertaken aggressive efforts toward the implementation of structural reforms. In the meantime, the Information Solution Division and the Document Solution Division have been steadily achieving their objectives.

The Company, which considers medical/life sciences, document handling, printing

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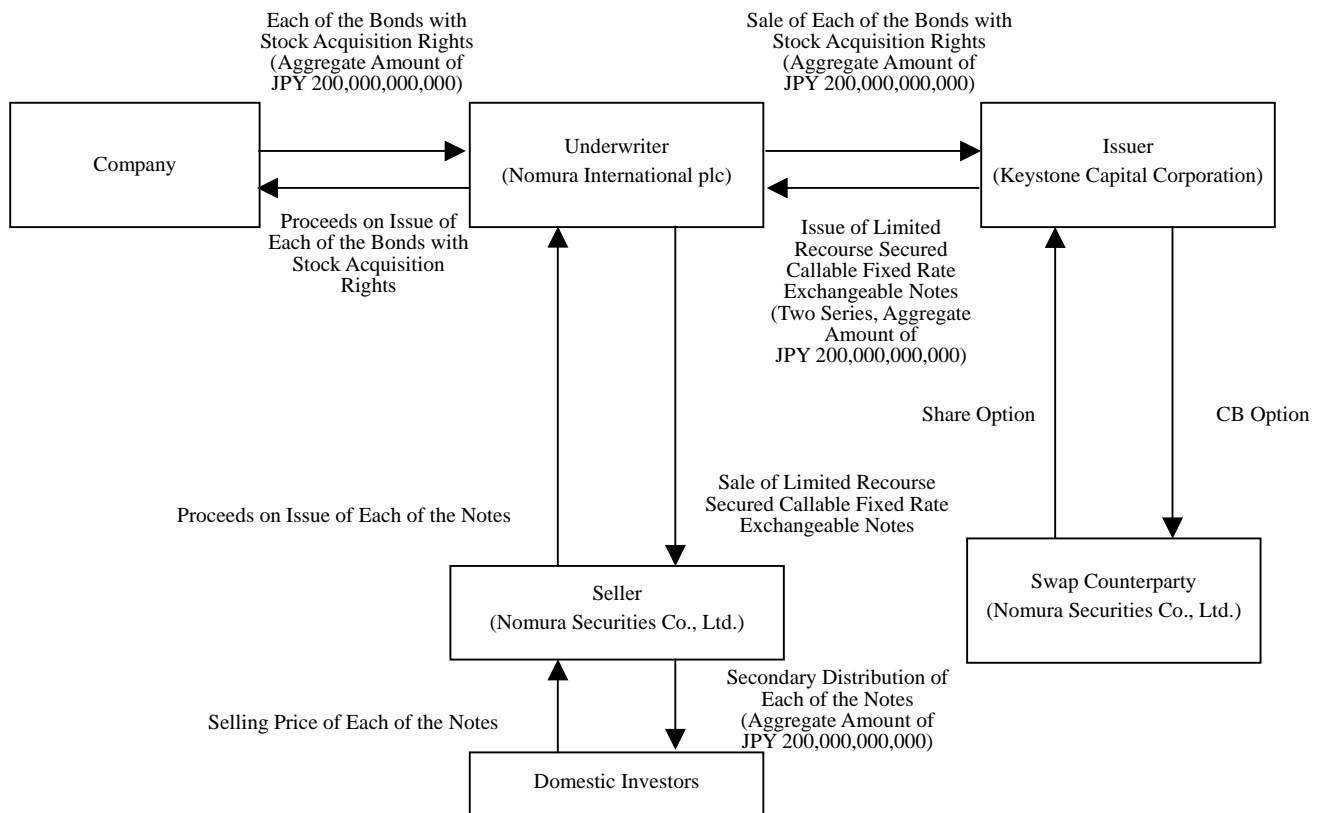
systems as well as high-function materials such as flat-panel display materials, semiconductor materials and optic devices to be important future business areas, intends to demonstrate competitive leadership for the future and plans to expand and develop its businesses. For these purposes, the Company intends to efficiently utilize the proceeds of the issue of the Bonds in order to increase production capacity primarily for flat-panel display materials (the market for which is rapidly growing), and the Company considers it necessary to continue high-level R&D investment for the development of new technology and new products with high product differentiation as well as to conduct an aggressive M&A program designed to promptly establish a position in the markets for such new business areas, aiming toward "the development of a new growth strategy". By specifying a high initial conversion price for the Bonds, the Company is striving to control immediate dilution in consideration of existing shareholders, and to simultaneously accelerate the increase of capital predicting that the share price will rise in line with the achievement of a new growth trajectory. In addition, funding costs will be lower than those of short-term borrowing or straight bonds, which will support investment in new, growing businesses from a financial viewpoint.

