

September 27, 2007

Name of Company: Asahi Tec Corporation
Representative: Hideo Ishii
Director, President, Representative Executive Officer and Co-CEO
Code No; 5606
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Notice of reconciliation on litigation between ASAHI TEC CORPORATION and VANTEC CORPORATION

We hereby notify that a reconciliation on litigation between ASAHI TEC CORPORATION and VANTEC CORPORATION (VANTEC) over "Logistic Commission Claim Lawsuit" filed on December 26, 2005, has concluded on September 27, 2007 as follows.

1. Background of lawsuit filing to reconciliation

VANTEC has filed a lawsuit against ATC over VANTEC's claim for ATC to pay logistic commission fee on December 26, 2005.

ATC has filed a counter-suit against VANTEC over ATC's claim for VANTEC to pay for the indemnity on March 27, 2006.

We have reached an agreement of reconciliation for above lawsuits on September 27, 2007.

2. Contents of reconciliation

VANTEC and ATC have agreed to withdraw each lawsuit with a condition of ATC to pay the amount of 22.5 million yen to VANTEC as a reconciliation fee.

Impact on the financial results by payment of this reconciliation fee is insignificant since the amount is within the allowance already reserved for this lawsuit.