

July 26, 2007

Acquisition of stocks of Miwa Kozai Co., Ltd. (making it a subsidiary)

Okaya & Co., Ltd. adopted a resolution in its Board of Directors meeting held on July 26, 2007, to acquire the stocks of Miwa Kozai Co., Ltd., making it a subsidiary of Okaya.

1. Reason for acquisition of the stocks

To strengthen the sales of steel sheets to individual customers

2. Outline of the company to be acquired

- (1) Trade name Miwa Kozai Co., Ltd.
- (2) Representative Katsuji Miwa
- (3) Address 12-24, Fujimi-cho, Naka-ku, Nagoya
- (4) Establishment August 1, 1960
- (5) Main business Sale of steel products, etc.
- (6) Number of employees 14 employees
- (7) Capital Yen 40 million
- (8) Large shareholders and ownership percentage
81.13% held by Katsuji Miwa, 15.00% by Okaya & Co., Ltd.
- (9) Business performance for latest fiscal year

	Period ended July, 2005 (million yen)	Period ended July, 2006 (million yen)
Sales	1,579	1,560
Net income	13	15
Total assets	766	752
Net assets	116	126

3. Number and amount of stocks acquired, and ownership percentage before and after the acquisition of stocks

- (1) Number of stocks before acquisition 12,000 stocks (ownership percentage: 15.00%)
- (2) Number of stocks acquired 64,900 stocks (ownership percentage: 81.13%)
- (3) Number of shares after acquisition 76,900 stocks (ownership percentage: 96.13%)

4. Time schedule

- July 31 Holding of an extraordinary general meeting of shareholders and a meeting of the Board of Directors of Miwa Kozai Co., Ltd.
Election of President & Representative Director (to be additionally held by Tateyuki Shimuzu, President of Okaya Steel Co., Ltd.)
- August 1 Due date of delivery of stocks

5. Future prospects

The effect on the consolidated results is minor and there will be no change in the business performance forecast.