

September 15, 2010

To whom it may concern:

Company name: DAIKYO INCORPORATED
Representative: Akira Yamaguchi,
Representative Executive Officer, President
Securities code: 8840
Listing: First Section, Tokyo Stock Exchange
Contact: Hidetake Takahashi, Executive Officer

Announcement of Issuance of Unsecured Straight Bonds

DAIKYO INCORPORATED (the “Company”) hereby announces that it has decided to issue a No. 4 Unsecured Straight Bond (3.17% domestic straight bonds, due 2012) with the following conditions.

This bond issue is for the purpose of diversifying the Company’s funding, and a portion of the proceeds will be used for the redemption of the No. 3 Unsecured Straight Bond (1.44% domestic straight bonds, due 2010), which matures on September 24, 2010.

DAIKYO INCORPORATED No. 4 Unsecured Straight Bond (with inter-bond pari passu clause)

1. Total amount of issue: ¥5,000,000,000
2. Face value of individual bonds: ¥100,000,000
3. Interest rate: 3.17% per annum
4. Paid-in amount: ¥100 per ¥100 of face value
5. Redemption amount: ¥100 per ¥100 of face value
6. Interest payment dates: March 22 and September 22 of each year
7. Subscription period: September 15, 2010
8. Payment date: September 22, 2010
9. Type of offering: Public offering
10. Maturity date: September 21, 2012
11. Collateral: The bonds are unsecured and not guaranteed, and no designated assets are retained for the redemption of these bonds.
12. Fiscal covenants: Negative pledge clause attached
13. Underwriter: Nomura Securities Co., Ltd. (Lead Manager)
14. Fiscal agent: The Bank of Tokyo-Mitsubishi UFJ, Ltd.
15. Transfer institution: Japan Securities Depository Center, Inc.
16. Credit ratings: BBB- (Rating and Investment Information, Inc.)
BBB- (Japan Credit Rating Agency, Ltd.)

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