

March 15, 2011

Dear Valued Customers:

Effects of Earthquake and Tsunami in Japan

The 9.0-magnitude earthquake that struck eastern Japan on Friday, March 11th has caused the loss of many lives and property damage. On behalf of the NACHI America team we hereby extend our sincerest sympathies to the suffering people and their relatives.

Per communication with NACHI's head office in Japan, there have been no reported injuries at NACHI operations, including subsidiary manufacturers.

NACHI production facilities in Japan were not affected by the devastating earthquake.

We are assessing the situation at our suppliers, customers in Japan, and the impact on North America import. There is no immediate impact on our operations in North America, but this could change as we receive updates from Japan.

We thank all of you who have expressed deep concern and we will certainly keep everyone informed if there are any changes.

NACHI AMERICA INC.