



TRANSLATION

December 17, 2008

SIIX Corporation
President and COO: Kansho Murase,
Securities Code 7613, First Section
Tokyo Stock Exchange and Osaka Securities Exchange
Inquiries to: Tsuneo Kondo, Director & Executive Officer,
General Manager of Management Planning Department
TEL: +81-6-6266-6414

## Announcement on the joint acquisition of USA Zama Inc.

SIIX Corporation ("SIIX") today announced that its Board of Directors Meeting has resolved to acquire 100% of issued share of USA Zama Inc., Delaware corporation, jointly with IIDA DENKI KOGYO CO., LTD., Tokyo, Japan ("IIDA").

#### 1. Purchase of acquisition

USA Zama Inc. designs and wholesales Zama brand carburetors for small engines, which holds major share in the US market. Their products are distributed to world's leading outdoor power tool manufacturers. IIDA, headquartered in Tokyo, is one of the established suppliers to such worldwide engine manufacturers. They provide leading engine ignition systems for small engines used in a variety of outdoor applications including chainsaws, lawn mowers, generators, etc. SIIX has longstanding business relationship with IIDA since 1979. It has been supplying them various services including procurement of electronic components and EMS manufacturing for their offshore production.

Both carburetor and ignition system are key components of small engine. Through the joint acquisition of USA Zama with IIDA, SIIX intends to strengthen competitiveness and enlarge the market in the field of small engine components. SIIX also believes that the acquisition will contribute to boost its core business including procurement, logistic and EMS.

## 2. Shares to be purchased

1) Number of shares 5,500 (100% of issued shares)

2) Purchasers SIIX Corporation (60%)

IIDA DENKI KOGYO CO., LTD. (40%)

3) Seller USA ZAMA INC., California corporation



3. Corporation profile of USA Zama, Inc.

1) Company Name USA Zama, Inc.

2) Main Business Design and wholesale of carburetors, etc.

3) Established April, 2007
 4) Incorporated Delaware
 5) Operations Tennessee

6) Representatives Mr. Dale Gehr, President

7) Capital US\$550,000.00

8) Listing Classification Unlisted

4. Schedule of acquisition

December 17, 2008 Resolution by Board Meeting

December 22, 2008 Signing of the Share Purchase Agreement

December 31, 2008 Closing of Transactions

5. Influence to the business performance

USA Zama Inc. will become SIIX's consolidated subsidiary. In terms of contribution of this consolidation to the business performance of SIIX Group in the fiscal year 2009, approximately 4 billion yen sales increase is expected. There will be no influence to the business performance of the fiscal year 2008.

# (Reference)

## Corporate profile of IIDA DENKI KOGYO CO., LTD.

1) Company Name IIDA DENKI KOGYO CO., LTD.

2) Main Business Design, manufacture and wholesale of

ignition system for small engines etc.

3) Established November, 1946

4) Head Office Shimorenjaku 8-1-4, Mitaka City, Tokyo

5) Representatives Mr. Shinzo Matsumoto, President

6) Capital \quad \

7) Number of Employees 84

8) Listing Classification Unlisted