

October 23, 2009

Nippon Express Co., Ltd

On the Transfer of Shares of an Equity Method Affiliate

Nippon Express hereby announces that at the Board of Directors Meeting held on October 23, 2009, a resolution was passed to transfer a portion of the Company's holding of the shares of JPEX Co., Ltd. (hereinafter referred to as "JPEX"), the Company's equity method affiliate, to Japan Post Service Co., Ltd. (hereinafter referred to as "Japan Post"), as follows.

1. Details of the resolution

200,000 shares of the 340,000 shares of JPEX held by the Company will be transferred, as of October 23, 2009, to Japan Post, the consideration of which will be the amount equivalent to 20% of the net assets of JPEX as of the time of the transfer.

2. Outline of JPEX after the transfer of shares

Following the above transfer of shares, Japan Post's equity participation in JPEX will increase to 86% while the Company will continue to hold 14% of the shares. However, there will be no changes to JPEX's company name, representative, executives, location of the head office, business, capital and other matters, as a result of the intended transfer of shares.

Furthermore, there will be no changes to the JPEX's current structure of providing services based mainly on the Company's seconded employees, and the Company will continue to support JPEX in the future.

3. Impact of this transfer on performance

As the impact of this transfer of shares on the Company's non-consolidated and consolidated performance depends on the performance of JPEX, such amounts will be announced as soon as they come to light. (In terms of non-consolidated performance, the Company intends to record a loss on sales of stocks of affiliates.)

It should also be noted that as a result of this transfer of shares, JPEX will no longer be accounted for as an equity-method affiliate.