### **Outline of Overall Scheme (Reference)**

The Bonds will be underwritten by Nomura International plc, and all of the Bonds will be sold to Keystone Capital Corporation (a company incorporated in the Cayman Islands, hereinafter referred to as "**Keystone**"), an overseas special-purpose company. Keystone will be involved in trading of derivatives for stock acquisition rights and other rights with Nomura Securities Co., Ltd., and will issue two series of limited recourse secured callable fixed rate exchangeable notes (aggregate face amount of JPY 200,000,000,000) secured by the Bonds. Such notes resemble typical convertible bonds (bonds with stock acquisition rights) in nature and will be offered in Japan by way of secondary distribution by Nomura Securities Co., Ltd.

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1. Name of the Notes Floating Rate Convertible Bonds due 2011 Series A (bonds with stock acquisition rights, *tenkanshasaigata shinkabu yoyakuken - tsuki shasai*) (the "**2011 Series A Bonds**"), Fixed Rate Convertible Bonds due 2011 Series B (bonds with stock acquisition rights, *tenkanshasaigata shinkabu yoyakuken - tsuki shasai*) (the "**2011 Series B Bonds**"), Floating Rate Convertible Bonds due 2013 Series A (bonds with stock acquisition rights, *tenkanshasaigata shinkabu yoyakuken - tsuki shasai*) (the "**2013 Series A Bonds**"), and Fixed Rate Convertible Bonds due 2013 Series B (bonds with stock acquisition rights, *tenkanshasaigata shinkabu yoyakuken - tsuki shasai*) (the "**2013 Series B Bonds**").
- Unless otherwise specified, any discussion below applies to all of 2011 Series A Bonds, 2011 Series B Bonds, 2013 Series A Bonds and 2013 Series B Bonds, and each of them is hereinafter referred to as the "**Bonds**", of which the notes are hereinafter referred to as the "**Notes**" and the stock acquisition rights are hereinafter referred to as the "**SARs**".
2. Aggregate issue price of the Notes JPY 50,000,000,000 for each of 2011 Series A Bonds, 2011 Series B Bonds, 2013 Series A Bonds and 2013 Series B Bonds, plus the total amount of the aggregate principal amount of the Notes in respect of any replacement note certificates which may be issued upon receipt of appropriate evidence and indemnity for lost, stolen or destroyed note certificates relating thereto.
3. Issue price of the Notes 100% of the principal amount of the Notes (principal amount of each Note: JPY 1,000,000)

