

For Immediate Release

Kanamoto Company, Limited  
Stock Code 9678  
Tokyo Stock Exchange 1<sup>st</sup> Section; Sapporo Stock Exchange  
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## Notification Concerning Acquisition of Stock (Conversion to Subsidiary Company)

At its Board of Directors meeting held on June 16, 2008, the Board of Directors of Kanamoto Company, Limited (Kanchu Kanamoto, President; Head Office: Sapporo, Japan), Japan's leading construction equipment rental company, approved a resolution to acquire the stock of Kyokuto Lease Co., Ltd. (President: Shinichi Uchida; Head Office: Oyama City, Tochigi Prefecture) and make that company a subsidiary.

### 1. Reason for the acquisition of stock (conversion to a subsidiary)

Kyokuto Lease Co., Ltd. manages a construction equipment rental business in Tochigi, Miyagi, Fukushima and Yamagata prefectures. Kanamoto will acquire the company and convert it to a subsidiary in order to expand Kanamoto's operations in these four prefectures. Kyokuto Lease completed civil rehabilitation procedures on February 10, 2005.

### 2. Summary of the acquired company

(1)	Trade name	Kyokuto Lease Co., Ltd.
(2)	Representative	President Shinichi Uchida
(3)	Head office location	906-2, Oaza-Nakakuki, Oyama City, Tochigi Prefecture
(4)	Established	July 1987
(5)	Business	Rental and sale of construction equipment and apparatus
(6)	Fiscal year-end	September 30
(7)	Employees	31
(8)	Offices	Sendai Branch, Nanyo Branch, Koriyama Branch, 4 others
(9)	Capital and total issued shares	Capital: 10 million yen    Total issued shares: 200 shares
(10)	Shareholder	Shinichi Uchida (100.0%)
(11)	Most recent FY operating results	Revenues: 710 million yen (FY ended September 2007)

### 3. Stock to be acquired and number of acquired shares

Kanamoto will acquire 100% of the shares from the above-mentioned shareholder.

### 4. Schedule

June 16, 2008	Approval of resolution by Kanamoto's Board of Directors
June 20, 2008	Expected date for sale and purchase of stock

**5. Outlook for Kyokuto Lease Co., Ltd.'s future operating results**

For the time being Kyokuto Lease will continue operating under its current organization, with Kanamoto planning to dispatch several executives to Kyokuto Lease in the future. Details of other matters are undecided at present. Because Kyokuto Lease will be a non-consolidated subsidiary, this transaction will not have a material affect on Kanamoto's operating results for the business period ending October 2008.

End