

RYOWA LIFE CREATE CO., LTD.

Tokyo, Japan
(the "Company")

JPY 3,000,000,000.–
Zero Coupon JPY Convertible Notes due February 13, 2008

Valoren No. 1760037 ISIN No. XS-0183561397

Pursuant to the resolution passed at the meeting of the Board of Directors of the Company held on September 1, 2004, a stock split in the form of free share distribution on November 19, 2004 will be made to the shareholders of record as of September 30, 2004 (Japan time) at the ratio of two new share for each one share held by them.

For this reason pursuant to Section 5(K) of Annex B-2 and Section 3(A) of Annex C to the Note Purchase, Paying and Exercise Agency Agreement dated February 2, 2004, the following adjustment to the Conversion Price shall take place:

- a) Conversion price before adjustment: JPY 1,296
- b) Conversion price after adjustment: JPY 648
- c) Effective date of adjustment: October 1, 2004 (Japan time)

Zurich, September 16, 2004

Mitsubishi Securities International plc, London, Zurich Branch
on behalf of RYOWA LIFE CREATE CO., LTD.

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