



TAIHEIYO CEMENT NEWS LETTER

May 26, 2008

Notice of Stock Acquisition

Taiheiyo Cement Corporation announced that it has reached an agreement with a consolidated subsidiary, Cement Shoji K.K., to purchase its holdings in another consolidated subsidiary, Chichibu Railway Co., Ltd.

1. Purpose

Taiheiyo Cement is purchasing Cement Shoji K.K.'s holdings of Chichibu Railway stock in connection with the liquidation of Cement Shoji K.K..

2. Details of Stock Sale

Buyer	Taiheiyo Cement Corporation
Stock	Chichibu Railway (common stock)
Seller	Cement Shoji K.K.
Number of voting rights to be transferred (Number of shares)	1,131 (1,131,000 shares)
Portion of all voting shares	7.8%
Date of sale	May 26, 2008

3. Voting right distribution prior to and following the acquisition

Shareholder	Prior to purchase	After purchase
Taiheiyo Cement Corporation	26.4%	34.2%
Cement Shoji K.K.	7.8%	—

Note: Figures in paragraphs 2 and 3 above are calculated on the basis of the total number of voting rights as of March 31, 2008.