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4. Interest rate

- |                         |   |
|-------------------------|---|
| (1) 2011 Series A Bonds | (Six Month Yen LIBOR-0.3) per cent. per annum on the principal amount of the Notes; provided, however, such interest rate shall not exceed 3.0 per cent. per annum, and such interest rate will be determined by the Agent Bank mentioned in 7 below on or prior to 2 Business Days of the commencement day of each of the interest period pursuant to the terms and conditions of the Bonds. In this paragraph, " <b>Interest period</b> " means a period beginning on and including the April 5, 2006 and ending on but excluding the first interest payment date and each successive period beginning on and including an interest payment date and ending on but excluding the next succeeding interest payment date and " <b>Business Day</b> " means a day upon which yen deposits may be dealt in on the London inter-bank market and commercial banks and foreign exchange markets are open in London and, if on that day a payment is to be made, in Tokyo also. |
| (2) 2011 Series B Bonds | 0.5 per cent. per annum on the principal amount of the Notes.   |
| (3) 2013 Series A Bonds | (Six Month Yen LIBOR-0.3) per cent. per annum on the principal amount of the Notes; provided, however, such interest rate shall not exceed 3.0 per cent. per annum, and such interest rate will be determined by the Agent Bank mentioned in 7 below on or prior to 2 Business Days of the commencement day of each of the interest period pursuant to the terms and conditions of the Bonds.   |
| (4) 2013 Series B Bonds | 0.75 per cent. per annum on the principal amount of the Notes.  |

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5. Method and time of payment of interest of the Notes      The interest is payable semi-annually (twice a year) in arrear on March 31 and September 30 in each year, except that the first payment of interest, to be made on September 30, 2006, will be in respect of the period from and including April 5, 2006 to but excluding September 30, 2006.
- Each of the Notes will cease to bear interest (i) where each of the SARs with respect to the Notes shall have been exercised, from the interest payment date immediately preceding the effective date of such exercise or, if none, the date of issue of the Bonds or (ii) in all other cases, from the due date for redemption, unless, upon due presentation, payment of the full amount due is improperly withheld or refused. In such event, it shall continue to bear interest until whichever is the earlier of (x) the day on which all sums due in respect of such Note up to but excluding that day are received by or on behalf of the relevant holder of the Bonds, and (y) the day seven days after the Principal Paying Agent has notified the holders of the Bonds of receipt of all sums due in respect of all the Notes up to but excluding that seventh day.
6. Paying Agent for the Bonds      HSBC Bank plc (Principal Paying Agent)
7. Agent Bank for the Bonds      The Nomura Trust and Banking Co., Ltd.
8. Payment Date and Issue Date      April 5, 2006
9. Matters pertaining to the offering
- (1) Offering method      A private placement made in overseas market (excluding the United States), mainly in Europe through underwriting of the aggregate principal amount of the Notes by Nomura International plc (hereinafter referred to as the "**Manager**").
- (2) Offer price of the Bonds (Offer Price)      100% of the principal amount of the Notes

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10. Matters pertaining to the SARs
- (1) Total number of the SARs to be issued 50,000 per each of 2011 Series A Bonds, 2011 Series B Bonds, 2013 Series A Bonds and 2013 Series B Bonds, plus the number obtained by dividing the aggregate principal amount of the Notes in respect of any replacement note certificates which may be issued upon receipt of appropriate evidence and indemnity for lost, stolen or destroyed note certificates by JPY 1,000,000.
- (2) Number of SARs to be attached to the Notes The number of SARs to be attached to the Notes shall be one (1) per principal amount of the Notes of JPY 1,000,000.
- (3) Issue price of the SARs Zero
- (4) Class and quantity of the shares to be acquired upon the exercise of SARs
- (i) Class  
Common stock of the Company
- (ii) Quantity  
The number of shares of common stock of the Company to be acquired by the exercise of SARs, or the number of shares of common stock of the Company held by the Company that are to be transferred will be determined by dividing the aggregate issue price of the Notes deposited at the same time upon exercise of the SARs by the Conversion Price (as defined in (5) below); provided, however, that fractions less than one (1) share resulting from such exercise shall be rounded down and no adjustment or cash payment will be made in respect thereof.
- (5) Payment to be made upon exercise of the SARs (i) The price to be paid upon exercise of an SAR shall be equal to the issue price of the Note.

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(ii) The initial Conversion Price will be determined by the Representative Director authorized by the Board of Directors of the Company having regard to the demand situation of the investors and other market trend; provided, however, the initial Conversion Price must not fall below to the amount of the closing price at the date of the subscription agreement executed between the Company and the Manager multiplied by the numbers stated below.

