

1999

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Acquisition of Stocks of Tsugami Corporation

- Recently Tokyo Seimitsu has acquired stocks under the following conditions:
 - Stock-issuing company: Tsugami Corporation; company code 6101, registered at Tokyo, Osaka, Nagoya
President: Mr. Kenji Yuasa, located in Kyoto, Niigata, Sapporo

Stockholder: Tokyo Seimitsu Co., Ltd.

President: Mr. Hideo Ohtsubo

Address: Shimorenjaku 9-7-1, Mitaka-City, Tokyo, Tel: 0422 (48) 1011

Holding stocks: 4,186,000 stocks; total shares issued by Tsugami Corporation-8,999,000
Holding rate: 4.70%

Background and purpose of the stockholding:

- Tokyo Seimitsu Co., Ltd. (President and CEO: Mr. Hideo Ohtsubo) and Tsugami Corporation (President: Mr. Kenji Yuasa) agreed to enter into cooperation in the fields of semiconductor production equipment and precision machining equipment.

Now, Tokyo Seimitsu Co., Ltd. has obtained 4,186,000 shares of Tsugami Corporation, while Tsugami Corporation will acquire shares of Tokyo Seimitsu Co., Ltd. gradually.

Although the details of cooperation will be determined through a future mutual consultation, Tokyo Seimitsu will continue the research, development, and designing of machines which may be produced on an OEM base; the chief objective of the recent stock acquisition is for constructing a tighter relationship that can preserve and protect production know-how.