

For Immediate Release

Kanamoto Company, Limited

Stock Code 9678

Tokyo Stock Exchange 1st Section; Sapporo Stock Exchange

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Establishment of Japan's First Commitment Facility with Emissions Trading

Kanamoto Company, Limited (Kanchu Kanamoto, President; Head Office: Sapporo, Japan), Japan's leading construction equipment rental company, has decided to establish Japan's first syndication-type commitment facility with emissions trading as part of its environmentally-conscious management. Details are provided below.

1. Reason for establishing a syndication-type Commitment Facility with emissions trading

Make a new contribution to society as a further measure of environmentally-conscious management

Kanamoto believes consideration of the global environment is an important obligation for fulfilling its social responsibilities as a corporation and for several years has been replacing its rental assets with models that clear anti-pollution statutes for exhaust gas, noise and other environmentally harmful effects. Today 99% of the Company's rental construction equipment portfolio consists of the latest environmentally-friendly models that clear anti-pollution regulations. In conjunction with this effort, Kanamoto has established a syndication-type commitment facility with emissions trading to make a new contribution to society as a further measure of environmentally-conscious management.

Specifically, the facility is a fund procurement scheme among Kanamoto, The Bank of Tokyo-Mitsubishi UFJ, Ltd. and Mitsubishi UFJ Securities Co., Ltd. that is accompanied by emissions trading, as a mechanism that can contribute to measures to address the environmental problems represented most dramatically by global warming. Kanamoto and Bank of Tokyo-Mitsubishi UFJ will invest funds to purchase emissions trading rights through Mitsubishi UFJ Securities, and assign without charge the emissions trading rights acquired to Japan's central government.

The approach adopted for this facility will be the first of its kind not only among the firms directly involved, but in Japan as well.

Ensure a stable, flexible funding framework

Because Kanamoto's principal business in construction equipment rentals requires a substantial amount of capital investment, the Company's interest-bearing debt burden is quite large compared to most firms managing a flow-type business. Accordingly, Kanamoto decided to adopt the facility in question from the standpoint of its need to diminish financing costs and maintain a stable, flexible funding arrangement for short-term working capital, and to provide a mechanism for the timely procurement of funds required for purchases of firms through M&A and other arrangements.

2. Commitment Facility details

Credit line limit:	3.0 billion yen	
Closing date:	March 26, 2009	
Facility term:	364 days	
Arrangers etc.:	Lead arrangers	<ul style="list-style-type: none"> • • • • The Bank of Tokyo-Mitsubishi UFJ, Ltd., Mitsubishi UFJ Trust and Banking Corporation, Mizuho Corporate Bank, Ltd. • • • • Sumitomo Mitsui Banking Corporation
	Joint arranger	• • • • Sumitomo Mitsui Banking Corporation
	Lead managers	North Pacific Bank, Ltd., The Norinchukin Bank
Agent:	The Bank of Tokyo-Mitsubishi UFJ, Ltd.	
Syndicate group:	The Bank of Tokyo-Mitsubishi UFJ, Ltd., Mitsubishi UFJ Trust and Banking Corporation, Mizuho Corporate Bank, Ltd., Sumitomo Mitsui Banking Corporation, North Pacific Bank, Ltd., The Norinchukin Bank, JA - Hokkaido Shinren, Shinkin Central Bank, The Sumitomo Trust & Banking Co., Ltd., The Daishi Bank, Ltd., The 77 Bank, Ltd.	

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