

Sale of Shares in a Subsidiary Company and of Fixed Assets

HIROSHIMA, Japan—Mazda Motor Corporation is undertaking structural reforms in line with its Structural Reform Plan (formulated in February 2012) including the promotion of global alliances and improvements to cost structure, to retain profitability amid the appreciation of the yen and ensure steady growth for the future. In order to advance the structural reforms and effectively utilize management resources, Mazda has reached a basic agreement on the sale of shares in a subsidiary and of fixed assets. Final agreement is scheduled to be reached in the first quarter of the fiscal year ending March 2013 upon finalization of the details.

1. Sale of subsidiary shares

Mazda and Itochu Corporation have reached a basic agreement that Mazda will sell more than half of the shares in its consolidated subsidiary Toyo Advanced Technologies Co., Ltd. to Itochu. Mazda aims to strengthen its collaborative efforts with Itochu and enhance the corporate value of Toyo Advanced Technologies through the expansion of its machine tools business for overseas markets by leveraging Itochu's extensive experience in and knowledge of emerging markets and its global sales network.

Company Name	Toyo Advanced Technologies Co., Ltd.
President	Yasuto Tatsuta, Representative Director and Chairman of the Board
Office	Minami-ku, Hiroshima (head office, factory, etc.)
Sales	Approximately 30 billion yen
Description of Business	<ul style="list-style-type: none"> • Manufacture and sale of machine tools. Internal and external grinding machines, CNC honing machines, semiconductor and photovoltaic cell manufacturing equipment wire-cutting machines, etc. • Manufacture and sale of automotive components Engine parts, automatic transmission oil pumps, etc.

2. Sale of fixed assets

Mazda has reached a basic agreement to sell some of its fixed assets to Sumitomo Mitsui Finance & Leasing Co., Ltd. Mazda will continue using them under a lease agreement.

Asset To Be Sold (Land Only)	Location	Use Of The Land
Head office, Ozu District	Minami-ku, Hiroshima, Hiroshima Prefecture	Gymnasium, company dormitory, office building
Head office, Fuchizaki District	Minami-ku, Hiroshima, Hiroshima Prefecture	Plant
Nakanoseki car compound	Oaza Hamakata, Hofu, Yamaguchi Prefecture	Car storage compound
Sue distribution center	Sue-machi, Kasuya-gun, Fukuoka Prefecture	Distribution center

Mazda plans to undertake necessary procedures, such as the submission of documents to the relevant authorities, and carry out the sale in June. Details of the agreement, including the ratio of shares to be sold and their price, will be announced upon finalization of the agreement.