2011 Series A Bonds and 2011 Series B Bonds	1.4
2013 Series A Bonds and 2013 Series B Bonds	1.3

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(iii) Reset of the Conversion Price

The Conversion Price shall be subject to reset on (in case of 2011 Series A Bonds and 2011 Series B Bonds) each of March 31, 2009 and March 31, 2010, or (in case of 2013 Series A Bonds and 2013 Series B Bonds) September 30, 2008, September 30, 2009, September 30, 2010, September 30, 2011 and September 30, 2012 (each a "**Reset Date**") to 90 per cent. (rounded upwards to the nearest one yen, hereinafter referred to as the "**Reset Conversion Price**") of the average last reported selling price (regular way) of Common Shares of the Company on the Tokyo Stock Exchange, Inc. (hereinafter referred to as "**Tokyo Stock Exchange**") on a Trading Day (as defined below) (hereinafter referred to as "**Closing Price**") for the 10 consecutive Trading Days (excluding days when no such last selling price is reported, and if a Reset Date is not a Trading Day, the 10 Consecutive Trading Days up to the last preceding Trading Day of the Reset Date) up to and including the relevant Reset Date; and provided that the Conversion Price shall not be reset as a result of the reset made hereunder in respect of a Reset Date to less than the Closing Price on March 7, 2006 (hereinafter referred to as "**Minimum Conversion Price**", subject to adjustment in (iv) below) the Reset Conversion Price shall be the Minimum Conversion Price. "**Trading Day**" means a day when the Tokyo Stock Exchange is open for business, but does not include a day when no such last selling price is reported.

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(iv) The Conversion Price shall be adjusted in accordance with the following formula, if the Company issues new shares of common stock of the Company or disposes of the shares of common stock of the Company, after the issuance of the Bonds, at the issue price or disposal price below the current market price of its shares of common stock of the Company. In the following formula, the "**Number of issued shares**" means the total number of shares of common stock of the Company already issued (but excluding those held by the Company).

$$\begin{array}{rcccl}
 \text{Conversion} & & & & \text{Number of} \\
 \text{Price after} & = & \text{Conversion} & & \text{issued or} \\
 \text{adjustment} & & \text{Price before} & & \text{disposed} \\
 & & \text{adjustment} & \times & \text{shares} \\
 & & & & \times \\
 & & & & \text{Issue or} \\
 & & & & \text{disposal} \\
 & & & & \text{price} \\
 & & & & \text{per share} \\
 & & & & \text{Market price per share} \\
 & & & & \text{Number of issued} \\
 & & & & \text{shares} \\
 & & & & \text{Number of issued or} \\
 & & & & \text{disposed shares}
 \end{array}$$

The Conversion Price will also be appropriately adjusted in case of a stock split, consolidation of the shares of common stock of the Company or an issue by the Company of SARs to acquire the common stock of the Company (including SARs incorporated in bonds with stock acquisition rights) at the price below the current market price of the shares of common stock of the Company or in certain other cases.

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(6) Exercise period for the SARs From April 5, 2006 to the dates set out below (at the place where the SARs are to be exercised), or (a) if the relevant Notes shall have been called for early redemption pursuant to 11(1) below, then up to the close of business on the third business day in Tokyo prior to the date fixed for redemption thereof, or (b) if such Notes shall have been purchased and cancelled by the Company or delivered by a subsidiary to the Company for cancellation pursuant to 11(2) below, then up to the time when such Note is so cancelled or delivered, or (c) if such Notes shall become due and repayable pursuant to 11(1) below, then up to the time when such Note becomes so due and repayable. In no event shall the SARs be exercised after the dates set out below (at the place where the SARs are to be exercised).

2011 Series A Bonds and 2011 Series B Bonds  
March 28, 2011

2013 Series A Bonds and 2013 Series B Bonds  
March 28, 2013

(7) Other conditions to exercise of the SARs No SARs may be exercised in part.

