

October 5, 2007

Company Name: ISEKI & CO., LTD.

Company Representative: President Seiichiro Gamo

Company Code: 6310

Stock Exchange Listing: Tokyo 1st Section, Osaka 1st Section

Enquiries: Managing Director Susumu Tada

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**Notice of Redemption of Yen Denominated Zero Coupon Convertible Bonds with
Stock Warrant due October 5, 2009**

We would like to announce that our company's yen denominated zero coupon convertible bonds with stock warrant due October 5, 2009 will be redeemed as set out below by exercise of stock warrants by bond holders.

1. Redemption date by exercise of warrants: October 5, 2007

2. Redemption

(1) Balance of total face value before redemption	Yen 6,795,000,000
(2) Amount of Redemption	Yen 5,400,000,000
(3) Balance of total face value after redemption	Yen 1,395,000,000

3. Impact on business performance

The impact of the above redemption on the business performance of current fiscal year will be negligible.