



September 27, 2005

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| Company Name: | THK CO., LTD. |
| Representative: | Akihiro Teramachi President and CEO |
| Code No: | 6481, TSE 1st Section |
| Inquiries: | Kotaro Yoshihara Director/General Manager Corporate Strategy Department (Tel: +81-3-5434-0300) |

Notice Concerning Establishment of Holding Company in China

THK has received official approval to establish a holding company in Dalian City, Liaoning Province, China, as described below.

1. Reason for Establishment

With the expansion of THK's business in China, we have established a holding company there to enhance our sales force and management, to speed up decision making, and to improve efficiency by centralizing control of the overlapping functions of the companies under it.

2. Outline of the New Company

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| Name: | 蒂業技凱（中国）投資有限公司 THK (CHINA) CO., LTD. |
| Representative: | Akihiro Teramachi, Chairman (also THK's President & CEO) |
| Location: | Dalian Economic and Technology Development Area, Dalian City, Liaoning Province, China |
| Date of Incorporation: | September 26, 2005 |
| Description of Business: | Enhancement of functions to supervise business in China, and of functions for sales and procurement, and other businesses |
| Accounting Term-end: | December |
| Number of Employees: | Not yet determined |
| Initial Capital: | US\$32 million |
| Investment Ratio: | Wholly-owned by THK (100-percent invested) |

3. Future Prospects

The establishment of this company will not affect non-consolidated and consolidated business forecasts for this fiscal year, which ends March 2006.