

TACHI-S CO., LTD.

3-3-7 Matsubara-cho, Akishima-shi, Tokyo

Securities code: 7239

June 2005

Establish a New Sewing Company in Guangzhou, China

We are pleased to announce that our board of directors meeting held on June 28, 2005 resolved to establish a new sewing company in China as follows:

1. Reason for establish:

The new company will be set up for the purpose of manufacturing sewn automotive seat components to deal with increasing orders in the Guangzhou, China region and also with an eye to expanding our global manufacturing base to meet demands from in and out of China.

2. Outline of the new company:

(1)Business name:	Tachi-S Trim Guangzhou Co., Ltd.
(2)Representative:	President: Masayoshi Takahashi (an advisor of Tachi-S Co., Ltd.)
(3)Head office:	East Avenue East, Automotive Industrial Park, Huadu District, Guangzhou City, Guangdong Province,
(4)Establish date:	Scheduled for July 2005
(5)Business description:	Manufacture and sale of sewn automotive seat components
(6)Accounting date:	Year ending on December 31
(7)Number of employees:	About 500(as of the end of 2008)
(8)Location:	Head office and factory in Huadu District, Guangzhou, Guangdong, China
(9)Investment amount:	¥1,300 million (registered capital: ¥550 million)
(10)Equity participation:	TACHI-S Co. : 100%
(11)Annual sales:	About ¥5 billion in 2008
(12)Main customer:	TACLE Guangzhou Automotive Seat Co., Ltd. (our own subsidiary)
(13)Plant scale:	Land area: about 10,000 square meter Building area: about 9,000 square meter Construction scheduled to start by the end of 2005
(14)Production capacity:	Max. 500,000 units/year
(15)Production to start:	In November,2006