(8) Matters relating to substitute payment Upon exercise of the SARs, the holder of the Notes exercising such SARs shall be deemed to make a request to the Company that, in lieu of the full redemption of the Notes with such SARs, the Company treat such exercise as the payment by the holder of the Notes of the full amount required to be paid upon exercise of the SARs, as set forth under items 7 and 8 of paragraph 1 of Article 341-3 of the Commercial Code of Japan.

(9) Effective date of the exercise of the SARs The request for exercise shall be deemed to have been made at 23:59 hours (London time) (being the next calendar day in Japan) on the date on which the Bond Certificate and any other documents required for the exercise of SARs are deposited with an Agent set forth in 6 above, and all conditions precedent to exercise of the SARs are fulfilled, and accordingly the exercise of the SARs shall become effective at such time.

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- (10) Purchase of shares constituting less than one unit due to the exercise of the SARs      In the event shares constituting less than one unit accrue due to the exercise of the SARs, the requirement under the Commercial Code of Japan to purchase such shares constituting less than one unit shall be deemed to have been exercised, and the Company shall make adjustments by cash.
- (11) An amount not to be accounted for as the stated capital due to the exercise of the SARs      An amount not to be accounted for as the stated capital due to the exercise of the SARs is obtained by subtracting the amount to be accounted for as the stated capital from the issue price. Such amount to be accounted for as the stated capital shall be obtained by multiplying such issue price by 0.5, and all amount less than JPY 1 shall be rounded upward.
- (12) Handling matters with respect to the exercise of the SARs during the dividend accrual period      The Company shall pay the full amount of annual dividends or interim dividends (being a cash distribution pursuant to Article 293-5 of the Commercial Code of Japan, or a distribution of retained earnings pursuant to paragraph 5, Article 454 of the Company Law), on the shares issued or transferred upon exercise of the SARs with respect to the full dividend accrual period (currently being the period of six months ending on March 31 and September 30) during which the relevant effective date of such exercise of the SARs falls, as if such issue or transfer had been made at the beginning of such dividend accrual period. No payment and adjustment shall be made with respect to the interest for the period after the interest payment date (provided, however, if the interest payment date immediately preceding the effective date of such exercise is prior to the first interest payment date, with respect to the interest after April 5, 2006) immediately preceding the effective date of such exercise with respect to the Notes with the SARs.
- (13) Cancellation events and conditions for the SARs      No cancellation event is to be stipulated.

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(14) Rationale for determining the issue price of the SARs as zero and the amount to be paid upon exercise thereof

The issue price of the SARs has been determined as zero, taking into consideration that the Notes and the SARs have a close interrelation on the grounds that the SARs are incorporated in the bonds with the stock acquisition rights of convertible bonds type (*tenkanshasaigata*) and shall not be transferable separately from the Notes, that all Notes shall cease to exist upon exercise of the related SARs due to substitute payment, and also taking into consideration the value of the SARs based on the market conditions, etc., and the economic value obtainable from the interest rate, the issue price and other terms of issue. The amount to be paid upon exercise of each of the SARs has been determined as the amount equal to the issue price of the Notes, since the Bonds are bonds with stock acquisition rights of a convertible bonds type (*tenkanshasaigata*). The initial Conversion Price will be the amount determined as set forth in (5)(ii) above.

11. Matters pertaining to the Notes

(1) Manner and time of the maturity of the Notes (A) Redemption at maturity

2011 Series A Bonds

The Notes will be redeemed at 102.90 per cent. of their principal amount on March 31, 2011 (date of maturity).

2011 Series B Bonds

The Notes will be redeemed at 105.20 per cent. of their principal amount on March 31, 2011 (date of maturity).

2013 Series A Bonds

The Notes will be redeemed at 103.70 per cent. of their principal amount on March 31, 2013 (date of maturity).

