

April 26, 2005

For Immediate Release:

USS Co., Ltd.
Futoshi Hattori
President and Representative Director
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Notice Regarding Exercise of Call Option on First Series of Unsecured Convertible Bonds

At the meeting of the Board of Directors today, USS Co., Ltd. decided to exercise its right to prematurely redeem the entire balance of its first series of unsecured convertible bonds on May 31, 2005.

This first series of USS unsecured convertible bonds with a 130% call option (and financial covenants that entitle bondholders to equal claims to collateral) was issued on September 12, 2001. Satisfying the conditions of 130% call option on July 28, 2003 based on the article 1 clause 9-5 of the management commission contract has enables the company to exercise the right for an early redemption.

Bonds to Be Redeemed	USS Co., Ltd. First series of unsecured convertible bonds with a 130% call option (and financial covenants that entitle bondholders to equal claims to collateral)
Amount for Redemption (Par Value)	¥631 million (As of March 31, 2005)
Redemption Date	May 31, 2005 (Tuesday)
Redemption Amount	¥100 per par value of ¥100
Final Conversion Date	May 30, 2005 (Monday)

Bondholders have the right to convert their bonds into shares until the final conversion date. Any bondholder wishes to do so, should send the relevant documents to the address below by the final conversion date. Early applications are appreciated.

Transfer Agent Department
The Chuo Mitsui Trust and Banking Company, Ltd. (Nagoya Branch)
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