

September 21, 2012

Itoham Foods Inc.
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Securities Code: 2284
(Tokyo Stock Exchange and Osaka Securities Exchange)
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Notice Regarding Course of Merger between Consolidated Subsidiaries

On April 19, 2012, Itoham Foods Inc. announced in a press release entitled “Notice Regarding Merger Between Consolidated Subsidiaries” that it had decided to merge Itoham consolidated subsidiaries I.H. Logistics Service Inc. and Itoham Distribution Co., Ltd. The following details concerning the course of the merger were finalized today.

1. Type of Merger

An absorption-type merger will be conducted, in which I.H. Logistics Service Inc. will be the surviving company. Itoham Distribution Co., Ltd. will be dissolved.

2. Merger-related Allocations

Because both merging companies are wholly owned subsidiaries of Itoham Foods Inc., no new shares will be issued and no merger-related payments will be paid.

3. Overview of merging companies

	Surviving company	Company to be dissolved
Company names	I.H. Logistics Service Inc.	Itoham Distribution Co., Ltd.
Locations	4-27 Takahatacho, Nishinomiya City, Hyogo Prefecture	4-27 Takahatacho, Nishinomiya City, Hyogo Prefecture
Representatives	President: Toyokazu Yamaoka	President: Kazumichi Hiranaga
Lines of business	Storage, shipping and delivery of processed meat products and processed foods	Storage, shipping and delivery of processed meat products and processed foods
Capital	¥90 million	¥90 million
Dates founded	July 1, 2011	April 1, 1999
Number of shares of common stock issued	1,800	1,800

Fiscal year-end	March 31	March 31
Number of employees	226 (as of February 29, 2012)	320 (as of February 29, 2012)
Shareholder composition	Itoham Foods Inc. 100%	Itoham Foods Inc. 100%
Prior year (fiscal year ended March 31, 2011) operating results and financial position (as of March 31, 2011)		
Net Sales	-	¥11,028 million
Operating Income	-	¥202 million
Ordinary Income	-	¥208 million
Net Income	-	¥22 million
Net Assets	-	¥446 million
Total Assets	-	¥1,903 million

4. Merger Schedule

Date of Board of Directors' meeting for approval of merger (Itoham Foods Inc.):
April 19, 2012

Date of Board of Directors' meeting for approval of merger (merging companies):
April 19, 2012

Date of merger agreement (merging companies):
April 19, 2012

Date of general meeting of shareholders for approval of merger (merging companies):
May 25, 2012

Date of merger (Effective date of merger)
October 1, 2012 (planned)

5. Status After the Merger

The company name, location, the representative's name and title, lines of business, capital, and fiscal year-end of Itoham Foods Inc. will remain unchanged following the merger.

6. Outlook

The Itoham Group has determined that the merger will have minimal impact on business results.