2013 Series B Bonds

The Notes will be redeemed at 105.60 per cent. of their principal amount on March 31, 2013 (date of maturity).

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(B) Early redemption

(i) Early redemption pursuant to the provision of 115 per cent. call option

The Company may, at its option, after the issuance of the Bonds, having given not less than 30 nor more than 60 days' prior notice to the holders of the Bonds, redeem all, but not some only, of the Notes then outstanding at the redemption prices (expressed as a percentage of the principal amount of the Notes) together with interest accrued to the date fixed for such redemption and all additional amounts due on the Notes (if any); provided, however, that no such redemption may be made unless the Closing Price for each of the 5 consecutive Trading Days, the last of which occurs not more than 10th Business Days prior to the date upon which the notice of such redemption is first published, exceeds 115 per cent. of the Conversion Price as defined in 10(5) in effect on each such Trading Day. "**Business Day**" in this paragraph means a day upon which yen deposits may be dealt in on the London inter-bank market and commercial banks and foreign exchange markets are open in London and, if on that day a payment is to be made, in Tokyo also.

2011 Series A Bonds

From April 5, 2006 to April 4, 2007	100.30%
From April 5, 2007 to April 4, 2008	100.90%
From April 5, 2008 to April 4, 2009	101.50%
From April 5, 2009 to April 4, 2010	102.00%
From April 5, 2010 to March 30, 2011	102.60%

2011 Series B Bonds

From April 5, 2006 to April 4, 2007	100.50%
From April 5, 2007 to April 4, 2008	101.60%
From April 5, 2008 to April 4, 2009	102.60%
From April 5, 2009 to April 4, 2010	103.60%
From April 5, 2010 to March 30, 2011	104.70%

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In addition, this press release does not constitute an offer of the Bonds in any jurisdiction including the United States. The Bonds may not be offered or sold within the United States, except with registration under the U.S. Securities Act of 1933, as amended, or an exemption from the registration requirements of the U.S. Securities Act of 1933, as amended. If the Bonds are offered within the United States, an English language prospectus prepared in accordance with the U.S. Securities Act of 1933, as amended, will be used. The Bonds will not be offered within the United States.

### 2013 Series A Bonds

From April 5, 2006 to April 4, 2007	100.30%
From April 5, 2007 to April 4, 2008	100.80%
From April 5, 2008 to April 4, 2009	101.30%
From April 5, 2009 to April 4, 2010	101.90%
From April 5, 2010 to April 4, 2011	102.40%
From April 5, 2011 to April 4, 2012	102.90%
From April 5, 2012 to March 30, 2013	103.40%

### 2013 Series B Bonds

From April 5, 2006 to April 4, 2007	100.40%
From April 5, 2007 to April 4, 2008	101.20%
From April 5, 2008 to April 4, 2009	102.00%
From April 5, 2009 to April 4, 2010	102.80%
From April 5, 2010 to April 4, 2011	103.60%
From April 5, 2011 to April 4, 2012	104.40%
From April 5, 2012 to March 30, 2013	105.20%

(ii) Early redemption in case the Company becomes a wholly-owned subsidiary of another corporation

In the case of a resolution being passed at a general meeting of shareholders of the Company for the Company to become a wholly-owned subsidiary of another corporation pursuant to share exchange or share transfer (*kabushiki-kokan* or *kabushiki-iten*), subject to take certain measures set forth in the terms and conditions of the Bonds, the Company may, having given not less than 30 nor more than 60 days' prior notice to holders of the Bonds, redeem all, but not less than all, of the Notes then outstanding at the percentage of the principal amount of the Notes at the following redemption prices (expressed as a percentage of the principal amount of the Notes) together with interest accrued to the redemption date and all additional amounts (if any).

