

May 16, 2008

To whom it may concern:

Name of company: Nippon Suisan Kaisha, Ltd.
 Name of representative: Naoya Kakizoe, President & CEO
 Code number: 1332
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Transfer of Business and Dissolution of Subsidiary

This is to advise you that Nippon Suisan Kaisha, Ltd. has made a resolution, at the Board of Directors' Meeting held on May 16, 2008, to transfer the business of wholly-owned subsidiary Nisshin Sangyo Co., Ltd. (hereinafter as Nisshin Sangyo) and subsequently dissolve the subsidiary.

1. Outline of the Subsidiary

Trade name	Nisshin Sangyo Co., Ltd.
Address of head office	2-4-4 Kayabacho, Nihonbashi, Chuo-ku, Tokyo
Name of representative	Mitsuo Yamasawa, Representative Director and President
Main business	Nonlife and life insurance agent, car leasing
Date of establishment	July 23, 1948
Capital	¥10,000,000
Number of issued shares	20,000 shares
Net assets	¥228.8 million (as of March 31, 2008)
Total assets	¥307.7 million (as of March 31, 2008)
Settlement date	March 31
Number of employees	10
Major clients	Nippon Suisan and its affiliates
Major shareholders and ratio of shareholding	Nippon Suisan - 100%
Main bank	None

	Year ended March 2006	Year ended March 2007	Year ended March 2008
Sales	¥193.6 mil.	¥195.6 mil.	¥219.7 mil.
Operating income	¥9.6 mil.	¥1.8 mil.	¥21.1 mil.
Ordinary income	¥14.7 mil.	¥7.3 mil.	¥27.5 mil.
Net income	¥12.8 mil.	¥6.2 mil.	¥16.9 mil.
Income per share	¥640.20	¥308.30	¥845.80
Dividend per share	¥75	¥75	TBD
Net assets per share	¥11,240.55	¥11,218.05	¥11,441.40

2. Transfer of Business and Dissolution

a) Reason for transfer of business and dissolution

Nisshin Sangyo has operated mainly as an insurance agent for the Nissui Group, but the business environment in the insurance industry is expected to become increasingly severe in conjunction with the deregulation of insurance products and the widespread introduction of IT to insurance processes. The decision to dissolve Nisshin Sangyo was made because transferring the insurance agent business of Nisshin Sangyo to Total Insurance Service Ltd., which possesses specialist know-how and has a large number of operating outlets, will further improve the level of insurance service received by Group companies, employees and retirees, and consolidate the management resources of the Group.

b) Outline of company to which the business will be transferred

Trade name	Total Insurance Service Limited
Address of head office	1-4-1 Kasumigaseki, Chiyoda-ku, Tokyo
Name of representative	Hiroshi Matsunami, Representative Director and President
Main business	Comprehensive insurance agent providing both life and non life insurance
Date of establishment	December 21, 1984
Capital	¥350,000,000
Major shareholders	Yushu Corp. Limited, Kanyu Enterprise Co., Ltd., Nissin Tatemono Co., Ltd., Itochu Corporation, Seiwa Sogo Tatemono Co., Ltd., Nippon Tochi-Tatemono Co., Ltd.
Relationship with Nippon Suisan	No capital, personnel or trading relationship.

c) Schedule for transfer of business and dissolution

Conclusion of business transfer agreement: May 16, 2008

Date business transfer will come into effect and approval of dissolution at the General Shareholders' Meeting of Nisshin Sangyo: August 1, 2008

Scheduled completion of liquidation of Nisshin Sangyo: December, 2008

d) Outlook

The dissolution of Nisshin Sangyo will only have a minor impact on the consolidated operating results of Nippon Suisan.