

January 10, 2012

To whom it may concern

Tosei Corporation
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Please note that this document is a translation of the official announcement that was released on January 10, 2012. The translation is prepared and provided for the purpose of the readers' convenience only. All readers are strongly recommended to refer to the original Japanese version of the news release for complete and accurate information.

Notice Regarding Establishment of TOSEI SINGAPORE PTE. LTD.

January 10, 2012 – The Board of Directors of Tosei Corporation (“the Company”) at a meeting held on January 10, 2012 resolved to fully fund the establishment of TOSEI SINGAPORE PTE.LTD. Details are as follows.

1. Purpose of establishment

Tosei Group sees fund business as its core growth driver, and it has been working toward the development of various business infrastructures. As a result, we have achieved the status of a listed independent asset management company that runs a private placement fund business with strong abilities in sales and leasing. As of November 30, 2011, the balance of assets under management stood at ¥285 billion.

To further enhance the opportunities to exchange more hands-on and valuable information with Asian investors and expand our fund business, Tosei Group with expertise in real estate in Tokyo, has decided to establish an overseas subsidiary in Singapore, the financial hub of Asia. This presence in Singapore will enable the Company to strengthen the relationship with foreign investors and help them better understand Japanese real estate, leading to higher visibility in Asia.

This will be the beginning of the Company's future operations in Asia, and also a touchstone of its real estate fund business overseas.

2. Outline of new subsidiary

Company name: TOSEI SINGAPORE PTE.LTD.

Registered address: 10 Anson Road, #14-06 International Plaza, Singapore 079903
Director: Tetsuji Komiyama, Masatoshi Mitani
Capital: SG\$ 300,000 (approx. ¥ 18,000,000)
Date of foundation: January 25, 2012
Investment ratio: 100%

3. Impact on the Group's financial results

The impact to the financial results for the year ending November 2012 which may be caused by the establishment of the new subsidiary is minor.

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