### 2011 Series A Bonds and 2011 Series B Bonds

From April 5, 2006 to April 4, 2007	104%
From April 5, 2007 to April 4, 2008	103%
From April 5, 2008 to April 4, 2009	102%
From April 5, 2009 to April 4, 2010	101%
From April 5, 2010 to March 30, 2011	100%

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#### 2013 Series A Bonds and 2013 Series B Bonds

From April 5, 2006 to April 4, 2007	106%
From April 5, 2007 to April 4, 2008	105%
From April 5, 2008 to April 4, 2009	104%
From April 5, 2009 to April 4, 2010	103%
From April 5, 2010 to April 4, 2011	102%
From April 5, 2011 to April 4, 2012	101%
From April 5, 2012 to March 30, 2013	100%

#### (iii) Early redemption in case the Company is delisted

The Company shall give such notice to the Trustee and to the holders of the Bonds promptly upon becoming aware that the common stock of the Company may be delisted from the Tokyo Stock Exchange and in any event at least 30 days prior to such delisting. The Company shall, having given not less than 14 nor more than 30 days' prior notice to the holders of the Bonds redeem all, but not some only, of the Notes then outstanding at the redemption price set out below (expressed as a percentage of the principal amount of the Notes), together with interest accrued to the date fixed for such redemption and all additional amounts (if any) no later than 7 days after such delisting takes place.

#### 2011 Series A Bonds and 2011 Series B Bonds

From April 5, 2006 to April 4, 2007	104%
From April 5, 2007 to April 4, 2008	103%
From April 5, 2008 to April 4, 2009	102%
From April 5, 2009 to April 4, 2010	101%
From April 5, 2010 to March 30, 2011	100%

#### 2013 Series A Bonds and 2013 Series B Bonds

From April 5, 2006 to April 4, 2007	106%
From April 5, 2007 to April 4, 2008	105%
From April 5, 2008 to April 4, 2009	104%
From April 5, 2009 to April 4, 2010	103%
From April 5, 2010 to April 4, 2011	102%
From April 5, 2011 to April 4, 2012	101%
From April 5, 2012 to March 30, 2013	100%

Note: The purpose of this press release is to make a general public announcement by the Company relating to its issuance of Convertible Bonds (Convertible Bond Type - Bonds with Stock Acquisition Rights, *tenkanshasaigata shinkabu yoyakuken-tsuki shasai*). It has not been prepared for the purpose of soliciting investments in the Bonds. The Bonds will not be offered within Japan.

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(iv) Compulsory redemption in the event of default, etc.

If there occurs any of the events of default provided for in the regulations of the Notes or any other events set forth in the terms and conditions of the Bonds and upon notice by the Trustee to the Company that the Notes are due and repayable pursuant to the terms and conditions of the Bonds, the Company shall immediately redeem all of the Notes then outstanding at 100 per cent. of their principal amount together with interest accrued.

(2) Purchase and cancellation

The Company may at any time purchase the Bonds in the open market or otherwise and hold, resell or cancel the Notes in respect of such Bonds. The subsidiaries of the Company may at any time purchase the Bonds in the open market or otherwise and hold, resell or deliver such Bonds for cancellation of the Notes in respect of the Bonds.

(3) Form of the certificates of the Bonds

The form of the certificates of the Bonds shall be with coupons and in bearer form.

(4) Security or guarantee for the Notes

The Notes will be issued with no securities or guarantees.

(5) Financial supplementary conditions

Negative pledge

12. Listing

Not applicable.

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(Reference)

1. Use of Proceeds

(1) Use of Proceeds

JPY 100,000,000,000 of the proceeds of the above issue of the Bonds by the Company will primarily be used for investment in facilities, and the remaining amount will be used for loans and investment. With respect to investment in facilities, all net proceeds will be used for the part of the facilities planning in the Information Solution Division through March 2008 since April 2006, which is planned mainly to strengthen the productive facilities for "FUJITAC" and "WV FILM" consisting of flat-panel display materials and to strengthen facilities for semiconductor materials and so forth.

