

August 1, 2007

Notification of Early Redemption of First-Issue Unsecured CB-Type Bonds with New Stock Subscription Rights

TBK hereby provides notification of the decision as noted in the following to redeem before maturity all remaining unsecured CB-type bonds with new stock subscription rights (hereinafter called “bonds with new stock subscription rights”) issued on February 24, 2006. The decision was made at a Board of Directors’ meeting held on August 1, 2007.

1. Early redemption of bonds with new stock subscription rights

- (1) Bond issue to be redeemed before maturity
TBK first-issue bonds with new stock subscription rights
- (2) Early redemption date
September 3, 2007
- (3) Total value of bonds redeemed before maturity
¥1,500 million (¥50 million face value per bond) (current as of August 1, 2007)
- (4) Redemption price
¥101 per ¥100 face value
- (5) Outstanding face value following early redemption
¥0

2. Reasons for early redemption

On February 24, 2006, TBK issued bonds with new subscription rights to Daiwa Securities in a private placement with the objective of appropriating funds for anticipated future capital investments. However, taking into consideration various factors, including current movements in the Company’s share price, liquidity, and the impact on current shareholders, the Company has decided to redeem said bonds with new stock subscription rights in accordance with regulations in its guidelines to covering such bonds.

Reference:

Particulars of first-issue unsecured CB-type bonds with new stock subscription rights

Issue date : February 24, 2006
Total issue value : ¥2,000 million (outstanding face value before redemption: ¥1,500 million)
Early redemption expiry date: February 22, 2008
Interest rate : Not applicable to TBK bonds
Initial conversion price : ¥948.0
Current conversion price : ¥631.3