

**The 58th Ordinary General Meeting of Shareholders
Briefing on items on the agenda by Chairman of the Meeting**

1. Business Report

We gave a brief explanation in line with what is stated on pages from 3 to 10 of the Business Report for the 58th Business Term.

2. Balance Sheet

We gave a brief explanation as follows with regard to Balance Sheet Shown on page 11 of the Business Report for the 58th Business Term.

Items under Current Assets that showed major fluctuations compared with the previous term are "Short-term loans receivable from subsidiaries" a decrease of 10,996 million yen, "Accounts receivable-other" a decrease of 1,820 million yen.

"Short-term loans receivable from subsidiaries" decreased 10,996 million yen owing mainly to repayment from Minebea Technologies Pte. Ltd. 6,061 million yen, repayment from Minebea Thai Ltd. 3,900million yen.

"Accounts receivable-other" fell 1,820 million yen due mainly to decreases in the following accounts related to import on behalf of the subsidiary, Minebea Onkyo Co., Ltd. 702 million yen, Minebea Electronics Co., Ltd. 605 million yen.

As a result of change of business route Minebea Technologies Pte. Ltd. 616million yen.

As a result, total current assets fell 1,522 million yen from the previous term to 126,841 million yen.

With regard to Fixed Assets, "Tangible fixed assets" fell 1,329 million yen due mainly to decrease by depreciation 3,083 million yen, decrease by separation of part of our business to Minebea-Matsushita Motor, corporation 257 million yen, increase in machinery and equipment 1,425 million yen.

Under Investments and Other Assets, "Investments in securities" rose 3,110 million yen. This is mainly because of increase by converting the stocks of The Sumitomo Trust & Banking Co., Ltd into common stocks from preferred stocks 1,336 million yen, decrease by sale of stocks of three

banks and another company 988 million yen, decrease in revaluation loss on stocks 2,862million yen.

"Investment securities in affiliates" increased 5,070million yen. This is because of increase by acquisition of stocks on Minebea-Matsushita Motor Corporation, through business separation 4,095 million yen.

Acquisition of stocks in Minebea Technologies Co., Ltd 2,524 million yen, SHENG DING (Pte) Ltd. - a holding company of a PC keyboard manufacturing, company in Shanghai. 1,351 million yen.

Losses on revaluation of stocks of Minebea Technologies Pte. Ltd. 2,524 million yen.

"Investments in affiliates" increased in the amount of 5,420 million yen mainly due to capital-increase payment to Minebea Electronics & Hi-Tech Components. Ltd

"Allowance for doubtful receivables" increased 5,204 million yen, which is mainly owing to 4,939 million yen lent to Minebea Technologies Pte. Ltd.

As a result, Fixed Assets increased 5,425 million yen year on year to 239,731 million yen.

Total Assets increased 3,935 million yen from the previous year to 366,618 million yen.

Let us move on to Liabilities. Items under "Current Liabilities" that recorded primary fluctuations compared with the previous year are:

Accounts payable an increase of 2,278 million yen

Accounts payable-other a decrease of 1,260 million yen

When balances of loans payable under Current Liabilities and Fixed Liabilities were put together, the total balance of short-term and long-term loans payable, commercial paper, bonds, and others rose 718 million yen year on year to 147,331 million yen.

Under Shareholders' Equity, current "Net Income" recorded 2,266 million yen, while 2,793 million yen dividends for the previous term were paid.

With (i) an increase of difference on revaluation of other marketable securities amounting to 1,684 million yen, (ii) a decrease of 9 million yen in shareholders' equity owing to increased treasury stocks, total shareholders' equity rose 1,148 million yen compared with the previous term, to 182,389 million yen.

As a result, Total Liabilities and Shareholders' Equity rose 3,935 million yen year on year to 366,618 million yen.

3. Profit and Loss Statement

Net sales stood at 185,105 million yen, up 22,152 million yen from the previous term.

Cost of sales were 159,186 million yen, up 22,288 million yen from the previous term.

As a result, gross profit was 25,919 million yen, down 135 million yen from the previous term.

Selling, general and administrative expenses increased 530 million yen compared with the previous term, to 21,567 million yen.

As a result, operating income fell 666 million yen year on year to 4351 million yen.

The net balance of other income and expenses after deducting other expenses from other income was an income of 8,991 million yen. This represents an increase of 2,946 million yen from the preceding term's income of 6,044 million yen.

This is mainly because dividends from overseas subsidiaries rose 2,088 million yen over the previous year.

As a result, ordinary income rose 2,280 million yen year on year to 13,343 million yen.

Total extraordinary income was 1,054 million yen.

Of this income, the gain on sales of fixed assets in the amount of 96 million yen was the gain on sales of our Karuizawa Plant's fixed assets, including machinery and equipment.

The gain on sales of investments in securities in the amount of 881million yen was owing to sales of stocks of three banks and another company

Reversal of allowance for doubtful receivables was 75 million yen. The main reason for this was that based on the Corporate Tax Law, the legal provision ration (1 / 1,000) that was used until the previous year was reduced to the actual bad debt ratio of (0.3 / 1,000).

Total extraordinary loss was 10,157 million yen.

Transfer to allowance for doubtful receivable in the amount of 5,580 million yen was for Minebea Technologies Pte. Ltd 4,939 million yen, Minebea Onkyo Co .,Ltd. 496 million yen, NMB Electro Precision. Inc 144 million yen.

The loss of 2,904 million yen on revaluation of investment securities in subsidiaries reflected a revaluation loss of 2,524 million yen of Minebea Technologies.

Special severance pay, such as retirement pay and placement service fees for early voluntary retirement employees in the sales department, was posted in the amount of 307 million yen.

Loss on the liquidation of the business of switching power supplies and related businesses in the Hamamatsu Manufacturing Unit was posted in the amount of 209 million yen.

In addition to this extraordinary loss, we posted 1,973 million yen in total income taxes.

As a consequence, net income was 2,266 million yen.

With the addition of retained earnings carried forward amounting to 1,920 million yen to net income, and the deduction of loss on disposal of treasury stock due to the further buying request for stock from the shareholders, appropriated retained earnings at the end of the period under review stood at 4,187 million yen.