With respect to loans and investment, approximately GBP 150,000,000 (approximately JPY 30,800,000,000) will be applied fund the acquisition of shares (acquired in February by the cash on hand) of Avecia Inkjet Limited (head office: Manchester, United Kingdom), a manufacturer of ink dye for ink jet printers, and the remaining amount will be used for investments and others in order to expand businesses in new areas such as medical science and life science businesses in the Information Solution Division.

(2) Effects on Result Forecast

There will be no change in the consolidated or non-consolidated result forecast for the year ending March 31, 2006, published on January 31, 2006, by issuance of the Bonds.

2. Accrued Past Dividends, etc.

(1) Basic Policy Concerning Dividends

The Company's basic policy concerning dividends is that it will continue to implement stable dividends and that it will secure retained earnings, as necessary to enhance management fundamentals, in order to prepare for proactive expansion of businesses in the future and drastic changes in management environments.

Note: The purpose of this press release is to make a general public announcement by the Company relating to its issuance of Convertible Bonds (Convertible Bond Type - Bonds with Stock Acquisition Rights, *tenkanshasaigata shinkabu yoyakuken-tsuki shasai*). It has not been prepared for the purpose of soliciting investments in the Bonds. The Bonds will not be offered within Japan.

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(2) Concept for Determination of Dividends

The Company determines the amount of dividends based on the basic policy described above, taking into consideration, and evaluating comprehensively, the results of operations and other factors. The amount of dividend per share for the fiscal year ended March 31, 2005 was JPY 25.

(3) Dividends for the Last Three Fiscal Years

	Year ended March 31, 2003	Year ended March 31, 2004	Year ended March 31, 2005
Current Net Income Per Share	JPY 86.29	JPY 105.40	JPY 106.40
Dividend per Share (Interim Dividend per Share)	JPY 25.00 (JPY 12.50)	JPY 25.00 (JPY 12.50)	JPY 25.00 (JPY 12.50)
Dividend Ratio	29.0%	23.7%	23.5%
Return on Shareholders' Equity	3.1%	3.7%	3.6%
Dividend to Shareholders' Equity Ratio	0.9%	0.8%	0.8%

Note: "Accounting Standard concerning Current Net Income Per Share" and "Guidelines for application of Accounting Standard concerning Current Net Income Per Share" have been applied since the Year ended March 31, 2003.

3. Other

(1) Information concerning dilution due to issue of shares upon exercise of stock acquisition rights

This has not been calculated as the conversion price has yet to be determined.

(2) Details of Equity Financing Conducted over the Last Three Fiscal Years

(a) Equity Financings

Not applicable.

Note: The purpose of this press release is to make a general public announcement by the Company relating to its issuance of Convertible Bonds (Convertible Bond Type - Bonds with Stock Acquisition Rights, *tenkanshasaigata shinkabu yoyakuken-tsuki shasai*). It has not been prepared for the purpose of soliciting investments in the Bonds. The Bonds will not be offered within Japan.

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(b) Share Price Movement for the Last Three Fiscal Years and Immediately Prior to Issue

	Year ended March 31, 2003	Year ended March 31, 2004	Year ended March 31, 2005	Year ending March 31, 2006
Opening Price	JPY 4,170	JPY 3,540	JPY 3,310	JPY 3,870
High	JPY 4,400	JPY 3,850	JPY 3,990	JPY 4,110
Low	JPY 3,270	JPY 2,830	JPY 3,180	JPY 3,320
Closing Price	JPY 3,640	JPY 3,310	JPY 3,920	JPY 3,720
Price-Earnings Ratio	42.2 times	31.4 times	36.8 times	--

Note: The share price information for the year ending March 31, 2006 is the information as of March 6, 2006.

Note: The purpose of this press release is to make a general public announcement by the Company relating to its issuance of Convertible Bonds (Convertible Bond Type - Bonds with Stock Acquisition Rights, *tenkanshasaigata shinkabu yoyakuken-tsuki shasai*). It has not been prepared for the purpose of soliciting investments in the Bonds. The Bonds will not be offered within Japan.

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