

September 7, 2010

Hitachi Capital Corporation
(8586)**Re: Starting of “Tokyo Machines and Facilities-Collateral Loan System”**

We are pleased to inform you that Hitachi Capital Corporation will become a guarantee agency for “Tokyo Machines and Facilities-Collateral Loan System” in Tokyo.

This loan system is a guarantee-attached loan system prepared for smaller-sized companies in Tokyo by utilizing their machines and facilities as collateral for the loan.

The guarantee charges normally paid by the companies that wish to use these loans are entirely subsidized by the Tokyo Metropolitan Government, thus reducing the companies' burdens.

This business is one of a new function-providing business formed by combining know how for evaluating and managing the “products” we have so far accumulated as a maker-related financial company, and the guarantee function, and is regarded as an important foundation for growth in “Mid-term Management Plan” we formulated in June 2010. We will put more effort into expanding the business by this new approach.

-- Description --

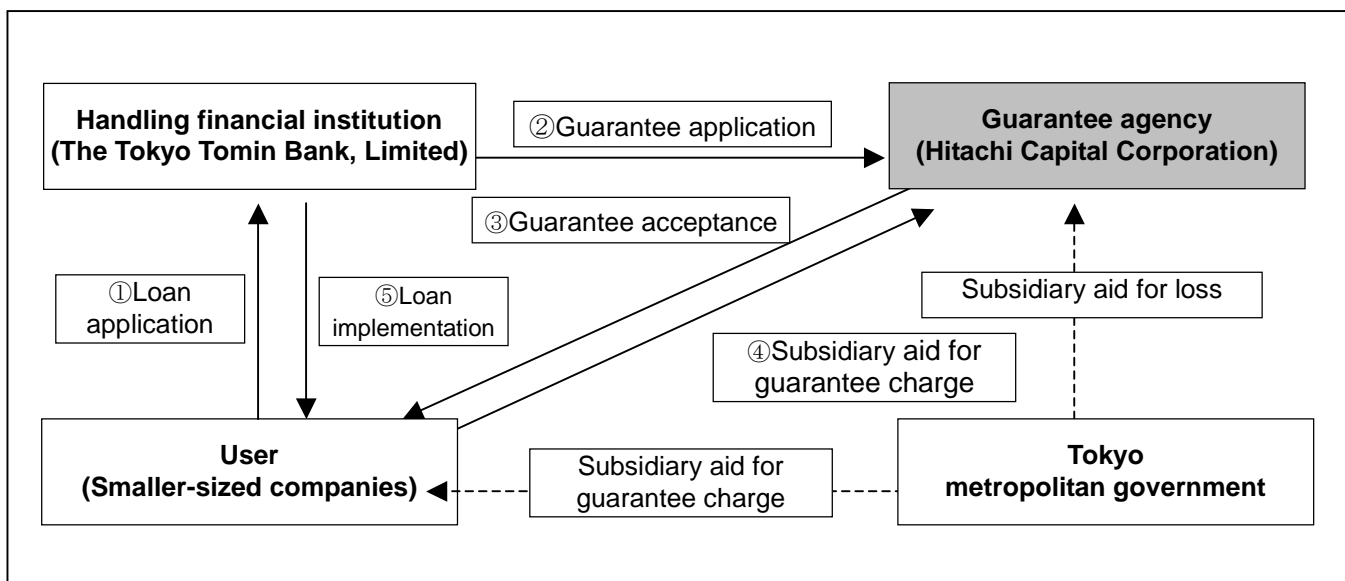
1. Financial institution
The Tokyo Tomin Bank, Limited
2. Date scheduled to start the service
September 8, 2010
3. Targeted applicants
Smaller-sized companies with 30 employees or less (10 or less for wholesale, retail, and service field companies) (excluding sole proprietors)
4. Principal guarantee conditions
 - (1) Purpose of loan: Business funds
* The funds borrowed cannot be used for paying off other debts for financial institutions.
 - (2) Guarantee type: Individual guarantee
 - (3) Guaranteed amount: 30 million yen or less
 - (4) Guarantee period: Within 5 years (However, companies specially admitted by the guarantee agency can be set within 7 years.
 - (5) Guarantee charge: 4% or less (This charge is entirely subsidized by the Tokyo Metropolitan government.)
 - (6) Security imposed on: Machines and facilities, vehicles and other tangible fixed assets for business

* Loan terms such as loan rate and necessity of personal guarantee shall be in accordance with the specifications of the handling financial institution.

* Applicant companies have to be approved by the handling financial institutions and Hitachi Capital Corporation.

5. Loan scheme

Scheme for this business is as follows:



<Procedures for using the loan>

- 1 A company that wishes to apply for the loan should submit application to a branch (including head office) of the handling financial institution (Tokyo Tomin Bank, Limited).
- 2 The handling financial institution examines the user's loan application and then applies to the guarantee agency (Hitachi Capital Corporation) for a loan guarantee.
- 3 The guarantee agency examines the user's loan application and then guarantees the loan.
- 4 The user provides the machines and facilities to the guarantee agency as collateral.
(The relevant goods are transferred and registered as movable property.)
- 5 After concluding the loan guarantee agreement, the user can receive the loan from the handling financial institution.

※For more information, please refer to the "Outline of Tokyo Machines and Facilities-Collateral Loan System."

<http://www.sangyo-rodo.metro.tokyo.jp/kinyu/yuushi/kikai/k-index.htm>