

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: Konosuke Miyakawa, Executive & General
 Manager, Group Corporate Planning Dept.

Announcement Regarding the Transfer FUSO ENGINEERING INCORPORATED Shares

DAIKYO INCORPORATED (Head office: Shibuya-ku, Tokyo; President: Akira Yamaguchi) hereby announces the transfer of all of its shares in the wholly owned subsidiary FUSO ENGINEERING INCORPORATED (Head Office: Koto-ku, Tokyo; President: Joichiro Tsuchida), to IHI Transport Machinery Co., Ltd. (Head Office: Chuo-ku, Tokyo; President: Hideshi Otsubo) of the IHI Group.

1. Reasons for the Share Transfer

Since launching its multi-story mechanical parking garage equipment business in 1991, FUSO ENGINEERING has focused on two-story and multi-story parking garage equipment for condominiums and commercial facilities as a mainstay product, and has developed parking garage equipment that increases capacity of the parking areas, and, FUSO ENGINEERING takes the user's perspective when developing, refining and improving products, and has achieved highly practical and efficient systems. As a result, the number of parking pallets installed has been increasing steadily since the start of operations.

However, the slowing market for new installations has become a concern, owing to the declining number of new housing construction starts in recent years. Therefore, the key challenges for FUSO ENGINEERING will be technological innovation, capital investment, and further expansion of sales channels in order to prevail against intense competition.

In this environment, FUSO ENGINEERING aims to grow by further enhancing its technological prowess and service capabilities. At the same time, the Daikyo Group is focusing on and accelerating the expansion of its new real estate services business centered on residents' lifestyles. From both perspectives, DAIKYO INCORPORATED has determined that the optimal solution is to transfer ownership of FUSO ENGINEERING to IHI Transport Machinery Co., Ltd., a diversified parking equipment manufacturer. As a result, DAIKYO INCORPORATED has decided to transfer all of its shares in the subsidiary.

2. Number of Shares Transferred, Transfer Price, and Ownerships before/after the Transfer

(1) Number of shares held before the transfer:	1,600 shares	(Ownership: 100%)
(2) Number of shares to be transferred:	1,600 shares	(Transfer value: ¥3,600 million) (Percentage of total shares issued: 100%)
(3) Number of shares held after the transfer:	0 shares	(Ownership: 0%)

3. Subsidiary to be Transferred

- (1) Company name: FUSO ENGINEERING INCORPORATED
- (2) Location: 22-18, Ojima 7-chome, Koto-ku, Tokyo
- (3) Representative: Joichiro Tsuchida, Representative Director and President
- (4) Business description: Multi-story parking garage equipment business
- (5) Capital stock: ¥80 million
- (6) Date of establishment: January 30, 2009 *
- (7) Main shareholder: DAIKYO INCORPORATED (100%)

* FUSO ENGINEERING was founded as Fuso Kogyo Co., Ltd. in March 1947 and changed its name to Fuso Lexel Incorporated in April 1991. It was acquired by DAIKYO INCORPORATED through an absorption-type merger in March 2009. Since the corporate split off from DAIKYO INCORPORATED in June 2009, it has continued in its present form.

4. Recipient of Transfer

- (1) Company name: IHI Transport Machinery Co., Ltd.
- (2) Location: 8-1, Akashi-cho, Chuo-ku, Tokyo
- (3) Representative: Hideshi Otsubo, President
- (4) Business description: Development, design, sales, installation, maintenance and repair of parking systems, and transportation/logistical systems
- (5) Capital stock: ¥2,647 million

5. Transfer Schedule

- (1) Date of share transfer agreement: Monday, November 28, 2011
- (2) Date of share transfer (planned): Wednesday, January 4, 2012

6. Outlook

As a result of the abovementioned transfer, DAIKYO INCORPORATED expects to record an extraordinary gain in its consolidated results for the fiscal year ending March 31, 2012, but is making no changes to consolidated performance forecast for the current fiscal year due to this factor.

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