

March 29, 2007

Company Name: ISEKI & CO., LTD.

Company representative: President Hiroyuki Nakano

Company Code: 6310

Stock Exchange Listings: Tokyo 1<sup>st</sup> Section, Osaka 1<sup>st</sup> Section

Enquiries: Managing Director Kazuyoshi Sonoda

(Telephone: +81 3 5604 7710)

### **Notice of the establishment of the External Investigation Committee**

Regarding the issue of “The occurrence of a matter which affects our business performance” dated March 23 this year where we have given advanced notice to set up an External Investigation Committee to cope with the problem of inappropriate accounting practices carried out by our consolidated manufacturing subsidiaries, we are now informing you that members who make up the committee have been determined.

We have no past relationship or dealings whatsoever with any member of the committee that can affect its independence. Hereafter, we will count on the members to engage in the inspection of the contents of the investigation conducted by the Internal Investigation Committee (Chairperson; Hiroyuki Nakano, President), and preparation of measures to prevent recurrence of a similar problem as well as clarification of the responsibility of the company management etc. from a standpoint of a third party, and provide us with reliable advice and guidance.

External Investigation Committee members are as follows:

Yasuhiko Ikubo (Lawyer)

Hirokazu Honda (Lawyer, New York State Lawyer)

Masaru Yamamoto (Certified Public Accountant)

Motoharu Yokose (Certified Public Accountant)