

**KITZ CORPORATION**

1-10-1 Nakase, Mihama-ku, Chiba,  
261-8577, Japan

First Section of the Tokyo Stock Exchange 6498

July 10th, 2015

To Whom It May Concern,

**Countermeasures Against Counterfeit Products  
on International Market**

The KITZ Group, concentrating on valve manufacturing business, is dedicated to diversifying its range of valves in terms of materials, appearance and size. The KITZ Group, as a manufacturer of valves for the control of fluids, has offered products around the world ranging from the domestic applications such as water and sewer systems, distribution networks of hot water and natural gas, air-conditioner, to industrial processes regarding to oil refining, chemicals, pharmaceuticals and foods.

The KITZ Group is currently implementing the countermeasures against counterfeit products on international market. The inferior counterfeit products may cause the leakage of high temperature / hyperbaric fluid and chemicals, endangering the health of operators. The users' business will also be severely affected by cessation of production due to exchange of the genuine products. Furthermore, the trade of inferior counterfeit products, not only brings negative effects to the sale of genuine products, but also causes substantial damage to KITZ brand and the enterprise value. In order to protect the intellectual property right of the KITZ Group, with the cooperation of Chinese relevant authorities, the KITZ Group will take countermeasures including legal actions to address the issue of counterfeit products.

China will be the targeted country where countermeasures against counterfeit products should be implemented. The anti-counterfeit countermeasures will be implemented by KITZ CORPORATION (The original name was 'KITAZAWA VALVE CO., LTD.' , and the original name registered in China was 'KITAZAWA CO., LTD.') and KITZ Corporation of Shanghai.

**■ A Brief Introduction of The Corporation.**

KITZ Corporation of Shanghai

Representative : Chairman Hitoshi Katakai

Contact Address : Room 1701-1704, International Corporation City, NO.3000, North  
ZhongShan Road., PuTuo District, Shanghai, P.R. China

Established : February, 2003

The Scope of Business : Sales, marketing and distribution of valves

**■ Please contact us for related information.**

Business Planning Dept. Flow Control Business Unit

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### The Statement

Since the establishment in 1951, KITZ CORPORATION, as the general manufacturer of fluid control device—valves, has been offering various products and services to a wide range of customers, gaining high appreciation from its users. For the last several decades, KITZ has been dedicating to product development and market exploiting, aiming at improving the customer satisfaction. In 2004, KITZ took over the TOYO VALVE CO., LTD., and changed the latter to its subsidiary corporation. Since then, KITZ CORPORATION and its group have been dealing with not only the products of ‘KITZ’ brand, but also the related sale and marketing of ‘TOYO’ brand.

In Chinese market (including Hong Kong, Macao and Taiwan), to ensure the interest of our clients and to eradicate the counterfeit products or similar inferior products, we hereby state that KITZ Corporation of Shanghai, as the wholly owned subsidiary of KITZ CORPORATION, has been fully authorized to deal with the sale and marketing activities of ‘KITZ’ and ‘TOYO’ brand.

July 10th, 2015

Yasuyuki Hotta

President

KITZ CORPORATION