

September 4, 2001

For Immediate Release:

USS Co., Ltd.
Futoshi Hattori
President and Representative Director
Stock Code: 4732
Stock Exchanges: Tokyo and Nagoya

**Notice of Determination of Conversion Price and Interest for
First Series of Unsecured Convertible Bonds**

USS Co., Ltd. hereby wishes to serve notice that a Board of Directors meeting held on September 4, 2001 approved the conversion terms for the first series of unsecured convertible bonds with a 130% call option (and financial covenants that entitle bondholders to equal claims to collateral).

1. Conversion terms (Conversion price)
¥4,653 per share
 - Date of determination of conversion price
September 4, 2001
 - Closing price of USS common stock on said date on Tokyo Stock Exchange
¥4,230
 - Markup [$\{ \text{Conversion price} / \text{Closing price of USS stock} \} - 1 \} \times 100]$
10.00%
 - Reference
None
2. Portion included in capital
¥2,327 per share
3. Interest rate
Interest shall not be paid on said bonds
4. Other issues to be resolved
None

Reference

(1) Approval of resolution to issue said bonds:

August 27, 2001

(2) Subscription period

September 5, 2001 to September 11, 2001

(3) Date of issue (Payment date)

September 12, 2001

Caution:

This document is intended as a press release for the general public concerning the issuance of convertible bonds by USS Co., Ltd. It was not created with the intent of soliciting investment. We ask that prospective investors carefully consider the matters set forth in the prospectus for said bonds (and amendments) prior to making investment decisions.