

Earthquake Report No. 4

Munich, 16 March 2011

Dear Customers.

Epson wishes to express its deepest condolences to those affected by the earthquake that struck the Tohoku area of Japan on March 11.

We sincerely appreciate all customers for your support with warm messages of concern and encouragement. Although Epson Group is working diligently on the restoration of four factories, it is still difficult to have a clear schedule for the resumption of production operation. This difficulty is mainly from the Atomic Power Plant Accident (Epson Toyocom Fukushima Plant) and the electric power supply shortage (Epson Atmix, Akita Epson, Sakata Plant, Fukushima Plant). In addition to above situation, the temporary disorder of logistics in Japan is now causing some unexpected delay of confirmed deliveries.

Today's new information and the revisions to Report No. 3 are as follows:

1. Epson manufacturing plants:

Followings are the latest information given from our Headquarter regarding the current situation at our Japanese manufacturing plants:

EPSON TOYOCOM CORPORATION, FUKUSHIMA PLANT

<u>Location:</u> Minamisoma-shi, Fukushima pref. <u>Related products:</u> crystal oscillators <u>Situation:</u> Manufacturing operation has been shutting down due to damage by earthquake. Part of manufacturing building and facility were damaged. Also, Japanese Government made evacuation order for all residents who stay within **now 30km** from Fukushima atomic power plant #1. Our Fukushima Plant is located approx. 16km away from Fukushima atomic power plant #1, so tentative shut down at this plant was decided.

AKITA EPSON CORPORATION

Location: Yuzawa-shi, Akita pref.

Situation: Manufacturing operation has been shutting down due to electric power outage. However, damage of facilities and buildings were minor.

Unfortunately due to electric power shortage resumption of manufacturing operation has not been decided yet.

SEIKO EPSON CORPORATION, SAKATA PLANT TOHOKU EPSON CORPORATION
 <u>Location:</u> Sakata-shi, Yamagata pref.
 <u>Situation:</u> Manufacturing operation has been shutting down due to electric power outage and under checking for damage of all facilities.

 <u>Electric power is now available but only at low level, not enough to resume production yet..</u>

We will keep you updated, as soon as any additional information will be available.

Thank you for your understanding,

Takeshi Kurokochi
President of Epson Europe Electronics GmbH

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Factory	Details (as of 16 th March 2011)
EPSON TOYOCOM CORPORATION, FUKUSHIMA PLANT	Location: Minamisoma-shi, Fukushima pref.
	Related products: crystal oscillators
	Situation: Manufacturing operation has been shutting
	down due to damage by earthquake. Part of
	manufacturing building and facility were damaged. Also,
	Japanese Government made evacuation order for all
	residents who stay within now 30km from Fukushima
	atomic power plant #1. Our Fukushima Plant is located
	approx. 16km away from Fukushima atomic power plant
	#1, so tentative shut down at this plant was decided.
EPSON ATMIX CORPORATION	Location: Hachinohe-shi, Aomori pref.
	Related products: synthetic quartz
	Situation: Manufacturing operation has been shutting
	down due to damage by 1 meter height Tsunami
	(Seismic sea wave). Resumption of manufacturing
	operation has not been decided yet. There was no
	damage to the artificial crystal manufacturing facilities
	(autoclaves) at Epson Atmix.
AKITA EPSON CORPORATION	Location: Yuzawa-shi, Akita pref.
	Related products: quartz crystals
	Situation: Manufacturing operation has been shutting
	down due to electric power outage. However, damage of
	facilities and buildings were minor.
	Unfortunately due to electric power shortage
	resumption of manufacturing operation has not been
	decided yet.
SEIKO EPSON CORPORATION, SAKATA PLANT TOHOKU EPSON CORPORATION	Location: Sakata-shi, Yamagata pref.
	Related products: semi-conductors
	Situation: Manufacturing operation has been shutting
	down due to electric power outage and under checking for damage of all facilities.
	Electric power is now available but only at low level,
	not enough to resume production yet.
	Location: Ina-shi, Nagano pref.
EPSON TOYOCOM CORPORATION, INA PLANT	Related products: quartz crystals, crystal oscillator
	Situation: no damage, normal operation.
	Location: Miyazaki-shi, Miyazaki pref.
EPSON TOYOCOM CORPORATION, MIYAZAKI PLANT	Related products: synthetic quartz, quartz crystals,
	optical devices
	Situation: no damage, normal operation.
SEIKO EPSON CORPORATION, FUJIMI PLANT	Location: Suwa-gun, Nagano pref.
	Related products: semi-conductors
	Situation: no damage, normal operation