

July 18, 2007

Riken Corporation
13-5, Kudankita 1-chome, Chiyoda-ku, Tokyo

Notice on Damage Caused by Niigata-Chuetsuoki Earthquake

This is to notify that Riken Corporation (with head-office in Chiyoda-ku, Tokyo and President Toshinaga Koizumi) suffered the following damage caused by the earthquake that occurred off the cost of Niigata Prefecture.

1. Outline of Damage

- (1) Date damage sustained: July 16, 2007
- (2) Damaged establishments: Riken Kashiwazaki Plant and affiliated companies in the Kashiwazaki area
- (3) Details of damage:

July 16 was a holiday and Riken Kashiwazaki Plant was off duty, but several people were injured while working on equipment maintenance at Riken facilities. Also some of the employees working at affiliates suffered injury. Most of Riken employees suffered damage as pieces of furniture fell from where they were or houses were damaged.

As to the facilities and equipment at Riken, we find that the buildings are generally in usable condition. Some of the warehouses are partially damaged and we are now considering how to repair them. As to the equipment, there occurred some side slip. Some pieces of the equipment got lopsided or toppled over. Some of the products that were finished or in process, molds, jigs and tools, and measuring instruments fell to the floor.

2. When production will be resumed

We are so grateful for the immeasurable help offered by automakers and other customers who have kindly sent us their valuable personnel to get us out of this disaster. We are also receiving help from other Riken plants and equipment manufacturers. Helped by all these customers and friends, now we are making our utmost efforts to resume production as soon as possible.

By now the cleanup inside our plants has almost been finished, and we expect to be through with reinstallation of the equipment in a couple of days. We will continue to check the precision of the machinery and equipment, test-run them, and verify the quality produced. Upon completion of this process we will resume full-fledged production.

At this moment we are checking all the equipment. Although the power has been restored except in certain areas, water and gas supply has yet to restart. So we expect it will be some more time before we resume operations. We will restart production line by line upon lines becoming usable again.

We are now investigating the amount-wise damage caused by the disaster and the impact it will have on our business results. In case we find the impact will be significant, we will promptly inform you.