

March. 18, 2011

## Company operation after the earthquake on March.11, 2011

The situation as of March 18 is as follows.

The whole groups of Miki Pulley Company Limited try the best to solve every turmoil caused by the earthquake and Tsunami on March 11 in the northern area of Japan.

There is no damage on our production facilities and workforce. The transportation and power supply are going to be improved. Therefore, the orders are managed smoothly in our system to inform the customers of the lead time as quick as possible.

### 1. Production

There is no damage at all on our production lines. As the workforce is also not damaged, the production is recovering quickly.

### 2. Procurement and stock

There is enough stock of materials and parts for the production of coupling and clutch/brake. Even though some of our suppliers are being damaged, procurement from other sources is assured.

### 3. Logistics

Miki Pulley logistic function in Sagami Technical Centre is working effectively.

The inland transportation may be interrupted by some turmoil, but there is no problem in ocean and air freights.