

April 8, 2011

To our Valued Customers and Partners:

Current Status Report for NSK Following the Great East Japan Earthquake

The Great East Japan Earthquake, which struck off the northeast coast of Japan's main island of Honshu on March 11, caused massive damage and loss of life in the area. All of us at NSK Nakanishi Inc. extend our heartfelt condolences to all those affected by this disaster, along with their families and loved ones. We pray for the safety of everyone in affected areas and hope that the region will soon be able to begin the rebuilding and healing process.

As for NSK, we have had no damages at our factory facilities and no injuries among our employee and their family as we announced dated on March 14.

From March 14 our factory started the normal operation except for the rolling blackouts, which were conducted five times in March. In spite of the blackouts, we succeeded at minimizing the loss of sales in March by operating factory on weekend and overtime.

1. Supply of raw materials and parts

Several suppliers of raw materials and parts for our company were hit by the earthquake, but now we confirmed that all of them have already started operations, so that procurement concern has been almost eliminated as of now. However, procurement conditions may change from time to time due to their subcontractors' conditions. We will keep a very close communication with our suppliers in order to secure raw materials and parts for our operation.

2. Impact of Planned Power Outages

Our manufacturing activities have been a little affected by the planned power outages when they were implemented. We are well aware that, given the expected uncertain power situation of the eastern Japan in this summer, the rolling power outages will not be avoidable around the area where our company is located. We are considering flexible measures to minimize the impact such as shift of operation time and working days in order not to cause any delay in shipments of our products.



3. Effect of radioactive releases

The premises of our company and factory are located 150 km away from Fukushima No. 1 Nuclear Power Plant and completely free from any effect of radioactive releases.

In order to clearly show that our products are safe in the radioactive level, we have installed into our manufacturing system the Geiger counter to check all of our products before shipments. We hope that addition of this process will assure our customers and users of the safety of our products.

As explained above, we expect to provide our products in a satisfactory manner to meet demand of the market now. We will make best efforts to keep the current condition to serve our customers.

If anything unexpected takes place in the aftermath of the unprecedented disaster, we will immediately disclose the information and take every possible measure to minimize the impact on our supply of the products.

Sincerely yours,



Eiichi Nakanishi
President & CEO
NSK NAKANISHI INC.

